

LAKSON ISLAMIC TACTICAL FUND
Condensed Interim Financial Statements
For the Quarter Ended September 30, 2023

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	(Rupees)	
ASSETS			
Bank balances	5.	172,143,375	185,960,674
Investments	6.	127,076,859	103,195,494
Markup accrued		3,883,613	3,287,545
Dividend receivable		2,906,258	12,200
Deposits and other receivables		2,801,802	2,672,476
TOTAL ASSETS		308,811,908	295,128,389
LIABILITIES			
Payable to the Management Company	7.	1,839,561	1,815,628
Payable to the Trustee		82,931	80,538
Payable to Securities and Exchange Commission of Pakistan		23,527	57,526
Accrued expenses and other liabilities	8.	1,080,931	1,369,099
Payable against purchase of investments		378,975	1,655,213
TOTAL LIABILITIES		3,405,925	4,978,003
CONTINGENCIES AND COMMITMENTS	10		
NET ASSETS		305,405,983	290,150,385
UNIT HOLDERS' FUND (as per statement of movement in unit holders' fund)		305,405,983	290,150,385
		(Number of units)	
Number of units in issue		3,380,146	3,384,564
		(Rupees)	
Net assets value per unit		90.3529	85.7275

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Quarter Ended	
		2023	2022
Note		(Rupees)	
INCOME			

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended	
	2023	2022
	(Rupees)	
Net income / (loss) for the period	15,654,599	(1,379,136)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	15,654,599	(1,379,136)

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN RESERVE OR UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	2023			2022		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	----- (Rupees) -----					
Net assets at beginning of the period	332,153,273	(42,002,887)	290,150,386	371,494,464	(41,286,239)	330,208,224
Issuance of 11 units (2022: 12 units)						
- Capital value	1,005	-	1,005	988	-	988
- Element of (loss)/ income	(5)	-	(5)	12	-	12
Total proceeds on issuance of units	1,000	-	1,000	1,000	-	1,000
Redemption of 4,428 units (2022: 266,747)						
- Capital value	(400,106)	-	(400,106)	(22,810,068)	-	(22,810,068)
- Element of (loss)/ income	20,481	(20,376)	105	(1,951)	-	(1,951)
Total payments on redemption of units	(379,625)	(20,376)	(400,001)	(22,812,019)	-	(22,812,019)
Total comprehensive income for the period	-	15,654,599	15,654,599	-	(1,379,136)	(1,379,136)
Net assets as at end of the period	331,774,648	(26,368,664)	305,405,983	348,683,445	(42,665,375)	306,018,068
Undistributed loss brought forward:						
- Realized (loss)		(40,744,380)			(22,439,370)	
- Unrealized (loss)		(1,258,507)			(18,846,869)	
		(42,002,887)			(41,286,239)	
Accounting income available for distribution:						
Relating to capital gains	4,903,461			-		
Excluding capital gains	10,730,762			-		
	15,634,223			-		
Total comprehensive income / (loss) for the period	-			(1,379,136)		
Undistributed (loss) / income at end of the period		(26,368,665)			(42,665,375)	
Undistributed (loss) / income carried forward						
- Realized (loss) / Income		(30,812,569)			(36,011,139)	
- Unrealized gain / (loss)		4,443,905			(6,654,236)	
		(26,368,665)			(42,665,375)	
Net assets value per unit at beginning of the period	85.7275			85.8709		
Net assets value per unit at end of the period	90.3529			85.5118		

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended	
	2023	2022
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period	15,654,599	(1,379,136)
Adjustments for non-cash charges and other items:		
Capital gain / (loss) on sale of investments - net	465,988	(1,907,711)
Unrealised gain / (loss) in the fair value of investments classified as 'held for trading' - net	4,443,905	(6,654,236)
	20,564,492	(9,941,084)
(Increase) / Decrease in assets		
Investments - net	(28,791,257)	105,083,701
Mark-up receivable	(596,068)	(398,199)
Dividend receivable	(2,894,058)	(4,016,298)
Deposits and other receivables	(129,325)	(37,956)
Receivable against sale of securities	-	(9,081,145)
	(32,410,708)	91,550,102
(Decrease) / Increase in liabilities		
Payable to the Management Company	23,933	(60,003)
Payable to the Trustee	2,394	(83,172)
Payable to Securities and Exchange Commission of Pakistan	(34,000)	(68,829)
Payable against purchase of investments	(1,276,238)	(744,600)
Accrued expenses and other liabilities	(288,169)	433,036
	(1,572,081)	(523,568)
Net cash (used in) / generated from operating activities	(13,418,297)	81,085,451
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issuance of units	1,000	1,000
Cash paid on redemption of units	(400,001)	(22,812,019)
Net cash generated / (used in) financing activities	(399,001)	(22,811,019)
Net (decrease) / increase in cash and cash equivalents during the period	(13,817,298)	58,274,432
Cash and cash equivalents at the beginning of the period	185,960,674	63,571,229
Cash and cash equivalents at the end of the period	172,143,375	121,845,661

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 The Lakson Islamic Tactical Fund (formerly Lakson Asset Allocation Emerging Markets Fund) (the "Fund") was established under the Trust Deed executed on 30 May 2011 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity by the Securities and Exchange Commission of Pakistan (SECP) on 7 July 2011 in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

1.2 The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore, while the head office is in the Lakson Square Building No. 2, Karachi.

1.3 The Fund is an open end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The Fund is categorised as "Shariah Compliant/Islamic Asset Allocation Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest in Shariah compliant investments within the limits prescribed in the offering document so as to ensure a riba-free return on investments. All investments of the Fund are as per the guidelines of the Shariah principles provided by the Shariah Advisor of the Fund and comprise of the investments permissible as 'Authorised Investments' under the Trust Deed.

Further, as allowed by SECP and the State Bank of Pakistan, the Fund can invest abroad up to 30% of the aggregated funds mobilized (including foreign currency funds) subject to a maximum limit of USD 15 million. The investments authorized outside Pakistan include exchange traded funds based on equities / debt with exposure in the commodities, index tracker funds tracking different commodities indices, actively managed commodities based funds, equities and debt securities of companies with exposure in commodities, future contracts of different commodities and foreign currency deposits etc.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

1.4 Pakistan Credit Rating Company Limited (PACRA) has maintained the rating of the Management Company of the Fund to the scale 'AM2+' (stable outlook) vide its report dated 25 August 2023 (2022: AM2+ as on 26 August 2022).

On 4 August 2023, VIS credit rating company limited assigned following rankings to the Fund based on the performance review for the year ended '30 June 2023:

1 Year ranking : MFR 3-Star
3 Year ranking : MFR 3-Star
5 Year ranking : MFR 3-Star

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.

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.

The comparative Statement of Assets and Liabilities presented in these condensed interim financial information as at 30 September has been extracted from the audited financial statements of the Company for the year ended 30 June 2023, whereas the comparative profit and loss account, statement of comprehensive income, the cash flow statement and statement of changes in equity for the quarter ended 30 September 2023 have been extracted from the unaudited condensed interim financial information for the quarter ended 30 September, 2022.

2.2 This condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2023. However, selected explanatory notes are included to explain events and transactions that are significant.

2.3 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38 (g) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2023.

2.4 Basis of measurement

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

2.5 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest of rupees, unless otherwise indicated.

2.6 Significant judgements and estimates

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

The significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended June 30, 2023.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial informations are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2023.

4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2023.

		September 30, 2023 (Unaudited)		June 30, 2023 (Audited)
		(Rupees)		
5.	BANK BALANCES	Note		
	In local currency			
	PLS savings accounts	5.1	172,070,949	185,470,125
	In foreign currency			
	Current account	5.2	72,427	490,549
			<u>172,143,375</u>	<u>185,960,674</u>
5.1	These carry mark-up at rates ranging from 9% to 20% (June 30, 2023: 3.85% to 19.5%) per annum.			
5.2	This represents USD denominated current account maintained in a foreign country amounting to USD 257.71 (2022: USD 13).			
6.	INVESTMENTS			
	At fair value through income statement			
	- held for trading			
	Listed equity securities	6.1	115,565,396	91,683,077
	GOP Ijara Sukuk	6.2	11,511,463	11,512,417
			<u>127,076,859</u>	<u>103,195,494</u>

6.1 Shares of listed company
At fair value through profit or loss

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

Name of the investee company	Holding as at 01 July 2023	Purchases during the year	★ Bonus / right shares received during the year	Disposed during the year	Holding as at 30 September 2023	Carrying value before revaluation as of 30 September 2023	Market value as of 30 September 2023 (after revaluation)	Unrealised gain / (loss) - net	Market value as percentage of total investments	Market value as percentage of net assets	% of holding in investee company
	(Number of Shares)					(Rupees)			(%)		
Commercial Banks											
Meezan Bank Limited	47,782	6,300	-	-	54,082	4,860,251	6,198,338	1,338,087	4.88	2.03	0.06%
BankIslami Pakistan Limited	152,100	-	-	129,330	22,770	404,395	398,247	(6,148)	0.31	0.13	0.01%
						5,264,647	6,596,585	1,331,939	5.19	2.16	
Fertilizers											
Engro Corporation Limited (6.1.1)	23,979	-	-	7,100	16,879	4,386,683	4,053,323	(333,360)	3.19	1.33	0.08%
Engro Fertilizers Limited	93,932	-	-	19,900	74,032	6,109,861	5,620,509	(489,352)	4.42	1.84	0.04%
Fauji Fertilizer Bin Qasim Limited	-	109,000	-	-	109,000	1,501,770	1,497,660	(4,110)	1.18	0.49	0.02%
						11,998,314	11,171,493	(826,822)	8.79	3.66	
Pharma & Bio Tech											
The Searl Company (6.1.2)	10	-	-	-	10	383	352	(31)	0.00	0.00	0.00%
Highnoon Laboratories Limited	2,472	820			3,292	1,108,880	1,250,664	141,783	0.98	0.41	0.61%
						1,109,263	1,251,016	141,752	0.98	0.41	
Cement											
Cherat Cement Company Limited	-	22,340	-	-	22,340	2,890,795	2,885,881	(4,914)	2.27	0.94	0.00%
Kohat Cement Company Limited	-	6,700	-	-	6,700	1,248,589	1,133,908	(114,681)	0.89	0.37	0.00%
D.G. Khan Cement	-	45,600	-	-	45,600	2,503,870	1,979,952	(523,918)	1.56	0.65	0.00%
Pioneer Cement Company Limited	-	32,717	-	-	32,717	2,999,280	2,784,217	(215,064)	2.19	0.91	0.00%
Maple Leaf Cement Limited	-	96,460	-	-	96,460	2,987,615	2,888,012	(99,603)	2.27	0.95	0.00%
Lucky Cement Company Limited	12,391	-	-	-	12,391	6,469,217	6,992,737	523,520	5.50	2.29	0.22%
Fauji Cement Company Limited	-	197,000	-	-	197,000	2,513,720	2,228,070	(285,650)	1.75	0.73	0.00%
						21,613,086	20,892,777	(720,309)	16.44	6.84	
Power Generation & Distribution											
Hub Power Company Limited	90,549	9,500	-	-	100,049	7,031,874	8,837,328	1,805,454	6.95	2.89	0.08%
Oil and Gas Exploration Companies											
Mari Petroleum Company Limited	7,516	-	-	610	6,906	10,460,104	10,774,051	313,947	8.48	3.53	0.98%
Pakistan Oilfield Limited	41,842	-	-	900	40,942	16,449,267	15,957,554	(491,713)	12.56	5.23	0.67%
Pakistan Petroleum Limited (6.1.1)	56,645	42,275	-	-	98,920	6,318,803	7,327,004	1,008,202	5.77	2.40	0.04%
Oil and Gas Development Company Limited (6.1.1)	43,685	34,300	-	-	77,985	6,561,551	7,522,433	960,882	5.92	2.46	0.02%
						39,789,725	41,581,042	1,791,317	32.72	13.62	
Oil and Gas Marketing Companies											
Attock Petroleum Limited	14,300	-	-	-	14,300	4,293,575	4,167,306	(126,269)	3.28	1.36	0.50%
Sui Northern Gas Pipelines Limited	107,500	31,300	-	-	138,800	5,605,671	6,520,824	915,153	5.13	2.14	0.10%
Pakistan State Oil Company Limited (6.1.2)	26,530	3,550	-	-	30,080	3,387,835	3,692,019	304,184	2.91	1.21	0.14%
						13,287,081	14,380,149	1,093,068	11.32	4.71	
Food And Personal Care Products											
Fauji Foods Limited	-	137,959	-	-	137,959	819,351	888,456	69,105	0.81	0.29	0.00%
At-Tahur Limited PREMA	201	-	-	-	201	3,308	3,005	(304)	0.00	0.00	0.00%
						822,660	891,461	68,801	0.81	0.29	
Technology and Communication											
System Limited	26,885	-	-	1,585	25,300	10,203,846	9,963,505	(240,341)	7.84	3.26	0.90%
Total as at 30 September 2023						111,120,497	115,565,356	4,444,859	91.05	37.84	4.47%
Total cost as at 30 September 2023						114,558,482					

6.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited:

Oil and Gas Development Company Limited
Engro Fertilizers Limited
Engro Corporation Limited
Lucky Cement Company Limited
Pakistan Oilfields Limited
Pakistan Petroleum Limited

Sep-23 (Number of shares)	Jun-23	Sep-23 (Rupees)	Jun-23
5,000	5,000	479,600	390,000
20,000	20,000	1,630,800	1,650,600
15,000	22,300	4,128,300	5,795,547
10,000	10,000	6,002,100	5,220,900
5,000	-	1,902,500	-
300	300	23,373	17,742
55,300	57,600	14,166,673	13,074,789

6.1.2 Finance act, 2014 had introduced tax on bonus shares issued by the companies. Most of the equity funds including the Fund have challenged the applicability of withholding tax provision on bonus shares before Honourable High Court of Sindh ("the Court") on various legal grounds and have sought relief from the Court. In the Fund's case, tax in the shape of 147 shares of Pakistan State Oils Limited (30 June 2023: 147 shares) and 10 shares of The Searle Company Limited (30 June 2023: 10 shares) have been withheld by CDC. Market value of these shares as at 30 September 2023 amounted to Rs. 18,468 (30 June 2023: Rs. 16,768) and are included in the Fund's investments in these financial statements.

6.2 Ijara Sukuk

Issue date	Date of Maturity	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealised (diminution) / appreciation	Market value as a percentage of net assets	Market value as a percentage of total investments
17-Apr-23	17-Apr-24	115,000	-	-	115,000	11,512,455	11,511,500	(955)	3.77%	9.06%

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
7.	PAYABLE TO MANAGEMENT COMPANY	Note	(Rupees)
	Remuneration payable to the Management Company	7.1	494,886
	Sindh Sales tax payable on remuneration to the Management Company	7.3	64,336
	Federal excise duty payable on remuneration to the Management Company	7.4	1,280,339
			<u>1,839,561</u>
			<u>1,815,628</u>

7.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, of an amount not exceeding 2% per annum of the average annual net assets of the Fund. The fee is subject to a minimum of 1% and a maximum of 2% of the average annual net assets of the Fund. Currently the effective rate of Management Company remuneration for the year ended September 30, 2023 is 0.50% (June 30, 2023: 1.73%) of the average net assets. Remuneration is paid to the Management company in arrears on a monthly basis.

7.2 The Sindh Provincial Government has levied Sindh Sales Tax (SST) at the rate of 13% (June 30, 2023: 13%) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011.

7.3 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16 percent on the remuneration of the Management Company has been applied effective from 13 June 2013. The Management Company is of the view that since the remuneration is already subject to the provincialsales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence, a petition was collectively filed by the Mutual Fund Association of Pakistan with the Sindh High Court (SHC) on 4 September 2013.

While disposing the above petition through order dated 16 July 2016, the SHC declared the said provisions to be ultra vires and as a result no FED is payable with effect from 01 July 2016. However, the tax authorities subsequently filed appeal against the decision of the SHC in the Supreme Court of Pakistan, which is pending for the decision.

Furthermore, the Finance Act 2016 also introduced an amendment to the Federal Excise Act, 2005 whereby FED was withdrawn on services of different industries including Non-Banking Financial Institutions, which are already subject to provisional sales tax.

However, since the appeal is pending in the Supreme Court of Pakistan, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period up to 30 June 2016 aggregating to Rs. 1.28 million. Had the provision not been made, NAV per unit of the Fund as at 30 September 2023 would have been higher by Re. 0.38 (30 June 2023: Re. 0.38) per unit.

The amount is payable to the management company for onwards payment, if any, to the Government.

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
8.	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	
	Charity payable	56,411	353,651
	Auditors' remuneration	537,422	385,677
	Cutodian fee payable	19,600	49,057
	Fee payable to shariah advisor	218,224	420,360
	Fee payable to National Clearing Company of Pakistan	241,843	137,385
	Other liabilities	7,098	22,450
	Fee payable to Central Depository Company	333	519
		<u>1,080,931</u>	<u>1,369,099</u>

9. TOTAL EXPENSE RATIO

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. SCD/PRDD/Direction/18/2016 dated 20 July 2016, required that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the quarter ended September 30, 2023 is 3.42% which includes 0.41% representing government levies (comprising of Workers Welfare Fund and SECP fee, etc.). As per NBFC Regulation the total expense ratio of the Asset Allocation Scheme shall be capped up to 4.5% (excluding government levies).

10. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at September 30, 2023.

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 for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. 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 other than capital gains to the unit holders. The management intends to distribute atleast 90% of the income earned by the year end by this Fund 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. Accordingly, no provision has been made in this condensed interim financial statement.

12. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the trustee, Habib Bank AG Zurich Switzerland being the Custodian, Siza Services (Private) Limited being holding company of the Management Company, associated companies of the Management Company and the holding company, key management personnel, other funds being managed by the Management Company and entities having holding 10% or more in the units of the Fund as at 30 September 2023. It also includes staff retirement funds of the above related parties / connected persons.

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively. Other transactions are in normal course of business, at contracted rates and terms determined in accordance with the market rates.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
		(Rupees)	
12.1	Details of balances with related parties / connected persons at the period end		
	Lakson Investments Limited - Management Company of the Fund		
	Remuneration payable	494,886	473,707
	Sindh Sales Tax on Management Company's remuneration*	64,336	61,582
	Federal Excise Duty on Management Company's remuneration*	1,280,339	1,280,339
	Sales tax is paid / payable to the management company for onwads payment to the Government.		
	Central Depository Company of Pakistan Limited - Trustee of the Fund		
	Remuneration payable	49,969	47,851
	Sindh Sales Tax on Management Trustee remuneration*	32,963	32,687
	Security deposit	100,000	100,000
	Settlement charges payable	333	519
	Habib Bank AG Zurich - Custodian		
	Bank Deposits	72,427	136,898
	Custodian fee payable	19,600	49,057
		September 30, 2023	2022
		(Unaudited)	
		(Rupees)	
12.2	Transactions during the period		
	Lakson Investments Limited - Management Company of the Fund		
	Remuneration for the period	1,520,677	1,087,459
	Sindh sales tax on remuneration of Management Company *	197,688	141,370
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration for the period	152,068	166,755
	Sindh Sales Tax on Management Company's remuneration*	19,769	21,678
	Settlement Charges	1,434	-
	Habib Bank AG Zurich - Custodian		
	Custody charges	36,800	4,000

* Sales tax is paid / payable to the management company / Trustee for onwads payment to the Government.

12.3 Details of units held, issued and redeemed by the related parties / connected persons

Lakson Investments Limited

Directors, Chief Executive, their spouse and minors

Associated companies / undertakings of the Management Company

Accuray Surgical Limited Employees Contributory Provident Fund
 Century Insurance Co. Ltd., GF
 Century Insurance Company Limited Employees Contributory Provident Fund Trust
 Century Paper & Board Mills Limited ECPFT
 Century Paper & Board Mills Limited EGF
 Colgate Palmolive Pakistan Limited ECPFT
 Colgate Palmolive Pakistan Limited EGF
 Cyber Internet Services (Pvt.) Ltd. Empl. CPFT
 Hasanali Karabhai Foundation ECPF Trust
 Lakson Business Solutions Limited Employees Contributory Provident Fund Trust
 Lakson Investments Limited ECPFT
 Merit Packaging Limited Employees Contributory Provident Fund Trust
 Merit Packaging Limited Employees Gratuity Fund
 Siza Foods Private Limited Employees Contributory Provident Fund Trust
 Siza Services Private Limited Employees Countributory Provident Fund Trust
 Sybrid (Private) Limited ECPFT

Period ended September 30, 2023							
Number of units				Rupees			
Number of units as at July 01, 2023	Units issued during the period	Units redeemed during the period	Number of units as at September 30, 2023	Balance as at July 01, 2023	Units issued during the period	Units redeemed during the period	Balance as at September 30, 2023
-	-	-	-	-	-	-	-
1,655	-	-	1,655	141,897	-	-	149,553
56,704	-	4,428	52,275	4,861,060	-	400,000	4,723,230
41,839	-	-	41,839	3,586,795	-	-	3,780,319
69,556	-	-	69,556	5,962,898	-	-	6,284,624
633,244	-	-	633,244	54,286,434	-	-	57,215,442
509,705	-	-	509,705	43,695,712	-	-	46,053,300
599,263	-	-	599,263	51,373,331	-	-	54,145,163
591,688	-	-	591,688	50,723,921	-	-	53,460,714
269,968	-	-	269,968	23,143,640	-	-	24,392,347
8,021	-	-	8,021	687,659	-	-	724,761
6,130	-	-	6,130	525,542	-	-	553,897
56,087	-	-	56,087	4,808,189	-	-	5,067,613
77,919	-	-	77,919	6,679,831	-	-	7,040,240
42,266	-	-	42,266	3,623,396	-	-	3,818,895
338,461	-	-	338,461	29,015,393	-	-	30,580,909
14,559	-	-	14,559	1,248,098	-	-	1,315,439
66,339	-	-	66,339	5,687,094	-	-	5,993,940

Lakson Investments Limited

Directors, Chief Executive, their spouse and minors

Associated companies / undertakings of the Management Company

Accuray Surgical Limited Employees Contributory Provident Fund
 Century Insurance Co. Ltd., GF
 Century Insurance Company Limited Employees Contributory Provident Fund Trust
 Century Paper & Board Mills Limited ECPFT
 Century Paper & Board Mills Limited EGF
 Colgate Palmolive Pakistan Limited ECPFT
 Colgate Palmolive Pakistan Limited EGF
 Cyber Internet Services (Pvt.) Ltd. Empl. CPFT
 Gam Corporation Private Limited Employees Contributory Provident Fund
 Hasanali Karabhai Foundation ECPF Trust
 Lakson Business Solutions Limited Employees Contributory Provident Fund Trust
 Lakson Investments Limited ECPFT
 Merit Packaging Limited Employees Contributory Provident Fund Trust
 Merit Packaging Limited Employees Gratuity Fund
 Siza Foods Private Limited Employees Contributory Provident Fund Trust
 Siza Services Private Limited Employees Countributory Provident Fund Trust
 Sybrid (Private) Limited ECPFT

Period ended September 30, 2022							
Number of units				Rupees			
Number of units as at July 01, 2022	Units issued during the period	Units redeemed during the period	Number of units as at September 30, 2022	Balance as at July 01, 2022	Units issued during the period	Units redeemed during the period	Balance as at September 30, 2022
560,827	-	-	560,827	48,078,335	-	-	47,957,365
109,263	-	-	109,263	9,366,839	-	-	9,343,271
41,318	-	3,461	37,856	3,542,051	-	296,000	3,237,163
41,968	-	4,081	37,887	3,597,794	-	349,000	3,239,771
57,486	-	4,888	52,598	4,928,102	-	418,000	4,497,738
564,452	-	47,405	517,047	48,389,022	-	4,054,000	44,213,611
505,636	-	44,084	461,552	43,346,887	-	3,770,000	39,468,138
534,244	-	43,207	491,037	45,799,390	-	3,695,000	41,989,465
587,334	-	51,544	535,790	50,350,683	-	4,408,000	45,816,366
266,973	-	22,510	244,463	22,886,909	-	1,925,000	20,904,485
169,914	-	13,424	156,490	14,566,290	-	1,148,000	13,381,736
7,872	-	608	7,264	674,821	-	52,000	621,128
5,713	-	-	5,713	489,774	-	-	488,541
43,124	-	2,841	40,283	3,696,914	-	243,000	3,444,632
68,782	-	5,753	63,029	5,896,512	-	492,000	5,389,717
36,090	-	3,017	33,073	3,093,905	-	258,000	2,828,142
147,447	-	12,383	135,064	12,640,268	-	1,059,000	11,549,553
29,662	-	2,619	27,042	2,542,829	-	224,000	2,312,450
58,545	-	4,911	53,634	5,018,931	-	420,000	4,586,338

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are traded in an open market are revalued at the market prices prevailing at the close of trading i.e. period end date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognised at fair value based on:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

- those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and (Level 2)

- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

Investments of the Fund carried at fair value are categorised as follows:

	------(Un-audited)-----			
	----- As at September 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
Assets				
Financial assets at fair value through profit or loss				
Listed equity securities	115,565,396	-	-	115,565,396
GOP Ijara Sukuk	-	11,511,463	-	11,511,463
Total	115,565,396	11,511,463	-	127,076,859
	------(Audited)-----			
	----- As at June 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
Assets				
Financial assets at fair value through profit or loss				
Listed equity securities	91,683,077	-	-	91,683,077
GOP Ijara Sukuk		11,512,417	-	11,512,417
Total	91,683,077	11,512,417	-	103,195,494

14. GENERAL

14.1 The corresponding figures have been re-arranged wherever necessary

14.2 Figures have been rounded off to the nearest rupee

15. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on October xx, 2023

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR