



Atlas Money Market Fund

Atlas Liquid Fund

Atlas Sovereign Fund

Atlas Income Fund

Atlas Stock Market Fund

HALF YEARLY REPORT

31 DECEMBER 2022

(UN-AUDITED)

Atlas
funds
Nurturing your investments

Managed By



Atlas Asset Management

Rated AM2+ by PACRA
(as of December 23, 2022)



Vision

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

Mission

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

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Atlas Funds

Organisation

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

Chairman Mr. Iftikhar H. Shirazi
(*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,
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CHAIRMAN'S REVIEW

It is my pleasure to present you the un-audited Financial Statements 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 first half ended December 31, 2022 of FY23.

THE ECONOMY

The domestic economic activity continued to moderate in 1H-FY23 on account of disruptions from monsoon flooding and ongoing policy/administrative measures to tackle rising inflation, fiscal slippage, and external imbalances. Contraction in demand led to sharp decline in imports resulting in 1H-FY23 current account deficit to reduce significantly by 59.66% YoY to stand at US \$3.67 billion, as compared to US \$9.09 billion in same period last year. Import bill for 1H-FY23 declined by 22.63% YoY to US \$31.38 billion while Exports for the same period stood at US \$14.25 billion, down 5.79% YoY. Moreover, worker's remittances of US \$14.05 billion in 1H-FY23 registered a decline of 11.10% YoY. The domestic headline inflation averaged at 25.02% during 1H-FY23 compared to 9.81% in 1H-FY22. High global energy prices, PKR devaluation and food related supply-side shocks on domestic front (post flood devastation) were key reasons behind significant rise in inflation. Total liquid foreign exchange reserves declined to US \$11.42 billion as of December 31, 2022 (SBP's share stood at US \$5.58 billion). The FBR tax collection during 1H-FY23 stood at Rs. 3.43 trillion, below the target of Rs. 3.67 trillion for period under review. The SBP raised policy rate by 225bps to 16.00% during 1H-FY23 to combat inflation, ensure financial stability and maintain growth at sustainable level.

FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 7.59% (total annualized return 15.52%) to Rs. 509.93 as on December 31, 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 14.91%. The AMF total exposure in Treasury Bills, Bank Balances, Commercial Paper, Sukuks and others stood at 71.34%, 23.36%, 3.04%, 1.47% and 0.79%, 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. 18.53 billion, with 36.34 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ALF

The ALF provided total annualized return of 15.02% as on December 31, 2022. The ALF total exposure in Treasury Bills, Bank Balances, Commercial Papers, Sukuks, and others stood at 49.07%, 41.62%, 6.02%, 3.16% and 0.15%, 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 Fund stood at Rs. 4.71 billion, with 9.43 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 6.77% (total annualized return 13.44%) to Rs. 108.12 as on December 31, 2022. The benchmark average six months PKRV rate stood at 15.91% during the period under review. The ASF total exposure in Treasury Bills, Pakistan Investment Bonds, Sukuks, Bank Balances and others stood at 53.82%, 40.32%, 3.52%, 1.39% and 0.94%, 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. 1.07 billion, with 9.96 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 6.90% (total annualized return 13.68%) to Rs. 559.57 as on December 31, 2022. The benchmark average six months KIBOR rate stood at 16.10% during the period under review. AIF total exposure in Treasury Bills, Pakistan Investment Bonds, Term Finance Certificates/Sukuk, Bank Balances, Commercial Paper, MTS and others stood at 66.57%, 14.34%, 11.86%, 2.96%, 1.99%, 1.55% and 0.72%, 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. 4.71 billion with 8.42 million units outstanding as of December 31, 2022.

FUND OPERATIONS - ASMF

The Net Asset Value per unit of Atlas Stock Market Fund decreased by -5.31% to Rs. 562.11 as on December 31, 2022. KSE-100 index declined 2.70% from 41,540.83 points as on June 30, 2022, to 40,420.45 points as on December 31, 2022. The ASMF equity portfolio exposure stood at 98.57% 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. 8.34 billion, with 14.84 million units outstanding as of December 31, 2022.

Atlas Funds

MUTUAL FUND TAXATION

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.

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 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 - 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

The FY23 growth forecast, initially projected in the range of 3% to 4%, has been reduced to 2% by SBP based on a preliminary assessment of post-flood macroeconomic outlook. Moreover, the FY23 inflation projection has been revised upwards to 21% - 23% range due to flood related supply side pressures on food prices. Thereafter, inflation is expected to gradually decline towards the end of FY24 primarily on the back of administrative measures to resolve food related supply side bottlenecks, much awaited normalization of global energy related commodity prices and beneficial base effects. The current account deficit is expected to remain near 3% of GDP on the back of demand contraction, lower global commodity prices and declining international freight costs. The recent flood related assistance from international community will help build reserves, curtail pressures on PKR and enable large scale flood rehabilitation activity. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

خیاباں خیاباں اِرم دیکھتے ہیں

(We look forward to growth, growth and growth)

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, support 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: 24 February 2023

Iftikhar H. Shirazi
Chairman

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 Taraqjati Bank Limited

Atlas Money Market Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Half Yearly Report 2022-23

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

To the unit holders of Atlas Money Market Fund
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Money Market Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the sixmonths' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Atlas Money Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

	31 December 2022 Un-audited	30 June 2022 Audited
Note	----- Rupees -----	
Assets		
Cash and bank balances	4 4,372,359,194	17,877,118,873
Investments	5 14,196,829,155	-
Receivable against sale of unit	130,730,000	453,577,500
Interest Accrued	7,627,191	36,346,038
Prepayment and other receivables	10,392,658	10,199,092
Total assets	18,717,938,198	18,377,241,503
Liabilities		
Payable to Atlas Asset Management Limited - Management Company	6 36,754,492	26,703,267
Payable to Central Depository Company of Pakistan Limited - Trustee	7 1,055,274	866,807
Payable to the Securities and Exchange Commission of Pakistan	8 1,994,677	3,934,148
Payable against redemption of units	95,429,877	127,557
Accrued expenses and other liabilities	9 51,112,633	44,721,189
Total liabilities	186,346,953	76,352,968
NET ASSETS	18,531,591,245	18,300,888,535
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	18,531,591,245	18,300,888,535
CONTINGENCIES AND COMMITMENTS	13	
	----- Number of units -----	
NUMBER OF UNITS IN ISSUE	36,341,746	36,060,359
	----- Rupees -----	
NET ASSET VALUE PER UNIT	509.9257	507.5071

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
Income					
Profit on savings account and term deposits		390,633,084	576,206,795	114,733,492	327,380,531
Income from government securities		1,107,110,594	342,438,018	654,626,774	129,033,562
Capital gain / (loss) on sale of investments		59,876,232	(1,964,172)	11,756,370	(3,109,836)
Net unrealised appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss'		3,352,396	-	(2,028,414)	674,725
		63,228,628	(1,964,172)	9,727,956	(2,435,111)
Total Income		1,560,972,306	916,680,641	779,088,222	453,978,982
Expenses					
Remuneration of Atlas Asset Management Limited	6.1	45,893,613	12,169,540	23,899,228	6,128,457
Sindh Sales Tax on remuneration of the Management Company	6.2	5,966,171	1,582,040	3,106,901	796,699
Remuneration of the Central Depository Company of Pakistan Limited	7.1	5,485,362	6,786,791	2,741,564	2,860,087
Sindh Sales Tax on remuneration of the Trustee	7.2	713,122	882,283	356,403	371,811
Annual fees to the Securities and Exchange Commission Of Pakistan	8.1	1,994,677	2,248,248	996,932	1,040,031
Accounting and operational charges	6.4	8,146,685	-	3,691,637	-
Annual rating fee		317,762	262,717	158,881	131,359
Annual listing fee		13,863	13,863	6,932	6,931
Securities transaction cost		105,745	180,332	(68,469)	131,845
Auditors' remuneration		655,322	367,768	453,014	183,884
Printing charges		24,425	43,930	15,425	43,930
Legal and professional charges		48,126	42,900	26,801	10,500
Bank charges		99,107	54,974	65,936	20,700
(Reversal) / Provision for Sindh Workers' Welfare Fund		-	(91,874,642)	-	11,405
		69,463,980	(67,239,256)	35,451,185	11,737,639
Net income for the period before taxation		1,491,508,326	983,919,897	743,637,037	442,241,343
Taxation	15	-	-	-	-
Net income for the period after taxation		1,491,508,326	983,919,897	743,637,037	442,241,343
Allocation of net income for the period:					
Net income for the period		1,491,508,326	983,919,897	746,989,433	442,241,343
Income already paid on units redeemed		(227,079,000)	(67,411,661)	(141,630,110)	(41,799,318)
		1,264,429,326	916,508,236	605,359,323	400,442,025
Accounting income available for distribution:					
- Relating to capital gains		63,228,628	-	11,756,370	-
- Excluding capital gains		1,201,200,698	916,508,236	593,602,953	400,442,025
		1,264,429,326	916,508,236	605,359,323	400,442,025

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Money Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	1,491,508,326	983,919,897	743,637,037	442,241,343
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	1,491,508,326	983,919,897	743,637,037	442,241,343

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

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

	For the period ended 31 December 2022			For the period ended 31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	18,171,918,580	128,969,955	18,300,888,535	24,121,020,637	107,804,715	24,228,825,352
Issuance of units 75,059,667 (2021: 32,900,009 units)						
- Capital value	38,093,313,925	-	38,093,313,925	16,643,354,681	-	16,643,354,681
- Element of income	367,516,324	-	367,516,324	91,660,900	-	91,660,900
	38,460,830,249	-	38,460,830,249	16,735,015,581	-	16,735,015,581
Redemption of 74,778,280 units (2021 : 34,970,943 units)						
- Capital value	(37,950,508,026)	-	(37,950,508,026)	(17,690,992,365)	-	(17,690,992,365)
- Element of income	(115,763,785)	(227,079,000)	(342,842,785)	(21,945,667)	(67,411,661)	(89,357,328)
	(38,066,271,811)	(227,079,000)	(38,293,350,811)	(17,712,938,032)	(67,411,661)	(17,780,349,693)
Total comprehensive Income for the period	-	1,491,508,326	1,491,508,326	-	983,919,897	983,919,897
First interim distribution of Rs.4.25 per unit declared on 22 July 2022 (30 July 2021: 2.85 per unit declared on 30 July 2021)	(10,476,836)	(144,242,084)	(154,718,920)	(2,947,638)	(117,249,323)	(120,196,961)
Second interim distribution of Rs.5.25 per unit declared on 18 August 2022 (27 August 2021: 4.85 per unit declared on 27 August 2021)	(31,892,468)	(178,620,134)	(210,512,602)	(11,191,743)	(218,841,446)	(230,033,189)
Third interim distribution of Rs.6.8 per unit declared on 23 September 2022 (24 September 2021: 2.75 per unit declared on 24 September 2021)	(57,811,001)	(239,533,902)	(297,344,903)	(4,428,102)	(127,890,777)	(132,318,879)
Fourth interim distribution of Rs.5.30 per unit declared on 21 October 2022 (22 October 2021: 2.95 per unit declared on 22 October 2021)	(99,774,973)	(139,115,438)	(238,890,411)	(4,062,311)	(128,784,806)	(132,847,117)
Fifth interim distribution of Rs.7.00 per unit declared on 25 November 2022 (19 November 2021: 2.95 per unit declared on 19 November 2021)	(29,262,104)	(224,918,390)	(254,180,494)	(4,364,152)	(98,110,627)	(102,474,779)
Sixth interim distribution of Rs.7.50 per unit declared on 23 December 2022 (24 December 2021: 4.50 per unit declared on 24 December 2021)	(28,818,903)	(243,818,821)	(272,637,724)	(56,155,535)	(138,944,295)	(195,099,830)
Total distribution during the period	(258,036,285)	(1,170,248,769)	(1,428,285,054)	(83,149,481)	(829,821,274)	(912,970,755)
Net assets at the end of the period (un-audited)	18,308,440,733	223,150,512	18,531,591,245	23,059,948,705	194,491,677	23,254,440,382
Undistributed income brought forward comprising of :						
- Realised income		128,969,955			107,804,715	
- Unrealised (loss) / income		-			-	
		128,969,955			107,804,715	
Accounting income available for distribution						
- Relating to capital gains		63,228,628			-	
- Excluding capital gains		1,201,200,698			916,508,236	
		1,264,429,326			916,508,236	
Distribution during the period		(1,170,248,769)			(829,821,274)	
Undistributed income carried forward		223,150,512			194,491,677	
Undistributed income carried forward comprising of :						
- Realised income		219,798,116			194,491,677	
- Unrealised income		3,352,396			-	
		223,150,512			194,491,677	
		(Rupees)			(Rupees)	
Net assets value per unit at Beginning of the period		507.5071			505.8769	
Net assets value per unit at end of the period		509.9257			507.4755	

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Money Market Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	1,491,508,326	983,919,897
Adjustments for:		
Profit on savings account and term deposits	(390,633,084)	(576,206,795)
Income from government securities	(1,107,110,594)	(342,438,018)
Capital loss / (gain) on sale of investments - net	(59,876,232)	1,964,172
(Reversal) / provision for Sindh Workers' Welfare Fund	-	(91,874,642)
	(1,557,619,910)	(1,008,555,283)
Increase in assets		
(Increase) in repayment and other receivables	(193,566)	(14,939,950)
Decrease in receivable against issuance of units	322,847,500	2,251,019
Increase / (decrease) in liabilities		
Increase / (decrease) in payable to Management Company	10,051,225	(4,033,556)
Increase / (decrease) in payable to Central Depository Company of Pakistan Limited - Trustee	188,467	(482,225)
(Decrease) in payable to the Securities and Exchange Commission of Pakistan	(1,939,471)	(1,353,801)
Increase / (decrease) in payable against redemption of units	95,302,320	(28,728,200)
Increase / (decrease) in accrued expenses and other liabilities	14,826,871	(3,628,758)
	118,429,412	(38,226,540)
	374,971,762	(75,550,857)
Interest received	1,526,462,525	939,565,860
Investments - Net	(14,136,952,923)	(1,964,172)
Net cash generated from operating activities	(12,235,518,636)	862,050,831
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	38,460,830,249	16,732,574,562
Net payments against redemption of units	(38,293,350,810)	(17,780,349,693)
Refund of capital	-	(83,149,481)
Cash distribution made during the period	(1,436,720,482)	(828,850,875)
Net cash used in financing activities	(1,269,241,043)	(1,959,775,487)
Net decrease in cash and cash equivalents	(13,504,759,679)	(1,097,724,656)
Cash and cash equivalents at the beginning of the period	17,877,118,873	24,359,094,276
Cash and cash equivalents at the end of the period	4,372,359,194	23,261,559,620

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 12 November 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 of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. Subsequent to the year ended June 30, 2022, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 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 23 December 2022 and maintained the Fund rating to AA+(f) on 14 October 2022.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - 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.

Atlas Money Market Fund

- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.
- 2.1.3 The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2021.
- 2.1.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 December 2022.

2.2 New / Revised Standards, Interpretations and Amendments

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

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

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

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

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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.

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.

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

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2022.

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

4 CASH AND BANK BALANCES	Note	31 December 2022	30 June 2022
		Un-audited	Audited
		Rupees	
Profit and loss sharing account	4.1	<u>4,372,359,194</u>	<u>17,877,118,873</u>
		<u>4,372,359,194</u>	<u>17,877,118,873</u>

4.1 The rate of return on these accounts ranges between 12.26% to 17.20% (30 June 2022: 5.50% and 16.45%). The profit rates effective at the period end on these accounts ranges between 12.26% to 16.85% (30 June 2022: 12.25% and 16.45%) per annum.

5 INVESTMENTS	Note	31 December 2022	30 June 2022
		Un-audited	Audited
		Rupees	
At fair value through profit or loss			
- Government Treasury Bills	5.1	13,353,661,955	-
- Commercial Papers	5.2	568,167,200	-
- Sukuk Certificates	5.3	275,000,000	-
		<u>14,196,829,155</u>	<u>-</u>

Atlas Money Market Fund

5.1 Government securities - Market Treasury Bills

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----			----- (Rupees) -----		----- Percentage -----		
03 Months - T-bills	-	184,193,720,000	170,700,950,000	13,492,770,000	13,350,309,559	13,353,661,955	94.06%	72.06%
06 Months - T-bills	-	9,848,000,000	9,848,000,000	-	-	-	0.00%	0.00%
12 Months - T-bills	-	1,700,000,000	1,700,000,000	-	-	-	0.00%	0.00%
31 December 2022	-	195,741,720,000	182,248,950,000	13,492,770,000	13,350,309,559	13,353,661,955	94.06%	72.06%
30 June 2022								

5.1.1 The cost of investments as on 31 Dec 2022 is Rs 13,158,935,329

5.1.2 These Market Treasury Bills carry yield ranging from 13.00% to 16.99% per annum and will mature on April 2022.

5.2 Commercial Papers

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----			----- (Rupees) -----		----- Percentage -----		
Lucky Electric Power Co. Ltd - Commercial Paper-IV	-	600,000,000	-	600,000,000	568,167,200	568,167,200	4.00%	3.07%
31 December 2022	-	600,000,000	-	600,000,000	568,167,200	568,167,200	4.00%	3.07%
30 June 2022								

5.2.1 The cost of investments as on 31 Dec 2022 is Rs 552,250,800

5.3 Sukuk Certificates

Particulars	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying Cost as at December 31, 2022	Market value as at December 31, 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----			----- (Rupees) -----		----- Percentage -----		
K-Electric Limited - Short Term Sukuk-11 (STS-11)	-	140,000,000	-	140,000,000	140,000,000	140,000,000	0.99%	0.76%
Nishat Mills Limited - PP Sukuk Certificate	-	100,000,000	-	100,000,000	100,000,000	100,000,000	0.70%	0.54%
Lucky Electric Power Company Limited - Sukuk-5	-	35,000,000	-	35,000,000	35,000,000	35,000,000	0.25%	0.19%
31 December 2022	-	275,000,000	-	275,000,000	275,000,000	275,000,000	1.94%	1.49%
30 June 2022								

5.3.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 31 December 2022 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-11 (STS-11)	AA	06 Months	Bullet Payment	26-Apr-23	6 Month KIBOR + 1.45% p.a.
Nishat Mills Limited - PP Sukuk Certificate	AA	06 Months	Bullet Payment	1-May-23	6 Month KIBOR + 0.90% p.a.
Lucky Electric Power Company Limited - Sukuk-5	AA	06 Months	Bullet Payment	14-Jun-23	6 Month KIBOR + 1.5% p.a.

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6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 December 2022	30 June 2022
		Un-audited	Audited
		Rupees	
Remuneration of the Management Company	6.1	10,181,293	2,789,208
Sindh Sales Tax payable on remuneration of the Management Company	6.2	4,446,528	3,485,557
Federal Excise Duty payable on remuneration of the Management Company	6.3	20,428,502	20,428,502
Accounting and operational charges payable	6.4	1,698,169	-
		36,754,492	26,703,267

6.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company is entitled to a remuneration equal to an amount not exceeding 2.5% of the average annual net assets in case of money market schemes. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.40% from 01 July 2022 to 18 July 2022, 0.45% from 19 July 2022 to 30 October 2022, 0.1% from 31 October 2022 to 30 November 2022 and 0.65% from 01 December 2022 to 31 December 2022 (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) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

6.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011. During the period, an amount of Rs. 5,966,171 (2021: Rs. 1,582,040) was charged and an amount of Rs. 5,005,200 (2021: Rs. 1,899,083) has been paid to the Management Company which acts as a collecting agent.

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

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

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

With effect from 01 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs 20.429 million (30 June 2022: 20.429 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been maintained, the net asset value of the Fund as at 31 December 2022 would have been higher by Rs. 0.45 (30 June 2022: Rs. 0.43) per unit.

6.4 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.

The Management company charged the accounting and operational charges during the year at a rate of 0.1% (2021: Nil) of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of expenses to the Fund.

Atlas Money Market Fund

	Note	31 December 2022	30 June 2022
		Un-audited	Audited
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED- TRUSTEE- RELATED PARTY			
Remuneration Payable to Trustee	7.1	933,829	767,067
Sindh Sales Tax Payable on Trustee Fee	7.2	121,445	99,740
		<u>1,055,274</u>	<u>866,807</u>

7.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CCDC/CEO/L-259/01/2021 dated October 11, 2021 issued by CDC.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011. During the period, an amount of Rs. 713,122 (2021: Rs 882,283) was charged and an amount of Rs. 691,417 (2021: Rs 937,760) was paid to the Trustee which acts as a collecting agent.

	Note	31 December 2022	30 June 2022
		Un-audited	Audited
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fees payable	8.1	1,994,677	3,934,148

8.1 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).

		31 December 2022	30 June 2022
		Un-audited	Audited
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		607,014	453,087
Annual rating fee payable		317,761	-
Withholding tax payable		36,843,459	32,701,985
Capital gain tax withheld		12,239,595	1,986,523
Legal and professional charges payable		15,726	-
Zakat payable		1,010,943	1,065,797
Transaction charges payable		5,471	5,706
Dividend payable		72,664	8,508,091
		<u>51,112,633</u>	<u>44,721,189</u>

10 CONTINGENCIES AND COMMITMENTS

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

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 0.70% (2021: 0.22%) which includes 0.09% (2021: 0.04%) representing government levies on the Fund such as 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.

12 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The 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

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tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash atleast 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

13 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.

14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

	For the Half Year Ended	
	31 December	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
14.1 Transactions for the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	45,893,613	12,169,540
Remuneration paid	38,501,528	12,484,006
Sindh Sales Tax on Remuneration of the Management Company	5,966,171	1,582,040
Issuance of 559,879 (2021: 50,059) units	287,208,837	25,500,671
Redemption of 604,359 (2021: 298,251) units	308,029,898	151,446,302
Dividend reinvestment	1,218,193	220,814
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	5,485,362	6,786,791
Remuneration paid	5,318,600	7,213,359
Sindh Sales Tax on remuneration of the Trustee	713,122	882,283
Atlas Battery Limited (Group Company)		
Issuance of 786,334 (2021: 853) units	400,937,162	431,742
Redemption of 789,255 (2021: 853) units	403,831,901	433,990
Dividend declared	1,486,124	4,105
Batool Benefit Trust		
Issuance of Nil (2021: 3,619) units	-	1,831,448
Redemption of 38,301 (2021: 30,926) units	19,600,000	15,700,000
Dividend declared	2,478,934	2,136,431
Atlas Fund of Funds (Fund under common management)		
Issuance of 11,769 (2021: 276,939) units	6,000,000	140,300,000
Redemption of 11,778 (2021: 274,966) units	6,060,504	140,084,422
Atlas Foundation (Group Company)		
Issuance of 299,373 (2021: 5,101) units	152,893,372	2,581,608
Redemption of Nil (2021: 70,785) units	-	36,000,000
Dividend declared	8,583,602	3,037,099

Atlas Money Market Fund

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
14.1 Transactions for the period (Cont....)		
Atlas Honda Limited (Group Company)		
(Unit Holder with more than 10% holding)		
Issuance of 9,254,846 (2021: 408,296) units	4,733,415,015	206,634,127
Redemption of 11,757,443 (2021: Nil) units	6,000,000,000	-
Dividend declared	287,579,206	243,091,664
Atlas Insurance Limited		
Issuance of 334,966 (2021: Nil) units	170,923,312	-
Redemption of 337,596 (2021: Nil) units	172,110,251	-
Dividend declared	1,338,140	-
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Issuance of 9,641 (2021: Nil) units	4,934,871	-
Redemption of 14,734 (2021: Nil) units	7,530,000	-
Dividend declared	568,040	-
Shirazi Trading Co. (Pvt.) Limited - Emp. Prov. Fund		
Issuance of 7,291 (2021: Nil) units	3,741,717	-
Redemption of 8,204 (2021: Nil) units	4,170,736	-
Dividend declared	102,852	-
Atlas Autos (Private) Limited		
Dividend declared	83,024,534	-
Atlas Metals (Private) Limited		
Issuance of Nil (2021: 41,266) units	-	20,959,120
Redemption of 516,824 (2021: 82,779) units	264,514,436	42,100,000
Dividend declared	7,031,309	2,302,692
Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund		
Issuance of Nil (2021: 4,890) units	-	2,474,460
Redemption of Nil (2021: 154,318) units	-	78,621,649
Dividend declared	-	2,474,460
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund		
Issuance of Nil (2021: 4,300) units	-	2,176,365
Dividend declared	7,968,797	2,176,365
Atlas Honda Limited - Non-Management Staff Gratuity Fund		
(Retirement benefit plan of a Group Company)		
Issuance of Nil (2021: 675) units	-	341,441
Dividend declared	1,820,495	341,441
Atlas Group of Companies - Management Staff Gratuity Fund		
(Retirement benefit plan of a Group Company)		
Issuance of 570,642 (2021: 445,998) units	291,869,294	226,559,886
Redemption of 202,759 (2021: 666,710) units	103,500,000	338,114,236
Dividend declared	8,364,834	1,559,886
Atlas Die Casting (Private) Limited (Group Company)		
Issuance of Nil (2021: 2) units	-	828
Dividend declared	1,548	1,183

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		For the Half Year Ended 31 December	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
14.1 Transactions for the period (Cont....)			
Shirazi Investments (Private) Limited (Group Company)			
Issuance of 839,987 (2021: 17,153) units		428,821,396	8,678,342
Redemption of 840,879 (2021: 1,066,275) units		428,457,416	541,183,647
Dividend declared		453,401	8,161,418
Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)			
Issuance of Nil (2021: 15,073,813) units		-	7,670,944,903
Redemption of Nil (2021: 16,144,974) units		-	8,215,632,103
Dividend declared		-	171,574,792
Atlas Energy Limited			
Issuance of 25,538 (2021: Nil) units		13,048,764	-
Redemption of 33,312 (2021: Nil) units		17,100,000	-
Dividend declared		150,614	-
Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)			
Issuance of Nil (2021: 4,259) units		-	2,155,390
Redemption of Nil (2021: 9,868) units		-	5,000,000
Dividend declared		3,970,541	2,155,390
Directors and their close family members and key management personnel of the Management Company			
Issuance of 807,565 (2021: 77,689) units		114,704,239	39,391,468
Redemption of 839,033 (2021: 337,052) units		22,498,256	170,908,770
Dividend declared		70,991,798	22,232,692
		31 December 2022	30 June 2022
		Un-audited	Audited
		----- Rupees -----	
14.2 Balances outstanding as at period / year end			
Atlas Asset Management Limited (Management Company)			
Remuneration payable to the Management Company		10,181,293	2,789,208
Sindh Sales Tax payable on Remuneration of the Management Company		4,446,528	3,485,557
Federal Excise Duty payable on Remuneration of the Management Company		20,428,502	20,428,502
Accounting and operational charges payable		1,698,169	-
Outstanding Nil (30 June 2022: 42,082) units - at net asset value		-	21,357,005
Central Depository Company of Pakistan Limited (Trustee)			
Remuneration payable to the Trustee		933,829	767,067
Sindh Sales Tax payable on Remuneration of the trustee		121,445	99,740
Atlas Metals (Private) Limited			
Outstanding Nil (30 June 2022: 502,993) units - at net asset value		-	255,272,504
Atlas Foundation (Group Company)			
Outstanding 367,120 (30 June 2022: 50,872) units - at net asset value		187,203,923	25,818,048

Atlas Money Market Fund

	31 December 2022 Un-audited	30 June 2022 Audited
	----- Rupees -----	
14.2 Balances outstanding as at period / year end (Cont....)		
Atlas Honda Limited (Unit Holder with more than 10% holding)		
Outstanding 9,767,088 (2022: 11,704,099) units - at net asset value	4,980,489,185	5,939,913,337
Shirazi Trading Company (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 7,493 (30 June 2022: 8,204) units - at net asset value	3,820,873	4,163,558
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund		
Outstanding 230,020 (30 June 2022: 214,351) units	117,293,110	108,784,401
Atlas Die Casting (Private) Limited (Group Company)		
Outstanding 63 (2021: 56) - at net asset value	32,125	30,450
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 114,610 (30 June 2022: 106,803) units - at net asset value	58,442,584	54,203,032
Shirazi Investments (Private) Limited-Emp. Prov. Fund		
Outstanding 17,624 (30 June 2022: 21,600) units - at net asset value	8,943,767	10,962,407
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 403,338 (30 June 2022: 19,010) units - at net asset value	205,672,412	9,647,680
Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 52,549 (30 June 2022: 48,969) units - at net asset value	26,795,897	24,852,110
Batool's Benefit Trust		
Outstanding 66,193 (30 June 2022: 99,620) units - at net asset value	33,753,512	50,557,807
Atlas Fund of Funds (Fund under common management)		
Outstanding 1,963 (30 June 2022: 1,972) units - at net asset value	1,000,984	1,000,890
Directors and their close family members and key management personnel of the Management Company		
Outstanding 2,389,101 (30 June 2022: 2,280,978) units - at net asset value	1,218,263,872	1,157,612,292
Balances outstanding as at period / year end		
Atlas Autos Limited		
Outstanding 2,802,223 (30 June 2022: 2,638,972) units	1,428,925,525	1,339,296,842
Atlas Energy Limited		
Outstanding 92 (30 June 2022: 7,569) units	46,913	3,841,304

14.3 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.

15 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.

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.

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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.

15.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

As at December 31, 2022, the Fund 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.

16 GENERAL

16.1 This condensed interim financial information is unaudited and has been reviewed by the auditors. Furthermore, figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 December 2021 and 31 December 2022 have not been subjected to limited scope review by the statutory auditors of the Fund.

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

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

17 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Corporate Information

Trustee

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

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Bank Alfalah Limited
Allied Bank Limited

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Atlas Liquid 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Liquid Fund

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

To the unit holders of Atlas Liquid Fund
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Liquid Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- Rupees -----	
Assets			
Bank balances	4	1,965,196,444	3,135,310,549
Investments	5	2,750,270,629	300,000,000
Markup Accrued	6	4,663,760	9,159,966
Preliminary and floatation cost		469,841	530,262
Prepaid and other receivables		1,714,426	1,685,408
Total assets		4,722,315,100	3,446,686,185
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	2,838,815	1,247,837
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	185,604	176,911
Payable to the Securities and Exchange Commission of Pakistan	9	348,720	267,413
Accrued expenses and other liabilities	10	6,314,059	3,888,196
Total liabilities		9,687,198	5,580,357
NET ASSETS		4,712,627,902	3,441,105,828
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,712,627,902	3,441,105,828
CONTINGENCIES AND COMMITMENTS	11	----- Number of units -----	
NUMBER OF UNITS IN ISSUE		9,425,255	6,882,212
		----- Rupees -----	
NET ASSET VALUE PER UNIT		500.0000	500.0000

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Liquid Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

		For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021	For the Quarter Ended 31 December 2022	From 23 November 2021 to 31 December 2021
Note	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Income					
		28,892,675	11,236,159	(99,969,436)	11,236,159
		21,998	11,245,118	(954,970)	11,245,118
		256,557	-	55,498	-
		236,866,772	-	236,866,772	-
		266,038,002	22,481,277	135,997,865	22,481,277
Expenses					
		8,660,773	348,673	4,839,097	348,673
		1,125,901	45,328	629,083	45,328
		958,980	119,856	481,553	119,856
		124,667	15,582	62,606	15,582
		1,743,599	-	875,550	-
		348,720	43,584	175,110	43,584
		260,281	56,219	171,425	56,219
		10,960	565	4,630	565
		60,421	12,546	30,376	12,546
		13,863	18,653	(12,938)	18,653
		126,686	-	64,086	-
		11,909	-	2,909	-
		48,126	10,500	26,801	10,500
		3,235	7,302	692	7,302
		13,498,121	678,808	7,350,979	678,808
		252,539,881	21,802,469	128,646,886	21,802,469
		-	-	-	-
		252,539,881	21,802,469	128,646,886	21,802,469
		-	-	-	-
		252,539,881	21,802,469	128,646,886	21,802,469
		278,554	11,245,118	55,498	11,245,118
		252,261,327	10,557,351	128,591,388	10,557,351
		252,539,881	21,802,469	128,646,886	21,802,469

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021	For the Quarter Ended 31 December 2022	From 23 November 2021 to 31 December 2021
	----- Rupees -----		----- Rupees -----	
Net income for the period after taxation	252,539,881	21,802,469	128,646,886	21,802,469
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>252,539,881</u>	<u>21,802,469</u>	<u>128,646,886</u>	<u>21,802,469</u>

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Liquid Fund

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

	For the period ended December 31, 2022			From 23 November 2021 to 31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----			----- (Rupees) -----		
Net assets at beginning of the period	3,441,105,828	-	3,441,105,828	-	-	-
Issuance of units 2,841,684 (2021: 4,922,246 units)						
- Capital value	1,420,842,729	-	1,420,842,729	2,461,123,000	-	2,461,123,000
- Element of income	-	-	-	-	-	-
	1,420,842,729	-	1,420,842,729	2,461,123,000	-	2,461,123,000
Redemption of 298,641 units (2021: 874,917 units)						
- Capital value	(149,320,655)	-	(149,320,655)	(437,458,373)	-	(437,458,373)
- Element of income	-	-	-	-	-	-
	(149,320,655)	-	(149,320,655)	(437,458,373)	-	(437,458,373)
Total comprehensive Income for the period	-	252,539,881	252,539,881	-	21,802,469	21,802,469
Distribution during the period	-	(252,539,881)	(252,539,881)	-	(21,802,469)	(21,802,469)
Net income for the period less distribution	-	-	-	-	-	-
Net assets at end of the period	4,712,627,902	-	4,712,627,902	2,023,664,627	-	2,023,664,627
Undistributed income brought forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	278,554	-	278,554	11,245,118	-	11,245,118
- Excluding capital gains	252,261,327	-	252,261,327	10,557,351	-	10,557,351
	252,539,881	-	252,539,881	21,802,469	-	21,802,469
Distribution during the period	(252,539,881)	-	(252,539,881)	(21,802,469)	-	(21,802,469)
Undistributed income carried forward	-	-	-	-	-	-
Undistributed income carried forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
	-	-	-	-	-	-
	(Rupees)		(Rupees)			(Rupees)
Net assets value per unit at Beginning of the period	500.0000		500.0000	-		-
Net assets value per unit at end of the period	500.0000		500.0000	500.0000		500.0000

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December 2022	From 23 November 2021 to 31 December 2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	252,539,881	21,802,469
Adjustments for:		
Profit on deposits with banks	(28,892,675)	(11,236,159)
Capital Gain on sale of Investments-at fair value through income statement - net	(21,998)	(11,245,118)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(256,557)	-
Income from debt securities	(236,866,772)	-
Amortization of preliminary expenses and floatation costs	60,421	12,546
	(265,977,581)	(22,468,731)
Increase in assets		
Increase in prepaid and other receivables	(29,018)	(1,797,145)
	(29,018)	(1,797,145)
Increase in liabilities		
Increase in payable to Atlas Asset Management Company - Management Company	1,590,978	341,544
Increase in payable to Central Depository Company of Pakistan Limited - Trustee	8,693	113,968
Increase in payable to the Securities and Exchange Commission of Pakistan	81,307	43,584
Increase in accrued expenses and other liabilities	2,425,863	1,371,506
	4,106,841	1,870,602
Profit on deposits with banks received	28,860,545	11,236,159
Income from debt securities received	241,395,108	-
Investments - net	(2,449,992,075)	11,245,118
Net cash (used in) / generated from operating activities	(2,189,096,299)	21,888,472
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	1,420,842,729	2,461,123,000
Cash Dividend Distribution	(252,539,881)	(21,802,469)
Payments against redemption of units	(149,320,655)	(437,357,309)
Net cash generated from financing activities	1,018,982,193	2,001,963,222
Net (decrease) / increase in cash and cash equivalents	(1,170,114,105)	2,023,851,694
Cash and cash equivalents at the beginning of the period	3,135,310,549	-
Cash and cash equivalents at the end of the period	4 1,965,196,444	2,023,851,694

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Liquid Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 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 Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022.
- Moreover, PACRA has upgraded the stability rating of the Fund at "AA+(f)" [2022: "AA (f)"] on 14 October 2022.
- 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

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.
- 2.1.3** The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the un-audited condensed interim financial statements for the period ended 31 December 2021.
- 2.1.4** 'In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2022.

2.2 New / Revised Standards, Interpretations and Amendments

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

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

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

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

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

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

2.4 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

Atlas Liquid Fund

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.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended 30 June 2022.

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

4 BANK BALANCES

In local currency

Profit and loss sharing accounts

Note	31 December 2022	30 June 2022
	Un-audited	Audited
	----- Rupees -----	
4.1	<u>1,965,196,444</u>	<u>3,135,310,549</u>
	<u>1,965,196,444</u>	<u>3,135,310,549</u>

4.1 The rate of return on these accounts ranges between 12.25% to 16.85% (30 June 2022: 8.25% to 16.40%) per annum. The profit rates effective at the period end on these accounts ranges between 14.50% to 16.85% (30 June 2022: 10.75% to 16.40%) per annum.

5 INVESTMENTS

At fair value through profit or loss

- Government Securities - Market Treasury Bills
- Sukuk Certificates
- Commercial Paper

Note	31 December 2022	30 June 2022
	Un-audited	Audited
	----- Rupees -----	
5.1	<u>2,317,185,142</u>	-
5.2	<u>149,000,000</u>	300,000,000
5.3	<u>284,085,487</u>	-
	<u>2,750,270,629</u>	<u>300,000,000</u>

5.1 Government securities - Market Treasury Bills

Instrument	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	-----Face value (Rupees) -----				----- (Rupees) -----		----- Percentage -----	
03 Months - T-bills	-	12,675,350,000	10,336,000,000	2,339,350,000	2,316,928,589	2,317,185,142	84.3%	49.2%
06 Months - T-bills	-	1,015,000,000	1,015,000,000	-	-	-	-	-
December 31, 2022	-	13,690,350,000	11,351,000,000	2,339,350,000	2,316,928,589	2,317,185,142	84.3%	49.2%
June 30, 2022					-	-		

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5.1.1 During the period, the gain on sale of these securities amounted to Rs. 21,998 (2021: Rs.11,245,118).

5.1.2 These Market Treasury Bills carry yield ranging from 13.75% to 16.99% per annum.

5.1.3 The cost of investments as on 31 December 2022 amounts to Rs 2,276,939,992.

5.2 Sukuk Certificates

Name of Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying value	Market value	Market value as a percentage of total investment	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	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - 1	150	-	150	-	-	-	-	-
K-Electric Supply Company Limited - Short Term Sukuk - 11	-	100	-	100	100,000,000	100,000,000	3.6%	2.1%
Nishat Mills Limited 1	-	49	-	49	49,000,000	49,000,000	1.8%	1.0%
December 31, 2022	300	149	300	149	149,000,000	149,000,000	5.4%	3.2%
June 30, 2022					300,000,000	300,000,000		

(Certificates having a face value of Rs. 1,000,000 each unless stated otherwise)

5.2.1 The terms and conditions of unlisted Sukuk certificates outstanding as at 31 December 2022 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 - 11	AA	06 Months	Bullet Payment	26-Apr-2023	6 Month KIBOR +1.45%
Nishat Mills Limited 1	AA	06 Months	Bullet Payment	01-May-2023	6 Month KIBOR +0.90%

5.3 Commercial Paper

Name of Investee Company	As at 01 July 2022	Purchased during the period	Sold / matured during the period	As at 31 December 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Number of Certificates -----				----- (Rupees) -----		----- Percentage -----	
Lucky Electric Power Company Limited	-	300	-	300	284,085,487	284,085,487	10.3%	6.0%
December 31, 2022	-	300	-	300	284,085,487	284,085,487	10.3%	6.0%
June 30, 2022								

5.3.1 The nominal value of this commercial papers is Rs.1,000,000 per certificate with expected profit rate of 17.34%.

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- Rupees -----	
6 MARKUP ACCRUED			
Profit and loss sharing account		34,370	2,240
Sukuk Certificates		4,629,390	9,157,726
		4,663,760	9,159,966
7 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY			
Remuneration of the Management Company	7.1	2,247,277	571,210
Sindh Sales Tax on remuneration of the Management Company	7.2	291,948	74,058
Accounting and operational charges	7.3	299,590	-
Preliminary and floatation cost		-	602,569
		2,838,815	1,247,837

Atlas Liquid Fund

- 7.1 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 set the maximum limit of 0.75% and minimum limit of 0.25% of average annual net assets, within allowed expense ratio. The Management Company has charged management fee at the rate of 0.40% from 01 July 2022 to 18 July 2022, 0.45% from 19 July 2022 to 30 November 2022 and 0.75% from 01 December to 31 December 2022 (2021: 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.
- 7.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011 an amount of Rs. 1,125,901 (2021: 45,328) was charged during the period and an amount of Rs.908,011 (2021: 7,185) has been paid to the Management Company which acts as the collecting agent.
- 7.3 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. Keeping in view, Management Company has accordingly charged expenses at the rate of 0.1% (2021: Nil) of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of such expenses to the Fund.

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- Rupees -----	
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY			
Payable To Trustee	8.1	164,252	156,559
Sindh Sales Tax payable on trustee fee	8.2	21,352	20,352
		<u>185,604</u>	<u>176,911</u>

- 8.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CCDC/CEO/L-259/01/2021 dated October 11, 2021 issued by CDC.
- 8.2 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on trustee fee levied through Sales Tax on Services Act, 2011 an amount of Rs. 124,667 (2021:15,582) was charged during the period and an amount of Rs. 123,667 (2021: Rs.2,470) was paid to the Trustee which acts as a collecting agent.

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- Rupees -----	
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fees payable	9.1	348,720	267,413

- 9.1 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).

		31 December 2022	30 June 2022
		Un-audited	Audited
		----- Rupees -----	
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		298,045	188,999
Rating Fee payable		126,801	-
Withholding tax payable		5,884,288	3,699,197
Legal and professional charges payable		4,926	-
		<u>6,314,059</u>	<u>3,888,196</u>

11 CONTINGENCIES AND COMMITMENTS

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

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12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 0.77% (2021: 0.32%) which includes 0.32% (2021: 0.05%) 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.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its 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 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 condensed interim financial statements.

14 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.

15 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, sales load other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	31 December 2022	31 December 2021
	Un-audited	Un-audited
	----- Rupees -----	
15.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)*		
Remuneration for the period	8,660,773	348,673
Sindh sales tax on remuneration of the Management Company	1,125,901	45,328
Remuneration paid	6,984,706	55,272
Payment of Formation cost	602,569	-
Accounting and operational charges	1,743,599	-
Payment of accounting and operational charges	1,444,009	-
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	958,980	119,856
Sindh Sales Tax on remuneration of the Trustee	124,667	15,582
Remuneration paid	951,287	19,000
Atlas Group of Companies - Management Staff Gratuity Fund		
Issuance of Nil (2021: 200,166) units	-	100,083,003
Redemption of Nil (2021: 200,166) units	-	100,083,003
Dividend Entitlement	-	83,003

Atlas Liquid Fund

	31 December 2022 Un-audited ----- Rupees -----	31 December 2021 Un-audited ----- Rupees -----
15.1 Transactions during the period (Cont....)		
Atlas Honda Limited		
Issuance of Nil (2021:4,034,808) units	-	2,017,403,891
Dividend Reinvestment	191,951,553	17,403,891
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Redemption of 20,939 (2021:Nil) units	10,469,667	-
Dividend Reinvestment	155,097	-
Atlas Honda Limited (Emp.Prov.Fund)		
Dividend Reinvestment	5,001,157	-
Atlas Metals (Private) Limited		
Redemption of 216,000 (2021:Nil) units	22,000,000	-
Dividend Reinvestment	4,565,621	-
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
Dividend Reinvestment	1,923,540	-
Atlas Autos (Private) Limited		
Dividend Reinvestment	6,401,214	-
Key Management Personnel of the Management Company		
Dividend Reinvestment	2,899,130	-
	Un-audited 31 December 2022 ----- Rupees -----	Audited 30 June 2022 ----- Rupees -----
15.2 Details of balances with related parties as at the period end are as follows:		
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the management company	2,247,277	571,210
Sindh Sales tax payable on remuneration of the Management Company	291,948	74,058
Preliminary Expenses and Flotation Cost	-	602,569
Accounting and operational charges payable	299,590	-
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	164,252	156,559
Sindh Sales tax payable on remuneration of trustee	21,352	20,352
Atlas Honda Limited - Employee Provident Fund		
Outstanding 143,379 (June 30, 2022: 133,377) units	71,689,422	66,688,500
Atlas Honda Limited		
Outstanding 6,439,197 (June 30, 2022: 6,055,294) units	3,219,598,658	3,027,647,000
Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund		
Outstanding Nil (June 30, 2022: 20,629) units	-	10,314,500
Atlas Metals (Private) Limited		
Outstanding 55,971 (June 30, 2022: 262,840) units	27,985,575	131,420,000
Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund		
Outstanding 55,146 (June 30, 2022: 51,299) units	27,573,105	25,649,500
Atlas Autos (Private) Limited		
Outstanding 214,735 (June 30, 2022: 201,933) units	107,367,476	100,966,500
Directors and their close family members and key management personnel of the Management Company		
Outstanding 97,254 (June 30, 2022: 91,456) units	48,627,000	45,728,000
* This represents 10% or more of the unit holding of the fund		

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15.3 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.

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

16.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

As at December 31, 2022, the Fund 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.

17. GENERAL

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

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

18 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Corporate Information

Trustee

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

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Allied Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Samba Bank Limited
Soneri Bank Limited
The First Micro Finance Bank Limited
Zarai Taraqjati Bank Limited

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TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Sovereign Fund

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Sovereign Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	-----
ASSETS			
Bank balances	4	14,997,105	43,498,607
Investments	5	1,054,893,976	1,180,947,418
Mark-up receivable		7,042,317	2,866,030
Deposits, prepayments and other receivable		3,117,715	3,097,602
Total assets		1,080,051,113	1,230,409,657
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	2,265,565	2,051,778
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	56,561	63,397
Payable to the Securities and Exchange Commission of Pakistan	8	107,980	404,149
Payable against redemption of units		37,827	37,827
Accrued expenses and other liabilities	9	828,019	13,608,372
Total liabilities		3,295,952	16,165,523
NET ASSETS		1,076,755,161	1,214,244,134
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,076,755,161	1,214,244,134
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		9,958,952	11,991,300
		----- (Rupees) -----	
Net asset value per unit		108.1193	101.2604

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Sovereign Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
(Rupees)					
INCOME					
Mark-up income	11	83,605,199	94,374,104	40,977,110	46,194,499
Loss on sale of investments - net		(191,070)	(2,251,653)	(281,582)	(3,769,328)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	(5,613,493)	(30,899,188)	(5,549,663)	(21,746,829)
		(5,804,563)	(33,150,841)	(5,831,245)	(25,516,157)
Total income		77,800,636	61,223,263	35,145,865	20,678,342
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	5,886,789	5,449,698	3,129,516	2,748,753
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	335,618	764,065	166,519	325,159
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	107,980	224,149	53,567	104,638
Accounting and operational charges	6.4	764,450	1,840,138	356,318	1,046,384
Transaction charges		152,500	107,585	152,500	107,585
Auditors' remuneration		173,355	184,021	82,887	92,011
Annual rating fee		245,469	202,971	134,962	101,485
Annual listing fee		13,863	13,863	5,598	6,931
Printing charges		9,987	41,862	987	41,862
Legal and professional charges		141,187	42,900	119,862	10,500
Bank charges		10,302	5,059	1,501	2,052
Total expenses		7,841,500	8,876,311	4,204,217	4,587,360
Net income from operating activities		69,959,136	52,346,952	30,941,648	16,090,982
Reversal of provision for Sindh Workers' Welfare Fund		-	12,565,416	-	-
Net income for the period before taxation		69,959,136	64,912,368	30,941,648	16,090,982
Taxation	12	-	-	-	-
Net income for the period after taxation		69,959,136	64,912,368	30,941,648	16,090,982
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		69,959,136	64,912,368	30,941,648	16,090,982
Income already paid on units redeemed		(4,101,068)	(11,241,219)	(432,452)	(3,735,919)
		65,858,068	53,671,149	30,509,196	12,355,063
Accounting income available for distribution					
Relating to capital gains		-	-	-	-
Excluding capital gains		65,858,068	53,671,149	30,509,196	12,355,063
		65,858,068	53,671,149	30,509,196	12,355,063

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended		For the Quarter Ended	
	31 December		31 December	
	2022	2021	2022	2021
	----- Rupees -----		----- Rupees -----	
Net income for the period after taxation	69,959,136	64,912,368	30,941,648	16,090,982
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	69,959,136	64,912,368	30,941,648	16,090,982

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

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Chief Executive Officer

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Chairman

Tariq Amin
Director

Atlas Sovereign Fund

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

	31 December 2022			31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----					
Net assets at beginning of the period (audited)	1,199,578,052	14,666,082	1,214,244,134	2,212,324,575	12,988,458	2,225,313,033
Issuance of 1,185,193 units (2021: 2,975,308 units)						
- Capital value (at net asset value per unit at the beginning of the period)	120,013,117	-	120,013,117	300,862,895	-	300,862,895
- Element of income	3,143,796	-	3,143,796	2,534,793	-	2,534,793
Total proceeds on issuance of units	123,156,913	-	123,156,913	303,397,688	-	303,397,688
Redemption of 3,217,541 units (2021: 5,623,451 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(325,809,489)	-	(325,809,489)	(568,642,773)	-	(568,642,773)
- Element of income	(694,465)	-	(694,465)	(1,820,666)	-	(1,820,666)
- Income already paid on redemption of units	-	(4,101,068)	(4,101,068)	-	(11,241,219)	(11,241,219)
Total payments on redemption of units	(326,503,954)	(4,101,068)	(330,605,022)	(570,463,439)	(11,241,219)	(581,704,658)
Total comprehensive income for the period	-	69,959,136	69,959,136	-	64,912,368	64,912,368
Net assets at the end of the period (un-audited)	996,231,011	80,524,150	1,076,755,161	1,945,258,824	66,659,607	2,011,918,431
Undistributed income brought forward comprising of:						
- Realised income		12,993,417			4,528,613	
- Unrealised income		1,672,665			8,459,845	
		14,666,082			12,988,458	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		65,858,068			53,671,149	
		65,858,068			53,671,149	
Undistributed income carried forward		80,524,150			66,659,607	
Undistributed income carried forward comprising of :						
- Realised income		86,137,643			99,144,359	
- Unrealised loss		(5,613,493)			(32,484,752)	
		80,524,150			66,659,607	
Net asset value per unit at beginning of the period		101.2604			101.1199	
Net asset value per unit at end of the period		108.1193			103.9292	

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	69,959,136	64,912,368
Adjustments:		
Mark-up income	(83,605,199)	(94,374,104)
Loss on sale of investments - net	191,070	2,251,653
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5,613,493	30,899,188
Reversal of provision for Sindh Workers' Welfare Fund	-	(12,565,416)
	(77,800,636)	(73,788,679)
(Increase) / decrease in assets		
Deposits, prepayments and other receivable	(20,113)	77,342
	(20,113)	77,342
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	213,787	(231,805)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(6,836)	(29,469)
Payable to the Securities and Exchange Commission of Pakistan	(296,169)	(207,571)
Accrued expenses and other liabilities	(7,003,453)	(21,002,131)
	(7,092,671)	(21,470,976)
Mark-up received	79,428,912	90,611,884
Amount (paid) / received on purchase and sale / maturity of investments - net	120,248,879	(113,196,498)
Net cash generated from / (used in) operating activities	184,723,507	(52,854,559)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	123,156,913	303,371,687
Amount paid on redemption of units	(330,605,022)	(583,315,677)
Dividend paid	(5,776,900)	-
Net cash used in financing activities	(213,225,009)	(279,943,990)
Net decrease in cash and cash equivalents during the period	(28,501,502)	(332,798,549)
Cash and cash equivalents at the beginning of the period	43,498,607	1,054,508,016
Cash and cash equivalents at the end of the period	14,997,105	721,709,467
	4	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Sovereign Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 03, 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 03, 2015, June 23, 2016, October 13, 2016, June 02, 2017, April 18, 2018, August 20, 2018, October 02, 2019, October 30, 2019 and April 01, 2020 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, The Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 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 Pakistan Stock Exchange. The units of the Fund are being offered for public subscription on a continuous basis from December 01, 2014 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 According to the Trust Deed, the objective of the Fund is to provide unit-holders competitive returns with low risk and high liquidity. The Fund aims to deliver this objective by investing primarily in short term Government securities, bank deposits (excluding TDRs), treasury bills, money market placements, deposits, certificates of deposits (CoDs), certificate of musharikas (CoMs), commercial papers and reverse repo with weighted average time to maturity of net assets not exceeding 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policies are more fully defined in Fund's Offering document.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021]. Moreover, PACRA has updated the stability rating of the Fund at "AA- (f)" on October 14, 2022 [2022: "AA (f)" on October 15, 2021].
- 1.7 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34 Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

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

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

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 01, 2023. However, these will not have any significant effects on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

4 BANK BALANCES

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- (Rupees) -----	-----
Saving accounts	4.1	14,997,105	43,498,607
		<u>14,997,105</u>	<u>43,498,607</u>

Atlas Sovereign Fund

4.1 The rate of return on these accounts ranges between 12.25% to 16.85% (June 30, 2022: 5.50% to 12.25%) per annum.

5 INVESTMENTS	Note	31 December 2022	30 June 2022
		Un-audited	Audited
		(Rupees)	
Financial assets at 'fair value through profit or loss'			
Government securities - Market Treasury Bills	5.1	581,313,226	477,462,378
Government securities - Pakistan Investment Bonds	5.2	435,518,250	412,280,000
Sukuk certificates - listed	5.3	38,062,500	40,200,000
Commercial papers	5.4	-	251,005,040
		1,054,893,976	1,180,947,418

5.1 Government securities - Market Treasury Bills

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
3 Months	381,250,000	1,267,600,000	1,487,250,000	161,600,000	160,288,460	160,334,500	46,040	15.20%	14.89%
6 Months	100,000,000	88,000,000	188,000,000	-	-	-	-	-	-
12 Months	-	475,000,000	-	475,000,000	426,366,029	420,978,726	(5,387,303)	39.91%	39.10%
Total as at December 31, 2022 (Un-audited)	481,250,000	1,830,600,000	1,675,250,000	636,600,000	586,654,489	581,313,226	(5,341,263)	55.11%	53.99%
Total as at June 30, 2022 (Audited)					477,457,115	477,462,378	5,263	40.43%	39.32%

5.1.1 The cost of investments as on December 31, 2022 is Rs. 567,948,658 (June 30, 2022: Rs. 473,961,701).

5.1.2 Market Treasury Bills carry yield of 13.7500% to 16.8948% (June 30, 2022: 12.95% to 14.90%) per annum.

5.2 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----									
3 Years	175,000,000	-	125,000,000	50,000,000	50,085,000	49,975,000	(110,000)	4.74%	4.64%
5 Years	162,500,000	155,000,000	-	317,500,000	311,500,480	311,563,250	62,770	29.54%	28.94%
10 Years	75,000,000	-	-	75,000,000	74,580,000	73,980,000	(600,000)	7.01%	6.87%
Total as at December 31, 2022 (Un-audited)	412,500,000	155,000,000	125,000,000	442,500,000	436,165,480	435,518,250	(647,230)	41.29%	40.45%
Total as at June 30, 2022 (Audited)					413,136,250	412,280,000	(856,250)	34.91%	33.95%

5.2.1 The cost of investments as on December 31, 2022 is Rs. 437,955,870 (June 30, 2022: Rs. 414,308,015).

5.2.2 These Pakistan Investment Bonds carry yield ranging from 8.1170% to 17.1049% (June 30, 2022: 8.12% to 8.42%) per annum. These securities will mature between June 18, 2023 and June 18, 2030.

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5.3 Sukuk certificates - unlisted

Name of investee company	Profit payments / principal redemptions	Maturity Date	Profit rate	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
											Total market value of investments of the Fund	Net assets of the Fund
----- Rupees -----												
OBS AGP Private Limited (face Value Rs. 100,000)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	40,000,000	-	-	40,000,000	37,687,500	38,062,500	375,000	3.61%	3.53%
Total as at December 31, 2022 (Un-audited)				-	-	-	40,000,000	37,687,500	38,062,500	375,000	3.61%	3.53%
Total as at June 30, 2022 (Audited)							40,000,000	40,200,000	200,000	3.00%	3.00%	

5.4 Commercial papers

Name of investee company	Face value			As at December 31, 2022	As at December 31, 2022			Market value as a percentage of			
	As at July 01, 2022	Purchased during the period	Sold / matured during the period		Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund		
----- Rupees -----											
Lucky Electric Power Company Limited-(ICP-2)	190,000,000	-	190,000,000	-	-	-	-	-	-		
Mughal Iron & Steel Industries Limited - ICP	62,000,000	-	62,000,000	-	-	-	-	-	-		
Total as at December 31, 2022 (Un-audited)				252,000,000	-	252,000,000	-	-	-		
Total as at June 30, 2022 (Audited)							251,005,040	251,005,040	-	21.25%	20.67%

5.5 Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'

	31 December 2022	30 June 2022
	Un-audited	Audited
	-----	-----
	Note (Rupees)	
Market value of investments	1,054,893,976	1,180,947,418
Less: carrying value of investments before mark to market	(1,060,507,469)	(1,181,598,405)
	(5,613,493)	(650,987)

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee payable	6.1	1,000,380	711,669
Sindh sales tax payable on management fee	6.2	268,891	231,352
Federal Excise Duty payable on management fee	6.3	905,341	905,341
Accounting and operational charges payable	6.4	90,953	203,416
		2,265,565	2,051,778

6.1 As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of:

Atlas Sovereign Fund

From July 01, 2022 to August 31, 2022	0.85%
From September 01, 2022 to November 30, 2022	1.00%
From December 01, 2022 to December 31, 2022	1.10%

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

6.3 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 04, 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 01, 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 01, 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 these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re. 0.08 (June 30, 2021: Re. 0.04).

6.4 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 period, the Management Company has charged expenses at the rate 0.15% of the average annual net assets of the Fund from July 01, 2022 to November 30, 2022 and 0.10% of the average annual net assets of the Fund from December 01, 2022 to December 31, 2022 (2022: 0.12% from July 01, 2021 to September 14, 2021 and 0.2% from September 15, 2021 to June 30, 2022).

		31 December 2022	30 June 2022
		Un-audited	Audited
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	----- (Rupees) -----	-----
Trustee fee payable	7.1	50,011	55,944
Sindh sales tax payable on Trustee fee	7.2	6,550	7,453
		56,561	63,397

7.1 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 0.055% (from July 01, 2021 to September 30, 2021 at 0.065% and from October 01, 2021 to June 30, 2022 at 0.055%) of average daily net assets of the Fund during the period.

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

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	31 December 2022	30 June 2022
	Un-audited	Audited
	----- (Rupees) -----	
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
Annual fee payable	<u>107,980</u>	<u>404,149</u>

8.1 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 the SECP, the Fund has charged SECP fee at the rate of 0.02% (June 30, 2022: 0.02%) of average annual net assets of the Fund.

	31 December 2022	30 June 2022
	Un-audited	Audited
	----- (Rupees) -----	
9 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	266,774	304,020
Withholding and capital gain tax payable	193,109	7,515,264
Transaction charges payable	1,260	1,204
Legal and professional charges payable	108,787	-
Rating fee payable	245,469	-
Dividend payable	-	5,776,900
Other payables	12,620	10,984
	<u>828,019</u>	<u>13,608,372</u>

10 CONTINGENCIES AND COMMITMENTS

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

	For the Half Year Ended	
	31 December	
	2022	2021
	Un-audited	
	Note ----- (Rupees) -----	
11 MARK-UP INCOME		
Mark-up on:		
- Bank balances	4.1 1,947,403	19,820,500
- Sukuk certificates	3,336,138	1,734,971
- Government securities - Pakistan Investment Bonds	33,654,682	51,030,247
- Government securities - Market Treasury Bills	42,544,721	18,832,214
- Commercial papers	2,122,255	2,956,172
	<u>83,605,199</u>	<u>94,374,104</u>

12 TAXATION

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

Atlas Sovereign Fund

13 EARNINGS PER UNIT

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

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at December 31, 2022 is 1.45% (June 30, 2022: 0.91%) which includes 0.15% (June 30, 2022: 0.09%) representing government levies on the Fund such as 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".

15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

15.1 Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.

15.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

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

15.4 Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

	For the Half Year Ended	
	31 December	
	2022	2021
	Un-audited	
	----- (Rupees) -----	
15.5 Transactions during the period:		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	5,886,789	5,449,698
Accounting and operation charges	764,450	1,840,138
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee including sales tax thereon	335,618	764,065
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)		
Issue of 619,150 units (2021: 242,407 units)	64,000,000	25,000,000
Redemption of nil units (2021: 281,384 units)	-	29,000,000
Atlas Honda Limited (Group Company)		
Issue of 63,107 units (2021: Nil units)	6,596,361	-
Atlas Foundation (Trust having common Director / Trustee)		
Redemption of 937,187 units (2021: Nil units)	96,085,774	-
Shirazi Investments (Private) Limited (Group Company)		
Redemption of 1,994,554 units (2021: 966,883 units)	204,417,639	100,000,000
Directors and their close family members and key management personnel of the Management Company		
Issue of 13,752 units (2021: 36,931 units)	1,423,896	3,979,880
Redemption of 21,597 units (2021: 45,632 units)	2,249,830	4,909,326

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15.6 Balances outstanding as at period / year end	31 December 2022	30 June 2022
	Un-audited ----- (Rupees) -----	Audited -----
Atlas Asset Management Limited (Management Company)		
Management fee payable	1,000,380	711,669
Sindh sales tax payable on management fee	268,891	231,352
Federal Excise Duty payable on management fee	905,341	905,341
Accounting and operational charges payable	90,953	316,358
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	50,011	55,944
Sindh sales tax payable on Trustee fee	6,550	7,453
Atlas Honda Limited (Group Company)		
Outstanding 5,070,454 units (June 30, 2022: 5,007,347 units)	548,213,937	507,045,859
Shirazi Investments (Private) Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 1,994,554 units)	-	201,969,336
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding Nil units (June 30, 2022: 937,187 units)	-	94,899,930
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)		
Outstanding 1,478,318 units (June 30, 2022: 859,168 units)	159,834,707	86,999,695
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit Plan of Group Company)		
Outstanding 2,130,334 units (June 30, 2022: 2,130,334 units)	230,330,221	215,718,473
Directors and their close family members and key management personnel of the Management Company		
Outstanding 230,598 units (June 30, 2022: 238,443 units)	24,932,094	24,144,834

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

16.1 Fair value hierarchy

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

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

Atlas Sovereign Fund

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at 31 December 2022 (Un-audited)			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees) -----			
Financial assets at 'fair value through profit or loss'				
Government securities - Market Treasury Bills	-	581,313,226	-	581,313,226
Government securities - Pakistan Investment Bonds	-	435,518,250	-	435,518,250
Sukuk certificates - listed	-	38,062,500	-	38,062,500
Commercial papers	-	-	-	-
	-	<u>1,054,893,976</u>	-	<u>1,054,893,976</u>
	As at 30 June 2022 (Audited)			
	Level 1	Level 2	Level 3	Total
ASSETS	----- (Rupees) -----			
Financial assets at 'fair value through profit or loss'				
Government securities - Market Treasury Bills	-	477,462,378	-	477,462,378
Government securities - Pakistan Investment Bonds	-	412,280,000	-	412,280,000
Sukuk certificates - listed	-	40,200,000	-	40,200,000
Commercial papers	-	251,005,040	-	251,005,040
	-	<u>1,180,947,418</u>	-	<u>1,180,947,418</u>

As at December 31, 2022, the Fund has investments in financial assets at 'fair value through profit or loss' measured using level 2 valuation technique. The investment of the Fund in government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

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

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

17 GENERAL

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

18 DATE OF AUTHORISATION FOR ISSUE

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

**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

A. F. Ferguson & Co.
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 Taraqjati Bank Limited

Atlas Income Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Income Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2022 and September 15, 2022 respectively.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

Atlas Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	----- Rupees -----
ASSETS			
Cash and bank balances	4	140,632,328	1,542,301,936
Investments	5	4,574,795,029	1,154,234,216
Receivable against Margin Trading System		895,685	-
Mark-up receivable		24,414,923	19,867,926
Deposits, prepayment and other receivables		9,063,601	9,039,382
Total assets		4,749,801,566	2,725,443,460
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	32,461,697	29,650,873
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	338,212	206,137
Payable to the Securities and Exchange Commission of Pakistan	8	360,174	891,294
Dividend payable		121,835	197,315
Accrued expenses and other liabilities	9	2,952,555	28,660,654
Total liabilities		36,234,473	59,606,273
NET ASSETS		4,713,567,093	2,665,837,187
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		4,713,567,093	2,665,837,187
Contingencies and commitments	10		
		----- Number of units -----	
Number of units in issue		8,423,552	5,092,694
		----- Rupees -----	
Net assets value per unit		559.5700	523.4631

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
(Rupees)					
INCOME					
Mark-up income	11	277,465,706	215,019,891	177,115,141	109,530,968
Gain / (loss) on sale of investments - net		2,543,226	(1,873,879)	2,454,583	(10,424,765)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.8	(19,052,868)	(33,541,651)	(19,514,389)	(28,964,349)
		(16,509,642)	(35,415,530)	(17,059,806)	(39,389,114)
Total income		260,956,064	179,604,361	160,055,335	70,141,854
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	20,035,537	15,403,227	13,392,942	7,896,940
Remuneration of Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	1,526,392	2,215,545	970,676	1,089,602
Annual fees to the Securities and Exchange Commission of Pakistan	8.1	360,209	522,842	229,067	257,133
Accounting and operational charges	6.4	2,502,159	4,344,613	1,518,603	2,571,334
Transaction charges		537,916	2,333,241	442,731	982,262
Auditors' remuneration		419,431	368,476	216,770	184,229
Annual listing fee		13,862	13,939	6,931	7,008
Annual rating fee		318,918	263,673	159,459	131,837
Printing charges		11,230	43,930	2,230	43,930
Legal and professional charges		239,915	487,557	218,590	287,190
Bank charges		14,154	13,467	3,349	3,566
Total operating expenses		25,979,723	26,010,510	17,161,348	13,455,031
Net income from operating activities		234,976,341	153,593,851	142,893,987	56,686,823
Reversal of provision for Sindh Workers' Welfare Fund		-	44,638,021	-	-
Net income for the period before taxation		234,976,341	198,231,872	142,893,987	56,686,823
Taxation	12	-	-	-	-
Net income for the period after taxation		234,976,341	198,231,872	142,893,987	56,686,823
Earnings per unit	13				
Allocation of net income for the period					
Net income for the period after taxation		234,976,341	198,231,872	142,893,987	56,686,823
Income already paid on redemption of units		(12,362,782)	(82,086,027)	(3,535,381)	(67,611,082)
		222,613,559	116,145,845	139,358,606	(10,924,259)
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		222,613,559	116,145,845	139,358,606	(10,924,259)
		222,613,559	116,145,845	139,358,606	(10,924,259)

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net income for the period after taxation	234,976,341	198,231,872	142,893,987	56,686,823
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>234,976,341</u>	<u>198,231,872</u>	<u>142,893,987</u>	<u>56,686,823</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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

	31 December 2022			31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets as at the beginning of the period (audited)	2,446,718,303	219,118,884	2,665,837,187	4,773,825,599	214,605,259	4,988,430,858
Issuance of 4,249,085 units (2021: 3,514,347 units)						
- Capital value (at net asset value per unit at the beginning of the period)	2,224,239,400	-	2,224,239,400	1,836,458,925	-	1,836,458,925
- Element of income	84,882,724	-	84,882,724	37,371,382	-	37,371,382
Total proceeds on issuance of units	2,309,122,124	-	2,309,122,124	1,873,830,307	-	1,873,830,307
Redemption of 918,227 units (2021: 5,825,681 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(480,658,098)	-	(480,658,098)	(3,044,270,776)	-	(3,044,270,776)
- Element of income	(3,347,679)	-	(3,347,679)	(8,837,315)	-	(8,837,315)
- Income already paid on redemption of units	-	(12,362,782)	(12,362,782)	-	(82,086,027)	(82,086,027)
Total payment on redemption of units	(484,005,777)	(12,362,782)	(496,368,559)	(3,053,108,091)	(82,086,027)	(3,135,194,118)
Total comprehensive income for the period	-	234,976,341	234,976,341	-	198,231,872	198,231,872
Net assets as at the end of the period (un-audited)	4,271,834,650	441,732,443	4,713,567,093	3,594,547,815	330,751,104	3,925,298,919
Undistributed income brought forward comprising of:						
- Realised income		212,606,522			185,109,189	
- Unrealised income		6,512,362			29,496,070	
		219,118,884			214,605,259	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		222,613,559			116,145,845	
		222,613,559			116,145,845	
Undistributed income carried forward		441,732,443			330,751,104	
Undistributed income carried forward comprising of:						
- Realised income		460,785,311			359,429,553	
- Unrealised loss		(19,052,868)			(28,678,449)	
		441,732,443			330,751,104	
Net assets value per unit at the beginning of the period		523.4631			522.5605	
Net assets value per unit at the end of the period		559.5700			542.5585	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Income Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	234,976,341	198,231,872
Adjustments:		
Mark-up income	(277,465,706)	(215,019,891)
(Gain) / loss on sale of investments - net	(2,543,226)	1,873,879
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	19,052,868	33,541,651
Reversal of provision for provision for Sindh Workers' Welfare Fund	-	(44,638,021)
	(25,979,723)	(26,010,510)
(Increase) / decrease in assets		
Receivable against Margin Trading System	(895,685)	527,223,489
Deposits, prepayment and other receivables	(24,219)	13,538,814
	(919,904)	540,762,303
(Decrease) / increase in liabilities		
Payable to Atlas Asset Management Limited - Management Company	2,810,824	(1,942,771)
Payable to the Central Depository Company of Pakistan Limited - Trustee	132,075	(36,694)
Payable to the Securities and Exchange Commission of Pakistan	(531,120)	(330,469)
Payable against purchase of investments	-	(18,957,296)
Dividend payable	(75,480)	(32,783,589)
Accrued expenses and other liabilities	(25,708,099)	(28,104,036)
	(23,371,800)	(82,154,855)
Mark-up received	272,918,709	210,386,144
Amount (paid) / received on purchase and sale / maturity of investments - net	(3,437,070,455)	(251,789,000)
Net cash generated (used in) / from operating activities	(3,214,423,173)	391,194,082
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	2,309,122,124	1,873,830,307
Amount paid on redemption of units	(496,368,559)	(3,134,898,355)
Net cash generated from / (used in) financing activities	1,812,753,565	(1,261,068,048)
Net decrease in cash and cash equivalents during the period	(1,401,669,608)	(869,873,966)
Cash and cash equivalents at beginning of the period	1,542,301,936	2,146,464,962
Cash and cash equivalents at end of the period	140,632,328	1,276,590,996

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 February 20, 2003 between Atlas Asset Management Limited (AAML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. MCBFSL resigned on June 11, 2005 as the trustee and the Central Depository Company of Pakistan Limited (CDC) was appointed in its place with effect from that date. The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated June 11, 2005, October 29, 2007, June 23, 2010, November 12, 2010, and May 23, 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the Offering Document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteenth and Fourteen Supplements dated June 21, 2005, October 29, 2007, February 29, 2008, June 23, 2010, November 12, 2010, October 14, 2013, 24 March, 2015, August 03, 2015, April 13, 2016, September 26, 2016, June 02, 2017, October 02, 2019, October 30, 2019, and April 01, 2020 respectively with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 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 March 22, 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.5 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.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021]. Moreover, PACRA maintained the stability rating of "AA- (f)" on October 15, 2022. [2022: "AA- (f)" on April 15, 2022.]
- 1.7 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34: 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

Atlas Income Fund

- 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 the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of International Accounting Standard (IAS) 34: 'Interim Financial Reporting', the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

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

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

3.1 The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

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

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 01, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES	Note	31 December	30 June
		2022	2022
		Un-audited	Audited
		Rupees -----	
Bank balances:			
- Saving accounts	4.1	140,197,327	1,542,296,936
- Current accounts		5,000	5,000
Cheques in hand	4.2	430,001	-
		140,632,328	1,542,301,936

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- 4.1 The rate of profit on these savings accounts ranges between 12.25% and 17.7% (June 30, 2022: 5.5% to 16.45%) per annum.
- 4.2 These denote cheques received against issue of units which were cleared latest by January 11, 2023 (June 30, 2022: Nil).

5 INVESTMENTS

Financial assets at 'fair value through profit or loss'

	Note	31 December 2022 Un-audited Rupees	30 June 2022 Audited Rupees
Term finance certificates - listed	5.1	-	38,606,746
Term finance certificates - unlisted	5.2	458,724,563	350,472,196
Sukuk certificates - unlisted	5.3	-	178,000,000
Sukuk certificates - unlisted	5.4	104,671,875	110,550,000
Government securities - Market Treasury Bills	5.5	3,162,112,298	-
Government securities - Pakistan Investment Bonds	5.6	681,202,500	224,605,000
Commercial papers	5.7	94,694,717	252,000,274
Margin Trading System		73,389,076	-
		4,574,795,029	1,154,234,216

5.1 Term finance certificates - listed

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				Number of certificates			Rupees			Total market value of investments of the fund	Net assets of the Fund	
Banks												
Soneri Bank Limited (AA-, PACRA)	Semi-annually	July 08, 2023	6 months Kibor plus 1.35%	7,428	-	7,428	-	-	-	-	-	-
(Face value Rs. 4,987 per certificate)												-
Total as at December 31, 2022 (Un-audited)												-
Total as at June 30, 2022 (Audited)												37,043,436

5.2 Term finance certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				Number of certificates			Rupees			Total market value of investments of the fund	Net assets of the Fund	
Banks												
Askari Bank Limited - TFC VII (AA, PACRA)	Quarterly *	March 17, 2030	3 months Kibor plus 1.20%	150	-	-	150	152,250,000	151,470,000	(780,000)	3.31%	3.21%
(Face value of Rs. 1,000,000 per certificate)												-
The Bank of Punjab Limited - TFC (AA, PACRA)	Semi-annually	December 23, 2026	6 months Kibor plus 1.00%	1,027	-	-	1,027	102,863,800	102,453,977	(409,823)	2.24%	2.17%
(Face Value of Rs. 99,780 per certificate)												-
Samba Bank Limited TFC (AA-, PACRA)	Semi-annually	March 01, 2031	6 months Kibor plus 1.35%	950	-	-	950	95,319,166	94,800,586	(518,580)	2.07%	2.01%
(Face Value of Rs. 99,960 per certificate)												-
Bank Al Habib Limited (AAA, PACRA)	Semi-annually	December 23, 2032	6 months Kibor plus 1.35%	-	12,000	-	12,000	60,000,000	60,000,000	-	1.31%	1.27%
(Face value of Rs.5000 per certificate)												-
Soneri Bank Limited Tier-II (A+, PACRA)	Semi-annually	December 26, 2032	6 months Kibor plus 1.70%	-	500	-	500	50,000,000	50,000,000	-	1.09%	1.06%
(Face value of Rs.100,000 per certificate)												-
Total as at December 31, 2022 (Un-audited)								460,432,966	458,724,563	(1,708,403)		
Total as at June 30, 2022 (Audited)								348,832,642	350,472,196	1,639,554		

* Principal redemption shall be made in four equal quarterly instalments of Rs. 250,000 starting from June 17, 2029.

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5.3 Sukuk certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				Number of certificates			Rupees			Total market value of investments of the fund	Net assets of the Fund	
Power Generation												
K-Electric Limited Short Term Sukuk - 5 (A1+)	At maturity	October 13, 2022	6 months Kibor plus 1.50%	178	-	178	-	-	-	-	-	-
(Face value of Rs. 1,000,000 per certificate)												
Total as at December 31, 2022 (Un-audited)												
Total as at June 30, 2022 (Audited)								178,000,000	178,000,000			

5.4 Sukuk certificates - unlisted

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

Name of investee company	Mark-up payments / principal redemptions	Maturity date	Mark-up rate	As at July 1, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Market value as a percentage of	
				Number of certificates			Rupees			Total market value of investments of the fund	Net assets of the Fund	
Pharmaceuticals												
OBS AGP Private Limited (A+, JCR- VIS)	Quarterly	July 15, 2026	3 months Kibor plus 1.55%	1,100	-	-	1,100	103,640,625	104,671,875	1,031,250	2.29%	2.22%
(Face value of Rs. 100,000 per certificate)												
Total as at December 31, 2022 (Un-audited)								103,640,625	104,671,875	1,031,250		
Total as at June 30, 2022 (Audited)								110,000,000	110,550,000	550,000		

5.5 Government securities - Market Treasury Bills

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
(Rupees)									
3 Months	-	13,550,000,000	12,097,000,000	1,453,000,000	1,444,228,694	1,444,210,405	(18,289)	31.57%	30.64%
6 Months	-	3,005,000,000	2,505,000,000	500,000,000	481,072,805	479,146,493	(1,926,312)	10.47%	10.17%
12 Months	-	1,400,000,000	-	1,400,000,000	1,254,722,239	1,238,755,400	(15,966,839)	27.08%	26.28%
Total as at December 31, 2022 (Un-audited)					3,180,023,738	3,162,112,298	(17,911,440)		
Total as at June 30, 2022 (Audited)					-	-	-		

5.5.1 The cost of these investments is Rs. 3,115,952,921 (June 30, 2022: Nil).

5.5.2 Market Treasury Bills Carry purchase yield of 13.7500% to 16.9952% (June 30, 2022: Nil) per annum .

5.6 Government securities - Pakistan Investment Bonds

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
(Rupees)									
3 years	50,000,000	100,000,000	-	150,000,000	147,850,900	148,035,000	184,100	3.24%	3.14%
5 years	100,000,000	375,000,000	-	475,000,000	459,235,875	459,187,500	(48,375)	10.04%	9.74%
10 years	75,000,000	-	-	75,000,000	74,580,000	73,980,000	(600,000)	1.62%	1.57%
Total as at December 31, 2022 (Un-audited)					681,666,775	681,202,500	(464,275)		
Total as at June 30, 2022 (Audited)					225,417,500	224,605,000	(812,500)		

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5.6.1 The cost of these investments as at December 31, 2022 is Rs. 683,125,650 (June 30, 2022: Rs. 225,417,500).

5.6.2 Pakistan Investment Bonds carry purchase yield ranging from 15.0332% to 17.7321% (June 30, 2022: 15.6500% to 15.9000%) per annum. These securities will maure between June 18, 2023 and June 18, 2030.

5.7 Commercial papers

(Certificates having a face value of Rs. 1,000,000 each unless stated otherwise)

Particulars	Face value				As at December 31, 2022			Market value as a percentage of	
	As at July 01, 2022	Purchased during the period	Sold / matured during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund	Net assets of the Fund
	(Rupees)							% Age	
Lucky Electric Power Company (LEPCL - 4)	-	100	-	100	94,694,717	94,694,717		2.07%	2.01%
Lucky Electric Power Company (LEPCL - 2)	190	-	190	-	-	-		-	-
Mughal Commercial paper	63	-	63	-	-	-		-	-
Total as at December 31, 2022 (Un-audited)					94,694,717	94,694,717			
Total as at June 30, 2022 (Audited)					252,000,306	252,000,274			

5.7.1 This carries profit at the rate of 17.25% (2021: 12.19%) and is due to mature by May 02, 2023 (2021: July 12, 2022 to July 21, 2022)

5.8 Net Unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'

31 December 2022
Un-audited
----- Rupees -----
30 June 2022
Audited

Market value of investments	4,501,405,953	1,154,234,216
Less: carrying value of investments before mark to market	(4,520,458,821)	1,077,207,012
	(19,052,868)	2,231,441,228

5.9 Details of non-performing investments

These securities have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with the SECP's Circular 33 of 2012 and accordingly an aggregate provision of Rs. 88,175,893 (2021: Rs. 88,759,125), has been made in accordance with provisioning requirements specified by the SECP.

Non-performing investments	Type of investment	Principal loss	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	Payments after June 30, 2022
							Net Asset %	Gross Asset %			
Listed											
Azgard Nine Limited	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	160,927	2,125,163	-
Telecard Limited	TFC	4,980,480	1,556,610	3,423,870	3,423,870	-	-	-	2,633,323	5,091,058	-
Agritech Limited-I	TFC	39,384,768	9,992,000	29,392,768	29,392,768	-	-	-	51,849,584	6,246,778	331,767
Agritech Limited-II	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Agritech Limited-IV	TFC	9,992,000	2,498,000	7,494,000	7,494,000	-	-	-	13,019,434	2,237,942	82,947
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	106,732	453,414	151,414
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
		86,997,503	14,046,610	72,950,893	72,950,893	-	-	-	67,770,000	19,103,371	566,128
Unlisted											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	26,974,400	1,762,893	168,518
As at December 31, 2022 (Un-audited)		107,297,503	19,121,610	88,175,893	88,175,893	-	-	-	94,744,400	20,866,264	734,646
As at June 30, 2022 (Audited)				88,759,125	88,759,125	-	-	-	84,394,404	18,584,498	1,547,120

Atlas Income Fund

5.9.1 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 March 31, 2012.

5.9.2 The fund 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). The fund holds TFCs of Rs.13,509,594 (fully provided for) at face value out of which TFCs 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 the fund.

Settlement of accrued markup and zero coupon PPTFC: This amount will be converted into New Zero Coupon PPTFC with one-time bullet payment by Azgard Nine Limited (ANL) on the 10th anniversary

Description	(Rupees)
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 mark-up at the rate of 5% per annum.

Description	(Rupees)
Outstanding principal	8,134,593
Payment received by the fund 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.

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	31 December 2022	30 June 2022
		Un-audited	Audited
		Rupees	
Management fee payable	6.1	4,386,823	1,822,250
Sindh sales tax payable on management fee	6.2	4,092,985	3,759,591
Federal Excise Duty payable on management fee	6.3	23,582,971	23,582,971
Accounting and operational charges payable	6.4	398,918	486,061
		32,461,697	29,650,873

6.1 As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.85% from July 01, 2022 to August 31, 2022, 1% from September 01, 2022 to November 30, 2022, and 1.1% from December 01, 2022 to December 31, 2022 (June 30, 2022: 0.75%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

6.2 The Sindh Government has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh sales tax on Services Act, 2011.

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6.3 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% 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 04, 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 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 01, 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. 23,582,971 is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Rs 2.80 (June 30, 2022: Rs 4.63)

6.4 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 period, the Management Company based on its own discretion has charged such expenses at the rate of 0.15% from July 01, 2022 to November 30, 2022 and 0.1% from December 01, 2022 to December 30, 2022 (June 30, 2022: 0.2%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

7	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE	Note	31 December 2022	30 June 2022
			Un-audited	Audited
			Rupees	
	Trustee fee payable	7.1	299,100	182,226
	Sindh sales tax payable on Trustee fee	7.2	39,112	23,911
			338,212	206,137

7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the Trustee fee has been charged at the rate of 0.075% (June 30, 2022: 0.075%) of average annual daily net assets of the fund.

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

8	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 December 2022	30 June 2022
			Un-audited	Audited
			Rupees	
	Annual fee payable	8.1	360,174	891,294

8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to the SECP. As per the guideline issued by the SECP vide its SRO no. 685(1)/2019 dated June 28, 2019. The Fund has recognised SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of the daily net assets of the Fund.

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9 ACCRUED EXPENSES AND OTHER LIABILITIES	31 December 2022	30 June 2022
	Un-audited	Audited
	----- Rupees -----	
Auditor's remuneration payable	423,301	491,017
Withholding tax payable	85,396	22,302,700
Capital gain tax payable	16,377	3,884,569
Transaction charges payable	1,567,026	1,629,970
Legal and professional charges payable	189,155	-
Rating fee payable	318,902	-
Zakat payable	18,055	18,055
Other payables	334,343	334,343
	<u>2,952,555</u>	<u>28,660,654</u>

10 CONTINGENCIES AND COMMITMENTS

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

11 MARK-UP INCOME	Note	For the Half Year Ended 31 December	
		2022	2021
		Un-audited	
		----- Rupees -----	
Mark-up on:			
- Bank balances	4.1	12,877,614	64,376,895
- Sukuk certificates		16,249,481	7,462,283
- Term finance certificates		32,168,115	13,551,730
- Commercial papers		4,796,773	8,894,921
- Government securities - Market Treasury Bills		171,238,816	104,933,733
- Government securities - Pakistan Investment Bonds		31,176,505	-
- Margin trading system		8,223,756	14,253,209
- Non-performing debt securities		734,646	1,547,120
		<u>277,465,706</u>	<u>215,019,891</u>

12 TAXATION

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

13 EARNINGS PER UNIT

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

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 1.44% (June 30, 2022: 1.18%) which includes 0.16% (June 30, 2022: 0.1%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within maximum limit of 2.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Income Scheme'.

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15 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES.

- 15.1** Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.
- 15.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.
- 15.3** Remuneration to the Management Company and to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 15.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed total expense ratio.

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	
	----- Rupees -----	
15.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	20,035,537	15,403,227
Accounting and operational charges	2,502,159	4,344,613
Issue of 462 units (2021: Nil units)	249,503	-
Redemption of 462 units (2021: 100,335 units)	250,176	52,975,675
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee including sales tax thereon	1,526,392	2,215,545
Atlas Foundation (Trust having common Director / Trustee)		
Issue of Nil units (2021: 70,168 units)	-	37,000,000
Redemption of 299,231 units (2021: Nil units)	160,000,000	-
Atlas Honda Limited (Group Company)		
Issue of 3,691,980 units (2021: 1,676,344 units)	2,004,132,903	900,000,000
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of Group Company)		
Redemption Nil units (2021: 9,324 units)	-	5,000,000
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Redemption Nil units (2021: 865 units)	-	1,000,000
Atlas Insurance Limited (Group Company)		
Issue of 260,196 units (2021: Nil units)	143,838,367	-
Redemption of 130,098 units (2021: Nil units)	72,733,032	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Issue of Nil units (2021: 206,469 units)	-	108,500,000
Redemption of 136,483 units (2021: 72,987 units)	73,000,000	39,149,942
Atlas Metals (Private) Limited (Group Company)		
Issue of Nil units (2021: 18,447 units)	-	10,000,000
Redemption Nil units (2021: 52,577 units)	-	28,200,000

Atlas Income Fund

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	
	----- Rupees -----	
15.5 Transactions during the period (Cont....)		
Atlas Energy Limited (Group Company)		
Issue of 1 units (2021: Nil units)	803	-
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund (Retirement benefit plan of Group Company)		
Redemption of Nil units (2022:162,038 units)	-	87,913,196
Shirazi Investments (Private) Limited (Group Company)		
Redemption of 134,799 units (2021:1,672,330 units)	73,000,000	900,000,000
M/S. Shirazi Investments (Pvt.) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)		
Issue of 5,578 units (2021:5,729 units)	2,967,290	3,000,000
Redemption of 10,964 units (2021: 5,729 units)	5,883,000	3,073,090
Directors and their close family members and personnel of the Management Company		
Issue of 148,372 units(2021: 17,067 units)	80,530,140	9,000,000
Redemption of 22,484 units (2021: Nil units)	11,961,619	-
	31 December 2022	30 June 2022
	Un-audited	Audited
	----- Rupees -----	
15.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	4,386,823	1,822,250
Sindh sales tax payable on management fee	4,092,985	3,759,591
Federal Excise Duty payable on management fee	23,582,971	23,582,971
Accounting and operational charges payable	398,918	486,061
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	299,100	182,226
Sindh sales tax payable on Trustee fee	39,112	23,911
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 308,145 units (June 30, 2022 : 607,376 units)	172,428,698	317,939,009
Atlas Honda Limited (Group Company)		
Outstanding 4,950,278 units (June 30, 2022: 1,258,298 units)	2,770,026,913	658,672,048
Atlas Insurance Limited (Group Company)		
Outstanding 130,098 units (June 30, 2022: Nil units)	72,799,070	-
Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)		
Outstanding 39,791 units (June 30, 2022: 176,274 units)	22,265,820	92,272,934

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	31 December 2022 Un-audited	30 June 2022 Audited
	----- Rupees -----	
15.6 Balances outstanding as at period / year end (Cont....)		
Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of Group Company)		
Outstanding 22,885 units (June 30, 2022: 22,885 units)	12,805,613	11,979,453
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 76,235 units (June 30, 2022: 76,235 units)	42,658,954	39,906,209
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of Group Company)		
Outstanding 301,820 units (June 30, 2022: 301,820 units)	168,889,431	157,991,633
Atlas Energy Limited (Group Company)		
Outstanding 8 units (June 30, 2022: 7 units)	4,642	3,664
Shirazi Investments (Private) Limited (Group company)		
Outstanding 1,204,497 units (June 30, 2022: 1,339,297 units)	674,000,508	701,072,559
M/S. Shirazi Investments (Private) Ltd. - Employee Provident Fund (Retirement benefit plan of Group Company)		
Outstanding 21,264 units (June 30, 2022: 26,650 units)	11,898,915	13,950,292
Directors and their close family members and key management personnel and excutive of the Management Company		
Outstanding 285,346 units (June 30, 2022: 159,457 units)	159,671,120	83,469,981

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

16.1 Fair value hierarchy

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

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

Atlas Income Fund

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	----- As at 31 December 2022 (Un-audited) -----			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'				
Term finance certificates - unlisted	-	458,724,563	-	458,724,563
Sukuk certificates - listed	-	104,671,875	-	104,671,875
Commercial papers	-	94,694,717	-	94,694,717
Government securities - Market Treasury Bills	-	3,162,112,298	-	3,162,112,298
Government securities - Pakistan				
Investment Bonds	-	681,202,500	-	681,202,500
Margin Trading System	-	73,389,076	-	73,389,076
	-	<u>4,574,795,029</u>	-	<u>4,574,795,029</u>
	----- As at 30 June 2022 (Audited) -----			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss '				
Term finance certificates - listed	-	38,606,746	-	38,606,746
Term finance certificates - unlisted	-	350,472,196	-	350,472,196
Sukuk certificates - listed	-	110,550,000	-	110,550,000
Sukuk certificates - unlisted	-	178,000,000	-	178,000,000
Commercial papers	-	252,000,274	-	252,000,274
Government securities - Pakistan				
Investment Bonds	-	224,605,000	-	224,605,000
	-	<u>1,154,234,216</u>	-	<u>1,154,234,216</u>

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

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

17 GENERAL

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

18 DATE OF AUTHORISATION FOR ISSUE

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

**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

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

Bank Alfalah Limited
Habib Bank Limited
MCB Bank Limited

Atlas Stock Market Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Stock Market Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2022 and September 15, 2022 respectively.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

Atlas Stock Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited ----- (Rupees) -----	30 June 2022 Audited -----
	Note		
ASSETS			
Cash and bank balances	4	54,497,755	51,296,361
Investments	5	8,312,941,153	9,064,315,544
Dividend receivable		29,449,750	-
Mark-up receivable on bank balances		-	2,750
Receivable against sale of investments		23,280,805	1,219,498
Advances, deposits, prepayments and other receivables		13,706,437	13,530,225
Total assets		8,433,875,900	9,130,364,378
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	47,265,265	48,359,647
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	911,357	945,453
Payable to the Securities and Exchange Commission of Pakistan	8	893,566	2,008,397
Payable against purchase of investments		40,006,080	-
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	9	1,313,719	2,129,217
Total liabilities		90,791,719	53,844,446
NET ASSETS		8,343,084,181	9,076,519,932
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,343,084,181	9,076,519,932
Contingencies and commitments	10		
		----- (Number of units) -----	
Number of units in issue		14,842,552	15,290,637
		----- (Rupees) -----	
Net asset value per unit		562.1058	593.5999

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
(Rupees)					
INCOME					
Mark-up on bank balances	4.1	7,168,452	4,334,453	4,572,187	1,616,702
Dividend income		464,895,308	384,849,378	278,401,846	218,381,127
(Loss) / gain on sale of investments - net		(157,593,184)	72,036,056	(113,907,666)	41,973,613
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.2	(621,053,606)	(723,134,203)	(311,676,349)	(115,804,712)
		(778,646,790)	(651,098,147)	(425,584,015)	(73,831,099)
Total (loss) / income		(306,583,030)	(261,914,316)	(142,609,982)	146,166,730
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	126,221,129	141,801,814	62,039,040	71,721,491
Remuneration of the Central Depository Company of Pakistan Limited -Trustee	7.1 & 7.2	5,618,490	6,358,516	2,766,379	3,153,681
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	893,601	1,024,579	439,214	507,762
Accounting and operational charges	6.4	22,340,023	23,474,773	10,980,361	12,694,069
Transaction charges		7,302,005	6,044,710	3,325,437	3,249,997
Auditors' remuneration		387,546	339,635	200,747	169,817
Annual listing fee		13,863	13,863	6,932	6,932
Printing charges		16,622	35,195	7,622	35,194
Legal and professional charges		161,009	42,900	61,009	10,500
Bank charges		14,719	15,666	1,170	7,951
Total expenses		162,969,007	179,151,651	79,827,911	91,557,394
Net (loss) / income from operating activities		(469,552,037)	(441,065,967)	(222,437,893)	54,609,336
Reversal of provision for Sindh Workers' Welfare Fund		-	105,137,220	-	-
Net (loss) / income for the period before taxation		(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
Taxation	11	-	-	-	-
Net (loss) / income for the period after taxation		(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
Earnings per unit	12				
Allocation of net income for the period					
Net income for the period after taxation		-	-	-	-
Income already paid on redemption of units		-	-	-	-
Accounting income available for distribution		-	-	-	-
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net (loss) / income for the period after taxation	(469,552,037)	(335,928,747)	(222,437,893)	54,609,336
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(469,552,037)</u>	<u>(335,928,747)</u>	<u>(222,437,893)</u>	<u>54,609,336</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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

	31 December 2022			31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----					
Net assets as at the beginning of the period (audited)	8,221,398,550	855,121,382	9,076,519,932	7,557,133,362	2,305,336,216	9,862,469,578
Issuance of 92,191 units (2021:1,789,185 units)						
- Capital value (at net asset value per unit at the beginning of the period)	54,724,568	-	54,724,568	1,231,101,520	-	1,231,101,520
- Element of (loss) / income	(265,071)	-	(265,071)	1,716,803	-	1,716,803
Total proceeds on issuance of units	54,459,497	-	54,459,497	1,232,818,323	-	1,232,818,323
Redemption of 540,276 units (2021: 1,126,375 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(320,707,780)	-	(320,707,780)	(775,035,547)	-	(775,035,547)
- Element of loss	2,364,569	-	2,364,569	11,199,040	-	11,199,040
Total payments on redemption of units	(318,343,211)	-	(318,343,211)	(763,836,507)	-	(763,836,507)
Total comprehensive loss for the period	-	(469,552,037)	(469,552,037)	-	(335,928,747)	(335,928,747)
Net assets as at the end of the period (un-audited)	7,957,514,836	385,569,345	8,343,084,181	8,026,115,178	1,969,407,469	9,995,522,647
Undistributed income brought forward comprising of:						
- Realised income		2,294,129,032			1,331,130,189	
- Unrealised (loss) / income		(1,439,007,651)			974,206,027	
		855,121,381			2,305,336,216	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Total comprehensive loss for the year		(469,552,037)			(335,928,747)	
Undistributed income carried forward		385,569,344			1,969,407,469	
Undistributed income carried forward comprising of:						
- Realised income		1,006,622,950			2,168,243,937	
- Unrealised loss		(621,053,606)			(198,836,468)	
		385,569,344			1,969,407,469	
Net asset value per unit at the beginning of the period		593.5999			688.0795	
Net asset value per unit at end of the period		562.1058			593.5999	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Stock Market Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(469,552,037)	(335,928,747)
Adjustments:		
Mark-up on bank balances	(7,168,452)	(4,334,453)
Dividend income	(464,895,308)	(384,849,378)
Gain/ (loss) on sale of investments - net	157,593,184	(72,036,056)
Net unrealised diminution on remeasurment of investment classified as 'financial asset at fair value through profit or loss'	621,053,606	723,134,203
Reversal of provision for Sindh Workers' Welfare Fund	-	(105,137,220)
	306,583,030	156,777,096
Increase in assets		
Advances, deposits, prepayment and other receivables	(176,212)	(110,961)
Receivable against sale of investments	(22,061,307)	-
	(22,237,519)	(110,961)
Increase / (decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(1,094,382)	2,303,333
Payable to the Central Depository Company of Pakistan Limited - Trustee	(34,096)	(12,105)
Payable to the Securities and Exchange Commission of Pakistan	(1,114,831)	(779,919)
Payable against purchase of investments	40,006,080	24,159,155
Accrued expenses and other liabilities	(815,499)	(236,089,639)
	36,947,273	(210,419,175)
Mark-up received on bank balances	7,171,202	5,248,842
Dividend received	435,445,558	384,849,378
Amount (paid) / received on purchase and sale of investments - net	(27,272,399)	(735,462,555)
Net cash generated from / (used in) operating activities	267,085,108	(735,046,122)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	54,459,497	1,331,606,131
Amount paid on redemption of units	(318,343,211)	(762,768,408)
Net cash (used in) / generated from financing activities	(263,883,714)	568,837,723
Net increase / (decrease) in cash and cash equivalents during the period	3,201,394	(166,208,399)
Cash and cash equivalents at the beginning of the period	51,296,361	311,116,752
Cash and cash equivalents at the end of the period	54,497,755	144,908,353

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 May 29, 2004 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth, Fifth and Sixth Supplemental Trust Deeds dated June 21, 2005, July 24, 2006, October 29, 2007, March 6, 2008, December 4, 2009 and May 23, 2017 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteen and Fourteen Supplements dated June 21, 2005, July 24, 2006, October 29, 2007, March 6, 2008, December 4, 2009, October 14, 2013, March 24, 2015, August 3, 2015, September 29, 2016, June 2, 2017, September 5, 2019, November 25, 2019 and April 1, 2020 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 The Fund has been categorised as an 'Equity Scheme'. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.5 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 investment objectives and policies are more fully defined in Fund's Offering Document.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021].
- 1.7 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS FOR PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34: 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking finance Companies (NBFC) and Notified Entities Regulations, 2008 the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2022.

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

3.1 The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 01, 2023. However, these will not have any significant effects on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES

Bank balances:

- Saving accounts
- Current accounts

Cheques in hand

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- (Rupees) -----	
4.1	54,462,747	51,291,361
	5,000	5,000
4.2	30,008	-
	54,497,755	51,296,361

4.1 These accounts carry mark-up at the rates of 12.90% to 14.50% (June 30, 2022: 5.5% and 12.25%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by January 06, 2023.

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5 INVESTMENTS

31 December **30 June**
2022 **2022**
Un-audited **Audited**
Note ----- (Rupees) -----

Financial assets at 'fair value through profit or loss'

Listed equity securities

5.1 **8,312,941,153** **9,064,315,544**

5.1 Listed equity securities

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

Name of investee company	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2022	As at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund	
					Number of shares	(Rupees)		% age			
COMMERCIAL BANKS											
Bank Alfalah Limited	9,328,972	2,500,000	-	1,000,000	10,828,972	353,321,997	326,385,216	(26,936,781)	3.93%	3.91%	0.69%
Bank Al Habib Limited	5,720,927	852,442	-	182,981	6,390,388	367,839,949	353,260,649	(14,579,300)	4.25%	4.23%	0.58%
Faysal Bank Limited	2,139,000	3,215,500	-	-	5,354,500	129,829,245	138,306,735	8,477,490	1.66%	1.66%	0.35%
Habib Bank Limited (note 5.1.2)	6,907,760	-	-	3,712,676	3,195,084	291,838,973	203,622,703	(88,216,269)	2.45%	2.44%	0.22%
Bank Islami Pakistan Limited	-	3,750,000	-	-	3,750,000	53,324,175	50,100,000	(3,224,175)	0.60%	0.60%	0.34%
Habib Metropolitan Bank Limited	618,500	3,367,500	-	-	3,986,000	141,762,540	135,324,700	(6,437,840)	1.63%	1.62%	0.38%
MCB Bank Limited	3,409	900,000	-	-	903,409	108,413,676	104,939,989	(3,473,686)	1.26%	1.26%	0.08%
Meezan Bank Limited	3,406,889	152,542	354,938	1,082,172	2,832,197	292,406,423	281,916,889	(10,489,533)	3.39%	3.38%	0.16%
United Bank Limited (note 5.1.2)	5,890,154	-	-	988,616	4,901,538	554,510,994	493,829,954	(60,681,040)	5.94%	5.92%	0.40%
	34,015,611	14,737,984	354,938	6,966,445	42,142,088	2,293,247,971	2,087,686,835	(205,561,135)	25.11%	25.02%	
INSURANCE											
IGI Holdings Limited	278,900	-	-	-	278,900	30,888,175	26,495,500	(4,392,675)	0.32%	0.32%	0.20%
Jubilee Life Insurance Company Limited	224,900	-	-	-	224,900	34,004,880	31,261,100	(2,743,780)	0.38%	0.37%	0.26%
	503,800	-	-	-	503,800	64,893,055	57,756,600	(7,136,455)	0.01	0.01	
TEXTILE COMPOSITE											
Gul Ahmed Textile Mills Limited	2,610,874	-	-	25,000	2,585,874	87,428,400	63,715,935	(23,712,465)	0.77%	0.76%	0.42%
Interloop Limited	1,726,955	-	52,340	418,452	1,360,843	79,818,683	77,091,756	(2,726,927)	0.93%	0.92%	0.15%
Kohinoor Textile Mills Limited	1,698,500	-	-	25,000	1,673,500	83,675,000	79,072,875	(4,602,125)	0.95%	0.95%	0.56%
Nishat Mills Limited	2,656,000	-	-	750,000	1,906,000	140,872,460	104,810,940	(36,061,520)	1.26%	1.26%	0.54%
	8,692,329	-	52,340	1,218,452	7,526,217	391,794,543	324,691,506	(67,103,037)	3.91%	3.89%	
CEMENT											
Cherat Cement Company Limited	534,434	992,289	-	165,000	1,361,723	147,472,104	138,759,574	(8,712,530)	1.67%	1.66%	0.70%
Fauji Cement Company Limited	10,749,000	1,500,000	1,471,125	480,000	13,240,125	166,538,152	159,146,303	(7,391,850)	1.91%	1.91%	0.54%
Kohat Cement Company Limited	696,700	204,100	-	30,600	870,200	119,685,351	128,528,540	8,843,189	1.55%	1.54%	0.43%
Lucky Cement Limited	808,500	95,000	-	12,186	891,314	414,718,608	398,043,006	(16,675,602)	4.79%	4.77%	0.28%
Maple Leaf Cement Factory Limited	5,558,828	865,000	-	2,684,195	3,739,633	102,362,627	84,403,517	(17,959,110)	1.02%	1.01%	0.35%
Pioneer Cement Limited	337	558,084	-	455,000	103,421	7,146,408	5,318,942	(1,827,466)	0.06%	0.06%	0.05%
	18,347,799	4,214,473	1,471,125	3,826,981	20,206,416	957,923,249	914,199,881	(43,723,368)	11.00%	10.96%	
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	6,180,348	1,258,421	-	1,085,000	6,353,769	437,659,397	400,795,749	(36,863,649)	4.82%	4.80%	0.49%
Kot Addu Power Company Limited	1,335,000	-	-	-	1,335,000	36,752,550	35,577,750	(1,174,800)	0.43%	0.43%	0.15%
K-Electric Limited (note 5.1.1)	9,500,000	-	-	100,000	9,400,000	28,576,000	25,380,000	(3,196,000)	0.31%	0.30%	0.03%
Lalpir Power Limited	7,464,000	-	-	55,000	7,409,000	94,464,750	112,098,170	17,633,420	1.35%	1.34%	1.95%
Nishat Chnunain Power limited	2,379	-	-	-	2,379	-	33,853	33,853	0.00%	0.00%	0.00%
Pakgen Power Limited	3,248,000	-	-	3,050,000	198,000	3,661,020	5,940,000	2,278,980	0.07%	0.07%	0.05%
	27,729,727	1,258,421	-	4,290,000	24,698,148	601,113,717	579,825,522	(21,288,196)	6.97%	6.95%	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	1,515,677	445,000	-	395,000	1,565,677	270,959,586	225,441,831	(45,517,755)	2.71%	2.70%	0.33%
Sui Northern Gas Pipelines Limited	3,274,098	1,343,481	-	100,000	4,517,579	155,517,741	169,635,091	14,117,351	2.04%	2.03%	0.71%
	4,789,775	1,788,481	-	495,000	6,083,256	426,477,327	395,076,923	(31,400,404)	4.75%	4.74%	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	325,775	30,272	-	19,000	337,047	584,054,783	521,398,227	(62,656,555)	6.27%	6.25%	0.25%
Oil & Gas Development Company Limited (note 5.1.2)	5,849,845	1,050,000	-	435,000	6,464,845	503,831,669	514,989,553	11,157,884	6.20%	6.17%	0.15%
Pakistan Oilfields Limited	464,520	17,011	-	10,000	471,531	190,740,378	185,240,953	(5,499,425)	2.23%	2.22%	0.17%
Pakistan Petroleum Limited (note 5.1.2)	3,150,464	980,000	-	80,000	4,050,464	273,063,427	275,998,617	2,935,189	3.32%	3.31%	0.15%
	9,790,604	2,077,283	-	544,000	11,323,887	1,551,690,257	1,497,627,350	(54,062,907)	18.02%	17.95%	

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Name of investee company	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2022	As at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the Fund	Net assets of the Fund	
						Number of shares	(Rupees)			% age	
ENGINEERING											
Amreli Steels Limited	836,500	750,000	-	257,500	1,329,000	33,118,841	23,855,550	(9,263,291)	0.29%	0.29%	0.45%
Crescent Steel & Allied Products Limited	397,500	-	-	-	397,500	16,563,825	12,712,050	(3,851,775)	0.15%	0.15%	0.51%
International Industries Limited	282,700	100,000	-	-	382,700	40,772,021	28,955,082	(11,816,939)	0.35%	0.35%	0.29%
Ittefaq Iron Industries Limited	675,500	-	-	491,000	184,500	1,295,190	1,023,975	(271,215)	0.01%	0.01%	0.13%
Mughal Iron And Steel Industries Ltd	354,894	359,977	-	21,280	693,591	40,340,961	33,507,381	(6,833,580)	0.40%	0.40%	0.21%
	2,547,094	1,209,977	-	769,780	2,987,291	132,090,839	100,054,038	(32,036,801)	1.20%	1.20%	
AUTOMOBILE ASSEMBLER											
Al-Ghazi Tractors Limited	15,000	-	-	-	15,000	5,852,550	4,770,000	(1,082,550)	0.06%	0.06%	0.03%
	15,000	-	-	-	15,000	5,852,550	4,770,000	(1,082,550)	0.06%	0.06%	
AUTOMOBILE PARTS & ACCESSORIES											
Panther Tyres Limited	1,209,935	-	-	16,500	1,193,435	38,667,294	24,727,973	(13,939,321)	0.30%	0.30%	0.71%
Thal Limited (note 5.1.1)	424,000	-	-	-	424,000	114,318,880	81,942,240	(32,376,640)	0.99%	0.98%	0.52%
	1,633,935	-	-	16,500	1,617,435	152,986,174	106,670,213	(46,315,961)	1.28%	1.28%	
TECHNOLOGY & COMMUNICATIONS											
Avanceon Limited	1,331,427	425,000	-	20,000	1,736,427	135,608,032	114,666,275	(20,951,757)	1.38%	1.37%	0.53%
Hum Network Limited	9,617,000	-	1,883,400	200,000	11,300,400	67,049,040	65,994,336	(1,054,704)	0.79%	0.79%	1.00%
Systems Limited	354,400	369,005	-	5,000	718,405	255,639,173	347,657,732	92,018,559	4.18%	4.17%	0.25%
TRG Pakistan Limited	392	620,000	-	350,392	270,000	38,722,353	29,273,400	(9,448,953)	0.35%	0.35%	0.05%
	11,303,219	1,414,005	1,883,400	575,392	14,025,232	497,018,597	557,581,742	60,563,145	6.71%	6.68%	
FERTILIZER											
Engro Fertilizers Limited	755,004	-	-	285,000	470,004	41,661,155	36,138,608	(5,522,547)	0.43%	0.43%	0.04%
Engro Corporation Limited (note 5.1.2)	2,064,336	125,000	-	537,807	1,651,529	423,074,471	432,717,113	9,642,643	5.21%	5.19%	0.29%
Fauji Fertilizer Bin Qasim Limited	3,849,500	-	-	643,500	3,206,000	64,889,440	49,147,980	(15,741,460)	0.59%	0.59%	0.25%
Fauji Fertilizer Company Limited	4,404,084	950,000	-	715,672	4,638,412	502,976,707	457,857,649	(45,119,059)	5.51%	5.49%	0.36%
	11,072,924	1,075,000	-	2,181,979	9,965,945	1,032,601,772	975,861,349	(56,740,423)	11.74%	11.70%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	194,500	-	-	49,850	144,650	94,693,676	67,017,792	(27,675,885)	0.81%	0.80%	0.15%
Highnoon Laboratories Limited	279,776	6,000	-	1,250	284,526	150,838,392	153,686,719	2,848,327	1.85%	1.84%	0.68%
	474,276	6,000	-	51,100	429,176	245,532,068	220,704,510	(24,827,558)	2.65%	2.65%	
CHEMICALS											
Engro Polymer & Chemicals Limited	2,759,500	1,475,000	-	3,381,853	852,647	59,087,489	36,084,021	(23,003,467)	0.43%	0.43%	0.09%
ICI Pakistan Limited	-	133,000	-	-	133,000	92,101,188	85,457,820	(6,643,368)	1.03%	1.02%	0.14%
	2,759,500	1,608,000	-	3,381,853	985,647	151,188,676	121,541,841	(29,646,835)	1.46%	1.46%	
LEATHER & TANNERIES											
Bata Pakistan Limited	80	-	-	-	80	190,395	173,063	(17,332)	0.00%	0.00%	0.00%
Service Global Footwear Limited	1,004,837	-	-	166,000	838,837	33,704,471	27,799,058	(5,905,412)	0.33%	0.33%	0.41%
Service Industries Limited	328,736	11,900	-	-	340,636	120,118,154	115,737,894	(4,380,260)	1.39%	1.39%	0.73%
	1,333,653	11,900	-	166,000	1,179,553	154,013,020	143,710,015	(10,303,005)	1.73%	1.72%	
FOODS & PERSONAL CARE PRODUCTS											
At-Tahur Limited	1,132,800	-	111,280	20,000	1,224,080	21,221,096	20,919,527	(301,569)	0.25%	0.25%	0.56%
Shezan International Limited	83,600	-	-	-	83,600	14,212,000	12,387,848	(1,824,152)	0.15%	0.15%	0.87%
	1,216,400	-	111,280	20,000	1,307,680	35,433,096	33,307,375	(2,125,721)	0.40%	0.40%	
GLASS & CERAMICS											
Shabbir Tiles & Ceramics Limited (note 5.1.1)	2,095,000	-	-	36,000	2,059,000	30,123,170	17,707,400	(12,415,770)	0.21%	0.21%	0.86%
Tariq Glass Industries Limited	1,409,239	-	343,559	35,000	1,717,798	142,659,865	111,863,006	(30,796,859)	1.35%	1.34%	1.00%
	3,504,239	-	343,559	71,000	3,776,798	172,783,035	129,570,406	(43,212,629)	1.56%	1.55%	
REFINERY											
Attock Refinery Limited	909,000	430,000	-	905,000	434,000	67,354,813	62,305,045	(5,049,768)	0.75%	0.75%	0.41%
	909,000	430,000	-	905,000	434,000	67,354,813	62,305,045	(5,049,768)	0.75%	0.75%	
Total as at December 31, 2022 (Un-audited)						8,933,994,759	8,312,941,153	(621,053,606)	100.00%	99.64%	
Total as at June 30, 2022 (Audited)						10,853,963,493	9,064,315,544	1,789,647,949	100.00%	99.86%	

5.1.1 All shares have a face value of Rs. 10 each except for the shares of K-Electric Limited, Thal Limited and Shabbir Tiles & Ceramics Limited which have a face value of Rs. 3.5, Rs. 5 and Rs. 5 respectively.

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5.1.2 The above investments include shares of the following companies which have been pledged with the National Clearing Company of Pakistan Limited (NCCPL) for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the SECP. The details of shares which have been pledged are as follows:

	31 December 2022 Un-audited		30 June 2022 Un-audited	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	297,000	20,237,580	297,000	20,050,470
Engro Corporation Limited	125,000	32,751,250	125,000	32,136,250
Habib Bank Limited	60,000	3,823,800	60,000	5,480,400
United Bank Limited	170,000	17,127,500	170,000	19,232,100
Oil & Gas Development Company Limited	100,000	7,966,000	100,000	7,867,000
	752,000	81,906,130	752,000	84,766,220

5.2 **Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'**

	31 December 2022 Un-audited	30 June 2022 Audited
Market value of investments	8,312,941,153	9,064,315,544
Less: carrying value of investments before mark to market	8,933,994,759	10,853,963,493
	(621,053,606)	(1,789,647,949)

6 **PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**

Management fee payable	6.1	18,041,130	18,863,973
Sindh sales tax payable on management fee	6.2	5,314,158	5,421,127
Federal Excise Duty payable on management fee	6.3	20,301,987	20,301,987
Accounting and operational charges payable	6.4	3,607,990	3,772,560
		47,265,265	48,359,647

6.1 As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold. The Management Company has charged management fee at the rate of 2.5% during the period (June 30, 2022: ranging from 2.4% to 2.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

6.2 The Sindh Government has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh sales tax on Services Act, 2011.

6.3 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% 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 04, 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 01, 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.

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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 01, 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. 20.302 million (June 30, 2022: Rs. 20.302 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at December 31, 2022 would have been higher by Re. 1.37 (June 30, 2022: Re. 1.33) per unit.

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

The Management Company based on its own discretion has charged expenses at the rate of 0.5% (June 30, 2022: 0.5%) of average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

		31 December 2022	30 June 2022
		Un-audited	Audited
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	----- (Rupees) -----	
Trustee fee payable	7.1	806,502	836,675
Sindh sales tax payable on Trustee fee	7.2	104,855	108,778
		911,357	945,453

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the tariff structure is as follows:

Average Net Assets Value	Tarrif per annum
- up to Rs. 1,000 million	Rs. 0.7 million or 0.20% per annum of Net Assets Value, whichever is higher
- exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Assets Value amount exceeding Rs. 1,000 million

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

		31 December 2022	30 June 2022
		Un-audited	Audited
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- (Rupees) -----	
Annual fee	8.1	893,566	2,008,397

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to the SECP. As per the guideline issued by the SECP vide its SRO no. 685(1)/2019 dated June 28, 2019, The Fund has recognised SECP Fee at the rate of 0.02% of the average annual net assets of the fund (June 30, 2022: 0.02%).

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	31, December 2022	30 June 2022
	Un-audited	Audited
	----- (Rupees) -----	
9 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration payable	423,302	480,763
Withholding and capital gain tax payable	448,350	663,779
Transaction charges payable	46,290	408,228
Legal and professional charges payable	169,330	-
Zakat payable	45,945	45,945
Dividend payable	48,983	398,983
Sale load payable	64,699	64,699
Other payables	66,820	66,820
	<u>1,313,719</u>	<u>2,129,217</u>

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

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

12 EARNINGS PER UNIT

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

13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 3.58% (June 30, 2022: 3.56%) which includes 0.37% (June 30, 2022: 0.38%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within maximum limit of 4.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Equity Scheme'.

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

14.1 Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.

14.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

14.3 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.

Atlas Stock Market Fund

- 14.4 Accounting and operational charges are charged by the Management Company subject to the maximum prescribed total expense ratio.

	Half Year Ended 31 December	
	2022	2021
	Un-audited ----- (Rupees) -----	
14.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	126,221,129	141,801,814
Accounting and operational charges	22,340,023	23,474,773
Issue of 892 units (2021: 2,234 units)	526,338	1,542,322
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee including sales tax thereon	5,618,490	6,358,516
Remuneration paid	5,460,965	5,357,451
Settlement charges including sales tax thereon	163,062	355,747
Atlas Insurance Limited (Group Company)		
Issue of Nil units (2021: 317,221 units)	-	207,412,432
Redemption of Nil units (2021: 287,031 units)	-	187,412,432
Atlas Metals (Private) Limited (Group Company)		
Issue of Nil units (2021: 3,778 units)	-	2,500,000
Redemption of Nil units (2021: 32,394 units)	-	22,150,000
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of 4,324 units (2021: 13,687 units)	2,500,000	9,000,000
Redemption of Nil units (2021: 4,315 units)	-	3,000,000
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefits plan of a group company)		
Redemption of Nil units (2021: 3,462 units)	-	2,400,936
CDC Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)		
Issue of Nil units (2021: 214,280 units)	-	150,000,000
Atlas Honda Limited (Group Company)		
Redemption of 29,783 units (2021: Nil units)	17,217,643	-
Directors and their close family members and key management personel of the Management Company		
Issue of 3,765 units (2021: 6,495 units)	2,221,799	3,459,053
Redemption of 204,588 units (2021: 28,802 units)	118,950,685	20,300,000

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14.6 Balances outstanding as at period / year end	31 December 2022	30 June 2022
	Un-audited ----- (Rupees) -----	Audited -----
Atlas Asset Management Limited (Management Company)		
Management fee payable	18,041,130	248,468,588
Sindh sales tax payable on management fee	5,314,158	32,300,925
Federal Excise Duty payable on management fee	20,301,987	-
Accounting and operational charges payable	3,607,990	48,070,836
Outstanding 116,847 units (June 30, 2022: 115,955 units)	65,680,355	68,831,023
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	806,502	11,042,109
Sindh sales tax payable on Trustee fee	104,855	1,435,474
Atlas Honda Limited (Group Company)		
Outstanding Nil units (June 30, 2022: 29,783 units)	-	17,679,404
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 894,455 units (June 30, 2022: 894,455 units)	502,778,434	530,948,494
Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 149,035 units (June 30, 2022: 144,711 units)	83,773,413	85,900,229
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 90,998 units (June 30, 2022: 90,998 units)	51,150,487	54,016,386
Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 20,726 units (June 30, 2022: 20,726 units)	11,650,136	12,302,952
Atlas Insurance Limited (Group Company)		
Outstanding 317,221 units (June 30, 2022: 317,221 units)	178,311,763	188,302,353
Atlas Metals (Private) Limited (Group Company)		
Outstanding 33,281 units (June 30, 2022: 33,281 units)	18,707,675	19,755,843
Batools Benefit Trust (Trust having common Director / Trustee)		
Outstanding 225,620 units (June 30, 2022: 225,620 units)	126,822,532	133,928,243
Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of a Group Company)		
Outstanding 169,889 units (June 30, 2022: 169,889 units)	95,495,835	100,846,349
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)		
Outstanding 5,253 units (June 30, 2022: 5,253 units)	2,952,687	3,118,122
Shirazi Investments (Private) Limited (Group Company)		
Outstanding 3,829,218 units (June 30, 2022: 3,829,218 units)	2,152,425,866	2,273,023,653

Atlas Stock Market Fund

	31 December 2022 Un-audited ----- (Rupees) -----	30 June 2022 Audited -----
14.6 Balances outstanding as at period / year end (Cont....)		
Sindh Province Pension Fund (Unit Holder with more than 10% holding)		
Outstanding 1,547,293 units (June 30, 2022: Nil units)	869,742,179	-
CDC-Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)		
Outstanding 1,562,207 units (June 30, 2022: Nil units)	878,125,886	-
Directors and their close family members and key management personel of the Management Company		
Outstanding 1,630,502 units (June 30, 2022: 1,831,325 units)	916,514,631	1,087,074,305

15 FAIR VALUE MEASUREMENT

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

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

Financial assets which are 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.

15.1 Fair value hierarchy

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

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

As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

	As at 31 December 2022 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Listed equity securities	8,312,941,153	-	-	8,312,941,153
	<u>8,312,941,153</u>	<u>-</u>	<u>-</u>	<u>8,312,941,153</u>
	As at 30 June 2022 (Audited)			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
ASSETS				
Financial assets 'at fair value through profit or loss'				
Listed equity securities	9,064,315,544	-	-	9,064,315,544
	<u>9,064,315,544</u>	<u>-</u>	<u>-</u>	<u>9,064,315,544</u>

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

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

16 GENERAL

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

17 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director



Atlas Islamic Money Market Fund

Atlas Islamic Income Fund

Atlas Islamic Stock Fund

Atlas Islamic Dedicated Stock Fund

Atlas Islamic Fund Of Funds

HALF YEARLY REPORT

31 DECEMBER 2022

(UN-AUDITED)



Managed By



Atlas Asset Management

Rated AM2+ by PACRA
(as of December 23, 2022)



Vision

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

Mission

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

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Atlas Meraj

Organisation

Management Company

Atlas Asset Management Limited

Board of Directors of the Management Company

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

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CHAIRMAN'S REVIEW

It is my pleasure to present you the un-audited Financial Statements of Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Dedicated Stock Fund (AIDSF) and Atlas Islamic Fund of Funds (AIFO) for first half ended December 31, 2022 of FY 2022-23.

THE ECONOMY

The domestic economic activity continued to moderate in 1H-FY23 on account of disruptions from monsoon flooding and ongoing policy/administrative measures to tackle rising inflation, fiscal slippage, and external imbalances. Contraction in demand led to sharp decline in imports resulting in 1H-FY23 current account deficit to reduce significantly by 59.66% YoY to stand at US \$3.67 billion, as compared to US \$9.09 billion in same period last year. Import bill for 1H-FY23 declined by 22.63% YoY to US \$31.38 billion while Exports for the same period stood at US \$14.25 billion, down 5.79% YoY. Moreover, worker's remittances of US \$14.05 billion in 1H-FY23 registered a decline of 11.10% YoY. The domestic headline inflation averaged at 25.02% during 1H-FY23 compared to 9.81% in 1H-FY22. High global energy prices, PKR devaluation and food related supply-side shocks on domestic front (post flood devastation) were key reasons behind significant rise in inflation. Total liquid foreign exchange reserves declined to US \$11.42 billion as of December 31, 2022 (SBP's share stood at US \$5.58 billion). The FBR tax collection during 1H-FY23 stood at Rs. 3.43 trillion, below the target of Rs. 3.67 trillion for period under review. The SBP raised policy rate by 225bps to 16.00% during 1H-FY23 to combat inflation, ensure financial stability and maintain growth at sustainable level.

FUND OPERATIONS - AIMF

Atlas Islamic Money Market Fund (AIMF) provided an annualized total return of 14.34% as on December 31, 2022. The AIMF total exposure in high yielding Shariah Compliant Bank Balances, Sukuks, Placement with Banks/DFI and others stood at 72.62%, 15.58%, 10.39% and 1.42%, respectively. AIMF presents a good investment opportunity for investors to earn attractive returns while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 1.92 billion, with 3.84 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AIIF

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 6.96% to Rs. 542.33 as on December 31, 2022, providing an annualized total return of 13.80%. The AIIF total exposure in Sukuks, high yielding Shariah Compliant Bank Balances, Ijarah Sukuks and others stood at 44.56%, 36.42%, 15.97% and 3.05%, respectively. The Net Assets of the Fund stood at Rs. 1.91 billion, with 3.52 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AISF

The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) decreased by -3.42% to Rs. 477.49 as on December 31, 2022. The benchmark KMI-30 index decreased by -0.71% during the same period. The KMI-30 index decreased from 68,766.37 points as on June 30, 2022 to 68,277.85 points as on December 31, 2022. AISF 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 97.76% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of the Fund stood at Rs. 3.69 billion, with 7.73 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AIDSF

The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) decreased by -3.98% to Rs. 493.71 as on December 31, 2022. The benchmark KMI-30 index decreased by -0.71% during the same period. The KMI-30 index decreased from 68,766.37 points as on June 30, 2022 to 68,277.85 points as on December 31, 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 97.18% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of your Fund stood at Rs. 439 million, with 0.89 million units outstanding as of December 31, 2022.

FUND OPERATIONS - AIFO

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) decreased by -0.71% to Rs. 549.59 as on December 31, 2022. AAAIP was 65.88%, 23.75% and 1.60% invested in AIDSF, AIIF and AIMF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAIP) increased by 1.18% to Rs. 573.46 as on December 31, 2022. AMAIP was 47.11%, 28.72% and 16.84% invested in AIDSF, AIIF and AIMF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 4.07% to Rs. 590.31 as on December 31, 2022. ACAIP was 23.70%, 24.55% and 46.57% invested in AIDSF, AIIF and AIMF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan II (AICPP II) increased by 2.83% to Rs. 514.04 as on December 31, 2022. AICPP II was 35.76% and 63.87% invested in AIDSF and AIMF, respectively. The Net Assets of AIFO stood at Rs. 1.10 billion as of December 31, 2022.

Atlas Meraj

MUTUAL FUND TAXATION

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.

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

The FY23 growth forecast, initially projected in the range of 3% to 4%, has been reduced to 2% by SBP based on a preliminary assessment of post-flood macroeconomic outlook. Moreover, the FY23 inflation projection has been revised upwards to 21% - 23% range due to flood related supply side pressures on food prices. Thereafter, inflation is expected to gradually decline towards the end of FY24 primarily on the back of administrative measures to resolve food related supply side bottlenecks, much awaited normalization of global energy related commodity prices and beneficial base effects. The current account deficit is expected to remain near 3% of GDP on the back of demand contraction, lower global commodity prices and declining international freight costs. The recent flood related assistance from international community will help build reserves, curtail pressures on PKR and enable large scale flood rehabilitation activity. Going forward, government's focus towards averting fiscal slippage, provision of targeted assistance to vulnerable segment of society, and policies to reinforce import substitution shall be instrumental in achieving economic and financial stability.

خیاباں خیاباں اِرم دیکھتے ہیں

(We look forward to growth, growth and growth)

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: 24 February 2023

Iftikhar H. Shirazi
Chairman

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

Atlas Islamic Money Market Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Half Yearly Report 2022-23

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

To the unit holders of Atlas Islamic Money Market Fund
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Islamic Money Market Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the six-months' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Atlas Islamic Money Market Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		December 31, 2022	June 30, 2022
	Note	Un-audited ----- Rupees -----	Audited -----
Assets			
Bank balances and Term deposit receipts	4	1,598,138,445	1,059,509,272
Investments	5	300,000,000	358,000,000
Markup accrued	6	26,330,411	29,426,800
Prepayments and other receivables		489,176	540,530
Preliminary and floatation cost		435,277	507,955
Total assets		1,925,393,309	1,447,984,557
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	7	787,349	162,470
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	88,648	75,608
Payable to the Securities and Exchange Commission of Pakistan	9	117,944	240,316
Payable against redemption of units		161,752	-
Accrued expenses and other liabilities	10	2,501,398	829,926
Total liabilities		3,657,091	1,308,320
NET ASSETS		1,921,736,218	1,446,676,237
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,921,736,218	1,446,676,237
CONTINGENCIES AND COMMITMENTS	11		
NUMBER OF UNITS IN ISSUE		3,838,664	2,893,353
NET ASSET VALUE PER UNIT		500.6264	500.0000

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter ended 31 December	
		2022 Rupees	2021 Rupees	2022 Rupees	2021 Rupees
Income					
Mark up Income	12	86,902,525	37,289,897	48,916,698	22,396,102
Capital loss on sale of investments - net		-	(106,782)	-	(50,726)
Total income		86,902,525	37,183,115	48,916,698	22,345,376
Expenses					
Remuneration to Atlas Asset Management Company - Management Company	7.1	1,921,815	244,301	1,104,972	138,052
Sindh sales tax on remuneration of the Management Company	7.2	249,836	31,760	143,647	17,949
Accounting and operational charges	7.3	542,350	150,000	267,662	75,000
Remuneration to the Central Depository Company of Pakistan Limited	8.1	324,346	289,981	173,267	151,856
Sindh sales tax on remuneration of the Trustee	8.2	42,165	37,698	22,525	19,742
Annual fee - Securities and Exchange Commission of Pakistan	9.1	117,944	97,720	63,005	55,220
Auditor's remuneration		100,733	212,603	17,489	136,987
Transaction Charges		-	18,874	-	(28,022)
Amortization of preliminary expenses and floatation costs		72,678	80,309	36,339	27,805
Annual listing fee		13,863	13,863	6,931	6,933
Fund rating fee		104,644	86,586	52,322	43,293
Shariah advisory fee		40,000	40,000	20,000	20,000
Bank charges		10,433	13,546	10,433	6,105
Printing Charges		15,194	30,530	5,194	23,030
Legal and Professional Charges		47,838	53,700	26,513	26,560
Reversal of provision for Sindh Workers' Welfare Fund		-	(338,463)	-	-
Total expenses		3,603,840	1,063,008	1,950,298	720,510
Net income for the period before taxation		83,298,685	36,120,107	46,966,400	21,624,867
Taxation	14	-	-	-	-
Net income for the period after taxation		83,298,685	36,120,107	46,966,400	21,624,867
Earning per unit	15				
Allocation of net income for the period:					
Net income for the period after taxation		83,298,685	36,120,107	46,966,400	21,624,867
Income already paid on units redeemed		(3,774,484)	-	-	-
		79,524,201	36,120,107	46,966,400	21,624,867
Accounting income available for distribution:					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		79,524,201	36,120,107	46,966,400	21,624,867
		79,524,201	36,120,107	46,966,400	21,624,867

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Money Market Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- Rupees -----		----- Rupees -----	
Net income for the period after taxation	83,298,685	36,120,107	46,966,400	21,624,867
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	83,298,685	36,120,107	46,966,400	21,624,867

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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

	For the period ended December 31, 2022			For the period ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----			----- (Rupees) -----		
Net assets at beginning of the period	1,446,676,237	-	1,446,676,237	636,612,937	-	636,612,937
Issuance of 4,470,325 units (2021: 3,064,820 units)						
- Capital value	2,235,162,467	-	2,235,162,467	1,532,409,891	-	1,532,409,891
- Element of income	19,493,745	-	19,493,745	-	-	-
	2,254,656,212	-	2,254,656,212	1,532,409,891	-	1,532,409,891
Redemption of 3,525,014 units (2021: 1,772,998 units)						
- Capital value	(1,762,506,974)	-	(1,762,506,974)	(886,499,014)	-	(886,499,014)
- Element of income	(2,898,774)	(3,774,484)	(6,673,258)	-	-	-
	(1,765,405,748)	(3,774,484)	(1,769,180,232)	(886,499,014)	-	(886,499,014)
Total comprehensive income for the period	-	83,298,685	83,298,685	-	36,120,107	36,120,107
Interim distribution during the period	(17,307,014)	(76,407,670)	(93,714,684)	-	(36,120,107)	(36,120,107)
	(17,307,014)	(76,407,670)	(93,714,684)	-	(36,120,107)	(36,120,107)
Net assets at the end of the period (un-audited)	1,918,619,687	3,116,531	1,921,736,218	1,282,523,814	-	1,282,523,814
Undistributed income brought forward comprises of :						
- Realised income	-	-	-	-	-	-
- Unrealised income	-	-	-	-	-	-
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	79,524,201	-	79,524,201	36,120,107	-	36,120,107
Distribution during the period	(76,407,670)	-	(76,407,670)	(36,120,107)	-	(36,120,107)
Undistributed income carried forward	3,116,531	-	3,116,531	-	-	-
Undistributed income carried forward comprises of :						
- Realised income	3,116,531	-	3,116,531	-	-	-
- Unrealised income	-	-	-	-	-	-
	3,116,531	-	3,116,531	-	-	-
	(Rupees)		(Rupees)			
Net assets value per unit at Beginning of the period	500.0000		500.0000	500.0000		500.0000
Net assets value per unit at end of the period	500.6264		500.6264	500.0000		500.0000

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

For Atlas Asset Management Limited (Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Money Market Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	83,298,685	36,120,107
Adjustments for:		
Mark up Income	(86,902,525)	(37,289,897)
Reversal of provision for Sindh Workers' Welfare Fund	-	(338,463)
Capital loss on sale of investments - net	-	106,782
Amortization of preliminary expenses and floatation costs	72,678	80,309
	(86,829,847)	(37,441,269)
Decrease in assets		
Decrease in prepayments and other receivables	51,354	25,531
Increase / (decrease) in liabilities		
Increase / (decrease) in payable to Atlas Asset Management Company - Management Company	624,879	(815,924)
Increase in payable to Central Depository Company of Pakistan Limited - Trustee	13,040	22,541
(Decrease) / increase in payable to the Securities and Exchange Commission of Pakistan	(122,372)	44,286
Increase in accrued expenses and other liabilities	1,671,472	168,448
	2,187,019	(580,649)
Markup received	89,998,914	32,679,181
Investments - net	58,000,000	190,133,602
Net cash generated from operating activities	146,706,125	220,936,504
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance of units	2,254,656,212	1,532,409,891
Dividend Distribution	(93,714,684)	(36,120,107)
Payments against redemption of units	(1,769,018,480)	(883,734,110)
Net cash generated from financing activities	391,923,048	612,555,673
Net increase in cash and cash equivalents	538,629,173	833,492,177
Cash and cash equivalents at the beginning of the period	1,059,509,272	282,877,302
Cash and cash equivalents at the end of the period	4 1,598,138,445	1,116,369,480

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 1.5. 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 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 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 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. The management has distributed as dividend all the net income earned by the Fund during the period to the unit holders on daily basis.
- 1.7 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintain the Fund rating to AA(f) on 14 October 2022.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Atlas Islamic Money Market Fund

- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the period ended 30 June 2022.
- 2.1.3 The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the un-audited condensed interim financial statements for the period ended 31 December 2021.
- 2.1.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2022.

2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2022 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore 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
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	January 01, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

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

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

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

2.4 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.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 3.1** The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2022.
- 3.2** The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2022.
- 3.4** The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the period ended 30 June 2022.

4 BANK BALANCES AND TERM DEPOSIT RECEIPTS	Note	December 31, 2022 Un-audited	June 30, 2022 Audited
----- Rupees -----			
In local currency			
- Profit and loss sharing accounts	4.1	1,398,138,445	834,509,272
- Islamic Term Deposit Receipts	4.2	200,000,000	225,000,000
		<u>1,598,138,445</u>	<u>1,059,509,272</u>

Atlas Islamic Money Market Fund

4.1 The rate of return on these profit and loss sharing accounts was 15.50% except for an amount of Rs.3,779,920 held in Habib Bank Limited account carrying a profit rate of 5.5% (30 June 2022: 6.5% to 15.25% per annum). The profit rate effective at the period end on these accounts was ranging from 5.50 to 15.50% (30 June 2022: 10.65% and 13.50%) per annum.

Name of the Investee Company	As at 01 July 2022	Purchases during the year	Matured during the year	As at 31 December 2022	Profit Rate	Issue Date	Maturity Date	Rating
----- Face value (Rupees) -----								
Askari Bank Limited	225,000,000	-	225,000,000	-	14.40%	27-May-22	25-Aug-22	AA+
Askari Bank Limited	-	130,000,000	130,000,000	-	14.90%	25-Aug-22	24-Nov-22	AA+
Askari Bank Limited	-	165,000,000	165,000,000	-	14.85%	24-Nov-22	1-Dec-22	AA+
Askari Bank Limited	-	200,000,000	-	200,000,000	15.65%	1-Dec-22	1-Feb-23	AA+
31 December 2022	225,000,000	495,000,000	520,000,000	200,000,000				
30 June 2022	-	977,000,000	752,000,000	225,000,000				

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- Rupees -----	

5 INVESTMENTS

At fair value through profit or loss

- Debt securities - sukuk certificates

5.1	300,000,000	358,000,000
	300,000,000	358,000,000

5.1 Debt securities - sukuk certificates

Name of the Investee Company	As at 01 July 2022	Purchases during the period	Sold/ matured during the period	As at 31 December 2022	Carrying Value as at 31 December 2022	Market Value as at 31 December 2022	Market Value as a % of total investments	Market Value as a % of net assets
----- Face value (Rupees) -----								
K-Electric Limited - Short term Sukuk - II	85,000,000	-	85,000,000	-	-	-	-	-
K-Electric Limited - Short term Sukuk - III	13,000,000	-	13,000,000	-	-	-	-	-
K-Electric Limited - Short term Sukuk - V	100,000,000	-	100,000,000	-	-	-	-	-
Lucky Electric Power Company Limited - Short Term Sukuk - I	160,000,000	-	160,000,000	-	-	-	-	-
K-Electric Limited - Short term Sukuk - VIII	-	10,000,000	-	10,000,000	10,000,000.0	10,000,000	3.33	0.52
Lucky Electric Power Company Limited - Short Term Sukuk - V	-	100,000,000	-	100,000,000	100,000,000	100,000,000	33.33	5.20
Nishat Mills Limited	-	130,000,000	-	130,000,000	130,000,000	130,000,000	43.33	6.76
K-Electric Limited - Short term Sukuk - XI	-	60,000,000	-	60,000,000	60,000,000	60,000,000	20.00	3.12
31 December 2022	358,000,000	300,000,000	358,000,000	300,000,000	300,000,000	300,000,000	100.00	15.61
30 June 2022					358,000,000	358,000,000	100.00	24.75

5.1.1 The 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 - Short Term Sukuk - I	AA	6 Month	Semi-annually	October, 2022	6 Month Kibor + 1.20%
K-Electric Limited - Short term Sukuk - VIII	AA	6 Month	Semi-annually	February, 2023	6 Month Kibor + 1.35%
Lucky Electric Power Company Limited - Short Term Sukuk - V	AA	6 Month	Semi-annually	June, 2023	6 Month Kibor + 1.35%
Nishat Mills Limited	AA	6 Month	Semi-annually	May, 2023	3 Month Kibor + 0.90%
K-Electric Limited - Short term Sukuk - XI	AA	6 Month	Semi-annually	April, 2023	6 Month Kibor + 1.45%

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	Note	31 December 2022	30 June 2022
		Un-audited	Audited
6 MARKUP ACCRUED			
Markup accrued on:			
- Profit and loss sharing accounts		16,644,588	14,225,849
- Sukuk certificates		7,027,468	12,094,095
- Islamic Term Deposit Receipt		2,658,356	3,106,856
		26,330,411	29,426,800

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

Remuneration of the Management Company	7.1	570,543	121,654
Sindh Sales Tax on remuneration of the Management Company	7.2	74,170	15,816
Accounting and operational charges	7.3	142,636	25,000
		787,349	162,470

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 0.40% and minimum limit of 0.15% of average annual net assets, within allowed expense ratio. The Management Company has charged management fee at the rate of 0.24% from 01 July 2022 to 13 July 2022, 0.31% from 14 July 2022 to 30 November 2022 and 0.40% from 01 December 2022 to 31 December 2022 (0.05% from 01 July 2021 to 31 December 2021 and 0.1% from 01 January 2022 to 30 June 2022). The fee is payable to the Management Company monthly in arrears.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011, during the period an amount of Rs. 249,836 (2021: Rs.31,760) was charged and an amount of Rs. 191,482 (2021: Rs.28,667) has been paid to the Management Company which acts as the collecting agent.

7.3 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. Keeping in view, Management Company has accordingly charged expenses at the rate of 0.1% of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of such expenses to the Fund.

	Note	31 December 2022	30 June 2022
		Un-audited	Audited
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY			
Payable To Trustee	8.1	78,449	66,910
Sindh Sales Tax on Trustee fee Payable	8.2	10,199	8,698
		88,648	75,608

8.1 The trustee is entitled to monthly remuneration for services rendered to the fund. The trustee charged 0.55% per annum of average net assets from 01 July 2022 to 31 December 2022 (2021: 0.65% from 01 July 2021 to 30 September 2021 and 0.055% from 01 October 2021 to 31 December 2021) based on the letter no. CDC/CEO/L-259/01/2021 dated October 11, 2021.

8.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011, during the period an amount of Rs. 42,165 (2021: 37,698) was charged and an amount of Rs. 40,664 (2021: 6,850) was paid to the Trustee which acts as a collecting agent.

Atlas Islamic Money Market Fund

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	----- Rupees -----	-----
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fees payable	9.1	<u>117,944</u>	<u>240,316</u>

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.

		31 December 2022	30 June 2022
		Un-audited	Audited
		----- Rupees -----	-----
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		141,555	233,412
Shariah advisory fee payable		20,000	20,000
Withholding tax and capital gain tax payable		2,322,812	573,384
Legal fee payable		3,072	-
Rating fee payable		10,940	-
Other payable		3,018	3,130
		<u>2,501,398</u>	<u>829,926</u>

11 CONTINGENCIES AND COMMITMENTS

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

		31 December 2022	31 December 2021
		Un-audited	Un-audited
		----- Rupees -----	-----
12 MARKUP INCOME			
Markup income on:			
- Profit and loss sharing accounts		54,964,145	20,946,131
- Commercial Paper / Bai Muajjal		-	11,065,963
- Debt securities - sukuk certificates		19,098,695	-
- Islamic Term Deposit Receipts		12,839,685	5,277,803
		<u>86,902,525</u>	<u>37,289,897</u>

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2022 is 0.62% (2021: 0.29%) which includes 0.07% (2021: 0.04%) 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 shariah compliant money market scheme.

14 TAXATION

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

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15 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.

16 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, sales load other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	31 December 2022 Un-audited ----Rupees----	31 December 2021 Un-audited ----Rupees----
16.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration for the period	1,921,815	244,301
Sindh sales tax on remuneration of the Management Company	249,836	31,760
Remuneration paid	1,472,926	220,411
Accounting & operational charges	542,350	150,000
Issuance of 973,255 (2021: 286,971) units.	487,223,256	143,485,524
Redemption of 635,175 (2021: 438,177) units.	321,000,000	219,088,279
Dividend Entitlement	12,664,502	1,974,167
Central Depository Company of Pakistan Limited		
Remuneration of the Trustee	324,346	289,981
Sindh Sales Tax on remuneration of the Trustee	42,165	37,698
Remuneration paid	312,807	268,805
Atlas Foundation		
Issuance of Nil (2021: 3,235) units.	-	1,617,307
Redemption of 111,974 (2021: Nil) units.	55,986,871	-
Dividend Entitlement	605,801	1,617,307
Atlas Honda Limited - Employee Provident Fund		
Issuance of Nil (2021: 3,833) units.	-	1,916,350
Redemption of 32,000 (2021: Nil) units.	16,000,000	-
Dividend Entitlement	3,549,210	1,916,350
Atlas Group of Companies - Management Staff Gratuity Fund		
Issuance of 72,891 (2021: 73,298) units.	36,648,782	369,055,610
Redemption of 411,767 (2021: 426,441) units.	205,883,497	213,220,543
Dividend Entitlement	3,339,584	3,290,727
Atlas Honda Limited		
Issuance of Nil (2021: 1,941) units.	-	970,389
Redemption of 68,439 (2021: Nil) units.	34,219,343	-
Dividend Entitlement	990,696	970,389

Atlas Islamic Money Market Fund

16.1 Transactions during the period (Cont...)	31 December 2022 Un-audited ----Rupees----	31 December 2021 Un-audited ----Rupees----
Shirazi Investments (Private) Limited		
Issuance of Nil (2021: 12,938) units.	-	6,469,225
Redemption of 477,762 (2021: Nil) units.	223,881,006	-
Dividend Entitlement	2,356,721	6,469,225
Shirazi Investments (Private) Limited - Employee Provident Fund		
Issuance of 17,962 (2021: 8,030) units	9,050,000	4,015,223
Redemption of 19,787 (2021: Nil) units.	9,893,551	-
Dividend Entitlement	292,274	15,223
CDC - Trustee Atlas Islamic Capital Preservation Plan II*		
Issuance of Nil (2021: 951,731) units.	-	475,865,485
Redemption of 10,000 (2021: 400,000) units.	5,000,000	200,000,000
Dividend Entitlement	20,549,437	-
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund		
Issuance of Nil (2021: 157,842) units.	-	78,920,856
Dividend Entitlement	5,724,681	299,208
Atlas Insurance Limited - Staff Provident Fund Trust		
Issuance of Nil (2021: 459) units.	-	229,504
Dividend Entitlement	-	229,504
CDC - Trustee Atlas Aggressive Allocation Islamic Plan		
Issuance of 4,580 (2021: Nil) units.	2,300,000	-
Dividend Entitlement	45,665	-
CDC - Trustee Atlas Conservative Allocation Islamic Plan		
Issuance of 224,000 (2021: Nil) units.	112,000,000	-
Dividend Entitlement	2,869,059	-
CDC - Trustee Atlas Moderate Allocation Islamic Plan		
Issuance of 76,327 (2021: Nil) units.	38,200,000	-
Dividend Entitlement	854,814	-
Pakistan Defence Officers Housing Authority		
Issuance of 490,225 (2021: Nil) units.	250,000,000	-
Dividend Entitlement	4,887,687	-
Family Educational Services Foundation		
Issuance of 695,221 (2021: Nil) units.	350,000,000	-
Redemption of 289,863 (2021: Nil) units.	145,000,000	-
Dividend Entitlement	6,931,563	-
Directors and their close family members and key management Personnel and executive of the Management Company		
Issuance of 4,265 (2021: 17,739) units.	2,140,000	8,869,293
Redemption of 5,003 (2021: 9,652) units.	2,514,748	4,825,910
Dividend Entitlement	13,186	44,293

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	31 December 2022 Un-audited ----- Rupees -----	30 June 2022 Audited -----
16.2 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	570,543	121,654
Sindh Sales Tax payable on remuneration of the management company	74,170	15,816
Accounting and operational charges payable	142,636	25,000
Outstanding 734,360 (June 30, 2022: 370,950) units - at net asset value	367,639,943	185,475,000
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	78,449	66,910
Sindh sales tax payable on remuneration of the Trustee	10,199	8,698
Atlas Foundation		
Outstanding Nil (June 30, 2022: 110,762) units - at net asset value	-	55,381,000
Atlas Honda Limited (Employee Provident Fund)		
Outstanding 103,913 (June 30, 2022: 128,815) units - at net asset value	52,021,673	64,407,500
Atlas Group of Companies, Management Staff Gratuity Fund		
Outstanding 74,188 (June 30, 2022: 405,978) units - at net asset value	37,140,338	202,989,000
Atlas Honda Limited		
Outstanding Nil (June 30, 2022: 66,457) units - at net asset value	-	33,228,500
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund		
Outstanding 171,967 (June 30, 2022: 160,518) units - at net asset value	86,091,239	80,259,000
Shirazi Investments (Private) Limited		
Outstanding Nil (June 30, 2022: 443,049) units - at net asset value	-	221,524,500
Shirazi Investments (Private) Limited - Employee Provident Fund		
Outstanding 18,274 (June 30, 2022: 19,515) units - at net asset value	9,148,513	9,757,500
CDC - Trustee Atlas Aggressive Allocation Islamic Plan		
Outstanding 4,671 (June 30, 2022: Nil) units - at net asset value	2,338,622	-
CDC - Trustee Atlas Conservative Allocation Islamic Plan		
Outstanding 229,738 (June 30, 2022: Nil) units - at net asset value	115,012,967	-
CDC - Trustee Atlas Moderate Allocation Islamic Plan		
Outstanding 78,036 (June 30, 2022: Nil) units - at net asset value	39,067,109	-
Pakistan Defence Officers Housing Authority		
Outstanding 500,000 (June 30, 2022: Nil) units - at net asset value	250,313,200	-
Family Educational Services Foundation		
Outstanding 419,221 (June 30, 2022: Nil) units - at net asset value	209,872,991	-
Directors and their close family members and key management Personnel and executive of the Management Company		
Outstanding 297 (June 30, 2022: 1,008) units - at net asset value	148,488	504,000
CDC - Trustee Atlas Islamic Capital Preservation Plan II* (Atlas Islamic Fund of Fund)		
Outstanding 613,594 (June 30, 2022: 582,495) units - at net asset value	307,181,340	291,247,500

* This represents 10% or more of the unit holding of the fund

Atlas Islamic Money Market Fund

16.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

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.

17.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

As at December 31, 2022, the Fund 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.

18. GENERAL

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

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

19. DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

Corporate Information

Trustee

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

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

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

Atlas Islamic Income Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

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INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

**To the unit holders of Atlas Islamic Income Fund
Report on review of Interim Financial Statements**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Islamic Income Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the six months' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	
Assets			
Cash and bank balances	4	697,760,129	521,935,505
Investments	5	1,159,513,713	1,194,383,644
Receivable against issue of units		6,030,360	22,994,500
Profit accrued		51,696,218	49,930,200
Security deposits, prepayments and other receivables		699,527	670,468
Total assets		1,915,699,947	1,789,914,317
Liabilities			
Payable to Atlas Asset Management Limited - Management Company	6	3,222,133	2,829,528
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	143,381	136,134
Payable to the Securities and Exchange Commission of Pakistan	8	198,905	431,412
Payable against redemption of units		803,688	1,000,000
Dividend Payable		487,666	487,666
Accrued expenses and other liabilities	9	2,464,024	14,122,078
Total liabilities		7,319,797	19,006,818
NET ASSETS		1,908,380,150	1,770,907,499
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,908,380,150	1,770,907,499
CONTINGENCIES AND COMMITMENTS	10		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		3,518,884	3,492,542
		----- Rupees -----	
NET ASSET VALUE PER UNIT		542.3254	507.0540

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
Income					
Markup income	11	150,567,062	88,058,146	80,220,628	45,139,810
Capital loss on sale of investments - net		(752,312)	(1,682,300)	(35,937)	(1,834,300)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(7,739,607)	(3,690,795)	(3,929,317)	(4,702,015)
		(8,491,919)	(5,373,095)	(3,965,254)	(6,536,315)
Total income		142,075,143	82,685,051	76,255,374	38,603,495
Expenses					
Remuneration of Atlas Asset Management Limited - Management Company	6.1	5,057,253	3,936,624	2,606,942	1,918,058
Sindh Sales Tax on remuneration of the Management Company	6.2	657,444	511,765	338,901	249,350
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1	745,900	843,563	378,354	411,014
Sindh Sales Tax on remuneration of the Trustee	7.2	96,970	109,671	49,185	53,432
Annual fees to the Securities and Exchange Commission of Pakistan		198,905	224,956	100,897	109,604
Accounting and operational charges	6.4	1,407,208	1,349,695	672,114	657,619
Auditors' remuneration		171,032	204,440	62,144	102,211
Securities transaction cost		180,890	155,903	51,695	154,247
Annual listing fee		13,863	13,862	6,933	6,934
Annual rating fee		221,433	183,104	110,716	91,559
Printing charges		6,688	25,674	6,688	25,674
Shariah advisory fee		90,000	90,000	45,000	45,000
Bank charges		24,269	6,409	7,607	901
Legal and professional charges		107,242	61,260	85,917	10,903
(Reversal) / provision for Sindh Workers' Welfare Fund		-	(10,817,933)	-	-
Total expenses		8,979,096	(3,101,007)	4,523,092	3,836,506
Net income for the period before taxation		133,096,047	85,786,058	71,732,282	34,766,989
Taxation	13	-	-	-	-
Net income for the period after taxation		133,096,047	85,786,058	71,732,282	34,766,989
Earning per unit					
Allocation of net income for the period:					
- Net income for the period		133,096,047	85,786,058	60,914,349	34,766,989
- Income already paid on units redeemed		(18,485,204)	(29,003,115)	(3,225,116)	(13,743,028)
		114,610,843	56,782,943	57,689,233	21,023,962
Accounting income available for distribution:					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		114,610,843	56,782,943	57,841,233	21,023,962
		114,610,843	56,782,943	57,689,233	21,023,962

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	133,096,047	85,786,058	71,732,282	34,766,989
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	133,096,047	<u>85,786,058</u>	71,732,282	<u>34,766,989</u>

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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

	For the period ended 31 December 2022			For the period ended 31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees) -----			----- (Rupees) -----		
Net assets at beginning of the period	1,749,751,646	21,155,853	1,770,907,499	2,139,275,085	17,758,431	2,157,033,516
Issuance of units 1,429,863 (2021: 4,325,549 units)						
- Capital value	725,017,603	-	725,017,603	2,188,228,115	-	2,188,228,115
- Element of income	19,146,027	-	19,146,027	39,795,308	-	39,795,308
	744,163,630	-	744,163,630	2,228,023,423	-	2,228,023,423
Redemption of 1,403,521 units (2021: 4,731,435 units)						
- Capital value	(711,660,937)	-	(711,660,937)	(2,393,560,360)	-	(2,393,560,360)
- Element of income	(9,640,885)	(18,485,204)	(28,126,089)	(19,440,062)	(29,003,116)	(48,443,178)
	(721,301,822)	(18,485,204)	(739,787,026)	(2,413,000,422)	(29,003,116)	(2,442,003,538)
Total comprehensive income for the period	-	133,096,047	133,096,047	-	85,786,058	85,786,058
Net assets at the end of the period (un-audited)	1,772,613,454	135,766,696	1,908,380,150	1,954,298,086	74,541,373	2,028,839,459
Undistributed income brought forward comprising of :						
- Realised income		25,380,752			16,233,656	
- Unrealised (loss) / income		(4,224,899)			1,524,775	
		21,155,853			17,758,431	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		114,610,842			56,782,942	
		114,610,842			56,782,942	
Distribution during the period		-			-	
Undistributed income carried forward		135,766,695			74,541,373	
Undistributed income carried forward comprising of :						
- Realised income		143,506,302			76,242,093	
- Unrealised income		(7,739,607)			(1,700,720)	
		135,766,695			74,541,373	
		(Rupees)			(Rupees)	
Net assets value per unit at Beginning of the period		507.0540			505.8846	
Net assets value per unit at end of the period		542.3254			525.8791	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Income Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year ended 31 December	
	2022	2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	133,096,047	85,786,058
Adjustments for:		
Markup income	(150,567,062)	(88,058,146)
Capital loss on sale of investments - net	752,312	1,682,300
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	7,739,607	3,690,795
Reversal for Sindh Workers' Welfare Fund	-	(10,817,933)
	(142,075,143)	(93,502,984)
(Increase) / decrease in assets		
(Increase) in security deposits, prepayments and other receivables	(29,059)	(22,973)
Decrease in receivable against issue of units	16,964,139	7,060,431
	16,935,080	7,037,458
Increase / (decrease) in liabilities		
Increase / (decrease) in payable to Atlas Asset Management Limited - Management Company	392,605	(290,184)
Increase / (decrease) in payable to Central Depository Company of Pakistan Limited - Trustee	7,248	(13,751)
(Decrease) in payable to the Securities and Exchange Commission of Pakistan	(232,506)	(202,840)
(Decrease) in accrued expenses and other liabilities	(11,658,054)	(6,868,613)
	(11,490,707)	(7,375,388)
Mark-up received	148,801,044	79,185,760
Investments made during the period	(723,231,678)	(723,231,678)
Investments sold / matured during the period	749,609,689	486,270,754
Net cash generated from / (used in) operating activities	171,644,332	(165,830,019)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	744,163,630	2,218,361,204
Net payments against redemption of units	(739,983,338)	(2,517,162,776)
Net cash generated from / (used in) financing activities	4,180,292	(298,801,573)
Net increase / (decrease) in cash and cash equivalents	175,824,624	(464,631,592)
Cash and cash equivalents at the beginning of the period	521,935,505	1,161,547,092
Cash and cash equivalents at the end of the period	697,760,129	696,915,501

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021: AM2+) on 23 December 2022 and maintained the stability rating of the Fund to AA-(f) on 14 October 2022.

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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.

Atlas Islamic Income Fund

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.
- 2.1.3** The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2022, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2021.
- 2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 December 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, 2022 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.

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:

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

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

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

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

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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.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2022.

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

4 CASH AND BANK BALANCES

Balances with banks in:

- Profit and loss sharing accounts
- Current account
- Term Deposit Receipt

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- Rupees -----	
4.1	697,755,129	346,930,505
	5,000	5,000
	-	175,000,000
	697,760,129	521,935,505

4.1 The rate of return on these profit and loss sharing accounts ranges between 14.00% to 15.50% to (30 June 2022: 6.60% to 15.00%) per annum. The profit rate effective at the year end on these accounts was 15.50% (30 June 2022: 13.75% and 15.00%) per annum.

5 INVESTMENTS

At fair value through profit or loss

- Debt securities - sukuk certificates
- Islamic commercial paper
- Government of Pakistan - Ijarah Sukuk

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- Rupees -----	
5.1	853,662,963	628,432,515
5.2	-	253,979,429
5.3	305,850,750	311,971,700
	1,159,513,713	1,194,383,644

Atlas Islamic Income Fund

5.1 Debt securities - sukuk certificates

Particulars	As at 01 July 2022	Acquired during the period	Disposed during the period	As at 31 December 2022	Carrying Value as at 31 December 2022	Market Value as at 31 December 2022	Unrealised appreciation / (diminution) as at 31 December 2022	Market Value as a percentage of total investments	Market Value as a percentage of net assets
	----- Number of Certificates -----				----- Rupees -----			----- Percentage of -----	
Unlisted									
BANKS									
Meezan Bank Limited Tier II (Face Value Rs. 1,000,000)	50	-	-	50	52,000,000	51,360,050	(639,950)	4.43%	2.69%
Albaraka Bank (Pakistan) Limited - Tier II (Face Value Rs. 1,000,000)	75	-	-	75	75,000,000	74,051,475	(948,525)	6.39%	3.88%
Pharmaceutical									
OBS AGP (Private) Limited - Sukuk (Face Value Rs. 100,000)	1,150	-	-	1,150	108,348,869	109,429,688	1,080,818	9.44%	5.73%
Listed									
Textile									
Nishat Mills Limited (Face Value Rs. 1,000,000)	-	150	-	150	150,000,000	150,000,000	-	12.94%	7.86%
Power Generation & Distribution									
The Hub Power Company Limited - II (Face Value Rs. 100,000)	550	-	-	550	28,932,750	27,821,750	(1,111,000)	2.40%	1.46%
The Hub Power Holding Limited - Sukuk (Face Value Rs. 100,000)	1,000	-	-	1,000	100,000,000	100,000,000	-	8.62%	5.24%
K-Electric Limited - IV (Face Value Rs. 1,000,000)	80	-	80	-	-	-	-	0.00%	0.00%
K-Electric Limited - V (Face Value Rs. 1,000,000)	100	-	100	-	-	-	-	0.00%	0.00%
K-Electric Limited - VI (Face Value Rs. 1,000,000)	40	-	40	-	-	-	-	0.00%	0.00%
Lucky Electric Power Company Limited - I (Face Value Rs. 1,000,000)	40	-	40	-	-	-	-	0.00%	0.00%
K-Electric Limited - VIII (Face Value Rs. 1,000,000)	-	45	-	45	45,000,000	45,000,000	-	3.88%	2.36%
Lucky Electric Power Company Limited - IV (Face Value Rs. 1,000,000)	-	181	-	181	181,000,000	181,000,000	-	15.61%	9.48%
Lucky Electric Power Company Limited - V (Face Value Rs. 1,000,000)	-	115	-	115	115,000,000	115,000,000	-	9.92%	6.03%
Total - 31 December 2022					855,281,619	853,662,963	(1,618,657)	73.62%	44.73%
Total - 30 June 2022					626,406,104	628,432,515	2,026,411	52.62%	35.49%

5.1.1 The cost of these investments at 31 December 2022 amounted to Rs.833,771,000 (30 June 2022: Rs.637,458,500).

5.1.2 These carry quarterly and semi annually rate of return ranging from "3 months Kibor + 1%" to "3 months Kibor + 1.9%" and "6 months Kibor + 0.5%" to "6 months Kibor+2.50%" (30 June 2022: "3 months Kibor + 1.55%" to "3 months Kibor + 1.90%" and "6 months Kibor + 0.25%" to "6 months Kibor + 1.50%") respectively, having maturity upto December 2031 (30 June 2022: December 2031).

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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 upto 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%
Hub Power Holding Limited - Sukuk	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 2022	Acquired during the period	Disposed during the period	As at 31 December 2022	Carrying Value as at 31 December 2022	Market Value as at 31 December 2022	Market Value as a percentage of total investments	Market Value as a percentage of net assets	----- Number of Certificates -----	
									----- Rupees -----	
MUGHAL-CP	75	-	75	-	-	-	-	-	-	-
Lucky Electric Power Limited - ICP-II	180	-	180	-	-	-	-	-	-	-
Total - 31 December 2022					855,281,619	853,662,963	0.00%	0.00%		
Total - 30 June 2022					253,979,429	253,979,429	21.26%	14.34%		

5.3 Government of Pakistan - Ijarah Sukuk

Particulars	As at 01 July 2022	Acquired during the period	Disposed during the period	As at 31 December 2022	Carrying Value as at 31 December 2022	Market Value as at 31 December 2022	Unrealised appreciation / (diminution) as at 31 December 2022	Market Value as a percentage of total investments	Market Value as a percentage of net assets	----- Face Value (Rupees) -----	
										----- Rupees -----	
Government of Pakistan Ijarah Sukuks											
30-Apr-2020	445	-	-	445	43,147,200	42,964,750	(182,450)	3.71%	2.25%		
29-May-2020	750	-	-	750	75,022,500	74,655,000	(367,500)	6.44%	3.91%		
29-Jul-2020	900	-	-	900	84,132,000	78,858,000	(5,274,000)	6.80%	4.13%		
06-Oct-2021	1100	-	-	1100	109,670,000	109,373,000	(297,000)	9.43%	5.73%		
Total - 31 December 2022					311,971,700	305,850,750	(6,120,950)	26.38%	16.03%		
Total - 30 June 2022					318,222,900	311,971,700	(6,251,200)	26.12%	17.62%		

5.3.1 Investment in GOP Ijarah Sukuks carried mark up ranging between 8.37% to 15.85% (30 June 2022: 8.37% to 14.60%) per annum and were due to mature between 30 April 2025 to 06 October 2026 (30 June 2022: 30 April 2025 to 06 October 2026). As at 31 December 2022, the cost of investments amounted to Rs. 318,222,900 (30 June 2022: Rs. 318,222,900).

Atlas Islamic Income Fund

		31 December 2022 Un-audited	30 June 2022 Audited
6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	----- Rupees -----	-----
Remuneration of the Management Company	6.1	930,496	562,196
Sindh Sales Tax payable on remuneration of the Management Company	6.2	388,552	340,672
Federal Excise Duty payable on remuneration of the Management Company	6.3	1,733,902	1,733,902
Accounting and operational charges payable	6.4	169,183	192,758
		<u>3,222,133</u>	<u>2,829,528</u>

6.1 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 0.55% and minimum limit of 0.20% of average annual net assets of the fund, within allowed expense. The Management Company has charged its remuneration at rate of 0.5% from 01 July 2022 to 30 November 2022, 0.55% from 01 December 2022 to 31 December 2022 (30 June 2022: 0.35%) per annum of the average annual net assets. The Management Company is entitled to an amount not exceeding 2.5% of the average annual net assets, within allowed expense. The fee is payable to the Management Company monthly in arrears.

6.2 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 during the period, an amount of Rs.657,444 (2021: Rs. 511,765) was charged and an amount of Rs.609,564 (2021: Rs. 531,755) has been paid to the Management Company which acts as the collecting agent.

6.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 8.2 above, the Management Company was of the view that further levy of FED was not justified.

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 1.734 million (30 June 2022: Rs 1.734 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 December 2022 would have been higher by Rs.0.49 per unit (30 June 2022: Rs.0.50 per unit).

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6.4 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 0.15% from 01 July 2022 to 30 November 2022 and 0.1% from 01 December 2022 to 31 December 2022 (2021: 0.12%) of the average annual net assets of the Fund for allocation of such expenses to the Fund.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	-----
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN- TRUSTEE- RELATED PARTY			
Remuneration of the Trustee	7.1	126,886	120,469
Sindh Sales Tax payable on Trustee fee	7.2	16,495	15,664
		<u>143,381</u>	<u>136,134</u>

7.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% p.a. of Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated 27 June 2019 issued by the Trustee.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on remuneration of the Trustee levied through Sales Tax on Services Act, 2011 during the period, an amount of Rs.96,970 (2021: Rs. 109,671) was charged and an amount of Rs. 96,139 (2021: Rs 109,671) was paid to trustee which acts as collecting agent.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	-----
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fees payable	8.1	198,905	431,412

8.1 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% (30 June 2022: 0.02%) of net assets on all categories of CISs.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	-----
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		266,779	339,116
Payable to Shariah Advisor		45,000	45,000
Withholding tax and capital gain tax payable		1,254,241	13,134,507
Legal and professional charges payable		85,917	-
Rating fee payable		221,433	-
Zakat payable		46,099	58,902
Time Barred cheques		544,554	544,554
		<u>2,464,024</u>	<u>14,122,078</u>

10 CONTINGENCIES AND COMMITMENTS

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

Atlas Islamic Income Fund

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
11 MARK-UP INCOME		
Mark-up income on:		
- Profit and loss sharing accounts	56,955,659	35,895,165
- Government of Pakistan - Ijarah sukuk	20,187,228	11,072,552
- Debt securities - sukuk certificates	60,392,623	16,320,627
- Profit on Placements	10,669,630	11,294,075
- Islamic Commercial paper	2,361,922	13,475,727
	<u>150,567,062</u>	<u>88,058,146</u>

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 0.90% (30 June 2022: 0.71%) which includes 0.10% (30 June 2022: 0.08%) representing government levies 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 a shariah compliant income scheme.

13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% 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 period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

14 EARNINGS PER UNIT

Earnings per unit 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.

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

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	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
15.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	5,057,253	3,936,624
Remuneration paid	4,688,953	4,090,411
Sindh Sales Tax on remuneration of the Management Company	657,444	511,765
Accounting and operational charges	1,407,208	1,349,695
Issuance of 4,513 (2021: 447,895) units	2,355,634	231,109,354
Redemption of 4,513 (2021: 63,468) units	2,358,242	33,000,000
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	745,900	843,563
Remuneration paid to the Trustee	739,483	855,730
Sindh Sales Tax on remuneration of the Trustee	96,970	109,671
CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)		
Issuance of 4,656 (2021: 40,782)	2,400,000	20,777,273
Redemption of 99,343 (2021: 991,845) units	52,500,000	510,176,351
CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issuance of 9,700 (2021: 2,589) units	5,000,000	1,350,000
Redemption of Nil (2021: 7,469) units	-	3,900,000
CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issuance of 11,641 (2021: nil) units	6,000,000	-
Redemption of Nil (2021: 10,323) units	-	5,400,000
CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)		
Issuance of 740 (2021: nil) units	381,542	-
Redemption of 52,445 (2021: nil) units	27,031,148	-
CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Issuance of 4,656 (2021: nil) units	2,400,000	-
Redemption of 99,343 (2021: 14,200) units	52,500,000	7,400,000
Directors and their close family members and key management personnel of the Management Company		
Issuance of 36,845 (2021: 10,622) units	19,437,372	5,401,806
Redemption of 36,725 (2021: 12,694) units	19,430,003	6,492,215
Atlas Group of Companies, Management Staff Gratuity Fund		
Issuance of Nil (2021: 161,916) units	-	84,083,003
Redemption of Nil (2021: 8,851) Units	-	4,629,516
Shirazi Investments Private Limited		
Issuance of Nil (2021: 8) Units	-	4,038
Redemption of Nil (2021: 8) Units	-	4,126
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund		
Issuance of Nil (2021: 167,868) Units	-	87,913,196

Atlas Islamic Income Fund

	Un-audited 31 December 2022	Audited 30 June 2022
	----- Rupees -----	
15.2 Details of balances with related parties as at the period / year end are as follows:		
Atlas Asset Management Limited (Management Company)		
Remuneration payable to the Management Company	930,496	562,196
Sindh Sales Tax payable on Remuneration of the Management Company	388,552	340,672
Federal Excise Duty payable on Remuneration of the Management Company	1,733,902	1,733,902
Accounting and operational charges payable	169,183	192,758
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	126,886	120,469
Sindh Sales Tax payable on Remuneration of the trustee	16,495	15,664
Atlas Honda Limited (Group Company)		
Outstanding Nil (30 June 2022: 42) units - at net asset value	-	21,125
Honda Atlas Power Product (Private) Limited (Group Company)		
Outstanding 82 (30 June 2022: 82) units - at net asset value	44,471	41,578
CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 64,017 (30 June 2022: 54,316) units - at net asset value	34,718,045	27,541,145
CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 122,864 (30 June 2022: 111,223) units - at net asset value	66,632,268	56,396,067
CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)		
Outstanding 111,801 (30 June 2022: 206,487.8) units - at net asset value	60,632,522	104,700,465
CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)		
Outstanding Nil (30 June 2022: 51,705) units - at net asset value	-	26,217,227
Directors and their close family members and key management personnel of the Management Company		
Outstanding 457 (30 June 2022: 338) units - at net asset value	247,843	171,384
Atlas Group of Companies, Management Staff Gratuity Fund		
Outstanding 167,134 (30 June 2022: 167,134) units - at net asset value	90,641,013	84,745,963
Honda Atlas Cars (Pakistan) Limited - Employee Provident Fund		
Outstanding 183,298 (30 June 2022: 183,298) units - at net asset value	99,407,161	92,941,984

* This represents 10% or more of the unit holding of the fund

15.3 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.

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16 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.

Fair value of government securities is determined by reference to 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.

16.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

- Level 1: quoted prices (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: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

As at December 31, 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.

17 GENERAL

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

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

18 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Corporate Information

Trustee

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

Shariah Advisor

Dr. Mufti Hassan Usmani

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Legal Advisers

Mohsin Tayebaly & Co.

Bankers

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

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TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Islamic Stock Fund

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Islamic Stock Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

Scope of Review

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

Conclusion

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

Other Matter

The condensed interim financial statements of the Fund for the half year ended December 31, 2021 and the financial statements for the year ended June 30, 2022 were reviewed and audited respectively by another firm of Chartered Accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2022 and September 15, 2022 respectively.

A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Junaid Mesia**

Dated: 27 February 2023

Karachi

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	
ASSETS			
Cash and bank balances	4	77,094,474	34,014,966
Investments	5	3,659,157,741	3,844,668,700
Profit receivable on bank balances		1,070,060	328,060
Receivable against sale of investments		-	1,758,939
Advances, deposits, prepayments and other receivables		5,495,778	5,197,419
Total assets		3,742,818,053	3,885,968,084
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	22,570,278	22,583,003
Payable to the Central Depository Company of Pakistan Limited - Trustee	7	455,252	452,585
Annual fee payable to the Securities and Exchange Commission of Pakistan	8	388,880	744,456
Payable against redemption of units		4,235,163	-
Payable against purchase of investments		15,426,825	-
Accrued expenses and other liabilities	9	7,188,297	2,525,199
Total liabilities		50,264,695	26,305,243
NET ASSETS		3,692,553,358	3,859,662,841
UNIT HOLDER'S FUND (AS PER STATEMENT ATTACHED)		3,692,553,358	3,859,662,841
Contingencies and commitments	10	----- (Number of units) -----	
Number of units in issue		7,733,301	7,806,639
Net assets value per unit		477.4873	494.4078

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
(Rupees)					
INCOME					
Profit on bank balances	4.1	4,190,965	4,407,274	2,894,767	1,687,466
Dividend income		193,310,552	106,711,036	130,432,496	66,850,596
Loss on sale of investments - net		(60,908,693)	(30,442,096)	(36,702,318)	(27,114,259)
Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss'	5.2	(188,814,684)	(214,038,959)	(118,207,388)	(67,451,333)
		(249,723,377)	(244,481,055)	(154,909,706)	(94,565,592)
Total loss		(52,221,860)	(133,362,745)	(21,582,443)	(26,027,530)
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1 & 6.2	54,934,324	45,912,378	27,383,151	26,133,495
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1 & 7.2	2,767,021	2,439,091	1,380,144	1,330,149
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	388,915	330,878	193,862	185,016
Accounting and operational charges	6.4	9,722,888	7,682,386	4,846,574	4,625,396
Transaction charges		3,287,386	4,381,372	1,671,839	2,846,909
Auditors' remuneration		322,432	236,066	192,594	118,033
Shariah advisory fee		100,000	100,000	50,000	50,000
Annual listing fee		13,864	13,863	6,932	6,931
Printing charges		34,044	23,997	14,044	23,997
Legal and professional charges		195,872	42,900	95,872	12,053
Bank charges		24,882	14,844	5,080	10,064
Charity expense		7,057,219	3,959,220	5,426,889	1,732,488
Total expenses		78,848,847	65,136,995	41,266,981	37,074,531
Net loss from operating activities		(131,070,707)	(198,499,740)	(62,849,424)	(63,102,061)
Reversal of provision for Sindh Workers' Welfare Fund		-	33,881,485	-	-
Net loss for the period before taxation		(131,070,707)	(164,618,255)	(62,849,424)	(63,102,061)
Taxation	11	-	-	-	-
Net loss for the period after taxation		(131,070,707)	(164,618,255)	(62,849,424)	(63,102,061)
Earnings per unit	12				
Allocation of net income for the period					
- Net income for the period after taxation		-	-	-	-
- Income already paid on redemption of units		-	-	-	-
		-	-	-	-
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		-	-	-	-
		-	-	-	-

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	------(Rupees)-----			
Net loss for the period after taxation	(131,070,707)	(164,618,255)	(62,849,424)	(63,102,061)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	(131,070,707)	(164,618,255)	(62,849,424)	(63,102,061)

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

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

	31 December 2022			31 December 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees)-----					
Net assets as at the beginning of the period (audited)	3,718,882,232	140,780,609	3,859,662,841	1,956,495,995	750,245,455	2,706,741,450
Issuance of 260,635 units (2021: 4,038,589 units)						
- Capital value (at net asset value per unit at the beginning of the period)	128,859,977	-	128,859,977	2,314,651,456	-	2,314,651,456
- Element of income / (loss)	800,725	-	800,725	(19,243,317)	-	(19,243,317)
Total proceeds on issuance of units	129,660,702	-	129,660,702	2,295,408,139	-	2,295,408,139
Redemption of 333,973 units (2021: 1,425,546 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(165,118,856)	-	(165,118,856)	(817,028,454)	-	(817,028,454)
- Element of income / (loss)	(580,622)	-	(580,622)	18,207,053	-	18,207,053
Total payment on redemption of units	(165,699,478)	-	(165,699,478)	(798,821,401)	-	(798,821,401)
Total comprehensive loss for the period	-	(131,070,707)	(131,070,707)	-	(164,618,255)	(164,618,255)
Net assets as at the end of the period (un-audited)	3,682,843,456	9,709,902	3,692,553,358	3,453,082,733	585,627,200	4,038,709,933
Undistributed income brought forward comprising of:						
- Realised income		598,562,721			443,117,090	
- Unrealised (loss) / income		(457,782,112)			307,128,365	
		140,780,609			750,245,455	
Accounting income available for distribution:						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Total comprehensive loss for the period		(131,070,707)			(164,618,255)	
Undistributed income carried forward		9,709,902			585,627,200	
Undistributed income carried forward comprising of:						
- Realised income		198,524,586			589,104,404	
- Unrealised loss		(188,814,684)			(3,477,204)	
		9,709,902			585,627,200	
Net asset value per unit at the beginning of the period		494.4078			573.1337	
Net asset value per unit at the end of the period		477.4873			550.5170	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period after taxation	(131,070,707)	(164,618,255)
Adjustments for:		
Profit on bank balances	(4,190,965)	(4,407,274)
Dividend income	(193,310,552)	(106,711,036)
loss on sale of investments - net	60,908,693	30,442,096
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss '	188,814,684	214,038,959
Reversal of provision for Sindh Workers' Welfare Fund	-	(33,881,485)
	<u>(78,848,847)</u>	<u>(65,136,995)</u>
Decrease / (increase) in assets		
Net receivable against sale of investments	1,758,939	34,074,698
Advances, deposits, prepayments and other receivables	(298,359)	(45,212)
	1,460,580	34,029,486
Increase / (decrease) in liabilities		
Payable to Atlas Asset Management Limited - Management Company	(12,725)	4,507,747
Payable to the Central Depository Company of Pakistan Limited - Trustee	2,667	132,109
Annual fee payable to the Securities and Exchange Commission of Pakistan	(355,576)	(145,962)
Payable against purchase of investments	15,426,825	-
Accrued expenses and other liabilities	4,663,098	(42,653,778)
	19,724,289	(38,159,884)
Profit received on bank balances	3,448,965	4,256,943
Dividend received	193,310,552	110,512,861
Amount (paid) / received on purchase and sale of investments - net	(64,212,418)	(1,558,517,229)
Net cash generated from / (used in) operating activities	74,883,121	(1,513,014,818)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	129,660,702	2,295,408,139
Amount paid on redemption of units	(161,464,315)	(796,468,206)
Net cash (used in) / generated from financing activities	(31,803,613)	1,498,939,933
Net increase / (decrease) in cash and cash equivalents during the period	43,079,508	(14,074,885)
Cash and cash equivalents at the beginning of the period	34,014,966	79,257,880
Cash and cash equivalents at the end of the period	4	4
	77,094,474	65,182,995

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Stock Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 September 12, 2006 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated October 29, 2007, March 06, 2008, December 04, 2009, June 23, 2010 and May 23, 2017, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). In addition, the Offering Document of the Fund was also revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth and Thirteen Supplements dated October 29, 2007, March 06, 2008, December 04, 2009, June 23, 2010, September 20, 2013, March 24, 2015, September 29, 2016, June 02, 2017, May 25, 2018, September 05, 2019, November 25, 2019, April 01, 2020 and June 01, 2020 respectively, with the approval of the SECP.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act were introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act, 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020. Accordingly on July 26, 2021, the Trust deed was registered under the Sindh Trusts Act, 2020.
- 1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Ground Floor, Federation House, Shahrah e Firdousi, Clifton, Karachi.
- 1.4 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 dated March 06, 2009 issued by the SECP. 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 January 15, 2007 and are transferable and redeemable by surrendering them to the Fund.
- 1.5 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.
- 1.6 The Pakistan Credit Rating Agency (PACRA) Limited maintained the asset manager rating of the Management Company to AM2+ on December 23, 2022 [2022: AM2+ on December 24, 2021].
- 1.7 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34: 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

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Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of International Accounting Standard (IAS) 34: 'Interim Financial Reporting', the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

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

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

3.1 The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2022.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 01, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 01, 2023. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 CASH AND BANK BALANCES

		31 December 2022	30 June 2022
		Un-audited	Audited
	Note	(Rupees)	
Bank balances:			
- Saving accounts	4.1	75,426,528	27,717,077
- Current accounts		862,815	5,023,856
Cheques in hand	4.2	805,131	1,274,033
		77,094,474	34,014,966

4.1 The rate of profit on these savings accounts ranges between 13% and 15.5% (June 30, 2022: 6.75% to 15%) per annum.

4.2 These denote cheques received against issue of units which were cleared latest by January 07, 2023 (June 30, 2022: July 06, 2022).

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**31 December
2022
Un-audited**

**30 June
2022
Audited**

5 INVESTMENTS

Note ----- (Rupees) -----

Financial assets at 'fair value through profit or loss'

Listed equity securities

5.1 3,659,157,741 3,844,668,700

5.1 Listed equity securities

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

Name of investee company	Number of shares				As at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company	
	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund		Net assets of the Fund
	----- Number of shares -----				----- Rupees -----						
COMMERCIAL BANKS											
BankIslami Pakistan Limited	-	7,201,000	-	-	7,201,000	104,910,627	96,205,360	(8,705,267)	2.63%	2.61%	0.65%
Faysal Bank Limited	-	600,000	-	-	600,000	15,426,826	15,498,000	71,174	0.42%	0.42%	0.04%
Meezan Bank Limited	3,421,648	90,000	351,164	1,339,300	2,523,512	259,688,661	251,190,384	(8,498,277)	6.86%	6.80%	0.14%
					10,324,512	380,026,114	362,893,744	(17,132,370)	9.91%	9.83%	
TEXTILE COMPOSITE											
Interloop Limited	1,447,507	-	34,901	574,980	907,428	53,224,147	51,405,796	(1,818,351)	1.40%	1.39%	0.10%
Kohinoor Textile Mills Limited (note 5.1.1)	884,500	-	-	-	884,500	44,225,000	41,792,625	(2,432,375)	1.14%	1.13%	0.30%
Nishat Mills Limited	1,692,780	-	-	830,226	862,554	63,751,366	47,431,844	(16,319,522)	1.30%	1.28%	0.25%
					2,654,482	161,200,513	140,630,265	(20,570,248)	3.84%	3.80%	
CEMENT											
Cherat Cement Company Limited	428,800	414,646	-	100,500	742,946	75,727,379	75,706,197	(21,182)	2.07%	2.05%	0.38%
D.G. Khan Cement Company Limited	2,420	-	-	2,420	-	-	-	-	0.00%	0.00%	0.00%
Fauji Cement Company Limited	6,142,500	600,000	823,312	156,000	7,409,812	93,094,445	89,065,940	(4,028,505)	2.43%	2.41%	0.30%
Kohat Cement Company Limited	276,450	262,429	-	10,000	528,879	77,378,888	78,115,428	736,540	2.13%	2.12%	0.26%
Lucky Cement Limited (note 5.1.2)	554,700	37,500	-	15,000	577,200	267,174,321	257,765,976	(9,408,345)	7.04%	6.98%	0.18%
Maple Leaf Cement Factory Limited	2,070,000	700,000	-	1,100,000	1,670,000	45,922,730	37,691,900	(8,230,830)	1.03%	1.02%	0.16%
Pioneer Cement Limited	-	450,000	-	450,000	-	-	-	-	0.00%	0.00%	0.00%
					10,328,837	559,297,763	538,345,441	(20,952,322)	14.70%	14.58%	
POWER GENERATION & DISTRIBUTION											
K-Electric Limited (note 5.1.1)	5,265,000	-	-	-	5,265,000	16,005,600	14,215,500	(1,790,100)	0.39%	0.38%	0.30%
The Hub Power Company Limited	4,429,128	350,000	-	875,000	3,904,128	265,899,723	246,272,394	(19,627,329)	6.73%	6.67%	0.02%
					9,169,128	281,905,323	260,487,894	(21,417,429)	7.12%	7.05%	
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited (note 5.1.2)	807,013	272,500	-	182,500	897,013	155,274,617	129,160,902	(26,113,715)	3.53%	3.50%	0.19%
Sui Northern Gas Pipelines Limited	1,357,776	1,160,000	-	-	2,517,776	85,669,796	94,542,489	8,872,693	2.58%	2.56%	0.40%
					3,414,789	240,944,413	223,703,391	(17,241,022)	6.11%	6.06%	
OIL & GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited	207,160	18,500	-	2,000	223,660	387,425,678	345,993,074	(41,432,604)	9.46%	9.37%	0.17%
Oil & Gas Development Company Limited	3,846,177	485,000	-	75,000	4,256,177	332,536,977	339,047,060	6,510,083	9.27%	9.18%	0.10%
Pakistan Oilfields Limited	304,294	-	-	-	304,294	123,485,548	119,541,898	(3,943,650)	3.27%	3.24%	0.11%
Pakistan Petroleum Limited (note 5.1.2)	2,518,470	500,000	-	25,000	2,993,470	200,592,653	203,975,046	3,382,393	5.57%	5.52%	0.11%
					7,777,601	1,044,040,856	1,008,557,078	(35,483,778)	27.57%	27.31%	
ENGINEERING											
Aisha Steel Mills Limited	1,405,949	-	-	1,405,949	-	-	-	-	0.00%	0.00%	0.00%
International Industries Limited	81,300	100,077	-	-	181,377	18,802,157	13,722,984	(5,079,173)	0.38%	0.37%	0.14%
Itefaq Iron Industries Limited	649,500	-	-	505,000	144,500	1,014,390	801,975	(212,415)	0.02%	0.02%	0.10%
Mughal Iron and Steel Industries Limited	233,595	318,100	-	110,000	441,695	26,691,251	21,338,285	(5,352,966)	0.58%	0.58%	0.13%
					767,572	46,507,798	35,863,244	(10,644,554)	0.98%	0.97%	

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Name of investee company	Number of shares				As at December 31, 2022			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company	
	As at July 01, 2022	Purchases during the period	Bonus / rights issue	Sales during the period	As at December 31, 2022	Carrying value	Market value	Unrealised appreciation / (diminution)	Total market value of investments of the fund		Net assets of the Fund
	Number of shares				Rupees						
AUTOMOBILE ASSEMBLER											
Milat Tractors Limited	43	-	-	43	-	-	-	-	0.00%	0.00%	0.06%
Al-Ghazi Tractors Limited	36,200	-	-	-	36,200	14,124,154	11,511,600	(2,612,554)	0.31%	0.31%	0.00%
Pak Suzuki Motors Limited	99,600	66,000	-	165,600	-	-	-	-	0.00%	0.00%	0.00%
					36,200	14,124,154	11,511,600	(2,612,554)	0.31%	0.31%	
AUTOMOBILE PARTS AND ACCESSORIES											
Panther Tyres Limited	910,807	-	-	-	910,807	29,510,147	18,871,921	(10,638,226)	0.52%	0.51%	1.00%
Thal Limited (note 5.1.1)	175,000	-	-	-	175,000	47,183,500	33,820,500	(13,363,000)	0.92%	0.92%	0.00%
					1,085,807	76,693,647	52,692,421	(24,001,226)	1.44%	1.43%	
REFINERY											
Atock Refinery Limited	361,000	177,372	-	360,000	178,372	27,814,055	25,607,084	(2,206,971)	0.70%	0.69%	0.00%
National Refinery Limited	500	-	-	500	-	-	-	-	0.00%	0.00%	0.00%
					178,372	27,814,055	25,607,084	(2,206,971)	0.70%	0.69%	
TECHNOLOGY & COMMUNICATIONS											
AirLink Communications Limited	16,604	-	-	16,604	-	-	-	-	0.00%	0.00%	0.00%
Avanceon Limited	534,879	225,000	-	-	759,879	59,365,767	50,174,810	(9,190,957)	1.37%	1.36%	0.23%
Octopus Digital Limited	532	-	-	532	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Telecommunication Company Limited	30,000	-	-	30,000	-	-	-	-	0.00%	0.00%	0.00%
Systems Limited	232,500	296,793	-	-	529,293	202,668,343	256,140,761	53,472,418	7.00%	6.94%	0.18%
					1,289,172	262,034,110	306,315,571	44,281,461	8.37%	8.30%	
FERTILIZER											
Engro Fertilizers Limited	1,151,392	225,000	-	61,000	1,315,392	115,282,358	101,140,491	(14,141,867)	2.76%	2.74%	0.10%
Engro Corporation Limited (note 5.1.2)	1,514,897	85,000	-	402,528	1,197,369	306,364,243	313,722,652	7,358,409	8.57%	8.50%	0.21%
Fauji Fertilizers Bin Qasim Limited	3,619,000	-	-	857,000	2,762,000	55,902,880	42,341,460	(13,561,420)	1.16%	1.15%	0.21%
					5,274,761	477,549,481	457,204,603	(20,344,878)	12.49%	12.39%	
PHARMACEUTICALS											
Abbott Laboratories (Pakistan) Limited	96,500	96,500	-	79,550	113,450	11,096,148	7,853,105	(3,243,043)	0.21%	0.21%	0.02%
Highnoon Laboratories Limited	138,474	-	-	-	138,474	73,373,218	74,796,731	1,423,513	2.04%	2.03%	0.33%
The Searle Company Limited	2,433	-	-	2,433	-	-	-	-	0.00%	0.00%	0.00%
					251,924	84,469,366	82,649,836	(1,819,530)	2.25%	2.24%	
CHEMICALS											
Engro Polymer & Chemicals Limited	1,345,500	820,000	-	1,784,000	381,500	26,570,825	16,145,080	(10,425,745)	0.44%	0.44%	0.04%
ICI Pakistan Limited	-	57,000	-	-	57,000	39,472,498	36,624,780	(2,847,718)	1.00%	0.99%	0.06%
					438,500	66,043,323	52,769,860	(13,273,463)	1.44%	1.43%	
LEATHER & TANNERIES											
Service Global Footwear Limited	765,014	-	-	260,000	505,014	20,291,463	16,736,164	(3,555,299)	0.46%	0.45%	0.00%
					505,014	20,291,463	16,736,164	(3,555,299)	0.46%	0.45%	
FOODS & PERSONAL CARE PRODUCTS											
Al-Tahir Limited	963,160	200,000	116,316	-	1,279,476	23,305,556	21,866,245	(1,439,311)	0.60%	0.59%	1.00%
					1,279,476	23,305,556	21,866,245	(1,439,311)	0.60%	0.59%	
GLASS & CERAMICS											
Shabbir Tiles and Ceramics Limited (note 5.1.1)	718,000	-	-	-	718,000	10,504,340	6,174,800	(4,329,540)	0.17%	0.17%	0.00%
Tariq Glass Industries Limited	592,500	85,000	169,375	-	846,875	71,220,150	55,148,500	(16,071,650)	1.51%	1.49%	1.00%
					1,564,875	81,724,490	61,323,300	(20,401,190)	1.68%	1.66%	
Total as at December 31, 2022 (Un-audited)						3,847,972,425	3,659,157,741	(188,814,684)			
Total as at June 30, 2022 (Audited)						4,479,814,627	3,844,668,700	(635,145,926)			

5.1.1 All shares have a face value of Rs. 10 each except for the shares of Kohinoor Textile Limited, Thal Limited and Shabbir Tiles and Ceramics Limited which have a face value of Rs. 5, and K-Electric which have face value of Rs. 3.5.

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5.1.2 The above investments include shares of the following companies which have been pledged with the National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the SECP. The details of shares which have been pledged are as follows:

Name of investee company	31 December 2022		30 June 2022	
	Un-audited		Audited	
	Number of shares	Rupees	Number of shares	Rupees
Pakistan Petroleum Limited	135,000	9,198,900	135,000	9,113,850
Pakistan State Oil Company Limited	110,000	15,838,900	110,000	18,902,400
Lucky Cement Limited	75,000	33,493,500	75,000	34,428,000
Engro Corporation Limited	55,000	14,410,550	55,000	14,139,950
	375,000	72,941,850	375,000	76,584,200

	31 December 2022	30 June 2022
	Un-audited	Audited
5.2 Net unrealised diminution on re-measurement of investments classified as 'financial asset at fair value through profit or loss '	Note	(Rupees)
Market value of investments		3,659,157,741
Less: carrying value of investments before mark to market		(3,847,972,425)
		(188,814,684)
		3,844,668,700
		(4,479,814,627)
		(635,145,927)

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Management fee payable	6.1	7,948,580	7,958,142
Sindh sales tax payable on management fee	6.2	2,578,607	2,579,857
Federal Excise Duty payable on management fee	6.3	10,453,385	10,453,385
Accounting and operational charges payable	6.4	1,589,706	1,591,619
		22,570,278	22,583,003

6.1 As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the Total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 2.5% (December 31, 2021: 2.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022. The remuneration is payable to the Management Company monthly in arrears.

6.2 The Sindh Government has levied Sindh sales tax at the rate of 13% (June 30, 2022: 13%) on the remuneration of the Management Company through Sindh sales tax on Services Act, 2011.

6.3 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% 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 04, 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 01, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 01, 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. 10.45 million (June

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30, 2022: Rs. 10.45 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Rs. 1.35 (June 30, 2022: Rs. 1.34).

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

The Management Company based on its own discretion has charged such expenses at the rate of 0.5% (June 30, 2022: 0.5%) per annum of the average annual net assets of the Fund during the period ended December 31, 2022, subject to total expense charged being lower than actual expense incurred.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	
7 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE			
Trustee fee payable	7.1	402,871	400,514
Sindh sales tax payable on Trustee fee	7.2	52,381	52,071
		455,252	452,585

- 7.1** The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. During the period, the tariff structure is as follows:

Average Net Assets Value	Tariff per annum
Up to Rs. 1,000 million	Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher
On an amount exceeding Rs. 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding Rs. 1,000 million

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

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee payable	8.1	388,880	744,456

- 8.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay an annual fee to the SECP. As per the guideline issued by the SECP vide its SRO no. 685(1)/2019 dated June 28, 2019. The Fund has recognised SECP Fee at the rate of 0.02% (June 30, 2022: 0.02%) of the daily net assets of the fund.

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- (Rupees) -----	
9 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration		423,301	384,994
Withholding and capital gain tax payable		77,207	86,381
Charity payable	9.1	5,426,852	1,194,295
Transaction charges payable		171,210	127,557
Legal and professional charges payable		163,223	-
Payable to Shariah Advisor		56,398	49,896
Rating fee payable		140,000	140,000
Zakat payable		28,481	13,700
Dividend payable		185,722	185,722
Other payables		515,903	342,654
		7,188,297	2,525,199

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- 9.1 According to the instructions of the Shariah Advisor of the Fund, any income earned by the Fund from investments/ portion of investments made in non-shariah compliant avenues should be donated for charitable purposes directly by the Fund. An amount of Rs. 7.057 million (June 30, 2021: Rs. 7.865 million) has been recognised by the Fund as charity expense in these condensed interim financial statements.

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute 90% of its net accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The 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. Since the Fund has incurred net loss during the current period, therefore no provision for taxation has been made in these condensed interim financial statements.

12 EARNINGS PER UNIT

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

13 TOTAL EXPENSE RATIO

The Total expense ratio (TER) of the Fund as at December 31, 2022 based on current period results is 3.63% (June 30, 2022: 3.67%) which includes 0.38% (June 30, 2022: 1.27%) representing government levies on the Fund such as sales tax, annual fee to the SECP etc. This ratio is within maximum limit of 4.5% prescribed under NBFC Regulations for a collective investment scheme categorised as 'Equity Scheme'.

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES.

- 14.1 Connected persons / related parties 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, entities under common management or directorships, directors and their close family members and key management personnel of the Management Company.
- 14.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund. Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.
- 14.3 Remuneration to the Management Company and to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 14.4 Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total expense ratio.

	For the Half Year Ended 31 December	
	2022	2021
	Un-audited	
	----- (Rupees) -----	
14.5 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company including sales tax thereon	54,934,324	45,912,378
Accounting and operational charges	9,722,888	7,682,386
Issue of Nil units (2021: 17,119 units)	-	10,000,000
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee including sales tax thereon	2,767,021	2,439,091
Settlement charges including sales tax thereon	70,409	111,798

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	For the Half Year Ended 31 December	
	2022 Un-audited ----- (Rupees) -----	2021
14.5 Transactions during the period (Cont....)		
Atlas Foundation (Trust having common Director / Trustee)		
Issue of Nil units (2021: 51,214 units)	-	30,000,000
Atlas Insurance Limited (Group Company)		
Issue of Nil units (2021: 715,419 units)	-	393,129,657
Redemption of Nil units (2021: 672,438 units)	-	368,129,657
Shirazi Investments (Private) Limited (Group Company)		
Issue of Nil units (2021: 1,344,510 units)	-	769,444,774
Atlas Honda Limited (Group Company)		
Issue of 35,283 units (2021: Nil units)	17,217,643	-
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)		
Issue of Nil units (2021: 16,784 units)	-	9,149,942
Redemption of Nil units (2021: 2,606 units)	-	1,500,000
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of Group Company)		
Redemption of 4,883 units (2021: 5,545 units)	2,431,852	3,202,710
Directors and their close family members and key management personnel of the Management Company		
Issue of 1,315 units (2021: 18,251 units)	657,659	8,878,663
Redemption of 42,213 units (2021: 5,926 units)	6,720,000	5,223,732
	31 December 2022 Un-audited	30 June 2022 Audited
	----- (Rupees) -----	-----
14.6 Balances outstanding as at period / year end		
Atlas Asset Management Limited (Management Company)		
Management fee payable	7,948,580	7,958,142
Sindh sales tax payable on management fee	2,578,607	2,579,857
Federal Excise Duty payable on management fee	10,453,385	10,453,385
Accounting and operational charges payable	1,589,706	1,591,619
Outstanding 102,635 units (June 30, 2022: 102,635 units)	49,006,909	50,743,545
Central Depository Company of Pakistan Limited (Trustee)		
Trustee fee payable	402,871	400,514
Settlement charges payable	-	209,474
Sindh sales tax payable on Trustee fee	52,381	23,371
Atlas Foundation (Trust having common Director / Trustee)		
Outstanding 156,148 units (June,30 2022: 156,148 units)	74,558,687	77,200,789
Atlas Insurance Limited (Group Company)		
Outstanding 672,438 units (June 30, 2022: 672,438 units)	321,080,605	332,458,098

Atlas Islamic Stock Fund

	31 December 2022 Un-audited	30 June 2022 Audited
	----- (Rupees) -----	
14.6 Balances outstanding as at period / year end (Cont....)		
Shirazi Investments (Private) Limited (Group Company) Outstanding 1,964,413 units (June 30, 2022: 1,964,413 units)	937,982,259	971,221,110
Atlas Honda Limited (Group Company) Outstanding 330,966 units (June 30, 2022: 295,683 units)	158,032,062	146,187,982
Batools Benefit Trust (Trust having common Director / Trustee) Outstanding 118,832 units (June 30, 2022: 118,832 units)	56,740,771	58,751,468
Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of Group Company) Outstanding 108,026 units (June 30, 2022: 108,026 units)	51,581,043	53,408,897
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of Group Company) Outstanding 178,797 units (June 30, 2022: 178,797 units)	85,373,297	88,398,631
Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of Group Company) Outstanding Nil units (June 30, 2022: 4,883 units)	-	2,414,193
Directors and their close family members and key management personnel of the Management Company Outstanding 223,649 units (June 30, 2022: 264,547 units)	106,789,557	130,794,100

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

15.1 Fair value hierarchy

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

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

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As at December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

ASSETS	As at 31 December 2022			
	Un-audited			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets at 'fair value through profit or loss'				
Listed equity securities	3,659,157,741	-	-	3,659,157,741
	3,659,157,741	-	-	3,659,157,741
	----- (Rupees) -----			
ASSETS	As at 30 June 2022			
	Audited			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
Financial assets at 'fair value through profit or loss'				
Listed equity securities	3,844,668,700	-	-	3,844,668,700
	3,844,668,700	-	-	3,844,668,700

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

The fair values of all other financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

16 GENERAL

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

17 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Corporate Information

Trustee

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

Shariah Advisor

Dr. Mufti Muhammad Wasih Fasih Butt

Auditors

EY Ford Rhodes
Chartered Accountants

Legal Advisers

Bawaney & Partners

Bankers

Al-Baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited

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TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

Atlas Islamic Dedicated Stock Fund

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

To the unit holders of Atlas Islamic Dedicated Stock Fund
Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Islamic Dedicated Stock Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the six-months' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

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CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

		31 December 2022 Un-audited	30 June 2022 Audited
	Note	----- Rupees -----	----- Rupees -----
ASSETS			
Bank balances	4	8,880,426	12,256,278
Investments	5	431,468,724	465,186,709
Profit receivable on bank balances		107,241	113,146
Deferred formation cost		111,412	222,213
Advances, deposits, prepayment and other receivables		3,435,713	3,412,741
Total assets		444,003,516	481,191,087
LIABILITIES			
Payable to Atlas Asset Management Limited - Management Company	6	1,364,574	1,401,147
Payable to Central Depository Company of Pakistan Limited - Trustee	7	85,487	87,776
Payable to the Securities and Exchange Commission of Pakistan	8	48,174	87,932
Payable against purchase of investments		1,944,391	1,146,291
Accrued expenses and other liabilities	9	1,214,720	671,376
Total liabilities		4,657,346	3,394,522
NET ASSETS		439,346,170	477,796,565
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		439,346,170	477,796,565
CONTINGENCIES AND COMMITMENTS	10		
		----- Number of units -----	
NUMBER OF UNITS IN ISSUE		889,891	929,233
		----- Rupees -----	
NET ASSET VALUE PER UNIT		493.7076	514.1836

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	Note	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
		2022	2021	2022	2021
		Rupees		Rupees	
INCOME					
Profit on bank balances	4.1	857,571	374,655	580,161	200,640
Dividend income		23,433,801	12,847,514	15,640,641	9,606,994
Capital (loss) / gain on sale of investments - net		(9,469,013)	752,784	(6,382,947)	(925,963)
Net unrealised loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(21,630,578)	(20,735,858)	(12,356,535)	(7,123,179)
		(31,099,591)	(19,983,074)	(18,739,482)	(8,049,142)
Total loss for the period		(6,808,219)	(6,760,905)	(2,518,680)	1,758,492
EXPENSES					
Remuneration of Atlas Asset Management Limited - Management Company	6.1	6,625,118	4,828,727	3,302,328	2,995,160
Sindh Sales Tax on remuneration of the Management Company	6.2	861,265	627,734	429,303	389,370
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	7.1	481,827	392,410	240,169	239,612
Sindh Sales Tax on remuneration of the Trustee	7.2	62,637	51,013	31,222	31,149
Annual fee to the Securities and Exchange Commission of Pakistan	8.1	48,174	39,241	24,008	23,961
Accounting and operational charges	6.3	1,204,567	917,172	600,423	599,031
Shariah advisory fee		40,000	40,000	20,000	20,000
Auditors' remuneration		289,435	153,532	204,993	76,766
Annual listing fee		13,864	13,864	6,932	6,932
Securities transaction cost		543,765	678,415	326,215	557,695
Printing and postage charges		11,737	25,509	1,737	25,509
Legal and professional charges		100,000	53,432	-	10,500
Amortization of formation cost		110,801	112,021	54,791	56,014
Bank charges		5,035	1,299	3,169	1,299
Reversal for Sindh Workers Welfare Fund		-	(3,063,673)	-	-
Total expenses		10,398,226	4,870,696	5,245,290	5,032,998
Net loss for the period before taxation		(17,206,444)	(11,631,601)	(7,763,970)	(3,274,506)
Taxation	12	-	-	-	-
Net loss for the period after taxation		(17,206,444)	(11,631,601)	(7,763,970)	(3,274,506)
Earnings per unit	13				
Allocation of net income for the year					
- Net loss for the year after taxation		-	-	-	-
- Income already paid on units redeemed		-	-	-	-
		-	-	-	-
Accounting income available for distribution:					
-Relating to capital gains		-	-	-	-
-Excluding capital gains		-	-	-	-
		-	-	-	-

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December		For the Quarter Ended 31 December	
	2022	2021	2022	2021
	----- Rupees -----		----- Rupees -----	
Net loss for the period after taxation	(17,206,444)	(11,631,601)	(7,763,970)	(3,274,506)
Other comprehensive (loss) / income	-	-	-	-
Total comprehensive loss for the period	(17,206,444)	(11,631,601)	(7,763,970)	(3,274,506)

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

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

	Half year ended December 31,					
	2022			2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at beginning of the period	489,375,186	(11,578,621)	477,796,565	275,872,943	51,447,729	327,320,672
Issuance of units 137,243 (2021 : 365,206 units)						
- Capital value	70,568,144	-	70,568,144	217,670,777	-	217,670,777
- Element of income	681,856	-	681,856	(8,041,261)	-	(8,041,261)
Amount received on issuance of units	71,250,000	-	71,250,000	209,629,516	-	209,629,516
Redemption of 176,585 units (2021: 64,364 units)						
- Capital value	(90,797,165)	-	(90,797,165)	(38,362,521)	-	(38,362,521)
- Element of loss	(851,621)	-	(851,621)	(264,752)	-	(264,752)
Amount paid / payable on redemption of units	(91,648,786)	-	(91,648,786)	(38,627,273)	-	(38,627,273)
Total comprehensive loss for the period	-	(17,206,444)	(17,206,444)	-	(11,631,601)	(11,631,601)
Shariah non-compliant income set-aside for charity	-	(845,164)	(845,164)	-	(427,684)	(427,684)
	-	(18,051,608)	(18,051,608)	-	(12,059,285)	(12,059,285)
Net assets at the end of the period (un-audited)	468,976,400	(29,630,229)	439,346,171	446,875,186	39,388,444	486,263,630
(Accumulated loss) / undistributed income brought forward comprises of :						
- Realised income		41,030,363			18,532,020	
- Unrealised (loss) / income		(52,608,984)			32,915,709	
		(11,578,621)			51,447,729	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Undistributed (loss) / income carried forward - net		(29,630,229)			39,388,444	
(Accumulated loss) / undistributed income carried forward comprises of :						
- Realised income		39,511,499			36,725,568	
- Unrealised (loss) / income		(69,141,728)			2,662,876	
		(29,630,229)			39,388,444	
		(Rupees)			(Rupees)	
Net assets value per unit at Beginning of the period		514.1836			596.0206	
Net assets value per unit at end of the period		493.7076			572.0620	

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended 31 December	
	2022	2021
Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period before taxation	(17,206,444)	(11,631,601)
Adjustments for:		
Profit on bank balances	(857,571)	(374,655)
Dividend income	(23,433,801)	(12,847,514)
Capital loss / (gain) on sale of investments - net	9,469,013	(752,784)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	21,630,578	20,735,858
Amortization of formation cost	110,801	112,021
Provision for Sindh Workers Welfare Fund	-	(3,063,673)
	6,919,020	3,809,253
(Increase) / decrease in assets		
Decrease in receivable against sale of investments	-	6,577,228
Increase in advances, deposits, prepayment and other receivables	(22,972)	(5)
	(22,972)	6,577,223
(Decrease) / increase in liabilities		
(Decrease) / increase in payable to Atlas Asset Management Limited - Management Company	(36,573)	498,738
(Decrease) / increase in payable to the Central Depository Company of Pakistan Limited - Trustee	(2,289)	27,881
(Decrease) in payable to the Securities and Exchange Commission of Pakistan	(39,758)	(35,988)
Increase in payable against purchase of investments	798,101	2,688,426
Increase in accrued expenses and other liabilities	543,344	280,155
	1,262,825	3,459,212
Profit received on bank balances	863,475	355,260
Dividend received	23,433,801	12,540,830
Investments made during the period	(104,205,120)	(275,127,509)
Investments sold during the period	106,823,514	83,327,425
	26,915,670	(178,903,994)
Net cash generated from / (used in) operating activities	17,868,099	(176,689,907)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	71,250,000	209,629,516
Net payments against redemption of units	(91,648,786)	(43,422,273)
Shariah non-compliant income set-aside for charity	(845,165)	-
Net cash (used in) / generated form financing activities	(21,243,951)	166,207,243
Net decrease in cash and cash equivalents	(3,375,852)	(10,482,664)
Cash and cash equivalents at the beginning of the period	12,256,278	13,799,438
Cash and cash equivalents at the end of the period	4 8,880,426	3,316,774

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Dedicated Stock Fund

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 of the Fund was revised through the First, Second, Third Fourth, Fifth and Sixth supplements date 8 August 2019, 5 September 2019, 25 November 2019, 1 April 2020, 25 Nov 2021 and 14 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 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 promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. Subsequent to the year ended June 30, 2022, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ on 23 December 2022 (2021: AM2+ 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

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
 - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed shall prevail.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

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- 2.1.3** The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the un-audited condensed interim financial statements for the period ended 31 December 2021.
- 2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2022.

2.2 New / Revised Standards, Interpretations and Amendments

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

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

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

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

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

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

2.4 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.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and of the year ended 30 June 2022.

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

4 BANK BALANCES

- Profit and loss sharing accounts

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- Rupees -----	----- Rupees -----
4.1	8,880,426	12,256,278
	8,880,426	12,256,278

4.1 The rate of return on these accounts range between 13.00% to 15.00% (30 June 2022: 6.75% to 14.00%) per annum. The profit rate effective at period end on these accounts was 15.00% (30 June 2022: 11.00% to 14.00%) per annum.

5 INVESTMENTS

Financial assets at fair value through profit or loss account

- Listed equity securities

	31 December 2022	30 June 2022
	Un-audited	Audited
Note	----- Rupees -----	----- Rupees -----
5.1	431,468,724	465,186,709
	431,468,724	465,186,709

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	As at 01 July 2022	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 December 2022	Carrying cost as at 31 December 2022	Market value as at 31 December 2022	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- % age -----			
Banks										
BankIslami Pakistan Limited	-	686,000	-	-	686,000	10,424,409	9,164,960	2.12	2.09	0.06
Faysal Bank Limited	-	75,000	-	-	75,000	1,944,391	1,937,250	0.45	0.44	0.00
Meezan Bank Limited (Note 5.3)	420,851	8,500	42,935	187,000	285,286	29,346,028	28,397,353	6.58	6.46	0.02
	420,851	769,500	42,935	187,000	1,046,286	41,714,828	39,499,563	9.15	8.99	
Textile Composite										
Interloop Limited	156,850	-	4,754	45,000	116,604	6,839,273	6,605,617	1.53	1.50	0.01
Kohinoor Textile Mills Limited	135,500	-	-	4,500	131,000	6,550,000	6,189,750	1.43	1.41	0.04
Nishat Mills Limited	198,600	-	-	76,500	122,100	9,024,411	6,714,279	1.56	1.53	0.03
	490,950	-	4,754	126,000	369,704	22,413,684	19,509,646	4.52	4.44	

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Name of Investee Company	As at 01 July 2022	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 December 2022	Carrying cost as at 31 December 2022	Market value as at 31 December 2022	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- % age -----			
Cement										
Cherat Cement Company Limited	54,950	42,500	-	15,296	82,154	8,329,414	8,371,493	1.94	1.91	0.04
Pioneer Cement Limited	-	64,000	-	64,000	-	-	-	-	0.00	0.00
Fauji Cement Company Limited	883,500	75,000	119,812	25,000	1,053,312	13,270,510	12,660,810	2.93	2.88	0.04
Kohat Cement Company Limited	51,500	50,000	-	10,000	91,500	13,394,973	13,514,550	3.13	3.08	0.05
Lucky Cement Limited	55,850	3,000	-	1,500	57,350	26,538,758	25,611,363	5.94	5.83	0.02
Maple Leaf Cement Factory Limited	240,500	35,000	-	75,500	200,000	5,466,362	4,514,000	1.05	1.03	0.02
	1,286,300	269,500	119,812	191,296	1,484,316	67,000,017	64,672,216	14.99	14.73	
Refinery										
Attock Refinery Limited	42,800	21,500	-	43,000	21,300	3,319,237	3,057,828	0.71	0.70	0.02
	42,800	21,500	-	43,000	21,300	3,319,237	3,057,828	0.71	0.70	
Power Generation & Distribution										
The Hub Power Company Limited	494,500	95,000	-	150,500	439,000	29,721,548	27,692,120	6.42	6.30	0.03
K-Electric Limited (face value Rs. 3.5)	715,500	-	-	15,000	700,500	2,129,520	1,891,350	0.44	0.43	0.00
	1,210,000	95,000	-	165,500	1,139,500	31,851,068	29,583,470	6.86	6.73	
Oil & Gas Marketing Companies										
Pakistan State Oil Company Limited	101,000	34,000	-	37,000	98,000	16,989,031	14,111,020	3.27	3.21	0.02
Sui Northern Gas Pipelines Limited	160,500	150,000	-	6,500	304,000	10,068,453	11,415,200	2.65	2.60	0.05
	261,500	184,000	-	43,500	402,000	27,057,484	25,526,220	5.92	5.81	
Oil & Gas Exploration Companies										
Mari Petroleum Company Limited	24,308	2,800	-	500	26,608	46,105,519	41,161,512	9.54	9.37	0.02
Oil & Gas Development Company Limited (Note 5.3)	468,400	55,000	-	20,000	503,400	39,252,225	40,100,844	9.29	9.13	0.01
Pakistan Oilfields Limited	38,000	-	-	750	37,250	15,116,423	14,633,663	3.39	3.33	0.01
Pakistan Petroleum Limited (Note 5.3)	336,040	45,000	-	19,000	362,040	24,380,903	24,669,406	5.72	5.62	0.01
	866,748	102,800	-	40,250	929,298	124,855,070	120,565,425	27.94	27.45	
Engineering										
Aisha Steel Mills Limited	287,500	-	-	287,500	-	-	-	-	0.00	0.00
International Industries Limited	12,500	22,500	-	2,000	33,000	3,417,762	2,496,780	0.58	0.57	0.03
Ittefaq Iron Industries Limited	45,000	-	-	45,000	-	-	-	-	0.00	0.00
Mughal Iron And Steel Industries Ltd	20,875	25,000	-	10,500	35,375	2,047,869	1,708,966	0.40	0.39	0.01
	365,875	47,500	-	345,000	68,375	5,465,631	4,205,746	0.98	0.96	
Automobile Assembler										
Al-Ghazi Tractors Limited	5,000	-	-	-	5,000	1,950,850	1,590,000	0.37	0.36	0.01
Pak Suzuki Motor Company Limited	27,000	-	-	27,000	-	-	-	-	0.00	0.00
	32,000	-	-	27,000	5,000	1,950,850	1,590,000	0.37	0.36	
Automobile Parts & Accessories										
Panther Tyres Limited	87,896	-	-	6,500	81,396	2,637,230	1,686,525	0.39	0.38	0.05
Thal Limited (face value Rs. 5)	23,400	-	-	400	23,000	6,201,260	4,444,980	1.03	1.01	0.03
	111,296	-	-	6,900	104,396	8,838,490	6,131,505	1.42	1.39	
Technology & Communications										
Air Link Communication Limited	1,607	-	-	1,607	-	-	-	-	0.00	0.00
Avanceon Limited	55,000	40,000	-	1,500	93,500	7,335,908	6,173,805	1.43	1.41	0.03
Octopus Digital Limited	253	-	-	253	-	-	-	-	0.00	0.00
Systems Limited	29,000	35,000	-	2,000	62,000	23,472,331	30,003,660	6.95	6.83	0.02
	85,860	75,000	-	5,360	155,500	30,808,239	36,177,465	8.38	8.23	
Fertilizer										
Engro Fertilizers Limited	144,001	10,000	-	8,500	145,501	12,842,289	11,187,572	2.59	2.55	0.01
Engro Corporation Limited (Note 5.3)	173,200	6,000	-	34,500	144,700	37,126,319	37,912,847	8.79	8.63	0.03
Fauji Fertilizer Bin Qasim Limited	400,000	-	-	59,500	340,500	6,891,720	5,219,865	1.21	1.19	0.03
	717,201	16,000	-	102,500	630,701	56,860,328	54,320,284	12.59	12.37	
Pharmaceuticals										
Abbott Laboratories (Pakistan) Limited	11,500	-	-	10,000	1,500	981,960	694,965	0.16	0.16	0.00
Highnoon Laboratories Limited	17,252	-	-	-	17,252	9,141,317	9,318,668	2.16	2.12	0.04
The Searle Company Limited	1,500	-	-	1,500	-	-	-	-	0.00	0.00
	30,252	-	-	11,500	18,752	10,123,277	10,013,633	2.32	2.28	

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Name of Investee Company	As at 01 July 2022	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 December 2022	Carrying cost as at 31 December 2022	Market value as at 31 December 2022	Market value as a percentage of total investment	Market value as a percentage of net assets	Paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- % age -----			
Chemicals										
Engro Polymer & Chemicals Limited	165,000	82,500	-	198,000	49,500	3,553,507	2,094,840	0.49	0.48	0.01
ICI Pakistan Limited	-	7,300	-	-	7,300	5,005,915	4,690,542	1.09	1.07	0.01
	165,000	89,800	-	198,000	56,800	8,559,422	6,785,382	1.58	1.55	
Leather & Tanneries										
Service Global Footwear Limited	90,000	-	-	90,000	-	-	-	-	-	-
	90,000	-	-	90,000	-	-	-	-	-	-
Foods & Personal Care Products										
At-Tahur Limited	117,872	60,500	17,837	33,000	163,209	3,081,915	2,789,242	0.65	0.63	0.07
	117,872	60,500	17,837	33,000	163,209	3,081,915	2,789,242	0.65	0.63	
Glass & Ceramics										
Shabbir Tiles & Ceramics Limited	120,000	-	-	120,000	-	-	-	-	0.00	0.00
Tariq Glass Industries Ltd	66,000	22,500	22,125	2,500	108,125	9,199,757	7,041,100	1.63	1.60	0.06
	186,000	22,500	22,125	122,500	108,125	9,199,757	7,041,100	1.63	1.60	
Total as at 31 December 2022						453,099,300	431,468,724	100.00	98.22	
Total as at 30 June 2022						536,827,406	465,186,709			

5.2 The cost of listed equity securities as at 31 December 2022 is Rs.500,610,452 (30 June 2022: Rs.517,795,690).

5.3 The above investments include following shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with circular no. 11 dated 23 October 2007 issued by the SECP.

	31 December 2022 Un-audited	30 June 2022 Audited	31 December 2022 Un-audited	30 June 2022 Audited
	Number of shares		Market value (Rupees)	
Engro Corporation Limited	24,500	24,500	6,419,245	6,298,705
Meezan Bank Limited	37,500	37,500	3,732,750	4,236,750
Oil & Gas Development Company Limited	100,000	100,000	7,966,000	7,867,000
Pakistan Petroleum Limited	30,000	30,000	2,044,200	2,025,300
	192,000	192,000	20,162,195	20,427,755

6 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)

	Note	31 December 2022 Un-audited	30 June 2022 Audited
		----- Rupees -----	
Remuneration of the Management Company	6.1	1,040,215	1,068,099
Sindh Sales Tax payable on remuneration of the Management Company	6.2	135,228	138,850
Accounting and operational charges	6.3	189,130	194,198
		1,364,574	1,401,147

6.1 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 3.5% of average annual net assets, within allowed expense. The Management Company has charged management fee at the rate of 2.75% (2.40% from 01 July 2021 to 30 September 2021, 2.50% from 01 October 2021 to 31 December 2021 and 2.75% from 01 January 2022 to 30 June 2022) on average annual net assets. The fee is payable to the Management Company monthly in arrears.

6.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on management fee levied through Sales Tax on Services Act, 2011 during the period resulting in amount of Rs. 861,265 (2021: Rs. 627,734) and an amount of Rs. 864,887 (2021: Rs. 583,962) has been paid to the Management Company which acts as the collecting agent.

6.3 The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations

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and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019. Keeping in view, Management Company has accordingly charged expenses at the rate of 0.5% (2021: 0.4% upto 14 September 2021 and 0.5% afterwards) of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of such expenses to the Fund.

		31 December 2022	30 June 2022
		Un-audited	Audited
7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN- TRUSTEE- RELATED PARTY	Note	----- Rupees -----	
Trustee Fee	7.1	75,652	77,678
Sindh Sales tax payable on trustee fee	7.2	9,835	10,098
		85,487	87,776

7.1 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.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2022:13%) on trustee fee levied through Sales Tax on Services Act, 2011 during the period resulting in an amount of Rs. 62,637 (2021: Rs. 51,013) and an amount of Rs. 62,901 (2021: Rs. 47,806) has been paid to the trustee which acts as the collecting agent.

		31 December 2022	30 June 2022
		Un-audited	Audited
8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	----- Rupees -----	
Annual fees payable	8.1	48,174	87,932

8.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP) an amount equal to 0.02% of the average annual net assets of the Fund as annual fee.

		31 December 2022	30 June 2022
		Un-audited	Audited
9 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- Rupees -----	
Auditors' remuneration payable		329,385	272,540
Charity payable	9.1	642,180	140,490
Transaction charges payable		113,063	216,497
Withholding tax payable		53,292	21,849
Legal and professional charges payable		56,800	-
Payable to Shariah Advisor		20,000	20,000
		1,214,720	671,376

9.1 The Shariah Advisor of the Fund, has certified an amount of Rs. 845,164 (30 June 2022: Rs. 869,042) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity. The charity paid during the period amounts to Rs. 343,475.

10 CONTINGENCIES AND COMMITMENTS

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

11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 December 2022 is 4.32% (30 June 2022: 4.10%) which includes 0.43% (30 June 2022: 0.41%) 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.

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12 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 has not recorded any tax liability as the Fund has incurred a net loss during the period.

13 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.

14 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

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

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

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

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

	31 December 2022 Un-audited ----- Rupees -----	31 December 2021 Un-audited ----- Rupees -----
14.1 Transactions during the period		
Atlas Asset Management Limited (Management Company)		
Remuneration of the Management Company	6,625,118	4,828,727
Sindh Sales Tax on remuneration of the Management Company	861,265	627,734
Remuneration paid	6,653,002	4,492,022
Accounting and operational charges	1,204,567	917,172
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	481,827	392,410
Sindh Sales Tax on remuneration of the Trustee	62,637	51,013
Remuneration paid	483,852	375,793
Settlement charges	11,490	20,707
Sindh sales tax on settlement charges	1,494	2,692
Shirazi Investments (Private) Limited Employees Provident Fund		
Redemption of nil (2021: 1,717) units	-	1,000,000
Atlas Aggressive Allocation Islamic Plan		
Issuance of 12,476 (2021: nil) units	6,550,000	-
Redemption of nil (2021: 7,288) units	-	4,350,000
Atlas Moderate Allocation Islamic Plan		
Issuance of 77,150 (2021: nil) units	40,200,000	-
Redemption of nil (2021: 5,023) units	-	3,000,000
Atlas Conservative Allocation Islamic Plan		
Issuance of 42,647 (2021: nil) units	22,000,000	-
Redemption of nil (2021: 6,697) units	-	4,000,000

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	31 December 2022 Un-audited ----- Rupees -----	31 December 2021 Un-audited ----- Rupees -----
14.1 Transactions during the period (Cont....)		
Atlas Islamic Capital Preservation Plan Redemption of nil (2021: 43,639) units	-	26,277,273
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company) Issuance of 4,970 (2021:17,005) units Redemption of 176,585 (2021: nil) units	2,500,000 91,648,782	9,629,516 -
	31 December 2022 Un-audited ----- Rupees -----	30 June 2022 Audited ----- Rupees -----
14.2 Balances as at period / year end		
Atlas Asset Management Limited (Management Company) Remuneration payable to the Management Company Sindh Sales Tax payable on remuneration of the management company Accounting and operational charges payable	1,040,215 135,228 189,130	1,068,099 138,850 194,198
Central Depository Company of Pakistan Limited (Trustee) Remuneration of the Trustee Sindh sales tax payable on remuneration of the Trustee	75,652 9,835	77,678 10,098
Shirazi Investments (Private) Limited Employee Provident Fund Outstanding 6,964 (30 June 2022: 6,964) units	3,438,199	3,580,794
Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company) Outstanding nil (30 June 2022: 171,615) units	-	88,241,687
Atlas Aggressive Allocation Islamic Plan* Outstanding 194,975 (30 June 2022: 182,499) units	96,260,511	93,837,985
Atlas Moderate Allocation Islamic Plan* Outstanding 221,229 (30 June 2022: 144,079) units	109,222,463	74,083,073
Atlas Conservative Allocation Islamic Plan* Outstanding 118,522 (30 June 2022: 75,875) units	58,515,189	39,013,483
Atlas Islamic Capital Preservation Plan II* Outstanding 348,202 (30 June 2022: 348,202) units	171,909,758	179,039,534

14.3 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.

* These parties are also holding more than 10% of the Fund Units.

15 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.

Atlas Islamic Dedicated Stock Fund

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.

15.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- 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 in on Pakistan Stock Exchange Limited (Level 1).

Remaining financial assets and liabilities are short term receivables and payable for which carrying amount is a reasonable approximation of its fair value.

16 GENERAL

16.1 This condensed interim financial information is unaudited and has been reviewed by the auditors. Furthermore, the figures for the quarter ended December 31, 2022 and December 31, 2021 as reported in this condensed interim financial information has not been subject to limited scope review by the auditors.

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

17 DATE OF AUTHORISATION FOR ISSUE

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

**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 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
Allied Bank Limited - Islamic Banking
Bank Al Habib Limited - Islamic Banking
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
MCB Bank Limited - Islamic Banking

Atlas Islamic Fund of Fund

TRUSTEE REPORT TO THE UNIT HOLDERS

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

We, Central Depository Company of Pakistan Limited, being the Trustee of 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 six months period ended December 31, 2022 in accordance with the provisions of the following:

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

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi, February 28, 2023

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO UNIT HOLDERS

**To the unit holders of Atlas Islamic Fund of Fund
Report on review of Interim Financial Statements**

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Atlas Islamic Fund of Fund** (the Fund) as at 31 December 2022 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of movement in unit holders' Fund together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the sixmonths' period then ended. The Management Company (Atlas Asset Management Limited) is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2021 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-month period ended 31 December 2022.

Scope of review

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

Conclusion

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

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

Karachi: 28 February 2023

EY Ford Rhodes
Chartered Accountants

Engagement Partner: Arslan Khalid

Atlas Islamic Fund of Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 DECEMBER 2022

	31 December 2022 (Un Audited)						30 June 2022 (Audited)					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Total
ASSETS	Rupees											
Bank balances	12,610,547	16,736,369	12,562,140	48,922	1,669,922	43,627,900	10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	41,207,109
Investments - net	133,312,584	214,891,840	234,098,296	-	478,991,050	1,061,293,770	121,379,174	130,479,243	143,713,949	26,217,036	470,286,912	892,076,314
Profit receivable on deposit with banks	164,696	216,671	167,566	12,946	89,894	651,773	134,644	126,348	161,179	38,126	38,662	498,959
Other receivables	20,872	18,779	20,034	-	47,864	107,549	12,834	9,063	28,350	19,166	20,192	89,605
Deferred Formation cost	27,642	27,643	27,645	-	-	82,930	56,055	56,055	56,055	-	-	168,165
Total assets	146,136,341	231,891,302	246,875,681	61,868	480,798,730	1,105,763,922	132,571,052	141,068,677	157,090,800	29,741,362	473,568,261	934,040,151
LIABILITIES	Rupees											
Payable to Atlas Asset Management Company - Management Company	33,308	49,376	47,609	-	70,849	201,142	28,591	28,702	33,236	6,936	68,765	166,231
Payable to the Central Depository Company of Pakistan Limited - Trustee	9,867	15,588	16,540	-	32,284	74,279	8,402	8,936	9,910	1,895	30,711	59,853
Payable to the Securities and Exchange Commission of Pakistan	14,240	17,603	19,236	743	48,293	100,115	26,147	27,182	28,731	5,632	79,579	167,270
Accrued expenses and other liabilities	89,209	82,723	83,459	61,125	88,536	405,052	42,910	43,076	649,524	60,924	869,781	1,666,215
Total liabilities	146,624	165,291	166,844	61,868	239,963	780,588	106,050	107,896	721,400	75,387	1,048,836	2,059,568
NET ASSETS	145,989,717	231,726,011	246,708,837	-	480,558,767	1,104,983,332	132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	931,980,583
UNIT HOLDER'S FUND (AS PER STATEMENT ATTACHED)	145,989,717	231,726,011	246,708,837	-	480,558,767	1,104,983,332	132,465,002	140,960,781	156,369,400	29,665,975	472,519,425	931,980,583
NUMBER OF UNITS IN ISSUE	265,632	404,081	417,932	-	934,872	239,308	248,702	275,673	59,332	945,264	239,308	945,264
NET ASSET VALUE PER UNIT	549,5942	573,4649	590,3092	-	514,0370	553,5324	566,7870	567,2287	500,0000	499,8810	500,0000	500,0000
FACE VALUE PER UNIT	500.00	500.00	500.00	-	500.00	500.00	500.00	500.00	500.00	500.00	500.00	500.00
Contingencies and commitments	10											

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Iftekhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the half year ended 31 December 2022		For the period from 01 July 2022 to 31 December 2022		For the half year ended 31 December 2021		For the period from 01 September 2021 to 31 December 2021		For the period from 01 July 2021 to 31 August 2021				
	2022	2022	2022	2022	2021	2021	2021	2021	2021	2021			
INCOME													
Profit on deposits with banks	912,162	1,005,589	919,329	41,119	219,804	3,100,983	320,173	174,832	101,345	119,985	100,341	(114,245)	702,431
Dividend income	45,665	854,814	2,869,059	-	20,549,436	24,318,974	-	-	-	-	6,845,765	-	6,845,765
Bank End Load	-	-	-	-	132,415	132,415	-	-	-	-	-	-	-
Capital gain on sale of investments at fair value through income statement - net	-	-	2,109,266	432,570	-	2,541,836	123,675	184,143	224,809	-	1,058,280	8,537,771	10,128,678
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets' at fair value through profit or loss'	(1,962,255)	(842,217)	1,506,022	-	(6,845,298)	(8,143,748)	(2,459,431)	(540,704)	2,271,544	(946,780)	(807,116)	-	(688,927)
	(1,962,255)	(842,217)	3,615,288	432,570	(6,845,298)	(5,601,912)	(2,335,756)	(356,561)	2,496,353	946,780	291,164	8,537,771	9,539,751
	(1,004,428)	1,021,166	7,403,676	473,689	14,056,357	21,950,460	(2,015,583)	(181,729)	2,597,698	1,066,765	7,197,270	8,423,526	17,087,947
EXPENDITURE													
Remuneration to Atlas Asset Management Company - Management Company	62,651	68,802	63,601	3,933	8,526	207,813	45,120	21,903	15,652	16,474	13,083	14,537	126,768
Sindh sales tax on remuneration of the Management Company	8,145	8,945	8,288	512	1,147	27,017	5,966	2,847	2,034	2,142	1,700	1,890	16,479
Accounting & Operational charges	121,036	149,622	163,508	6,315	410,495	850,976	112,914	116,477	121,316	23,719	271,153	71,861	717,240
Remuneration to the Central Depository Company of Pakistan Limited	49,838	61,609	67,327	2,599	169,027	350,400	46,494	47,961	49,953	9,770	11,651	59,445	325,274
Sindh sales tax on remuneration of the Trustee	6,479	8,008	7,522	338	8,752	21,973	6,004	6,234	6,494	1,270	1,415	7,728	42,285
Annual fee - Securities and Exchange Commission of Pakistan	14,240	17,603	19,236	743	48,293	100,115	13,284	13,703	14,272	2,791	31,900	16,984	92,933
Auditor's remuneration	92,338	90,927	88,161	3,466	30,271	301,697	21,951	22,088	23,626	4,621	52,557	110,573	110,573
Annualization of preliminary expenses and floatation costs	28,411	28,411	28,411	-	-	85,233	28,258	28,257	28,257	-	-	112,108	196,880
Annual Listing fee	3,466	3,466	3,466	-	3,466	3,467	2,175	2,185	2,337	457	5,201	-	12,354
Printing charges	496	528	584	-	1,859	3,467	8,693	8,692	8,692	12,317	3,370	-	38,394
Legal and Professional Charges	11,960	11,960	11,960	9,174	57,014	57,014	8,111	8,357	8,567	3,370	2,100	23,186	53,691
Sharex advisory fee	12,500	12,500	12,500	-	12,500	50,000	11,668	7,252	7,756	1,517	17,257	-	45,450
Bank charges	1,523	1,263	2,915	-	586	6,287	446	410	532	116	1,008	156	2,668
(Reversal) / Provision of Sindh Workers' Welfare Fund	-	-	-	-	-	-	(761,966)	(763,954)	(693,415)	(68,949)	-	(2,028,833)	(4,316,953)
Net (loss) / income for the period before taxation	(1,417,511)	557,521	6,924,986	450,075	13,335,954	19,851,025	(1,564,672)	295,799	3,001,622	1,057,047	6,675,146	10,159,163	19,624,106
Taxation	-	-	-	-	-	-	(1,564,672)	295,799	3,001,622	1,057,047	6,675,146	10,159,163	19,624,106
Net (loss) / income for the period after taxation	(1,417,511)	557,521	6,924,986	450,075	13,335,954	19,851,025	(1,564,672)	295,799	3,001,622	1,057,047	6,675,146	10,159,163	19,624,106
Earning Per unit													
Allocation of net income for the period:													
Net income for the period after taxation	-	557,521	6,924,986	450,075	13,335,954	19,851,025	-	295,799	3,001,622	1,057,047	6,675,146	10,159,163	19,624,106
Income already paid on units redeemed	-	(178)	(36,537)	-	(101,989)	-	-	-	(4,683)	-	-	(10,159,163)	-
Accounting income available for distribution:													
- Relating to capital gains	-	557,343	3,615,288	432,570	-	-	-	-	2,496,353	946,780	251,164	-	-
- Excluding capital gains	-	557,343	3,273,161	17,505	13,233,965	-	-	295,799	5,003,586	1,057,047	6,423,982	-	-
	-	557,343	6,888,449	450,075	13,233,965	-	-	2,996,939	1,057,047	6,675,146	-	-	-

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Fund

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 31 DECEMBER 2022

	For the Quarter Ended 31 December 2022			For the period from 01 July 2022 to 15 August 2022			For the Quarter Ended December 31, 2022			For the Quarter Ended December 2021		
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Total
INCOME												
Profit on deposits with banks	464,296	590,057	487,144	-	136,043	1,677,540	208,015	93,645	71,112	63,144	83,347	519,262
Dividend income	45,665	854,814	2,869,059	-	10,638,173	14,407,712	-	-	-	-	5,489,681	5,489,681
Capital gain on sale of investments at fair value through income statement - net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	-	-	2,109,266	-	(132,415)	1,976,851	116,874	177,342	215,075	-	-	509,291
Net (loss) / income	(987,274)	(1,247,512)	(1,094,089)	-	(3,246,393)	(6,575,268)	(427,679)	155,012	1,086,796	388,609	(807,116)	405,622
	(987,274)	(1,247,512)	1,015,177	-	(3,378,808)	(4,598,417)	(310,805)	332,354	1,301,872	398,609	(807,116)	914,914
	(477,312)	197,359	4,371,380	-	7,395,408	11,486,835	(102,790)	425,999	1,372,983	481,753	4,765,912	6,923,957
EXPENDITURE												
Remuneration to Atlas Asset Management Company - Management Company	31,567	39,529	33,948	-	4,024	109,086	23,702	11,771	8,630	8,103	9,940	62,146
Sindh Sales Tax on remuneration of the Management Company	4,105	5,139	4,413	-	523	14,179	3,082	1,530	1,122	1,054	1,301	8,089
Accounting & Operational charges	62,214	86,972	95,612	-	206,399	451,197	55,985	58,013	60,874	11,947	205,189	392,007
Remuneration of The Central Depository Company of Pakistan Limited	25,617	35,812	39,370	-	84,987	185,786	23,053	23,887	25,065	4,923	84,499	161,427
Sindh Sales Tax on remuneration of the Trustee of Pakistan	3,330	4,656	5,118	-	11,048	24,153	2,997	3,104	3,259	640	10,974	20,974
Annual fee to Securities and Exchange Commission of Pakistan	7,319	10,232	11,248	-	24,282	53,081	6,587	6,825	7,161	1,406	24,140	46,119
Auditors' remuneration	80,856	78,625	74,839	-	14,128	225,558	7,127	8,252	7,831	1,541	8,419	76,475
Authorization of preliminary expenses and lodalation costs	14,129	14,129	14,129	-	(8,763)	42,387	14,130	14,128	14,129	1,772	5,200	42,387
Annual listing fee	2,429	2,353	2,633	-	(69)	6,988	7,005	7,333	7,733	152	12,317	7,563
Printing charges	496	528	584	-	(89)	3,468	8,693	8,692	8,692	12,317	2,100	38,384
Legal and professional charges	(16,680)	(16,680)	(16,680)	-	1,859	(66,721)	2,100	2,099	2,099	2,099	17,257	10,498
Shareah advisory fee	8,730	8,461	8,126	-	(316)	25,002	6,791	2,436	2,570	506	17,257	29,559
Bank charges	757	579	870	-	588	2,792	446	411	532	116	1,008	2,513
Total expenses	224,869	270,337	273,841	-	307,891	1,076,938	155,366	141,049	142,735	44,804	41,166	889,150
Net (loss) / income for the period before taxation	(702,181)	(72,978)	4,097,539	-	7,087,517	10,409,897	(258,187)	294,951	1,230,248	416,948	4,351,746	6,025,707
Taxation												
Net (loss) / income for the period after taxation	(702,181)	(72,978)	4,097,539	-	7,087,517	10,409,897	(258,187)	294,951	1,230,248	416,948	4,351,746	6,025,707
Earning per unit												
Allocation of net income for the period: -Net income for the period after taxation -Income already paid on Units redeemed	-	-	4,097,539	-	7,087,517	10,409,897	-	294,951	1,230,248	416,948	4,351,746	6,025,707
Accounting income / (loss) available for distribution:												
-Relating to capital gains	-	-	2,109,266	-	-	-	-	332,354	1,301,872	398,609	-	509,291
-Excluding capital gains	-	-	1,951,736	-	6,985,528	6,985,528	-	(47,404)	3,145,913	(99,730)	4,351,746	5,489,681
	-	-	4,061,002	-	6,985,528	6,985,528	-	294,951	4,447,785	328,879	4,351,746	6,025,707

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the half year ended 31 December 2022					For the half year ended 31 December 2021				
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan (Note 1.3)	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Total
Net (loss) / income for the period	(1,417,511)	557,521	6,924,986	450,075	19,851,025	(1,564,672)	295,799	3,001,622	1,057,047	19,624,106
Other Comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive (loss) / Income for the period	(1,417,511)	557,521	6,924,986	450,075	19,851,025	(1,564,672)	295,799	3,001,622	1,057,047	19,624,106

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

Atlas Islamic Fund of Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 31 DECEMBER 2022

	For the period from				For the Half				For the Quarter Ended 31 December 2021				
	01 July 2022		Year Ended		31 December		2021		01 July 2022		to 15 August		
	2022		2022		2022		2022		2021		2021		
	Ruppes				Ruppes				Ruppes				
Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	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	
Net (loss) / income for the period	(702,181)	(72,978)	4,097,539	-	7,087,517	10,409,897	(258,187)	284,951	1,230,248	416,948	4,351,746	-	6,025,707
Other Comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(702,181)	(72,978)	4,097,539	-	7,087,517	10,409,897	(258,187)	284,951	1,230,248	416,948	4,351,746	-	6,025,707

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

Half Yearly Report 2022-23

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Aggressive Allocation Islamic Plan		Moderate Allocation Islamic Plan		Conservative Allocation Islamic Plan		Islamic Dividend Plan (Note 1.3)		Islamic Capital Preservation Plan - II							
	For the half year ended 31 December 2022		For the half year ended 31 December 2022		For the half year ended 31 December 2022		For the half year ended 31 December 2022		For the half year ended 31 December 2022		Total					
Capital Value	Undistributed Income / (Accumulated loss)	Total	Capital Value	Undistributed Income / (Accumulated loss)	Total	Capital Value	Undistributed Income / (Accumulated loss)	Total	Capital Value	Undistributed Income / (Accumulated loss)	Total					
(Rupees)																
Net assets at the beginning of the period	121,838,533	10,626,669	132,465,002	125,711,452	15,249,328	140,960,780	140,463,357	15,806,043	156,389,400	29,665,975	-	29,665,975	472,520,288	(663)	472,519,425	931,980,582
Issue of units:																
27,770 units (Aggressive Allocation Islamic Plan)																
153,586 units (Moderate Allocation Islamic Plan)																
148,639 units (Conservative Allocation Islamic Plan)																
783 units (Islamic Dividend Plan)																
NI units (Islamic Capital Preservation Plan - II)																
- Capital value (at net asset value per unit at the beginning of the period)	15,371,595	-	15,371,595	88,076,433	-	88,076,433	84,425,762	-	84,425,762	382,409	-	382,409	-	-	-	188,256,189
- Element of income	385,921	-	385,921	2,141,077	-	2,141,077	2,757,832	-	2,757,832	153	-	153	-	-	-	5,284,983
Total proceeds on issuance of units	15,757,516	-	15,757,516	90,217,510	-	90,217,510	87,183,594	-	87,183,594	382,562	-	382,562	-	-	-	193,541,172
Redemption of units:																
1,446 units (Aggressive Allocation Islamic Plan)																
7,474 units (Moderate Allocation Islamic Plan)																
6,580 units (Conservative Allocation Islamic Plan)																
80,097 units (Islamic Dividend Plan)																
NI units (Islamic Capital Preservation Plan - II)																
- Capital value (at net asset value per unit at the beginning of the period)	(800,408)	-	(800,408)	(9,635)	-	(9,635)	(3,732,365)	-	(3,732,365)	(30,041,348)	-	(30,041,348)	(5,194,363)	-	(5,194,363)	(39,276,119)
- Element of income	(14,882)	-	(14,882)	13	(1,781)	(1,855)	(2,311)	(36,537)	(36,788)	(7,189)	-	(7,189)	(289)	-	(101,989)	(102,249)
Total payments on redemption of units	(815,290)	-	(815,290)	(9,622)	(1,781)	(9,800)	(3,732,596)	(36,537)	(3,769,153)	(30,048,537)	-	(30,048,537)	(5,194,653)	-	(5,296,612)	(39,538,372)
Intram distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(450,075)
Total comprehensive (loss) / income for the period	(1,417,511)	(1,417,511)	9,209,168	15,806,671	231,726,011	223,914,345	6,924,986	6,924,986	450,075	450,075	467,325,666	13,335,954	13,335,954	1,104,983,332	19,851,025	
Net assets at the end of the period	136,780,558	9,209,168	145,989,717	215,919,240	15,806,671	231,726,011	223,914,345	22,794,492	246,709,837	-	-	467,325,666	13,335,954	13,335,954	1,104,983,332	
Undistributed Income / (accumulated loss) brought forward	(110,752,505)	(110,752,505)	121,979,174	(115,229,915)	(127,807,906)	143,713,949	15,906,043	(127,807,906)	-	-	(20,961,044)	(863)	(20,961,044)	(863)	(20,961,044)	(39,538,372)
- Realised (loss) / income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Unrealised gain / (loss)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounting income available for distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Relating to capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	(1,417,511)	(1,417,511)	9,209,168	15,806,671	22,794,492	246,709,837	6,888,449	6,888,449	450,075	450,075	467,325,666	13,283,965	13,283,965	1,104,983,332	19,851,025	
Undistributed Income carried forward	9,209,168	9,209,168	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Undistributed Income carried forward	11,171,413	11,171,413	(9,842,217)	16,648,888	21,288,470	20,078,399	(6,845,299)	20,078,399	13,283,101	13,283,101	439,881,0	574,037,0	574,037,0	1,104,983,332		
- Realised income	9,209,168	9,209,168	566,787,0	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9
- Unrealised (loss) / income	553,532,4	553,532,4	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9	573,343,9
Net asset value per unit at the beginning of the period	121,838,533	10,626,669	132,465,002	125,711,452	15,249,328	140,960,780	140,463,357	15,806,043	156,389,400	29,665,975	-	29,665,975	472,520,288	(663)	472,519,425	931,980,582
Net asset value per unit at the end of the period	136,780,558	9,209,168	145,989,717	215,919,240	15,806,671	231,726,011	223,914,345	22,794,492	246,709,837	-	-	467,325,666	13,335,954	13,335,954	1,104,983,332	

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the Half Year Ended December 31, 2022						For the Half Year Ended December 31, 2021															
	Aggressive Allocation Islamic Plan		Moderate Allocation Islamic Plan		Conservative Allocation Islamic Plan		Islamic Dividend Plan (Note 1.3)		Islamic Capital Preservation Plan - II		Total	Aggressive Allocation Islamic Plan		Moderate Allocation Islamic Plan		Conservative Allocation Islamic Plan		Islamic Dividend Plan		Islamic Capital Preservation Plan - II		Total
CASH FLOWS FROM OPERATING ACTIVITIES	Rupees																					
Net (loss) / income for the period after taxation	(1,417,511)	557,521	6,924,986	450,075	13,335,954	19,851,025	(1,564,672)	295,799	3,001,622	1,057,047	6,675,146	10,159,163	19,624,105									
Adjustments for:	Rupees																					
Profit on deposits with banks	(912,162)	(1,008,569)	(919,329)	(41,119)	(219,804)	(3,100,983)	(320,173)	(174,832)	(101,345)	(119,985)	(100,341)	114,245	(702,431)									
Gain on sale of investments at fair value through income statement - net	-	-	(2,109,286)	(432,570)	-	(2,541,836)	(123,675)	(184,143)	(224,809)	-	(1,058,280)	(8,537,771)	(10,128,678)									
Net unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at fair value through profit or loss	1,982,255	842,217	(1,506,022)	-	6,845,298	8,143,748	2,459,431	540,704	(2,271,544)	(946,780)	807,116	-	588,927									
(Reversal) / Provision for Sindh Workers Welfare Fund	-	-	-	-	-	-	(761,966)	(763,894)	(693,415)	(68,845)	-	-	(2,288,120)									
(Decrease) / Increase in assets	(367,418)	391,169	2,390,370	(23,613)	19,961,448	22,351,953	(311,055)	(286,366)	(289,490)	(78,563)	6,323,641	1,735,637	7,093,803									
Other receivables	(8,038)	(9,716)	8,316	19,166	(27,672)	(17,944)	(1,458)	(1,517)	(7,512)	52,347	(25,573)	(20)	16,267									
Deferred Formation cost	28,413	28,412	28,410	-	-	85,234	28,258	28,257	28,257	-	-	112,109	196,881									
	20,375	18,696	36,725	19,166	(27,672)	67,290	26,600	26,740	20,745	52,347	(25,573)	112,089	213,148									
(Increase) / Decrease in liabilities	Rupees																					
Payable to Atlas Asset Management Company - Management Company	4,717	20,674	14,372	(6,936)	2,084	34,911	(12,088)	1,430	(17,750)	2,209	81,756	(81,082)	(25,526)									
Payable to Central Depository Company of Pakistan Limited - Trustee	1,465	6,653	6,631	(1,395)	1,573	14,427	64	(9)	112	116	32,008	(33,046)	(755)									
Payable to the Securities and Exchange Commission of Pakistan	(11,907)	(9,579)	(9,494)	(4,889)	(31,286)	(67,155)	(10,592)	(12,226)	(13,441)	(2,648)	31,900	(82,733)	(89,740)									
Payable to unitholders	-	-	-	-	-	-	-	-	-	-	-	-	-									
Accrued expenses and other liabilities	46,299	39,647	(566,065)	201	(781,245)	(1,261,163)	(3,671,831)	(3,963,053)	(5,807,916)	740	62,719	(15,440,502)	(28,819,843)									
	40,574	57,395	(554,556)	(13,517)	(808,673)	(1,276,980)	(3,694,447)	(3,973,859)	(5,638,995)	418	208,363	(15,598,285)	(28,896,788)									
Interest received	882,110	918,247	912,940	66,298	168,571	2,948,167	253,190	157,725	75,493	61,743	70,187	78,063	696,400									
Investments - net	(13,895,663)	(85,254,813)	(86,769,057)	26,649,606	(15,549,436)	(174,819,366)	9,010,000	8,400,000	13,244,998	-	(474,807,204)	515,676,387	71,504,159									
	(13,013,553)	(84,336,567)	(85,856,117)	26,715,904	(15,380,865)	(171,871,199)	9,263,190	8,557,725	13,320,492	61,743	(474,737,077)	515,754,430	72,200,561									
Net cash generated from / (used in) operating activities	(13,320,023)	(83,869,307)	(83,983,578)	26,697,339	3,744,037	(150,730,936)	5,284,489	4,324,241	7,192,750	35,943	(468,230,566)	502,003,871	50,610,725									

Atlas Islamic Fund of Fund

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...) FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	For the half year ended December 31, 2022					For the half year ended December 31, 2021							
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	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 - I	Total
Receipts against issuance of units	15,757,515	90,217,509	87,183,584	382,561	-	193,541,169	3,000,979	1,007,613	1,537,416	998,308	472,132,807	-	478,677,123
Payments against redemption of units	(815,290)	(9,800)	(3,769,133)	(30,048,537)	(5,296,612)	(39,939,372)	(922)	-	(251,830)	(100,645)	-	(505,929,540)	(506,282,937)
Distribution paid	-	-	-	(450,075)	-	(450,075)	-	-	-	(1,057,047)	-	-	(1,057,047)
Net cash generated / (used in) from financing activities	14,942,225	90,207,709	83,414,451	(30,116,052)	(5,296,612)	153,151,723	3,000,057	1,007,613	1,285,586	(159,386)	472,132,807	(505,929,540)	(28,662,861)
Net increase / (decrease) in cash and cash equivalents	1,622,202	6,338,402	(569,127)	(3,418,112)	(1,552,574)	2,420,787	8,284,545	5,331,854	8,478,336	(123,442)	3,902,240	(3,925,669)	21,947,863
Cash and cash equivalents at the beginning of the period	10,988,345	10,397,967	13,131,287	3,467,034	3,222,496	41,207,109	4,258,055	3,920,135	554,548	3,260,822	-	3,951,358	15,944,918
Cash and cash equivalents at the end of the period	12,610,547	16,736,369	12,562,140	48,922	1,669,922	43,627,900	12,542,600	9,251,989	9,032,884	3,137,380	3,902,240	25,689	37,892,781

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

For Atlas Asset Management Limited
(Management Company)

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
Chairman

Tariq Amin
Director

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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 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 of the Fund 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 1.7. 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 compliant mutual funds in line with the risk tolerance of the investor. The Management Company has appointed Dr. Mufti Muhammad Wasie Fasin 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 period Atlas Islamic Daily Dividend Plan, having maturity of 41 Months from the close of subscription period the (i.e. subscription period from 7 January 2019 to 28 February 2019), matured on August 15, 2022. In accordance with the offering document of the Fund, after maturity, the Trustee shall refund the net proceeds in accordance with the procedures laid down in the NBFC regulation, in proportion of the units held by the unitholder at the date of revocation. The condensed interim financial statements of AIDP have not been prepared on going concern basis. Therefore, the assets and liabilities of AIDP are measured at lower of their carrying amount and fair value less cost to sell.

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

Atlas Aggressive Allocation Islamic Plan (AAAIIP)

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 (AMAIIP)

The "Moderate Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide a mix of capital appreciation and stable returns. It shall invest at least 45% 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 save for medium to long term.

Atlas Islamic Fund of Fund

Atlas Conservative Allocation Islamic Plan (ACAIP)

The "Conservative Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide stable returns. It shall invest at least 20% 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 Jhara 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 the Unit holders 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 promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.

1.7 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (2021-AM2+) on 23 December 2022. 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

2.1.1 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;

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- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2022.

2.1.3 The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2022; whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the Half year ended 31 December 2021.

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

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, 2022 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
Definition of Accounting Estimates - Amendments to IAS 8	January 01, 2023
Disclosure of Accounting Policies -	January 01, 2023
Amendments to IAS 1 and IFRS Practice Statement 2 Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12	January 01, 2023
Classification of liabilities as current or non-current - Amendment to IAS 1	January 01, 2024
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16	January 01, 2024
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized

Atlas Islamic Fund of Fund

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.

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

Standards

IASB Effective date (annual periods beginning on or after)

IFRS 1 - First-time Adoption of International Financial Reporting Standards

01 July 2009

IFRS 17 – Insurance Contracts

01 January 2023

2.4 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.

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2022.

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

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

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

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4 BANK BALANCES

Profit and loss sharing accounts

Note

31 December 2022 (Un Audited)

Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
12,610,547	16,736,369	12,562,140	48,922	1,669,922	43,627,900
12,610,547	16,736,369	12,562,140	48,922	1,669,922	43,627,900

Rupees

30 June 2022 (Audited)

Profit and loss sharing accounts

4.1

4.1 These carry interest rate ranging between 13.00% to 15.50% (30 June 2022: 6.75% to 15.00%) per annum. The profit rate effective at period end on these accounts ranges between 14.00% to 15.50% (30 June 2022: 14.5% to 15.00%).

10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	41,207,109
10,988,345	10,397,967	13,131,267	3,467,034	3,222,496	41,207,109

Rupees

31 December 2022 (Un Audited)

5 INVESTMENTS - NET

At fair value through profit or loss - Held for Trading

Units of Mutual Funds - listed

Note

5.1

133,312,584	214,891,840	234,098,296	-	478,991,050	1,061,293,770
133,312,584	214,891,840	234,098,296	-	478,991,050	1,061,293,770

30 June 2022 (Audited)

Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
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

Rupees

Units of Mutual Funds - listed

Atlas Islamic Fund of Fund

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 2022	Purchases during the period	Sold during the period	As at 31 December 2022	Carrying Value as at 31 December 2022	Market Value as at 31 December 2022	Appreciation/ (diminution) as at 31 December 2022	Market Value as a % of total investment of Plan	Market Value as a % of net assets of Plan	
	Number of shares				Rupees					percentage
Atlas Aggressive Allocation Islamic Plan										
Atlas Islamic Income Fund	54,316	9,700	-	64,017	32,541,198	34,703,970	2,162,772	26.03	23.77	
Atlas Islamic Money Market Fund	-	4,671	-	4,671	2,345,665	2,337,719	(7,946)	1.75	1.60	
Atlas Islamic Dedicated Stock Fund	182,499	12,476	-	194,975	100,387,976	96,270,895	(4,117,081)	72.21	65.94	
	236,816	26,848	-	263,662	135,274,839	133,312,584	(1,962,255)	100.00	91.32	
Atlas Moderate Allocation Islamic Plan										
Atlas Islamic Income Fund	111,223	11,641	-	122,864	62,396,183	66,605,574	4,209,391	30.99	28.74	
Atlas Islamic Money Market Fund	-	78,036	-	78,036	39,054,814	39,052,025	(2,789)	18.17	16.85	
Atlas Islamic Dedicated Stock Fund	144,079	77,150	-	221,229	114,283,060	109,234,241	(5,048,819)	50.83	47.14	
	255,303	166,827	-	422,129	215,734,057	214,891,840	(842,217)	100.00	92.74	
Atlas Conservative Allocation Islamic Plan										
Atlas Islamic Income Fund	206,488	4,656	99,343	111,801	56,709,744	60,608,243	3,898,499	25.89	24.57	
Atlas Islamic Money Market Fund	-	229,738	-	229,738	114,869,059	114,968,559	99,500	49.11	46.60	
Atlas Islamic Dedicated Stock Fund	75,875	42,647	-	118,522	61,013,471	58,521,494	(2,491,977)	25.00	23.72	
	282,362	277,042	99,343	460,061	232,592,274	234,098,296	1,506,022	100.00	94.89	
Atlas Islamic Dividend Plan										
Atlas Islamic Income Fund	51,705	-	51,705	-	-	-	-	-	-	
	51,705	-	51,705	-	-	-	-	-	-	
Atlas Islamic Capital Preservation Plan - II										
Atlas Islamic Dedicated Stock Fund	348,202	-	-	348,202	179,039,534	171,928,318	(7,111,216)	35.89	35.78	
Atlas Islamic Money Market Fund	582,496	41,098	10,000	613,594	306,796,814	307,062,732	266,918	64.11	63.90	
	930,697	41,099	10,000	961,796	485,836,348	478,991,050	(6,845,298)	100.00	99.67	
Total as at 31 December 2022	1,756,883	511,816	161,048	2,107,649	1,069,437,518	1,061,293,770	(8,143,748)			
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)			

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6 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - Management Company - Related Party

		31 December 2022 (Un Audited)					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Remuneration of the Management Company	6.1	10,714	14,046	10,674	-	1,296	36,730
Sindh Sales Tax on remuneration of the Management Company	6.2	1,393	1,826	1,387	-	168	4,774
Front and backend load payable to the Management Company		-	-	-	-	-	-
Accounting and operational charges		21,201	33,504	35,548	-	69,385	159,638
		33,308	49,376	47,609	-	70,849	201,142

30 June 2022 (Audited)

		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Remuneration of the Management Company	6.1	9,304	8,405	10,566	2,533	2,444.80	33,253
Sindh Sales Tax on remuneration of the Management Company	6.2	1,210	1,092	1,373	329	317.69	4,322
Front and backend load payable to the Management Company		23	-	-	-	-	23
Accounting and operational charges		18,055	19,205	21,298	4,074	66,003	128,633
		28,591	28,702	33,236	6,936	68,765	166,231

6.1 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 a maximum 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. The management company has charged management fee at a rate of 1% (2021: 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. The fee is payable to the Management Company monthly in arrears.

Atlas Islamic Fund of Fund

6.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011, during the period an amount of Rs.27,017 (2021: Rs. 16,481) was charged and an amount of Rs.26,565 (2021: Rs. 15,403) has been paid to the Management Company which acts as a collecting agent.

6.3 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. Keeping in view, Management Company has accordingly charged expenses at the rate of 0.17% of the average annual net assets of the Fund from 01 July 2022 to 31 December 2022 for allocation of such expenses to the Fund.

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

31 December 2022 (Un Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Trustee fee	8,731	13,795	14,637	-	28,571	65,734
Sindh sales tax payable on trustee fee	1,135	1,793	1,903	-	3,714	8,545
	9,867	15,588	16,540	-	32,284	74,279

30 June 2022 (Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Trustee fee	7,435	7,908	8,769	1,678	27,178	52,968
Sindh sales tax payable on trustee fee	967	1,028	1,140	218	3,533	6,885
	8,402	8,936	9,910	1,895	30,711	59,853

7.1 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 Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.

7.2 Sindh Sales Tax has been charged at 13% (30 June 2022: 13%) on remuneration of the management company levied through Sales Tax on Services Act, 2011, during the period an amount of Rs.45,551 (2021: Rs 42,286) was charged and an amount of Rs.43,891 (2021: Rs 42,401) was paid to the Trustee which acts as a collecting agent.

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8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

31 December 2022 (Un Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Annual SECP fees payable	14,240	17,603	19,236	743	48,293	100,115
	14,240	17,603	19,236	743	48,293	100,115

30 June 2022 (Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Annual SECP fees payable	26,147	27,182	28,731	5,632	79,579	167,270
	26,147	27,182	28,731	5,632	79,579	167,270

8.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP) an amount equal to 0.02% of the average annual net assets of the Fund as annual fee.

9 ACCRUED EXPENSES AND OTHER LIABILITIES

31 December 2022 (Un Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Auditors' remuneration payable	69,316	69,322	69,210	8,324	70,398	286,570
Withholding tax payable	2,037	2,585	3,403	50,801	877	59,703
Shariah Advisor fee payable	8,057	7,497	7,207	-	6,250	29,010
Annual listing fee payable	-	-	-	2,000	-	2,000
Legal and professional charges payable	3,320	3,320	3,320	-	6,729	16,688
Other payable	-	-	-	-	4,282	4,282
Withholding and Capital gain tax payable	6,479	-	320	-	-	6,799
	89,209	82,723	83,459	61,125	88,536	405,052

Atlas Islamic Fund of Fund

30 June 2022 (Audited)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Total
Auditors' remuneration payable	37,930	39,341	42,108	8,324	99,997	227,699
Withholding tax payable	2,099	769	603,825	42,073	209,184	857,949
Shariah Advisor fee payable	2,882	2,819	3,272	527	15,501	25,000
Other payable	-	-	-	10,000	-	10,000
Withholding and Capital gain tax payable	-	148	320	-	-	468
Dividend Payable	-	-	-	-	545,099	545,099
	42,910	43,076	649,524	60,924	869,781	1,666,215

Rupees

10 CONTINGENCIES AND COMMITMENTS

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

11 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 NBF-C Regulations for a collective investment scheme categorised as fund of fund scheme. the total expense ratio of the Fund is as follows :

	31 December 2022 (Un Audited)				
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II
Total expense ratio	0.58	0.53	0.50	0.53	0.30
Government Levies and SECP Fee	0.05	0.05	0.05	0.05	0.03
	30 June 2022 (Audited)				
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II
Total expense ratio	0.47	0.43	0.43	0.43	0.53
Government Levies and SECP Fee	0.04	0.04	0.04	0.03	0.04

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12 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 period as the Management Company intends to distribute atleast 90 percent of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

13 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.

14 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:

	For the half year ended 31 December 2022			For the period from 01 July 2022 to December 31, 15 August 2022		Islamic Capital Preservation Plan - II	Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)			
14.1 Details of transaction with related parties during the period are as follows:							
Atlas Asset Management Limited (Management Company)							
Remuneration for the period	62,651	68,802	63,601	3,933	8,826	207,812	
Sindh sales tax on remuneration of the Management Company	8,145	8,945	8,268	512	1,147	27,016	
Remuneration paid	61,241	63,161	63,493	-	9,974	197,869	
Accounting & operational charges	121,036	149,622	163,508	6,315	410,495	850,976	
Issuance in amounts	-	-	-	-	-	-	
Issue of units	-	-	-	-	-	-	

Atlas Islamic Fund of Fund

14.1 Details of transaction with related parties during the period are as follows: (Cont...)

	For the half year ended 31 December 2022			For the period from 01 July 2022 to 15 August 2022		For the half year ended December 31, 2022		Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II			
Central Depository Company of Pakistan Limited								
Remuneration of the Trustee	49,838	61,609	67,327	2,599	169,027	-	350,401	
Sindh Sales Tax on remuneration of the Trustee	6,479	8,009	8,752	338	21,973	-	45,552	
Remuneration paid	48,542	55,722	61,459	-	167,637	-	333,360	
Atlas Group of Companies, M.S.G.Fund								
Issuance in amounts	11,608,150	85,667,197	85,608,150	-	-	-	182,883,497	
Issue of units	20,377	147,486	146,034	-	-	-	313,897	
M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund								
Issuance in amounts	3,945,615	3,950,313	1,500,000	-	-	-	9,395,928	
Issue of units	7,032	6,874	2,626	-	-	-	16,532	
Redemption in amounts	-	-	680,000	-	-	-	680,000	
Redemption of units	-	-	1,148	-	-	-	1,148	
Shirazi Investments (Private) Limited								
Redemption in amounts	-	-	2,791,453	-	-	-	2,791,453	
Redemption of units	-	-	4,921	-	-	-	4,921	
Atlas Islamic Dedicated Stock Fund								
Purchase in Rupees	6,550,000	40,200,000	22,000,000	-	-	-	68,750,000	
Purchase of units	12,476	77,150	42,647	-	-	-	132,273	
Atlas Islamic Money Market Fund								
Purchase in Rupees	2,345,665	39,052,097	114,869,059	-	20,549,029	-	176,815,850	
Purchase of units	4,671	78,036	229,738	-	41,098	-	353,544	
Redemption in Rupees	-	-	-	-	5,000,000	-	5,000,000	
Redemption of units	-	-	-	-	10,000	-	10,000	
Atlas Islamic Income Fund								
Purchase in Rupees	5,000,000	6,000,000	2,400,000	-	-	-	13,400,000	
Purchase of units	9,700	11,641	4,656	-	-	-	25,997	
Redemption in Rupees	-	-	52,500,000	-	-	-	52,500,000	
Redemption of units	-	-	99,343	-	-	-	99,343	

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For the period For the period
from 01 September from 01 July
2022 to 2021 to
31 December 2021 31 August 2021

14.1 Details of transaction with related parties during the period are as follows: (Cont....)

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan (Note 1.3)	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
Atlas Asset Management Limited (Management Company)							
Remuneration for the period	45,120	21,903	15,652	16,474	13,082	14,537	126,768
Sindh sales tax on remuneration of the Management Company	5,866	2,847	2,034	2,142	1,700	1,890	16,479
Remuneration paid	40,143	20,621	14,187	16,505	9,810	16,945	118,212
Formation cost	28,258	28,257	28,257	-	-	112,108	196,880
Accounting & operational charges	112,914	116,477	121,316	23,719	271,153	71,661	717,240
Issuance in amounts	3,000,000	1,000,000	1,000,000	699,250	-	-	5,699,250
Issue of units	4,980	1,698	1,754	1,398	-	-	9,830
Central Depository Company of Pakistan Limited							
Remuneration of the Trustee	46,494	47,961	49,953	9,770	111,651	59,445	325,274
Sindh Sales Tax on remuneration of the Trustee	6,044	6,234	6,494	1,270	14,515	7,728	42,285
Remuneration paid	46,408	47,968	49,854	9,667	83,325	88,689	325,911
Atlas Honda Limited							
Issuance in amounts	-	-	-	-	236,713,585	-	236,713,585
Issue of units	-	-	-	-	473,427	-	473,427
Shirazi Investments (Private) Limited							
Issuance in amounts	-	-	-	-	212,348,729	-	212,348,729
Issue of units	-	-	-	-	424,697	-	424,697
Atlas Islamic Dedicated Stock Fund							
Purchase in Rupees	-	-	-	-	200,000,000	-	200,000,000
Purchase of units	-	-	-	-	348,202	-	348,202
Redemption in Rupees	4,350,000	3,000,000	4,000,000	-	-	26,277,273	37,627,273
Redemption of units	7,288	5,023	6,697	-	-	43,639	62,648
Atlas Islamic Money Market Fund							
Purchase in Rupees	-	-	-	-	469,019,720	-	469,019,720
Purchase of units	-	-	-	-	938,039	-	938,039
Redemption in Rupees	-	-	-	-	200,000,000	-	200,000,000
Redemption of units	-	-	-	-	400,000	-	400,000

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31 December 2022 (Un Audited)

30 June 2022 (Audited)

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

	31 December 2022 (Un Audited)					30 June 2022 (Audited)					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Capital Preservation Plan - II	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Daily Dividend Plan	Islamic Capital Preservation Plan - II	Total
----- Rupees -----											
Shirazi Investments (Private) Limited - Group Company											
Outstanding amount - at net asset value	108,862,904	114,389,447	117,848,755	218,310,208	559,411,313	109,642,977	113,057,402	116,032,454	212,298,190	212,298,190	763,329,214
Outstanding units	198,079	199,471	199,639	424,697	1,021,886	198,079	199,471	204,560	424,697	424,697	1,451,505
Atlas Honda Limited - Group Company											
Outstanding amount - at net asset value	-	-	-	243,983,779	243,983,779	-	-	-	237,321,223	236,657,247	473,978,470
Outstanding units	-	-	-	474,642	474,642	-	-	-	474,642	473,427	948,070
Atlas Islamic Dedicated Stock Fund											
Outstanding amount - at net asset value	96,270,895	109,222,463	58,521,494	171,928,318	435,943,170	93,837,976	66,615,327	39,013,471	-	179,039,534	378,506,308
Outstanding units	194,975	221,229	118,522	348,202	882,927	182,499	144,079	75,875	-	348,202	750,655
Atlas Islamic Money Market Fund											
Outstanding amount - at net asset value	2,337,719	39,052,025	114,968,559	307,062,732	463,421,035	-	-	-	-	291,247,378	291,247,378
Outstanding units	4,671	78,036	229,738	613,594	928,040	-	-	-	-	582,495	582,495
Atlas Islamic Income Fund											
Outstanding amount - at net asset value	34,703,970	66,605,574	60,608,243	-	161,917,787	27,541,198	56,396,183	104,700,478	26,217,036	-	214,854,895
Outstanding units	64,017	122,864	111,801	-	298,681	54,316	111,224	206,488	51,705	-	423,733
Directors and their close family members and key management personnel of the Management Company											
Outstanding amount - at net asset value	-	6,094,506	-	4,306,395	10,400,902	-	6,023,537	-	4,187,802	4,177,080	14,388,419
Outstanding units	-	10,628	-	8,378	19,005	-	10,628	-	8,378	8,356	27,361

14.3 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.

15 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 sukruks 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.

Atlas Islamic Fund of Fund

15.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

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

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

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

As at December 31, 2022, the Fund has investments 'at fair value through profit or loss' measured using level 1 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.

16 GENERAL

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

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

17 DATE OF AUTHORISATION FOR ISSUE

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

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

Qurrat-ul-Ain Jafari
Chief Financial Officer

Muhammad Abdul Samad
Chief Executive Officer

Ittikhar H. Shirazi
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Tariq Amin
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Savings Center

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Savings Center - Lahore

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Savings Center- Islamabad

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