



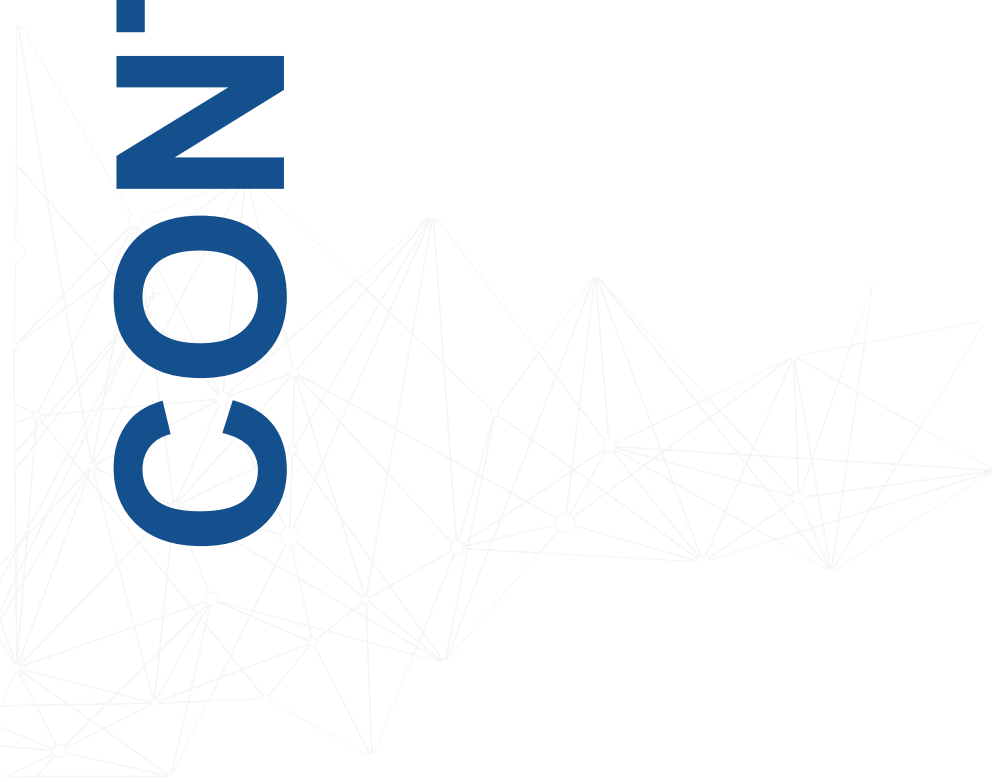
QUARTERLY REPORT
SEPTEMBER 30, 2023

JS GOVERNMENT SECURITIES FUND



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To be the preferred choice
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diverse and innovative
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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Government Securities Fund** (the Fund) for the period ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 22.23% for the period ended September 30, 2023, against the benchmark return of 23.49%. The fund's Net Assets moved from PKR 2.42 billion (June 30, 2023) to PKR 7.61 billion as of September 30, 2023. The total expense ratio (TER) of the Fund is 0.14%, which includes 0.02% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Stability rating of "AA(f)" was assigned to the Fund as at October 05, 2023 by PACRA.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Service for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



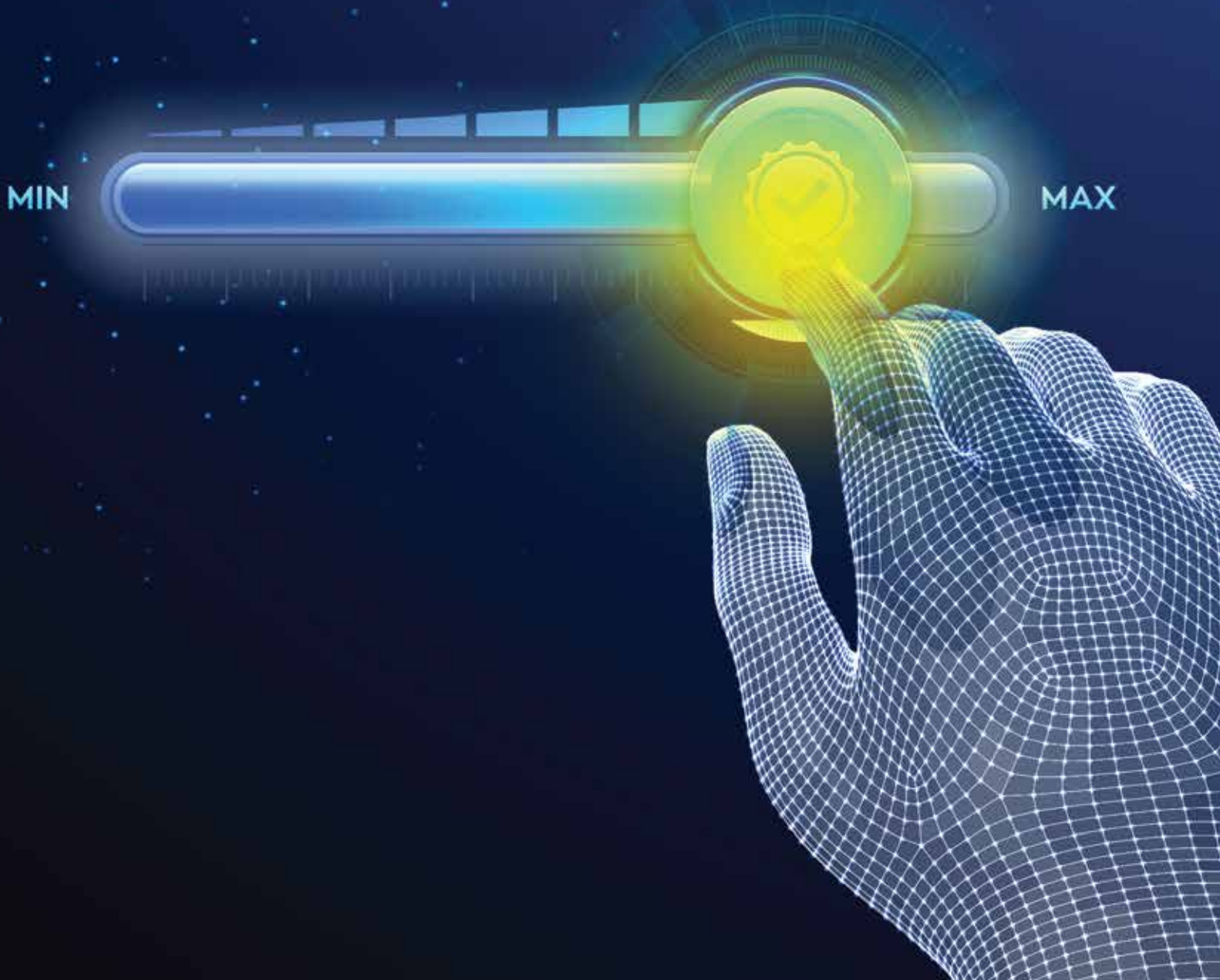
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



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	2,581,914,293	15,361,504
Investments in government securities	10	4,885,362,350	2,403,422,475
Profit / Markup receivable	6	147,108,487	19,356
Deferred formation cost	7	1,045,067	1,114,619
Prepayments, advances and other receivables	8	657,751	493,156
Total assets		7,616,087,948	2,420,411,110
Liabilities			
Payable to JS Investments Limited - Management Company	9	128,729	3,764,676
Payable to Digital Custodian Company Limited - Trustee	11	350,403	189,396
Annual fee payable to the Securities and Exchange Commission of Pakistan	12	326,139	383,314
Accrued expenses and other liabilities	13	704,461	437,294
Total liabilities		1,509,732	4,774,680
Contingencies and commitments	14		
Net assets		7,614,578,216	2,415,636,430
Unit holders' funds		7,614,578,216	2,415,636,430
		----- Number of units -----	
Number of units in issue		66,322,454	22,218,944
		----- Rupees -----	
Net assets value per unit		114.81	108.72

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	For the Period from July 14, 2022 to September 30, 2022
----- Rupees -----			
Income			
Profit/markup on bank balances & government securities		185,891,376	4,837,004
Gain / (loss) on sale of investments at fair value through profit or loss - net		329,323	(79,768)
Net unrealised gain on re-measurement of investments 'at fair value through profit or loss'		366,328	23,190
Total Income		186,587,027	4,780,426
Expenses			
Remuneration of the Trustee	11.1	594,316	106,849
Sindh sales tax on Trustee remuneration	11.2	77,261	13,906
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	12	643,964	6,219
Brokerage and settlement charges		291,666	35,743
Listing Fee - PSX		7,062	-
Rating Fee - PACRA		47,178	-
SECP Supervisory fee		625	-
Auditors' remuneration		193,050	98,841
Printing and Stationery		49,988	24,960
Amortization of deferred formation costs	7	69,552	55,598
Total Expenses		1,974,662	342,116
Net income for the period before tax		184,612,365	4,438,310
Taxation	16	-	-
Net income for the period after tax		184,612,365	4,438,310
Allocation of Net Income For the period			
Net income for the period after tax		184,612,365	4,438,310
Income already paid on units redeemed		(10,164)	-
		184,602,201	4,438,310
Accounting income available for distribution:			
Relating to Capital Gain		695,651	(56,578)
Excluding Capital Gain		183,906,550	4,494,888
		184,602,201	4,438,310

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	For the Period from July 14, 2022 to September 30, 2022
	----- Rupees -----	
Net income for the period after tax	184,612,365	4,438,310
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>184,612,365</u>	<u>4,438,310</u>

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	For the Period from July 14, 2022 to September 30, 2022
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after tax	184,612,365	4,438,310
Adjustments for:		
Profit/markup on bank balances & government securities	(185,891,376)	(4,837,004)
(Gain) / loss on sale of investments at fair value through profit or loss - net	(329,323)	79,768
Net unrealised gain on re-measurement of investments 'at fair value through profit or loss'	(366,328)	(23,190)
	(1,974,662)	(342,116)
Decrease / (Increase) in assets		
Formation cost	69,552	(1,245,132)
Prepayments, advances and other receivables	(164,595)	(2,539,882)
	(95,043)	(3,785,014)
Increase / (decrease) in liabilities		
Payable to JS Investments Limited - Management Company	(3,635,947)	1,325,690
Remuneration payable to Trustee	161,007	109,474
Sindh Sales Tax on remuneration of trustee	-	-
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)	(57,175)	6,219
Accrued expenses and other liabilities	267,167	130,538
	(3,264,948)	1,571,921
	(5,334,653)	(2,555,209)
Profit received on balances with banks and investments	38,802,244	3,702,459
Investments - net	(2,481,244,224)	(276,875,344)
Net cash flows from operating activities	(2,442,441,980)	(273,172,885)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	5,018,976,230	277,280,605
Amount paid on the redemption of units	(4,646,808)	-
Net cash flows from financing activities	5,014,329,422	277,280,605
Increase in cash and cash equivalents during the period	2,566,552,789	1,552,511
Cash and cash equivalents at beginning of the period	15,361,504	-
Cash and cash equivalents at end of the period	2,581,914,293	1,552,511

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023			For the Period from July 14, 2022 to September 30, 2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----			-----Rupees-----		
Net assets at beginning of the period	2,407,324,539	8,311,890	2,415,636,429	-	-	-
Issuance of units 44,144,860 (2022: 6,919,536)						
- Capital value (at net asset value per unit)	4,799,429,139	-	4,799,429,139	273,596,565	-	273,596,565
- Element of Income	219,547,091	-	219,547,091	3,684,040	-	3,684,040
Total proceeds on issuance of units	5,018,976,230	-	5,018,976,230	277,280,605	-	277,280,605
Redemption of units 41,349 (2022: Nil)						
- Capital value (at net asset value per unit)	(4,495,504)	-	(4,495,504)	-	-	-
- Element of Loss	(141,140)	-	(141,140)	-	-	-
- Income paid on redemption of units redeemed	-	(10,164)	(10,164)	-	-	-
Total payments on redemption of units	(4,636,644)	(10,164)	(4,646,808)	-	-	-
Total comprehensive gain for the period	-	184,612,365	184,612,365	-	4,438,310	4,438,310
Net assets at end of the period	7,421,664,125	192,914,091	7,614,578,216	277,280,605	4,438,310	281,718,915
Undistributed (loss) / income brought forward						
- Realized gain		329,323			-	
- Unrealized income		366,328			-	
		695,651			-	
Accounting income available for distribution						
- Relating to capital gains		695,651			(56,578)	
- Excluding capital gains		183,906,550			4,494,888	
		184,602,201			4,438,310	
Distribution during the period		-			-	
Undistributed Income carried forward		183,906,550			4,438,310	
Undistributed income carried forward		184,602,201			4,438,310	
Undistributed loss carried forward						
- Realized loss		184,235,873			4,415,120	
- Unrealized loss		366,328			23,190	
		184,602,201			4,438,310	
Net assets value per unit at beginning of the period			108.72			100.00
Net assets value per unit at end of the period			114.81			102.97

The annexed notes from 1 to 22 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Government Securities Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated November 05, 2019 consequent to which the Trust Deed was executed on December 30, 2021 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from July 14, 2022.
- 1.2** The Fund is categorized as an income scheme and units of the Fund are listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units of the Fund can be transferred to / from other funds managed by the Management Company and can also be redeemed by surrendering to the Fund. As per the offering document, the Fund shall invest in a diverse portfolio of investment-grade debt government securities.
- 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 The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as Trustee of the Fund.
- 1.5** The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

Stability rating of "AA(f)" was assigned to the Fund as at October 05, 2023 by the Pakistan Credit Rating Agency Limited (PACRA).

2 BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements has been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A 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 VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRSs, 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.

- 2.2** 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 information give a true and fair view of the state of the Fund's affairs as at September 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.3 Accounting convention

These financial statements have been prepared under the historical cost convention except for certain investments which have been marked to market and carried at fair value.

2.4 Functional and presentation currency

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

All financial information presented in Pak Rupees have been rounded off to the nearest of rupees unless otherwise indicated.

3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES & JUDGEMENTS AND CHANGES THEREON

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

3.4 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 June 30, 2023.

4 Standards 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 1, 2023. 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.

4.1 Financial assets

4.1.1 Initial recognition and measurement

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

4.1.2 Derecognition

The Fund derecognises a financial asset when the contractual right to the cash flows from the financial asset expires or it transfers the right to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

4.1.3 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4.2 Expenses

All expenses, including management fee and trustee fee, are recognized in the income statement on accrual basis.

4.3 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs (formation costs) represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, commission to bankers to the issue, brokerage paid to the members of stock exchanges and other expenses. These costs are being amortised over a period of five years starting from the end of the initial offering period as per the requirement set out in the Trust Deed of the Fund and NBFC regulations.

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

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

4.5 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the period, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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.

4.6 Net asset value per unit

The net asset value (NAV) per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the period end.

4.7 Earning per unit

Earning per unit EPU has not been disclosed as, in the opinion of the management, the determination of weighted average units for calculating EPU is not practicable.

4.8 Unit holders' fund

Unit holders' fund representing the units issued by the Fund, is carried at the net asset value representing the investors' right to a residual interest in the Fund assets.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
		(Rupees)	
5	BALANCES WITH BANK		
		Note	
	Profit and loss (PLS) sharing account	5.1	15,361,504
		2,581,914,293	15,361,504
5.1	Profit and loss sharing accounts of the Fund carry profit rates of 20.50% (June 30, 2023: 12.25% to 19.50%) per annum.		
6	PROFIT RECEIVABLE		
	Accrued markup on government securities	142,777,819	6,866
	Accrued profit on bank balances	4,330,668	12,490
		147,108,487	19,356
7	DEFERRED FORMATION COST		
	Preliminary expenses and formation costs	7.1	1,380,731
	Less: Amortization during the period	69,552	266,112
		1,045,067	1,114,619

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from July 14, 2022 as per the requirements set out in the Trust Deed of the Fund.

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
		(Rupees)	
8	Prepayments, advances and other receivables		
		Note	
	Advance tax	487,039	487,039
	PSX listing fee & SECP supervisory fee on listing fee	23,063	6,117
	Mutual Fund rating fee	147,649	-
		657,751	493,156
9	PAYABLE TO JS INVESTMENTS LIMITED - (MANAGEMENT COMPANY)		
	Preliminary expenses and formation costs	9.1	1,380,731
	Allocated expenses payable	9.2	26,096
	Payable against Selling & Marketing	9.3	2,279,108
	Payable against printing and stationery	128,729	78,741
		128,729	3,764,676

9.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from July 14, 2022 as per the requirements set out in the Trust Deed of the Fund.

9.2 As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% of net assets of the Fund.

9.3 In accordance with Circular 11 dated July 05, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-ended mutual funds (except funds of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations and offering document at 2.50%.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

10 INVESTMENTS	Note	September 30, 2023	30 June 2023
		(Rupees)	
Financial assets 'at fair value through profit or loss'			
Government Securities - Market Treasury Bills	10.1.1	2,391,120,000	2,402,935,275
Government Securities - Pakistan Investment Bonds	10.1.2	2,494,242,350	487,200
		<u>4,885,362,350</u>	<u>2,403,422,475</u>

10.1 Government securities - 'at fair value through profit or loss'

10.1.1 Treasury Bills (T-Bills)

Particulars	Date of issue	Holdings				Value as at September 30, 2023		Market value as percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at September 30, 2023	Carrying value	Market value	total investments	net assets
					(Rupees)		%		

Treasury Bills - 3 Months:

T-Bills - 3 Months	15-06-2023	250	27,000	27,250	-	-	-	-	-
T-Bills - 3 Months	22-06-2023	25,000	50,250	75,250	-	-	-	-	-
T-Bills - 3 Months	01-06-2023	-	1,000	1,000	-	-	-	-	-
T-Bills - 3 Months	10-08-2023	-	4,000	4,000	-	-	-	-	-
T-Bills - 3 Months	21-09-2023	-	25,000	-	25,000	2,392,053,821	2,391,120,000	48.94	31.40
						<u>2,392,053,821</u>	<u>2,391,120,000</u>	<u>48.94</u>	<u>31.40</u>

Treasury Bills - 6 Months:

T-Bills - 6 Months	27-03-2023	-	1,000	1,000	-	-	-	-	-
						-	-	-	-

Total as at September 30, 2023

2,392,053,821 2,391,120,000 48.94 31.40

Total cost as at September 30, 2023

2,392,053,821

10.1.2 Pakistan Investment Bonds (PIB)

Particulars	Date of issue	Holdings				Value as at September 30, 2023		Market value as percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at September 30, 2023	Carrying value	Market value	total investments	net assets
					(Rupees)		%		

Pakistan Investment Bonds - 2 Years:

Bonds - 2 Years (FLOATER)	30-12-2021	-	48,500	23,500	25,000	2,542,389,182	2,493,750,000	51.05	32.75
						<u>2,542,389,182</u>	<u>2,493,750,000</u>	<u>51.05</u>	<u>32.75</u>

Pakistan Investment Bonds - 3 Years:

Bonds - 3 Years (FLOATER)	08-09-2022	5	-	-	5	491,897	492,350	0.01	0.01
						<u>491,897</u>	<u>492,350</u>	<u>0.01</u>	<u>0.01</u>

Total as at September 30, 2023

2,542,881,079 2,494,242,350 51.06 32.76

Total cost as at September 30, 2023

2,492,942,507

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023	30 June 2023
11	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE	(Rupees)	
	<i>Note</i>		
	Trustee remuneration	310,091	167,607
	Sindh sales tax on trustee remuneration	40,312	21,789
		350,403	189,396

11.1 The Trustee remuneration is charged as per Trust Deed which is paid on monthly basis in arrears and is charged as follows:

- up to rupees one billion Rs.0.5 million or 0.12% per annum of the Net Assets, whichever is higher.
- exceeding rupees one billion Rs.1.2 million plus 0.060% per annum of the Net Asset on amount exceeding Rs.1 billion.

11.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

12 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN.

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee has been charged, at the rate of 0.075% (June 30, 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

		September 30, 2023	30 June 2023
13	ACCRUED EXPENSES AND OTHER LIABILITIES	(Rupees)	
	Brokerage payable		
	Auditors' remuneration payable	549,450	356,400
	Sales load payable	-	27,853
	Other payables	576	901
		704,461	385,154

14 CONTINGENCIES AND COMMITMENTS

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

15 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period September 30, 2023 is 0.14% (June 2023: 1.49%) which includes 0.02% representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

16 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 realised 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 Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. 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. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023	30 June 2023
17 NUMBER OF UNITS IN ISSUE	------(Rupees)-----	
Total outstanding units - opening	22,218,944	-
Issued during the period	44,144,860	166,815,107
Redemption during the period	(41,349)	(144,596,163)
Total outstanding units - closing	66,322,454	22,218,944

18 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

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

Transactions and balances with related parties other than disclosed elsewhere in these financial statements are as follows:

	September 30, 2023	30 June 2023
18.1 Details of balances with related parties / connected persons as at period end	------(Rupees)-----	
JS Investments Limited - Management Company		
Formation cost	-	1,380,731
Selling & Marketing payable	-	2,279,108
Allocated expenses payable	-	26,096
Printing charges payable	128,729	78,741
Sales load payable	-	27,853
Digital Custodian Company Limited - Trustee		
Remuneration to the trustees	310,091	167,607
Sales tax on trustee remuneration	40,312	21,789
EFU General Insurance Limited (Common Directorship of Ultimate Parent Company)		
Units held: 964,718 (June 30, 2023: 964,718)	110,759,213	104,884,084
EFU Life Assurance Limited (Common Directorship of Ultimate Parent Company)		
Units held: 21,248,932 (June 30, 2023: 21,248,932)	2,439,589,886	2,310,183,890

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30,	
		2023	For the Period from July 14, 2022 to September 30, 2022
		------(Rupees)-----	
18.2	Details of transactions with related parties / connected persons during the period		
	JS Investments Limited - Management Company		
	Preliminary expenses and formation costs	69,552	1,300,730
	Printing & stationery	49,988	24,960
	Issue of units: nil (2022: 2,285,250)	-	231,280,604
	Digital Custodian Company Limited - Trustee		
	Remuneration to the trustees	594,316	106,849
	Sales tax on trustee remuneration	77,261	13,906
	JS Fund of Funds (Fund Under JSIL Management)		
	Issue of units: nil (2022: 450,716)	-	46,000,000
	Unit holder holding 10% or more of units in issue		
	Issue of units: 43,978,253 (2022: nil)	5,000,000,000	-

19 UNIT HOLDERS' FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by disposal of investments.

20 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 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 financial liabilities is considered not significantly different from book value.

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

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

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Fair value			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
September 30, 2023 (Un-audited)				
Financial assets measured at fair value				
Government securities -				
Market Treasury Bills	-	2,391,120,000	-	2,391,120,000
Government Securities -				
Pakistan Investment bonds	-	2,494,242,350	-	2,494,242,350
	-	4,885,362,350	-	4,885,362,350

The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.

20.1 Valuation

Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV and PKFRV rates as announced by Mutual Funds Association of Pakistan (MUFAP).

21 GENERAL

Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

22 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
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website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC DAILY DIVIDEND FUND



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To be the preferred choice
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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Islamic Daily Dividend Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 20.32% for the quarter ended September 30, 2023 against the benchmark return of 8.43%. Net Assets moved from PKR 3,082.82 million (June 30, 2023) to PKR 3,029.76 million as at September 30, 2023. The total expense ratio (TER) of the Fund is 0.51%, which includes 0.12% of government levies on the Fund.

Dividend

The Fund paid Daily Dividend accumulating to Rs. 4.99 per unit during the period ended September 30, 2023.

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Fund Stability rating AA(f) has been maintained by PACRA dated October 05, 2023.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Service for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



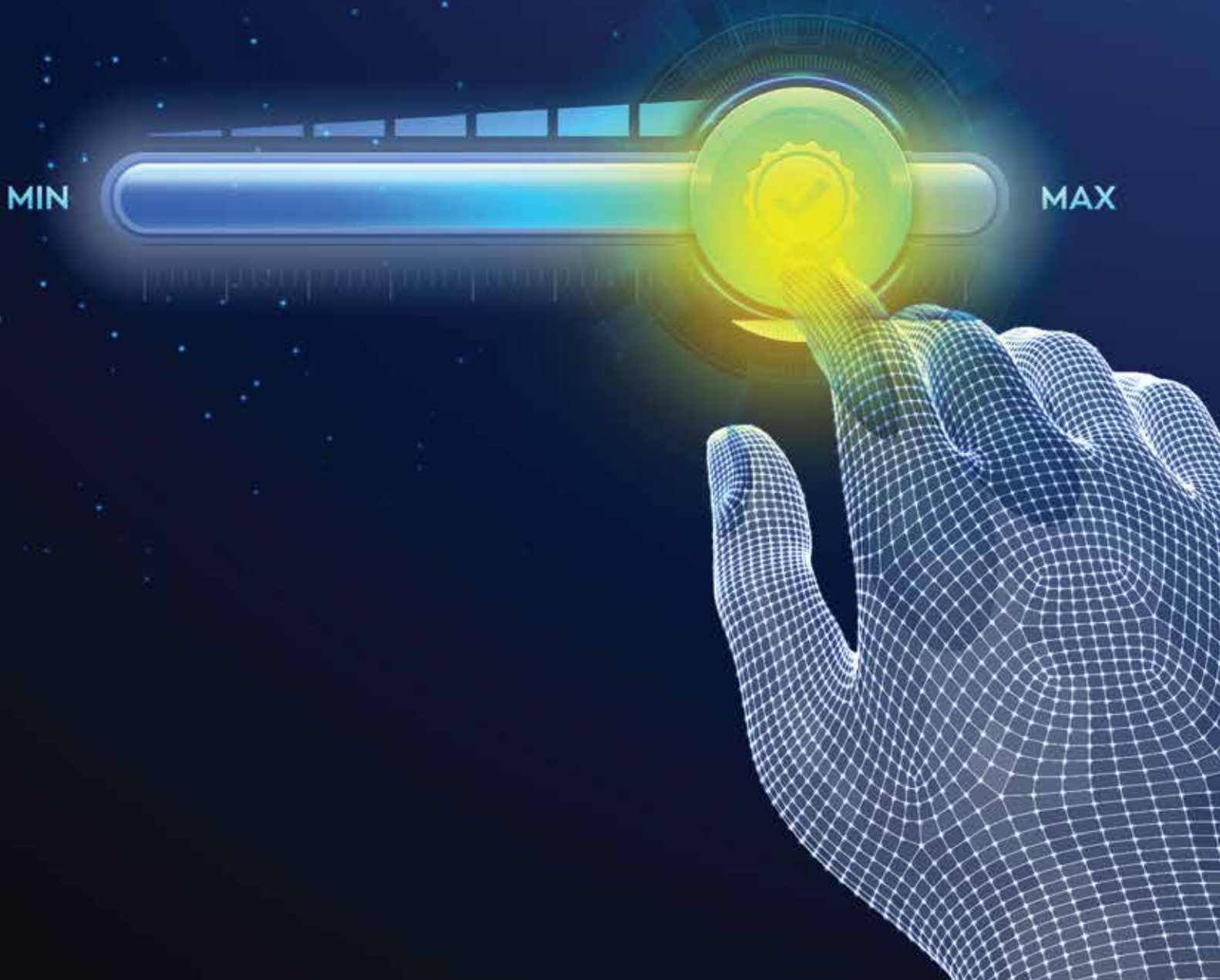
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
Assets			
Bank balances	5	77,426,751	1,554,351,509
Investments	6	2,905,513,411	1,465,000,000
Profit Receivable	7	55,951,766	70,062,456
Advance, deposits and prepayments	8	468,917	494,732
Preliminary expenses and floatation costs	9	349,718	393,418
Total assets		3,039,710,563	3,090,302,115
Liabilities			
Payable to JS Investments Limited - Management Company	10	765,600	2,460,121
Payable to Digital Custodian Company Limited - Trustee	11	213,322	191,212
Payable to Securities and Exchange Commission of Pakistan	12	217,247	376,136
Accrued expenses and other liabilities	13	8,750,188	4,457,386
Total liabilities		9,946,357	7,484,855
Contingencies and Commitments	16		
Net assets		3,029,764,206	3,082,817,260
Unit holders' funds (As per Statement Attached)		3,029,764,206	3,082,817,260
----- Number of units -----			
Number of units in issue		30,297,642	30,828,173
----- Rupees -----			
Net assets value per unit		100.00	100.00

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit on bank balances		33,903,738	9,292,383
Profit on Term Deposit Receipt		16,060,548	-
Profit on Sukuks		33,030,896	4,656,616
Profit on Musharakah / Mudarabah		89,072,768	-
Capital gain/loss on Musharakah / Mudarabah		184,686,877	-
Total		356,754,827	13,948,999
Expenses			
Remuneration to JS Investments Limited - Management Company		502,634	444,936
Sindh sales tax on Management Company's remuneration		65,342	57,842
Remuneration of the Digital Custodian Company - Trustee	11.1	551,577	62,669
Sindh sales tax on Trustee remuneration	11.2	71,704	8,147
Annual fee to the Securities and Exchange Commission of Pakistan	12	636,512	19,549
Amortization of deferred formation costs	9	43,700	43,619
Admin and Operational charges	10.3	844,450	-
Shariah Advisory Fees		538,980	94,611
Listing fee		7,063	6,250
SECP Supervisory fees on Listing Fees		625	625
Mutual fund rating fee		47,669	43,240
Bank and settlement charges		245,386	8,415
Auditors' remuneration		205,245	203,796
Printing Charges		25,575	19,125
		3,786,462	1,012,824
Net income for the period before taxation		352,968,365	12,936,175
Taxation	15	-	-
Net income for the period after taxation		352,968,365	12,936,175
Allocation of net income for the period:			
Net income for the period		352,968,365	12,936,175
Income already paid on units redeemed		-	-
Accounting income available for distribution		352,968,365	12,936,175
-Relating to capital gains - net		-	-
-Excluding capital gains		352,968,365	12,936,175
		352,968,365	12,936,175

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income for the period	352,968,365	12,936,175
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>352,968,365</u>	<u>12,936,175</u>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
Cash Flow From Operating Activities		
Net income for the period	352,968,365	12,936,175
Adjustments for:		
Amortisation of deferred formation cost	43,700	43,619
Operating profit before working capital changes	353,012,065	12,979,794
(Increase) / Decrease in current assets		
Profit Receivable	14,110,690	4,609,114
Deposits and Other Receivables	25,815	18,933
	14,136,505	4,628,047
(Decrease) / Increase in current liabilities		
Payable to the Management Company	(1,694,521)	(57,690)
Payable to the Trustee	22,110	(54,542)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(158,889)	(165,886)
Accrued expenses and other liabilities	4,292,802	220,775
	2,461,502	(57,343)
Realisation of investments - net	(1,440,513,411)	151,000,000
Net cash used in operating activities	(1,070,903,339)	168,550,498
Cash Flow From Financing Activities		
Dividend paid	(352,968,365)	(12,936,175)
Amount received from issuance of units	2,492,706,484	302,541,000
Amount paid on redemption of units	(2,545,759,538)	(304,797,900)
Net cash (used in) / generated from financing activities	(406,021,419)	(15,193,075)
Net (decrease) / increase in cash and cash equivalents	(1,476,924,758)	153,357,424
Cash and cash equivalents at the beginning of the period	1,554,351,509	199,131,578
Cash and cash equivalents at the end of the period	77,426,751	352,489,002

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023			September 30, 2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Note	------(Rupees)-----			------(Rupees)-----		
Net assets at beginning of the period	3,082,817,260	-	3,082,817,260	358,307,156	-	358,307,156
Issue of 24,927,064 units (2022: 3,025,410 units)	2,492,706,484	-	2,492,706,484	302,541,000	-	302,541,000
- Element of Loss	-	-	-	-	-	-
Total proceeds on issuance of units	2,492,706,484	-	2,492,706,484	302,541,000	-	302,541,000
Redemption of 25,457,595 units (2022: 3,047,979 units)	(2,545,759,538)	-	(2,545,759,538)	(304,797,900)	-	(304,797,900)
- Element of income	-	-	-	-	-	-
- Amount paid / payable on redemption of units	-	-	-	-	-	-
Total payments on redemption of units	(2,545,759,538)	-	(2,545,759,538)	(304,797,900)	-	(304,797,900)
Total comprehensive income / (loss) for the period	-	352,968,365	352,968,365	-	12,936,175	12,936,175
Distribution during the period						
Interim distribution during the period on the basis of Daily Dividend distribution) 18	-	(352,968,365)	(352,968,365)	-	(12,936,175)	(12,936,175)
Total comprehensive income for the period	-	-	-	-	-	-
Net assets at end of the period	3,029,764,206	-	3,029,764,206	356,050,256	-	356,050,256
Undistributed (loss) / income brought forward						
- Realised income		-			-	
- Unrealised (loss)		-			-	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		352,968,365			12,936,175	
		352,968,365			12,936,175	
Distribution during the period 18		(352,968,365)			(12,936,175)	
Undistributed income carried forward		-			-	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
Net assets value per unit at beginning of the period			100.00			100.00
Net assets value per unit at end of the period			100.00			100.00

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Daily Dividend Fund was established under the Trust Deed executed between JS Investments Limited (the Management Company - a subsidiary company of JS Bank Limited), as the Management Company, and Digital Custodian Company Limited, as the Trustee. The Trust Deed was executed on June 03, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 25, 2020 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from September 03, 2020.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, The Centre, Abdullah Haroon Road Saddar, Karachi, Pakistan.
- 1.3 The Fund is an open ended mutual fund categorized as "Shari'ah Compliant Money Market Scheme" pursuant to the Circular 7, 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from September 3, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The investment objective of the fund is to meet liquidity needs of the investors by providing daily dividend through investment in Shari'ah Compliant money market schemes.
- 1.5 Pakistan Credit Rating Agency Company has maintained fund stability rating AA(f) (Double A – Fund Rating) to the Fund dated October 05, 2023.

The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

- 1.6 Title to the assets of the Fund are held in the name of Digital Custodian Company Limited as a Trustee of the Fund.
- 1.7 During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

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 for interim financial reporting. The accounting and reporting standards as 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 VIII A of the repealed Companies Ordinance, 1984; and

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 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 requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34. This condensed interim financial information does 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 financial statements of the Fund for the year ended June 30, 2023.
- 2.1.3** 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 information give a true and fair view of the state of the Fund's affairs as at September 30, 2023.
- 2.1.4** The comparative statement of asset 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, 2023, 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 information for the period ended September 30, 2023.

2.2 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, 2023. 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.

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.5 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees.

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2023 but are considered no to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in this condensed interim financial information.

3 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND CHANGES THEREIN

- 3.1** The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

4 FINANCIAL RISK MANAGEMENT

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

5 BANK BALANCES

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
Profit and loss sharing (PLS) accounts	5.1	77,426,751	1,554,351,509
		77,426,751	1,554,351,509

5.1 Saving accounts of the Fund carries profit rate of 15.50% to 18.50% (June 30, 2023: 14.50 to 19.00%) per anum.

6 INVESTMENTS

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
At fair value through profit or loss			
Sukuk Certificate	6.1	705,000,000	565,000,000
Musharakah / Mudarabah	6.2	2,200,513,411	900,000,000
		2,905,513,411	1,465,000,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.1 Sukuk certificates (The nominal value for these Sukuk certificates is Rs 1,000,000 each.)

Name of the Security	As at July 1, 2023	Purchases during the year	Sales / matured during the year	As at September 30, 2023	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Unrealised appreciation / (diminution) as at September 30, 2023	Percentage in relation to	
	(Number of certificates)				(Rupees in '000)			Net assets of the Fund	Total market value of investments
K-ELECTRIC LTD STS XIV (27-02-2023)	380	-	380	-	-	-	-	-	-
K-ELECTRIC LTD SST XX 22-09-2023	-	170	-	170	170,000,000	170,000,000	-	5.81%	24.11%
K-ELECTRIC LTD STS XIX 28-08-2023	-	350	-	350	350,000,000	350,000,000	-	11.55%	49.65%
K-ELECTRIC STS XVII 18.05.2023	45	-	-	45	45,000,000	45,000,000	-	1.49%	6.38%
HUB POWER CO LTD (18-05-2023)	140	-	-	140	140,000,000	140,000,000	-	4.62%	19.86%
Total as at September 30, 2023					705,000,000	705,000,000	-	23.27%	100.00%
Total as at June 30, 2022					565,000,000	565,000,000			

6.2 Musharakah / Mudarabah (The nominal value for these Musharaka certificates is Rs 1,000,000 each.)

Name of the security	As at July 1, 2023	Purchases during the period	Sales / redemptions / maturity during the period	As at September 30, 2023	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Unrealised appreciation / (diminution) as at June 30, 2023	Percentage in relation to	
	(Number of certificates)				(Rupees in '000)			Net assets of the Fund	Total market value of investments
UBL Ameen - Islamic Banking	480	-	480	-	-	-	-	0.00%	0.00%
Faysal bank Limited	440	-	440	-	-	-	-	0.00%	0.00%
Pak Oman Investment Co. Ltd	-	556	-	556	556,094,658	556,094,658	-	18.35%	25.27%
Pak Brunei Investment Co Ltd	-	546	-	546	545,975,479	545,975,479	-	18.02%	24.81%
Pak Kuwait Investment Co. Ltd	-	551	-	551	551,002,740	551,002,740	-	18.19%	25.04%
Zarei Taraqiat Bank Ltd	-	547	-	547	547,440,534	547,440,534	-	18.07%	24.88%
Total as at September 30, 2023					2,200,513,411	2,200,513,411	-	72.63%	100.00%
Total as at June 30, 2022					900,000,000	900,000,000			

7 PROFIT RECEIVABLE

On:

- PLS account
- Sukuk Certificate
- Musharaka

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----		
	15,633,386	31,732,001
	24,459,358	34,153,058
	15,859,022	4,177,397
	55,951,766	70,062,456
8 ADVANCE, DEPOSIT AND PREPAYMENTS		
Security Deposit	100,000	100,000
Prepaid Listing Fees	21,187	-
Prepaid SECP Supervisory fee on listing fee	1,875	-
Receivable from Management Company	151,779	35,1464
Prepaid Rating Fee	194,076	43,268
	468,917	494,732
9 PRELIMINARY EXPENSE AND FLOATATION COSTS		
Preliminary expenses and floatation costs	393,418	566,793
Amortisation during the period	(43,700)	(173,375)
	349,718	393,418

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9.1 The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortised by the Fund over a period of five years commencing from September 3, 2020 in accordance with the Trust Deed and the NBFC Regulations.

10	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	Note	September 30, 2023	June 30, 2023
			(Un-audited)	(Audited)
			----- Rupees -----	
	AMC Charges Payable	10.3	289,663	497,465
	Shariah Advisory fee		337,875	344,033
	Marketing and selling expense payable	10.4	-	1,525,078
	Printing fee payable		104,316	78,741
	Other Payable		33,746	14,804
			765,600	2,460,121

10.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to the Management Company. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

10.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds). The Management Company has charged selling and marketing expenses to the Fund to the extent as it has think expedient on its discretion subject to not being higher than actual expenses. No selling and marketing expenses charged to the Fund during the period from July 01, 2023 to September 30, 2023

11 PAYABLE TO DIGITAL CUSTODIAN COMPANY - TRUSTEE

11	PAYABLE TO DIGITAL CUSTODIAN COMPANY - TRUSTEE	Note	September 30, 2023	June 30, 2023
			(Un-audited)	(Audited)
			----- Rupees -----	
	Remuneration payable to the Trustees	11.1	188,281	167,728
	Sindh sales tax payable on Trustee's remuneration	11.2	24,476	21,805
	CDC - Settlement Charges Payable		565	1,679
			213,322	191,212

11.1 As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the trustee fee for the period is 0.065% (June 30, 2022: 0.065%) of the average daily net assets.

11.2 Sales tax at the rate of 13% on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

12 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

12.1 The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----		
13 ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditors' remuneration	521,605	316,360
Withholding tax payable on daily dividend distribution	7,472,643	3,007,675
Zakat Payable	33,725	33,606
Sales load Payable	648,095	1,095,426
Broker Payable	74,120	4,319
	8,750,188	4,457,386

14 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund as on September 30, 2023 is 0.51% (September 30, 2022: 1.04%) and this includes 0.12% (September 30, 2022: 0.14%) representing Government Levy and SECP Fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulation 60(5) for a collective investment scheme categorized as Shariah Compliant Money Market Scheme.

15 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

16 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 (June 30, 2023: Nil).

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.1 Details of transactions with related parties / connected persons during the period:

	September 30, 2023 Un-audited	September 30, 2022 Un-audited
----- Rupees -----		
JS Investments Limited - Management Company		
Remuneration to the Management Company	502,634	444,936
Sindh sales tax on remuneration of the Management Company	65,342	57,842
Issue of units: 4,541,001 units (2022: : 480,404 units)	454,100,149	48,040,400
Redemption of units: 275,000 units (2022: : 482,664 units)	27,500,000	48,266,400
Reinvest in lieu of Dividend paid : 7,684 units (2022: : 2,260 units)	768,353	226,000
Sales load for the period	93,700	8,640
Ammortization of Preliminary Expense	43,700	43,619
Shariah Expense	538,980	94,611
Expenses incurred	25,575	19,125
Admin and Operational charges	844,450	-
Digital Custodian Company - Trustee		
Remuneration of the Trustee	551,577	62,669
Sindh sales tax on Trustee remuneration	71,704	8,147
CDC - Settlement Charges	66,424	2,606
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-6) (Fund Under JSIL Management)		
Redemption of units: Nil units (2022: : 12,000 units)	-	1,200,000
Reinvest in lieu of Dividend paid : Nil units (2022: 23,662 units)	-	2,366,203
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7) (Fund Under JSIL Management)		
Redemption of units: 529,206 units (2022: 135,600 units)	52,920,612	13,560,000
Reinvest in lieu of Dividend paid : 21,978 units (2022 : : 19,453 units)	2,197,771	1,945,296
JS Islamic Hybrid Fund of Funds (JSICPAP-8) (Fund Under JSIL Management)		
Redemption of units: 1,065,550 units (2022 : 64,280 units)	106,555,000	6,428,000
Reinvest in lieu of Dividend paid : 56,002 units (2022 : 64,664 units)	5,600,212	6,466,394
JS Islamic Hybrid Fund of Funds - Mutanasib (Fund Under JSIL Management)		
Reinvest in lieu of Dividend paid : 815 units (2022 : Nil units)	81,455	-
Key Management Personnel of the Management Company		
Redemption of units: 20,152 units (2022 : Nil units)	2,015,232	-
Reinvest in lieu of Dividend paid : 53 units (2022 : 803 units)	5,312	80,300

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.2 Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFRC Regulations, and the Trust Deed respectively.

17.3 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

17.4 Details of balances with related parties / connected person as at period / year end:

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees -----	
JS Investments Limited - Management Company		
Shariah Fees payable	337,875	344,033
Other payable	104,316	78,741
Sales load payable	33,746	14,804
Admin and Operational charges payable	289,663	497,465
Receivable from Management Company	151,779	351,464
Selling and marketing expense payable	-	1,525,078
Units held: 4,273,685 (June 2023: Nil)	427,368,501	-
Digital Custodian Company - Trustee		
Remuneration of the Trustee	188,281	167,728
Sindh sales tax on Trustee remuneration	24,476	21,805
CDC - Settlement Charges Payable	565	1,679
JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7) (Fund Under JSIL Management)		
Units held: Nil units (June 30, 2023: 507,228 units)	-	50,722,841
JS Islamic Hybrid Fund of Funds (JSICPAP-8) (Fund Under JSIL Management)		
Units held: 319,975 units (June 30, 2023: 1,329,523 units)	31,997,514	132,952,302
JS Islamic Hybrid Fund of Funds (Mutasasib) (Fund Under JSIL Management)		
Units held: 17,067 units (June 30, 2023: 16,252 units)	1,706,682	1,625,227
Key Management Personnel of the Management Company		
Units held: 209,267 units (June 30, 2023: 220,667 units)	20,926,677	22,066,728
Entities held 10% or more of units of the Fund		
Units held: 10,729,482 (June 2023: 9,694,558)	1,072,948,238	969,455,757

18 INTERIM DISTRIBUTION

The Fund makes distribution on daily basis as per clause 16.2 of the Trust Deed and clause 1.4 of the Offering Document and re-invests the distributed dividend as per clause 5.1 of the Offering Document. During the period, the Management Company on behalf of the Fund, has distributed the total profit earned during the period amounting to Rs 352.97 million (2022: 12.94 million) as dividend after deducting applicable taxes.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

19 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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

19.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of 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.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
As at September 30, 2023 (Un-audited)				
At fair value through profit and loss	-	2,905,513,411	-	2,905,513,411
	-	2,905,513,411	-	2,905,513,411

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
As at June 30, 2023 (Audited)				
At fair value through profit and loss	-	1,465,000,000	-	1,465,000,000
	-	1,465,000,000	-	1,465,000,000

20 GENERAL

20.1 Figures have been rounded off to the nearest Rupee and have been reclassified where ever necessary.

20.2 Corresponding figures have been rearranged, wherever necessary.

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC DEDICATED EQUITY FUND



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COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited is pleased to present the unaudited Financial Statements of **JS Islamic Dedicated Equity Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund return was -1.09 % for the quarter ended September 30, 2023, against the benchmark return of 9.78%. Net Assets moved from PKR 6.22 million (June 30, 2023) to PKR 6.29 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 4.50%, which includes 0.55% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



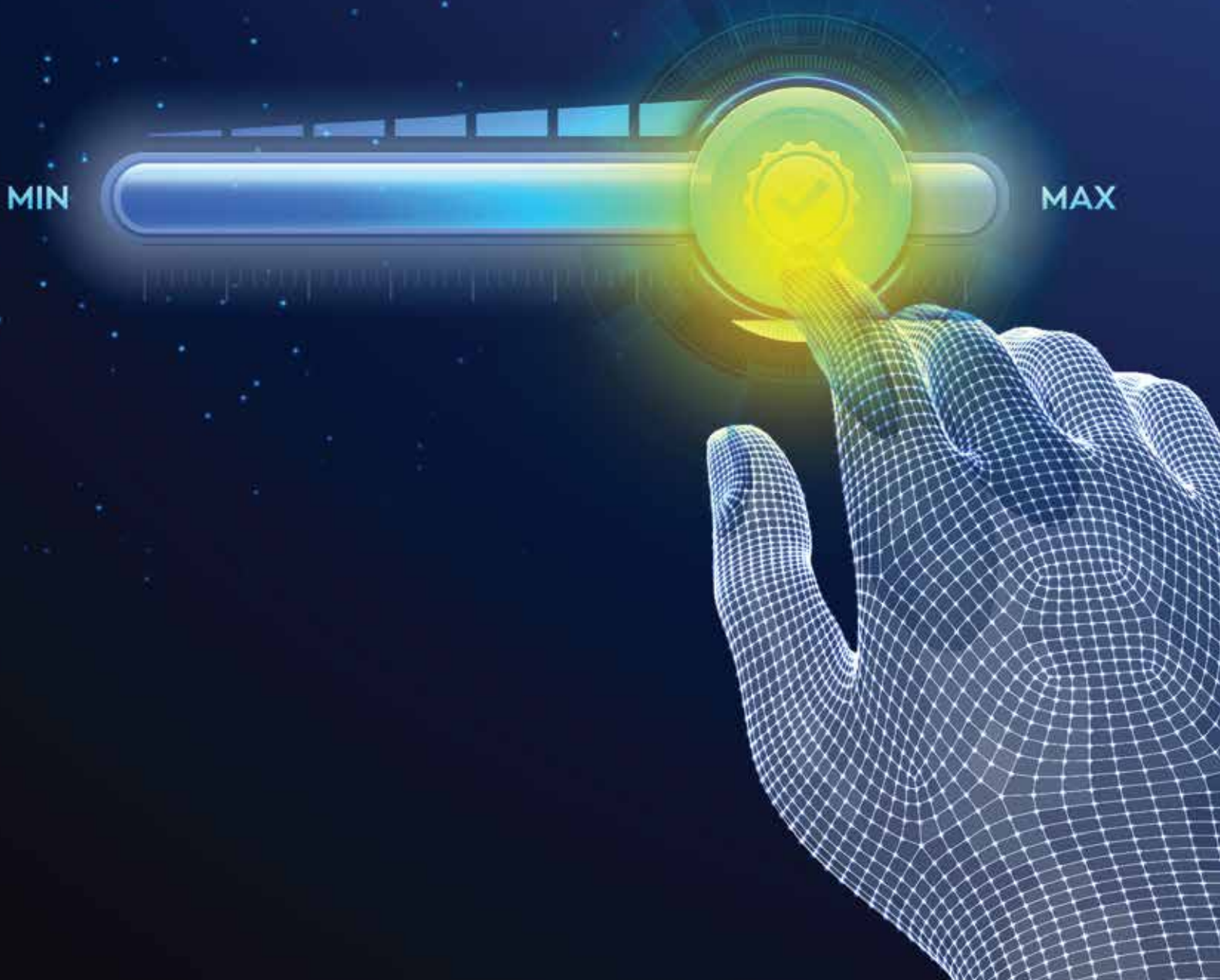
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
Assets			
Bank balances	4	1,146,919	1,201,825
Deposits and other receivable	5	6,323,833	6,120,206
Total assets		7,470,752	7,322,031
Liabilities			
Payable to the JS Investments Limited - Management Company	6	139,527	90,026
Sales tax payable on Management Company's remuneration	6.1	1,294	1,350
Payable to Central Depository Company of Pakistan Limited - Trustee	7	1,560	1,538
Sales tax payable on Trustee remuneration	7.1	129	135
Annual fee payable to the Securities and Exchange Commission of Pakistan	8	473	8,826
Accrued expenses and other liabilities	9	1,109,142	932,357
Total liabilities		1,252,125	1,034,232
Contingencies and commitments	11		
Net assets		6,218,627	6,287,799
Unit holders' funds		6,218,627	6,287,799
----- Number of units -----			
Number of units in issue		131,926	131,926
----- Rupees -----			
Net assets value per unit		47.14	47.66

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit on bank balances		34,082	1,118,850
Gain on sale of investments at fair value through profit or loss - net		-	1,287,407
Dividend income		-	943,376
Net unrealised loss on re-measurement of investments 'at fair value through profit or loss'		-	(5,586,438)
Total loss		34,082	(2,236,805)
Expenses			
Remuneration of JS Investments Limited - Management Company		30,956	560,075
Sindh sales tax on Management Company's remuneration	6.1	4,024	72,818
Remuneration of Central Depository Company of Pakistan Limited - Trustee		3,097	55,997
Sindh sales tax on Trustee remuneration	7.1	401	7,280
Annual fee to the Securities and Exchange Commission of Pakistan	8	1,470	5,603
Securities transactions cost		84,635	160,938
Shariah Advisory fee		1,016	26,616
Listing Fees		7,062	6,250
SECP Supervisory fee		625	544
Auditors' remuneration		101,250	147,838
Accounting and operational charges	6.2	1,548	28,003
Printing and Stationery		49,988	21,156
Other expense		(182,818)	15,001
Total Expenses		103,254	1,108,119
Net loss for the period before tax		(69,172)	(3,344,924)
Taxation	12	-	-
Net loss for the period after tax		(69,172)	(3,344,924)
Allocation of Net Income For the period			
- Net income for the period after tax		-	-
- Income already paid on units redeemed		-	-
Accounting income available for distribution:			
- Relating to Capital Gain		-	-
- Excluding Capital Gain		-	-
		-	-

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net loss for the period after tax	(69,172)	(3,344,924)
Other comprehensive income for the period	-	-
Total comprehensive loss for the period	<u>(69,172)</u>	<u>(3,344,924)</u>

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period after tax	(69,172)	(3,344,924)
Adjustments for:		
Profit on bank balances	(34,082)	(1,118,850)
Dividend Income on investments at fair value through profit or loss	-	(943,376)
Gain on sale of investments at fair value through profit or loss - net	-	(1,287,407)
Net unrealised loss on re-measurement of investments 'at fair value through profit or loss'	-	5,586,438
	(103,254)	(1,108,119)
(Increase) / Decrease in assets		
Formation cost	-	15,001
Dividend receivable	-	(32)
Deposits and other receivable	(205,881)	(20,706)
	(205,881)	(5,737)
Increase / (Decrease) in liabilities		
Payable to the JS Investments Limited - Management Company	49,501	(59,887)
Sales Tax payable on remuneration of the Management Company	(56)	(9,660)
Remuneration payable to Trustee	22	(8,638)
Sindh Sales Tax on remuneration of trustee	(6)	(967)
Annual fee payable to Securities and Exchange Commission of Pakistan	(8,353)	(28,647)
Accrued expenses and other liabilities	176,785	536,831
	217,893	429,032
	(91,242)	(684,824)
Profit received on balances with banks and investments	36,336	801,250
Dividend Received	-	943,376
Net payments for investments	-	48,683,715
Net cash flows from operating activities	36,336	50,428,341
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash flows from financing activities	-	(43,092,604)
Increase in cash and cash equivalents during the period	(54,906)	6,650,913
Cash and cash equivalents at beginning of the period	1,201,825	34,691,349
Cash and cash equivalents at end of the period	1,146,919	41,342,262

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30,					
	2023			2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Rupees			Rupees			
Net assets at beginning of the period	971,911,311	(965,623,512)	6,287,799	1,107,264,923	(961,357,468)	145,907,455
Issuance of units Nil (2022: Nil)						
- Capital value (at net asset value per unit)	-	-	-	-	-	-
- Element of Income/Loss	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-
Redemption of units Nil (2022: 747,715)						
- Capital value (at net asset value per unit)	-	-	-	(43,240,381)	-	(43,240,381)
- Element of Income/Loss	-	-	-	147,777	-	147,777
Total payments on redemption of units	-	-	-	(43,092,604)	-	(43,092,604)
Total comprehensive (loss) / gain for the period	-	(69,172)	(69,172)	-	(3,344,924)	(3,344,924)
Net assets at end of the period	971,911,311	(965,692,684)	6,218,627	1,064,172,319	(964,702,392)	99,469,927
Undistributed (loss) / income brought forward						
- Realized (loss)		(949,784,026)			(945,517,982)	
- Unrealized income		(15,839,486)			(15,839,486)	
		(965,623,512)			(961,357,468)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net (loss) / income for the period after taxation		(69,172)			(3,344,924)	
Undistributed loss carried forward		(965,692,684)			(964,702,392)	
Undistributed loss carried forward						
- Realized loss		(965,692,684)			(959,115,954)	
- Unrealized gain / (loss)		-			(5,586,438)	
		(965,692,684)			(964,702,392)	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			47.66			59.12
Net assets value per unit at end of the period			47.14			57.83

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Dedicated Equity Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Central Depository Company of Pakistan Limited is the Trustee. The Trust Deed was executed on January 25, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on January 16, 2018.

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 August 20, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 Being an Islamic Fund, all the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.

1.3 The Fund is an open end mutual fund categorized as "Equity Scheme" and has obtained listing on Pakistan Stock Exchange. The objective of JS Islamic Dedicated Equity Fund is to provide other 'Fund of Funds' schemes a Shariah Compliant avenue for taking exposure in Shariah Complaint Equities. Only other Fund of Funds' schemes may submit applications for the purchase of units of the JS Islamic Dedicated Equity Fund. The Fund is not actively selling its units to retail or institutional investors. The Fund is required to maintain at least 70% of its net assets invested in listed equity securities.

1.4 The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.5 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- 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 Regulation) Rules, 2003 (the NBFC Rules), the 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.2 The comparative balance sheet presented in these condensed interim financial information as at September 30, 2023 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' fund for the period ended September 30, 2023 have been extracted from the unaudited condensed interim financial information for the period then ended.

2.3 These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Fund as at and for the year ended June 30 2023. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.

2.4 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 information give a true and fair view of the state of the Fund's affairs as at September 30, 2023.

2.5 Basis of measurement

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

2.6 Functional and presentation currency

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES. ESTIMATES & JUDGEMENTS AND CHANGES THEREON

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

3.3 Standards 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 1, 2023. 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
	Note	------(Rupees)-----	
In saving accounts		558,613	715,250
In current accounts	4.1	588,306	486,575
		<u>1,146,919</u>	<u>1,201,825</u>

- 4.1 This includes balance of Rs. 12,241 (June 30, 2023: Rs 80,800) with Bank Islami Pakistan Limited (a related party). The balance carry profit at 19.00% (June 30, 2023: 19.75%) per annum. Other PLS accounts of the Fund carry profit at rates ranging between 18.50% to 18.00% (June 30, 2023: 14.00% to 19.60%) per annum. Above balances are held with Islamic Banks / Islamic window operations of conventional Bank.

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
	Note	------(Rupees)-----	
5 DEPOSITS AND OTHER RECEIVABLE			
Profit receivable	5.1	7,560	9,814
Advance tax		5,010,392	5,010,392
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Security deposit with National Clearing Company of Pakistan Limited		1,000,000	1,000,000
Prepaid Listing Fee - PSX		21,188	-
Prepaid SECP Supervisory Fee on Listing Fee		1,875	-
Receivable from AMC against expense ratio adjustment		182,818	-
		<u>6,323,833</u>	<u>6,120,206</u>

- 5.1 This includes profit receivable Rs. 860 (June 30, 2023: 419) with Bank Islami Pakistan Limited (a related party).

6 PAYABLE TO MANAGEMENT COMPANY (WAKEEL)

The Management Company has charged remuneration at the rate of 2% (June 30, 2023: 2%) of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
	Note	------(Rupees)-----	
Remuneration payable to Management Company	6.1	9,950	10,384
Accounting and Operational charges payable to Management Co.	6.2	498	519
Printing and stationery charges payable to Management Company		128,729	78,741
Shariah Advisory fee payable to Management Company		350	382
		<u>139,527</u>	<u>90,026</u>

- 6.1 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.2 ACCOUNTING AND OPERATIONAL CHARGES

This represents reimbursement of certain expenses to the Management Company (Wakeel). As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

7 REMUNERATION TO THE TRUSTEE

During the period, CDC Trustee tariff charged is as follows:

- up to rupees one billion 0.2% per annum of the daily net assets.
- exceeding rupees one billion Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
		------(Rupees)-----	
	Note		
Remuneration payable to the Trustee	7.1	995	1,038
CDC Custodian, Transaction & Connect Fee Payable		565	500
		1,560	1,538

7.1 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

8 ANNUAL FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee has been charged, at the rate of 0.095% (June 30, 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

		September 30, 2023 (Un-audited)	30 June 2023 (Audited)
		------(Rupees)-----	
Auditors' remuneration		417,150	315,900
Haram income payable to charitable trust		664,392	588,306
Other liabilities		27,600	28,151
		1,109,142	932,357

10 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended September 30, 2023 is 4.50% which includes 0.55% representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorized as an Equity scheme.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 Fund has incurred net loss during the current period, therefore, no provision for taxation has been made in these condensed interim financial statements.

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / Connected persons include JS Investments Limited (JSIL) being the Management Company (Wakeel) of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

13.1 Details of balances with related parties / connected persons as at period end

JS Investments Limited - Management Company

Remuneration payable to the Management Company
Sindh sales tax payable on Management Company's remuneration **
Receivable from Management Company against adjustment of TER
Accounting and Operational Charges payable to Management Company
Printing and stationery charges payable to the Management Company
Shariah Advisory fee payable to the Management Company

Central Depository Company of Pakistan Limited -Trustee

Remuneration payable to the Trustee
Sales tax payable on Trustee remuneration ***
CDC Custodian, Transaction & Connect Fee Payable
CDC Security Deposit

BankIslami Pakistan Limited (Fellow subsidiary of JSBL)

Bank balance
Profit receivable

JS Islamic Hybrid Fund Of Funds - JSICPAP-8 *

Units outstanding: 131,926 (2023: 131,926)

September 30, 2023 (Un-audited)	30 June 2023 (Audited)
------(Rupees)-----	
9,950	10,384
1,294	1,350
182,818	-
498	519
128,729	76,501
350	382
1,560	1,538
129	135
565	500
100,000	100,000
12,241	80,800
860	419
6,218,996	6,287,799

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

13.2 Details of transactions with related parties / connected persons during the period

	September 30,	
	2023	2022
	------(Rupees)-----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	30,956	560,075
Sindh sales tax on Management Company's remuneration	4,024	72,818
Allocated expenses	1,548	28,003
Shariah Advisory fee	1,016	26,616
Printing and stationery charges	49,988	21,156
Expense adjustment against TER	182,818	-
Amortisation of preliminary expenses and floatation costs	-	15,001
Central Depository Company of Pakistan Limited - Trustee		
Remuneration to the Trustee	3,097	55,997
Sales tax on Trustee remuneration ***	401	7,280
CDC Custodian, Transaction & Connection Fee	1,760	1,748
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)		
Profit on savings accounts	1,765	-
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage Expense	-	2,244
JS Islamic Hybrid Fund of Funds - Mutanasib *		
Redemption of units Nil (2022: 102,514)	-	6,000,000
JS Fund of Funds *		
Redemption of units: Nil (2022: 645,201)	-	37,092,605

* Fund Under JSIL Management

** Paid / payable to the Management Company for onward payment to the Government.

*** Paid / payable to the Trustee for onward payment to the Government.

14. 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. GENERAL

Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

16. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 20, 2023 by Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
PSX Tower, Jinnah Avenue,
Islamabad - North
051-2894423

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www.facebook.com/jsinvestments http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for
website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS INCOME FUND



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NOISSIM

To be the preferred choice
of every investor, offering
diverse and innovative
investment solutions



MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Income Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income & Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 18.92% for the quarter ended September 30, 2023, against the benchmark return of 23.21%. Net Assets moved from PKR 942.19 million (June 30, 2023) to PKR 832.26 million as of September 30, 2023. The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023, is 2.67%, which includes 0.45% of government levies on the Fund.

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Stability Rating of A+(f) with a 'stable outlook' has been assigned to the Fund by PACRA.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



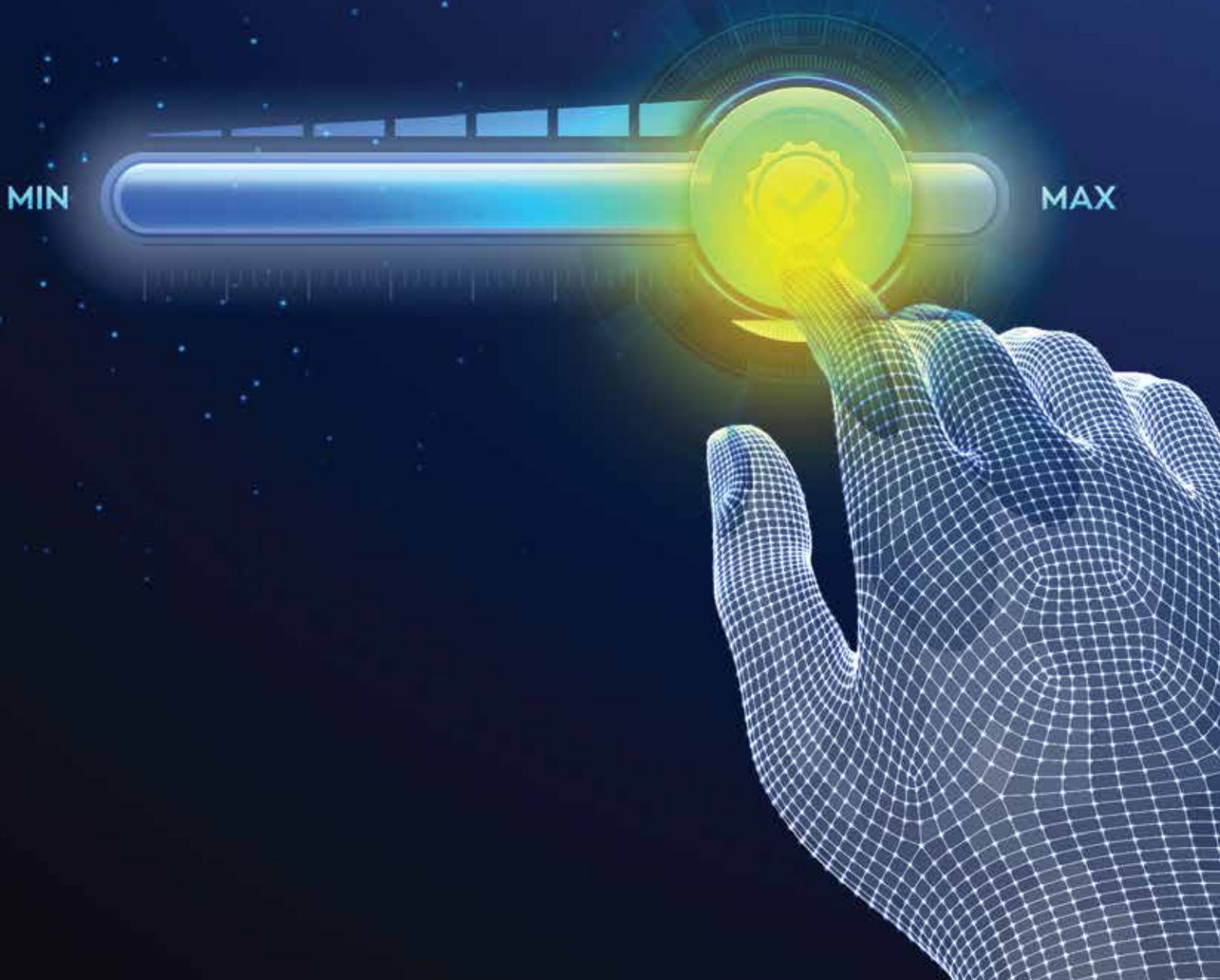
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 SEPTEMBER 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
Assets			
Bank balances	4	153,636,766	291,165,486
Investments	5	638,587,057	643,206,081
Mark-up receivable	6	42,511,915	23,795,423
Deposits, prepayments and other receivables	7	6,158,190	6,296,702
Total assets		840,893,928	964,463,692
Liabilities			
Payable to JS Investments Limited - Management Company	8	6,030,066	8,613,060
Payable to Digital Custodian Company Limited - Trustee	9	68,905	78,692
Annual fee payable to Securities and Exchange Commission of Pakistan	10	60,978	232,720
Accrued expenses and other liabilities	11	2,477,058	13,342,478
Total liabilities		8,637,007	22,266,950
Net assets		832,256,921	942,196,742
Unit holders' funds (as per statement attached)		832,256,921	942,196,742
Contingencies and Commitments	12		
		----- Number of units -----	
Number of units in issue		7,780,612	9,228,478
		----- Rupees -----	
Net assets value per unit		106.97	102.10

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Financial Income		51,840,231	44,454,210
Net realised (loss) / gain on sale of investments		509,514	(3,473,986)
Net unrealised gain / (loss) on investments at fair value through profit or loss		(3,900,415)	(346,413)
Dividend income on spread transactions		-	5,505,000
Other income	5.4.2 & 5.5.3	2,608,454	2,075,621
Total income		51,057,784	48,214,432
Expenses			
Remuneration to JS Investments Limited - Management Company	8.1	3,425,008	3,761,277
Sindh Sales Tax on Management Company's Remuneration	8.2	445,251	488,966
Allocated expenses by the Management Company	8.4	241,450	304,030
Selling and marketing expenses	8.5	646,337	608,058
Remuneration of the Digital Custodian Company Limited - Trustee	9	181,086	228,032
Sindh Sales Tax on remuneration of the Trustee		23,541	29,644
Annual fee to the Securities & Exchange Commission of Pakistan (SECP)	10	181,160	60,808
Auditors' remuneration		211,451	198,910
Mutual fund rating fee		120,981	92,080
PSX listing fee		6,285	6,258
SECP supervisory fee		628	645
Brokerage and settlement charges		8,444	378,556
Bank and settlement charges		157,986	-
Legal and professional charges		-	92,000
Printing and stationery		25,514	19,129
Total expenses		5,675,122	6,268,393
Net income for the period before taxation		45,382,662	41,946,039
Taxation	13	-	-
Net income for the period after taxation		45,382,662	41,946,039
Allocation of income for the period:			
Net income for the period after taxation		45,382,662	41,946,039
Income already distributed on units redeemed		(8,312,408)	(5,437,980)
		37,070,254	36,508,059
Accounting income available for distribution:			
Relating to capital gain		-	(3,820,399)
Excluding capital gain		37,070,254	40,328,458
		37,070,254	36,508,059

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income for the period after taxation	45,382,662	41,946,039
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>45,382,662</u>	<u>41,946,039</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	45,382,662	41,946,039
Adjustments for:		
Financial income	(51,840,231)	(44,454,210)
Dividend income	-	(5,505,000)
Net unrealised (gain) /loss on investments at fair value through profit or loss	3,900,415	346,413
Net realised loss / (gain) on sale of investments	(509,514)	3,473,986
Operating loss before working capital changes	(48,449,330)	(46,138,811)
(Increase) / decrease in assets		
Investments - net	1,228,123	(228,330,485)
Dividend Received	-	5,505,000
Deposits, prepayments and other receivables	138,512	(1,673,030)
	1,366,635	(224,498,515)
(Decrease) / increase in liabilities		
Payable to JS Investments Limited - Management Company	(2,582,994)	(199,483)
Payable to Digital Custodian Company Limited - Trustee	(9,787)	(17,464)
Accrued and other liabilities	(11,037,162)	(648,171)
	(13,629,943)	(865,118)
Financial income received	33,123,739	31,367,177
Net cash generated from / (used in) operating activities	17,793,763	(198,189,228)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issue of units	1,373,754,688	80,419,937
Payment made against redemption of units	(1,529,077,171)	(209,264,382)
Net cash used in financing activities	(155,322,483)	(128,844,445)
Net (decrease) / increase in cash and cash equivalents	(137,528,720)	(327,033,673)
Cash and cash equivalents at beginning of the period	291,165,486	630,344,712
Cash and cash equivalents at end of the period	153,636,766	303,311,039

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED 30 SEPTEMBER 2023

	2023			2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----					
Net assets at beginning of the period	922,242,345	19,954,397	942,196,742	1,247,500,874	2,576,622	1,250,077,496
Issuance of units 12,908,685 (2022: 6,287,645 units)						
- Capital value (at net asset value per unit at the beginning of the period)	1,317,976,720	-	1,317,976,720	78,503,250	-	78,503,250
- Element of income	55,777,968	-	55,777,968	1,916,687	-	1,916,687
Total proceeds on issuance of units	1,373,754,688	-	1,373,754,688	80,419,937	-	80,419,937
Redemption of units 14,356,551 (2022: 10,032,263 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(1,465,803,848)	-	(1,465,803,848)	(205,203,029)	-	(205,203,029)
- Amount paid out of element of income	-	(8,312,408)	(8,312,408)	-	(5,437,980)	(5,437,980)
- Refund / adjustment on units as element of income	(54,960,915)	-	(54,960,915)	1,376,627	-	1,376,627
	(1,520,764,763)	(8,312,408)	(1,529,077,171)	(203,826,402)	(5,437,980)	(209,264,382)
Total comprehensive income for the period	-	45,382,662	45,382,662	-	41,946,039	41,946,039
Net income for the period	-	45,382,662	45,382,662	-	41,946,039	41,946,039
Net assets at end of the period	775,232,270	57,024,651	832,256,921	1,124,094,409	39,084,681	1,163,179,090
Undistributed income / (loss) brought forward						
- Realized income / (loss)		8,853,096			8,853,096	
- Unrealized (loss) / gain		(6,276,474)			(6,276,474)	
		2,576,622			2,576,622	
Accounting income available for distribution						
- Relating to capital gains / (loss)		-			(3,820,399)	
- Excluding capital gains		37,070,254			40,328,458	
Net income for the period after taxation		37,070,254			36,508,059	
Distribution during the period		-			-	
Undistributed income carried forward		39,646,876			39,084,681	
Undistributed income carried forward						
- Realized income		43,547,291			39,431,094	
- Unrealized income / (loss)		(3,900,415)			(346,413)	
		39,646,876			39,084,681	
			Rupees			Rupees
Net assets value per unit at beginning of the period			<u>102.10</u>			<u>97.02</u>
Net assets value per unit at end of the period			<u>106.97</u>			<u>100.46</u>

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Income Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open-end mutual fund by the Securities and Exchange Commission of Pakistan (SECP). It was constituted under the Trust Deed, dated 18 July 2002 between JS Investments Limited (a subsidiary company of JS Bank Limited) as the Management Company, a company incorporated under the Companies Act 2017 and Digital Custodian Company Limited (DCCL) as the Trustee.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3 The Fund is income scheme and units of the Fund are listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units of the Fund can be transferred to / from other funds managed by the Management Company and can also be redeemed by surrendering to the Fund. As per the offering document, the Fund shall invest in a diversified portfolio of Government securities, investment grade term finance certificates (TFCs), rated corporate debts, spread transactions (including spread on equity transactions) and other money market instruments.
- 1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as a Trustee of the Fund.
- 1.5 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').
- 1.6 The Pakistan Credit Rating Agency (PACRA) reaffirmed the stability rating of "A + (f)" (A plus – Fund Rating) to the Fund. The fund's rating denotes a strong capacity to maintain high degree of stability in returns and possesses low exposure to risks.
- 1.7 Due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment, private Funds etc., being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12A of the Sindh Trusts Act, 2020. In this connection the management company submitted restated trust deeds of all Funds with the Assistant Director of Industries and Commerce (Trust Wing) for registration purposes and subsequently registration certificates in this regard are awarded by Assistant Director for all Funds.

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 as 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 VIII A of the repealed Companies Ordinance, 1984; and

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- 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 requirements of the Trust Deed.

2.1.1 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 requirements of IAS 34, 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 IAS 34. 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, 2023.

2.1.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2022.

2.1.4 In compliance with Schedule V of the NBFC Regulations, 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 September 30, 2023.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted 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, 2023.

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 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.

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		30 September 2023 (Un-Audited)	30 June 2023 (Audited)
4	BANK BALANCES		
	- Profit and loss sharing (PLS) accounts	4.1 153,636,766	291,165,486
		153,636,766	291,165,486

4.1 This includes bank balance with JS Bank Limited (a related party) and BankIslami Pakistan Limited (a related party) carrying profit at the rate of 20.82% (June 30, 2023: 19.60%) and 19.00% (June 30, 2023: 19.75%) per annum respectively. Other profit and loss sharing accounts carry mark-up rate ranging from 19.00% to 22.00% (June 30, 2023: 12.40% to 22.00%) per annum.

		30 September 2023 (Un-Audited)	30 June 2023 (Audited)
5	INVESTMENTS		
	At fair value through profit or loss		
	Government securities - Treasury Bills	5.1 24,939,977	24,818,300
	Government securities - Pakistan Investment Bonds	5.2 48,330,000	48,320,000
	Debt securities	5.3 565,317,080	570,067,781
		638,587,057	643,206,081
	At amortised cost		
	Debt securities - unquoted	5.4 -	-
		-	-
		638,587,057	643,206,081

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.1 Government Securities - Market Treasury Bills - 'At Fair Value Through Profit or Loss'

Note					September 30, 2023				
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investment
	----- (Number of holding) -----				-----Rupees-----			----- % -----	
Market Treasury Bills - 3 months	250	9,250	(9,250)	250	24,941,637	24,939,977	(1,660)	3.00	3.91
Total as at September 30, 2023 (un-audited)					24,941,637	24,939,977	(1,660)	3.00	3.91
Total as at June 30, 2023 (audited)					24,825,614	24,818,300	(7,314)	2.63	3.86

5.1.1 Significant terms and conditions of Market Treasury Bills outstanding at the year end are as follows:

	Number of instruments	Face value	Interest rate (Per annum)	Maturity
Market Treasury Bills - 3 months	250	25,000,000	22.40%	17-Nov-27

5.2 Government Securities - Pakistan Investment Bonds - 'At Fair Value Through Profit or Loss'

Note					September 30, 2023				
	As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investment
	----- (Number of holding) -----				-----Rupees-----			----- % -----	
Bonds - 5 years	500	-	-	500	50,603,052	48,330,000	(2,273,052)	5.81	7.57
Total as at September 30, 2023 (un-audited)					50,603,052	48,330,000	(2,273,052)	5.81	7.57
Total as at June 30, 2023 (audited)					48,156,661	48,320,000	163,339		

5.2.1 Significant terms and conditions of Pakistan Investment bonds outstanding at the period end are as follows:

Floating rate Instruments

Bonds - 5 years

	Number of bonds	Face value	Interest rate (Per annum)	Maturity
Pakistan Investment Bond	500	50,000,000	21.96%	6-May-26

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.3 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At fair value through profit or loss'

Particulars	Note	As at 01 July 2023	Acquired during the period	Matured/ disposed during the period	As at 30 September 2023	Carrying value as at 30 September 2023	Market value as at 30 September 2023	Unrealised gain/(loss)	Market value as a % of total investments	Market value as percentage of net assets
		-----Number of certificates-----			-----Rupees-----			-----%-----		
Face Value of Rs. 100,000/- each										
Power generation and distribution										
Quoted										
HUB Power Holdings Limited	5.3.1	2,150	-	-	2,150	220,654,500	218,883,760	(1,770,740)	34.28	26.30
		2,150	-	-	2,150	220,654,500	218,883,760	(1,770,740)	34.28	27.30
Pharmaceutical										
Unquoted										
OBS AGP (Pvt) Limited	5.3.1	500	-	-	500	37,581,250	37,556,250	(25,000)	5.88	4.51
		500	-	-	500	37,581,250	37,556,250	(25,000)	5.88	4.51
Total as at September 30, 2023 (un-audited)		2,650	-	-	2,650	258,235,750	256,440,010	(1,795,740)	40.16	31.81
Total as at June 30, 2023 (audited)		6,335	820	320	6,835	373,335,606	375,589,564	2,253,958	58.39	39.86
Face Value of Rs. 5,000/- each										
Commercial Banks										
Quoted										
Bank Alfalah Limited	5.3.1	20,000	-	-	20,000	94,502,500	96,629,794	2,127,294	15.13	11.61
Bank Al-Habib Limited	5.3.1	20,000	-	-	20,000	101,737,448	101,071,682	(665,766)	15.83	12.14
		40,000	-	-	40,000	196,239,948	197,701,476	1,461,528	30.96	23.75
Power Generation & Distribution										
Unquoted										
K-Electric Limited	5.3.1	22,000	-	-	22,000	112,467,080	111,175,594	(1,291,486)	17.41	13.36
		22,000	-	-	22,000	112,467,080	111,175,594	(1,291,486)	17.41	13.36
Total as at September 30, 2023 (un-audited)		62,000	-	-	62,000	308,707,028	308,877,070	170,042	48.37	37.11
Total as at June 30, 2023 (audited)		60,000	20,000	60,000	20,000	301,707,400	308,707,031	6,999,631	48.00	32.76

5.3.1	Name of security	Number of certificates	Interest rate per annum	Maturity
	HUB Power Holdings Limited	2,150	6M KIBOR + 2.5%	November 12, 2025
	OBS AGP (Pvt) Limited	500	3M KIBOR + 1.55%	July 15, 2026
	Bank Alfalah Limited	20,000	3M KIBOR + 0.75%	January 15, 2024
	Bank Al-Habib Limited	20,000	6M KIBOR + 1.35%	December 23, 2032
	K-Electric Limited	22,000	3M KIBOR + 1.70%	November 23, 2025

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.4 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At amortised cost' (face value of Rs. 5,000 each unless otherwise stated)

		As at July 01, 2023	Purchased during the period	Sold during the period	As at September 30, 2023	Carrying Amount as at September 30, 2023	Market value	Market value as a percentage of net assets
	Note	-----Number of certificates-----			-----Rupees-----		-----%-----	
Unquoted								
Chemicals								
Agritech Limited - Privately Placed TFC Provision held		2,249	-	-	2,249	11,245,000 (11,245,000)	- -	- -
Personal Goods								
Azgard Nine Limited - Privately placed 6th issue Principal Redemption Provision held	5.4.2	5,844	-	-	5,844	27,759,000 (1,461,000) (26,298,000)	- -	- -
Azgard Nine Limited - Privately placed 7th issue Provision held	5.4.2	12,408	-	-	12,408	62,040,000 (62,040,000)	- -	- -
Chemicals								
Agritech Limited - Privately placed Provision held		12,484	-	-	12,484	54,817,757 (54,817,757)	- -	- -
Total as at September 30, 2023 (un-audited)		32,985	-	-	32,985	-	-	-
Total as at June 30, 2023 (audited)		32,985			32,985	-	-	-

5.4.1 Due to non-recoverability of these investments, the Fund has classified these as non-performing securities and recognized full provision in accordance with circular 33 of 2012 issued by SECP.

5.4.2 On April 29, 2021, the facility is restructured through approved scheme of arrangement ("Approved Scheme") under the terms of Honorable Lahore High Court. According to the arrangement the principal outstanding on TFC is payable starting from April 29, 2021 over a period of 10 years. Further, new zero coupon PPTFCs were issued for the PPTFC and interest accrued on TFC and PPTFC till the date of restructuring on the existing TFC and PPTFC, having redemption of principal through bullet payment on the 10th anniversary of the issuance date. Rs. 1.46 million received against 1st principal redemption on July 27, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.5 Disclosure of non compliant investments as at 30 September 2023

In accordance with clause (v) of the investment criteria laid down for 'income scheme' in Circular No. 7 of 2009, the Fund is required to invest in any security having rating not lower than the investment grade (credit rating of BBB and above). However, as at the period end, the Fund is non-compliant with the above mentioned requirement in respect of the following investments. The securities were in compliance with the circular (i.e. investment grade) at the time of purchase and were subsequently downgraded to non investment grade by MUFAP on default by respective issuer in repayment of coupon due on respective dates.

Name of security	Note	Type of Investment	Value of Investment before provision	Provision Held (If any)	Value of investment after provisioning	Percentage of Net Assets	Percentage of total assets
			------(Rupees)-----		----- % -----		
Textile Composite							
Azgard Nine Limited - PPTFCs 6th issue - restructured	5.5.1	Privately Placed TFC	27,759,000	(27,759,000)	-	-	-
Azgard Nine Limited - PPTFCs 7th issue	5.5.2	Privately Placed TFC	62,040,000	(62,040,000)	-	-	-
Agritech Limited	5.5.3	Sukuk Certificates	54,817,757	(54,817,757)	-	-	-
Agritech Limited	5.5.4	Privately Placed TFC	11,245,000	(11,245,000)	-	-	-
Dewan Cement Limited	5.5.5	Pre-IPO Investment	50,000,000	(50,000,000)	-	-	-

5.5.1 The Fund received 5,844 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.29,220,000.

5.5.2 The Fund received 12,408 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.62,040,000.

5.5.3 In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement.

The Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on July 5, 2022. Filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2023.

Scheme of arrangement has two options for the settlement of liabilities and fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability.

As per option 2 of the SOA, the outstanding principal against Sukuk certificate and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized CFADs. The overdue/outstanding markup amounting to 19,750,888 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at September 30, 2023.

In this regard, The fund received fourth tranches of CFADS during the period ended September 30, 2023 amounting to Rs. 1,147,454 on September 28, 2023 written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

5.5.4 The Fund has made a full provision against the principal amount of Agritech Limited's Sukuk in accordance with the requirements of Circular 1 of 2009 issued by the SECP and the provisioning policy of the Fund. The Fund has received Agritech Limited's PPTFC of face value of Rs. 11.245 million against interest due on Agritech Limited's Sukuk which is not recognized as income by the Fund and these PPTFCs are valued at zero. These PPTFCs will be converted into preference shares as explained in note 5.5.3 above.

5.5.5 This represents Pre-IPO disbursement to Dewan Cement Limited (the Company) made on January 14, 2008. As per the requirement of the Trust Deed, the IPO was to take place within 270 days of the initial disbursement, however, the Company has not yet arranged the IPO. Accordingly, the Management Company decided to suspend mark-up on this placement from October 29, 2008 and has made a full provision of Rs.50 million against the actual amount disbursed which is without prejudice to the Fund's claim against the above entire exposure, unrecognized mark-up and other charges etc.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		30 September 2023 (Unaudited)	30 June 2023 (Audited)
6	MARK-UP RECEIVABLE		
	Mark-up / return receivable on:		
	- Bank balances	4,608,476	5,426,974
	- Debt securities	37,903,439	18,368,449
		42,511,915	23,795,423
7	DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
	Income tax recoverable	3,115,249	3,115,249
	Security deposits with CDC and NCCPL	2,850,000	2,850,000
	Prepayments and other receivables	192,941	331,453
		6,158,190	6,296,702
8	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY		
	Remuneration payable to Management Company	8.1 1,361,499	1,057,035
	Sales tax payable on management company's remuneration	8.2 650,188	610,608
	Federal excise duty on management company's remuneration	8.3 3,143,283	3,143,283
	Allocated expenses payable	8.4 81,305	92,852
	Selling and marketing expenses payable	8.5 646,329	3,587,334
	Payable against printing and stationery	147,462	121,948
		6,030,066	8,613,060

8.1 According to the provisions of the Trust Deed of the Fund, the Management Company has prescribed a maximum rate of 2.00% of averagedaily net assets. The Management Company has charged Nil to 2% from July 01, 2023 to September 30, 2023 (June 30, 2023: Nil to 2%) per annum on the average annual net assets of the Fund calculated on a daily basis.

8.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.0.47 million (June 30, 2023: Rs.0.47 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs.0.06 (June 30, 2023: Rs.0.05) per unit.

8.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs.3.14 million as at September 30, 2023 (June 30, 2023: Rs 3.14 million). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Rs.0.40 (June 30, 2023: Rs.0.34) per unit.

8.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- 8.5** In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at 0.2% (June 30, 2023: 0.2%) of the average annual net assets of the Fund during the period ended September 30, 2023 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net assets value of the Fund. The remunerations paid to the Trustee on monthly basis in arrears. The applicable tariff is 0.075% per annum on the average annual net assets of the Fund calculated on a daily basis.

9.1 REMUNERATION PAYABLE TO THE TRUSTEE

Remuneration payable to the Trustee
Sindh Sales Tax payable on Trustee remuneration

	30 September 2023 (Unaudited)	30 June 2023 (Audited)
	-----Rupees-----	
	60,978	69,639
	7,927	9,053
	68,905	78,692

10 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Payable against Purchase of Securities / Brokerage
Audit fee payable
Zakat payable
Tax on dividend payable
Other liabilities

	30 September 2023 (Unaudited)	30 June 2023 (Audited)
	-----Rupees-----	
	1,394	61,599
	718,232	506,782
	38,838	38,838
	-	12,352,191
	1,718,594	383,068
	2,477,058	13,342,478

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 (June 30, 2023).

13 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 realised 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 Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. 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. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

14 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 2.67% as on September 30, 2023 (2022: 1.49%), this includes 0.45% (2022: 0.21%) representing Government Levy and SECP fee. This ratio is within the maximum limit of 2.50% prescribed under the NBFC regulation 60 (5) for a collective investment scheme categorised as income scheme.

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) 75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

	September 30 2023 (Un-audited)	September 30 2022 (Un-audited)
15.1 Transactions during the period ended	-----Rupees-----	
JS Investments Limited (Management Company)		
Remuneration to JS Investments Limited - Management Company	3,425,008	3,761,277
Sindh Sales Tax on Management Company's Remuneration	445,251	488,966
Allocated expenses by the Management Company	241,450	304,030
Printing and stationery	25,514	19,129
Selling and marketing expenses	646,337	608,058
Issuance of units: 4,259,851 (2022: 499,051)	453,375,974	50,000,000
Redemption of units: 4,259,851 (2022: 704,380)	454,100,149	70,040,399
Digital Custodian Company Limited (Trustee)		
Remuneration of the Digital Custodian Company Limited - Trustee	181,086	228,032
Sindh Sales Tax on remuneration of the Trustee	23,541	29,644
JS Bank Limited (Parent Company of JSIL)		
Return on bank balances	790,097	781,913
Issuance of units: 845,626 (2022: NIL)	90,000,000	-
Redemption of units: 845,626 (2022: NIL)	90,143,756	-
BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)		
Return on bank balances	1,482	1,688
Azgard Nine Limited (Other related Party)		
Markup Receipt (Non Performing - ANL PPTFC)	-	364,249
Principal Redemption	1,461,000	-
JS Fund of Funds (Fund Under JSIL Management)		
Issue of units: 1,697,591 (2022: NIL)	180,674,627	-
Redemption of units: 1,697,591 (2022: NIL)	180,963,218	-
Key Management Personnel of the Management Company		
Issue of units: NIL (2022: 3,117)	-	9,372
Redemption of units: NIL (2022: 15,437)	-	1,500,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15.2 Balance as at period / year ended	September 30 2023 (Un-audited)	June 30 2023 (Audited)
	-----Rupees-----	
JS Investments Limited (Management Company)		
Remuneration payable to Management Company	1,361,499	1,057,035
Sales tax payable on management company's remuneration	650,188	610,608
Allocated expenses payable	81,305	92,852
Selling and marketing expenses payable	646,329	3,587,334
Payable against printing and stationery	147,462	121,948
Federal excise duty on management company's remuneration	3,143,283	3,143,283
Digital Custodian Company Limited (Trustee)		
Payable to Digital Custodian Company Limited - Trustee	60,978	69,639
Sales tax payable to Digital Custodian Company Limited - Trustee	7,927	9,053
JS Bank Limited (Parent Company of JSIL)		
Bank balances	8,808,179	23,090,297
Profits receivable on bank balances	-	279,726
BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)		
Bank balances	37,801	36,319
Key Management Personnel & Directors		
Units held: 54,421 (June 30, 2023: 54,421)	5,821,433	5,556,402
Unit holder holding 10% or more of units in issue		
Units held: 3,549,090 (June 30, 2023: 2,765,150)	379,646,133	282,321,814

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

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 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 financial liabilities is considered not significantly different from book value.

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

As at September 30, 2023 and June 30, 2023, the Fund held the following instruments measured at fair values:

September 30, 2023 (Un-audited)	Fair value			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Investments at fair value through profit or loss				
- Debt securities	-	565,317,080	-	565,317,080
- Government securities	-	73,269,977	-	73,269,977
	-	638,587,057	-	638,587,057

June 30, 2023 (Audited)	Fair value			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Investments at fair value through profit or loss				
- Debt securities	-	570,067,781	-	570,067,781
- Government securities	-	73,138,300	-	73,138,300
	-	643,206,081	-	643,206,081

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

17. GENERAL

17.1 Figures have been rounded off to the nearest Rupee.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

18. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements was authorised for issue by the Board of Directors of the Management Company on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC INCOME FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Islamic Income Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 18.78% for the quarter ended September 30, 2023 against benchmark return of 7.67%. Net Assets moved from PKR 725.19 million as at June 30, 2023 to PKR 743.98 million as at September 30, 2023. The total expense ratio (TER) of the Fund is 1.79% which includes 0.32% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Stability rating of "AA-(f)" was assigned to the Fund as at October 05, 2023 by the Pakistan Credit Rating Agency Limited (PACRA).

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



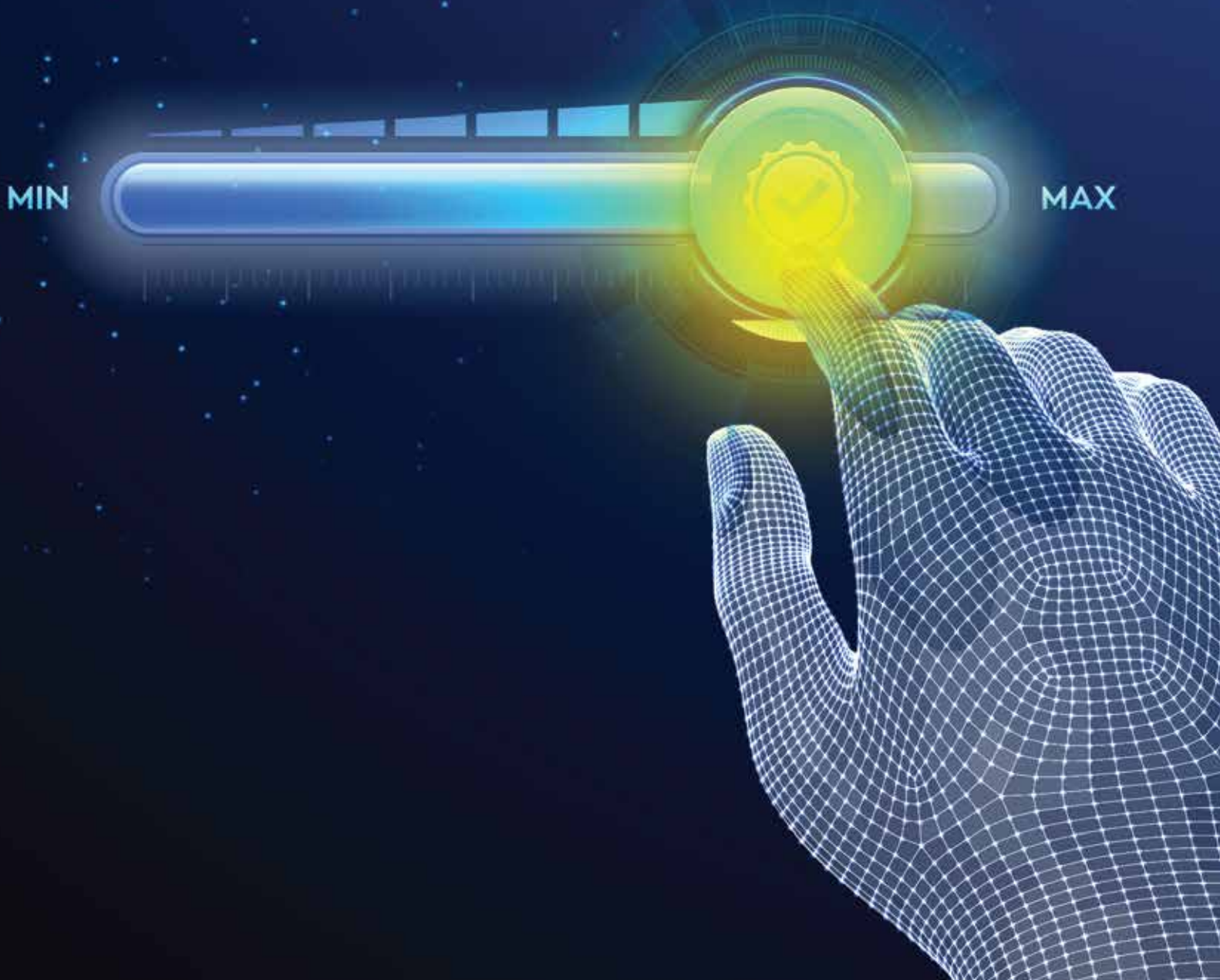
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
Assets			
Balances with banks	5	89,148,269	90,215,725
Investments	6	598,813,765	612,204,540
Accrued markup	7	57,066,797	30,330,200
Deposits, Prepayments and other receivables	8	2,741,273	2,718,210
Total assets		747,770,104	735,468,675
Liabilities			
Payable to JS Investments Limited - Management Company	9	1,957,389	2,206,519
Remuneration of Digital Custodian Company Limited - Trustee	10	49,510	50,485
Annual fee payable to the Securities and Exchange Commission of Pakistan	11	43,694	243,998
Dividend payable		66,322	66,322
Accrued expenses and other liabilities	12	1,677,090	7,715,100
Total liabilities		3,794,005	10,282,424
Contingencies and commitments	13		
Net assets		<u><u>743,976,099</u></u>	<u><u>725,186,251</u></u>
Unit holders' fund		<u><u>743,976,099</u></u>	<u><u>725,186,251</u></u>
Number of units			
Number of units in issue		<u><u>6,697,314</u></u>	<u><u>6,837,133</u></u>
Rupees			
Net assets value per unit		<u><u>111.09</u></u>	<u><u>106.07</u></u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Net realized gain on sale of investments at FVTPL		-	1,794,589
Net unrealized (loss) on investments at FVTPL		(1,847,048)	(9,527,348)
- investments - net		40,463,948	48,882,879
Return / mark-up on balances with banks and investments		<u>38,616,900</u>	<u>41,150,120</u>
Expenses			
Remuneration of JS Investments Limited - Management Company	9.1	1,843,555	3,471,950
Sales tax on remuneration to the Management Company	9.2	239,662	451,353
Accounting and operating expenses	9.4	185,809	-
Remuneration of Digital Custodian Company Limited - Trustee	10.1	139,362	260,397
Sales tax on remuneration to the trustee	10.2	18,117	33,852
Annual fee to the Securities and Exchange Commission of Pakistan	11	139,363	69,439
Bank charges and settlement fee		917	105
Securities transaction cost		450,249	128,244
Auditors' remuneration		151,957	153,957
Printing charges		25,506	19,282
Legal and professional fee		-	-
Shariah advisory fee		121,033	341,361
Selling and marketing expenses		-	-
Listing fee		7,063	6,250
SECP supervisory fee on listing fee		625	625
Mutual fund rating fee		82,646	70,229
		<u>3,405,864</u>	<u>5,007,044</u>
Net income for the period before taxation		<u>35,211,036</u>	<u>36,143,076</u>
Taxation	14	-	-
Net income for the period after taxation		<u>35,211,036</u>	<u>36,143,076</u>
Allocation of Net Income for the period			
Net income for the period		35,211,036	36,143,076
Income already paid on units redeemed		(10,780,740)	(11,752,898)
		<u>24,430,296</u>	<u>24,390,178</u>
Accounting Income available for distribution:			
Relating to Capital Gain		-	-
Excluding Capital Gain		24,430,296	24,390,178
		<u>24,430,296</u>	<u>24,390,178</u>

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income for the period before taxation	35,211,036	36,143,076
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>35,211,036</u>	<u>36,143,076</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Note	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	35,211,036	36,143,076
Adjustments for:		
Return / mark-up on balances with banks and investments	(40,463,948)	(48,882,879)
Net realized (gain) on sale of investments at FVTPL	-	(1,794,589)
Net unrealized loss on investments at FVTPL	1,847,048	9,527,348
	(38,616,900)	(41,150,120)
Decrease / (increase) in assets		
Deposits, Prepayment and other receivable	(23,063)	749
	(23,063)	749
(Decrease) / increase in liabilities		
Remuneration payable to the Management Company	(249,130)	669,467
Remuneration payable to the Digital Custodian Company Limited - Trustee	(975)	(16,968)
Annual fee payable to Securities and Exchange Commission of Pakistan	(200,304)	(348,037)
Accrued expenses and other liabilities	(6,038,010)	(3,821,932)
	(6,488,419)	(3,517,470)
Payments / receipt on investments - net	11,543,727	170,952,950
Profit received on balances with banks and investments	13,727,351	57,032,720
Net cash (used in) / generated from operating activities	15,353,732	219,461,905
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	1,338,296,581	64,469,864
Amount paid / payable on redemption of units	(1,354,717,769)	(613,358,352)
Net cash flows from financing activities	(16,421,188)	(548,888,488)
Net increase in cash and cash equivalents during the period	(1,067,456)	(329,426,583)
Cash and cash equivalents at beginning of the period	90,215,725	382,019,508
Cash and cash equivalents at end of the period	89,148,269	52,592,925

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30,					
	2023			2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----					
Net assets at beginning of the period	699,858,577	25,327,674	725,186,251	1,515,143,847	19,866,436	1,535,010,283
Issue of 12,173,290 (2022: 7,000,318) units	1,291,220,852	-	1,291,220,852	63,120,668	-	63,120,668
- Element of Loss	47,075,729	-	47,075,729	1,349,196	-	1,349,196
-Total proceeds on issuance of units	1,338,296,581	-	1,338,296,581	64,469,864	-	64,469,864
Redemption of 12,313,109 (2022: 5,745,603) units						
-Amount paid / payable on redemption of units	(1,295,270,684)	-	(1,295,270,684)	(590,156,472)	-	(590,156,472)
- Element of income	(48,666,345)	-	(48,666,345)	(11,448,982)	-	(11,448,982)
-Income paid on redemption of units	-	(10,780,740)	(10,780,740)	-	(11,752,898)	(11,752,898)
	(1,343,937,029)	(10,780,740)	(1,354,717,769)	(601,605,454)	(11,752,898)	(613,358,352)
Total comprehensive income for the period	-	35,211,036	35,211,036	-	36,143,076	36,143,076
Net income for the period less distribution	-	35,211,036	35,211,036	-	36,143,076	36,143,076
Net assets at end of the period	694,218,129	49,757,970	743,976,099	978,008,257	44,256,614	1,022,264,871
Undistributed income / (loss) brought forward						
- Realised income		22,592,982			28,927,432	
- Unrealised (loss) / income		2,734,692			(9,060,996)	
		25,327,674			19,866,436	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		24,430,296			24,390,178	
		24,430,296			24,390,178	
Undistributed loss carried forward		49,757,970			44,256,614	
Undistributed loss carried forward						
- Realised income		51,605,018			53,783,962	
- Unrealised (loss) / income		(1,847,048)			(9,527,348)	
		49,757,970			44,256,614	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			<u>106.07</u>			<u>104.76</u>
Net assets value per unit at end of the period			<u>111.09</u>			<u>107.50</u>

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Income Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. It has been constituted under a revised Trust Deed, dated June 21, 2017, between JS Investments Limited as the Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and Digital Custodian Company Limited as the Trustee.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3 The Fund is an open ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. The Fund offers units for public subscription on a continuous basis. These can be redeemed by surrendering them to the Fund at the option of the unit holder.
- 1.4 The Scheme is a 'Shariah Compliant Income Scheme' (based on Wakalat ul Istithmar) as per the criteria for the categorization of open-end collective investment schemes specified by the Securities and Exchange Commission of Pakistan. The objective of the Fund is to generate stable returns and ensure capital preservation over medium to long term, by investing primarily in quality Sukuks, Shariah-compliant Government Securities, Shariah-compliant Bank Deposits and other Shariah-compliant debt instruments.
- 1.5 The Scheme is required to keep a minimum exposure of 25% in Cash and near Cash instruments. The Fund, in line with its Investment Objective, will invest in Authorized Investments only. In keeping with the Investment Objective, the Scheme's Net Assets shall be invested in quality Shariah-compliant debt instruments including, but not limited to Sukuks, Ijarah Sukuks, Shariah-compliant bank deposits and other Shariah-compliant debt instruments. Weighted average time to maturity of the net assets shall not exceed 4 years; however, this condition shall not apply to securities issued by the Federal Government.
- 1.6 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.7 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook'). Stability rating of "AA-(f)" was assigned to the Fund as at October 05, 2023 by the Pakistan Credit Rating Agency Limited (PACRA).
- 1.8 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 had been introduced. The Management Company has registered the Trust Deed of the Collective Investment Scheme under Sindh Trusts Act, 2020.
- 1.9 Transactions are undertaken by the Fund in accordance with the guidelines issued by the Shariah Advisory Council.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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

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 directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of 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, 2023.

2.1.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' Fund are extracted from the unaudited condensed interim financial statements for the three months period ended September 30, 2023.

2.1.4 In compliance with Schedule V of the NBFC Regulations, 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 September 30, 2023.

2.2. 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 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. Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.4. Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1. The accounting policies applied in 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, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements as at and for the year ended June 30, 2023.

3.2. The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2023.

4. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the three months period ended September 30, 2023 is 1.79% which includes 0.32% representing government levies on the Fund such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorized as a Shariah compliant Income scheme.

5. BALANCES WITH BANKS

- In savings accounts
- Current account

Note

5.1
5.2

(Unaudited) September 30, 2023	(Audited) June 30, 2023
----- Rupees -----	
86,945,902	87,314,388
2,202,367	2,901,337
89,148,269	90,215,725

5.1. This includes bank balance with BankIslami Pakistan Limited (related party) of Rs. 40.89 million (June 30, 2023: Rs. 1.076 million) carrying profit at 19.00% (June 30, 2023: 19.75%) per annum .Other profit and loss sharing accounts carry profit rates ranging from 15.00% to 17.50% (June 30, 2022: 15.00% to 17.50%) per annum.

5.2. This represents bank balance with JS Bank Limited (related party) with no interest accrual.

6. INVESTMENTS

At fair value through profit or loss

Sukuk certificates

Note

6.1

(Unaudited) September 30, 2023	(Audited) June 30, 2023
----- Rupees -----	
(Un-audited)	(Audited)
598,813,765	612,204,540
598,813,765	612,204,540

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	As at July 01, 2023	Acquired during the period	Matured/ disposed during the period	As at September 30, 2023	Carrying value	Market value	% of net assets
	-----Number of certificates-----			-----Rupees-----			
6.1 Sukuk certificates - Unlisted							
Face value of Rs 100,000/-each							
The Hub Power Company Limited Maturity: May 21, 2025 and 3 M KIBOR + 2.5%	2,643	-	-	2,643	271,251,090	269,074,315	36.17
Sukuk certificates - listed							
OBS AGP Private Limited Maturity: July 15, 2026 @ 9.00%	1,780	-	-	1,780	133,409,201	133,700,250	17.97
Pakistan Energy Sukuk II Maturity: May 21, 2030 and 3 M KIBOR + 0.13%	39,200	-	-	39,200	196,000,523	196,039,200	26.35
Investments at Fair value through P&L as at September 30, 2023					600,660,814	598,813,765	80.49
Cost of Investments at Fair value through P&L as at September 30, 2023						551,755,316	

	(Un-audited) September 30, 2023	(Audited) June 30, 2023
	----- Rupees -----	
7. ACCRUED RETURN ON BALANCES WITH BANKS AND INVESTMENTS		
On:		
- Bank deposits - under shariah arrangements	8,181,090	7,878,321
- Investments	48,885,707	22,451,879
	57,066,797	30,330,200
8. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Security Deposits with National Clearing Company of Pakistan Limited	2,500,000	2,500,000
Security Deposits with Central Depository Company of Pakistan Limited	100,000	100,000
Mutual Fund Rating Fee	71,022	71,022
Prepaid listing & SECP Supervisory fees	23,063	-
Withholding tax	47,188	47,188
	2,741,273	2,718,210



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9. PAYABLE TO MANAGEMENT COMPANY

		September 30, 2023	June 30, 2023
	Note	----- Rupees -----	
Remuneration Payable to Management Company	9.1	569,564	595,679
Sales Tax payable on Management Company's remuneration	9.2	204,378	207,643
Federal Excise Duty payable on Management Company's remuneration	9.3	857,496	857,496
Accounting and Operational Charges payable	9.4	58,414	59,568
Selling and marketing expenses		-	279,855
Shariah advisory fee		120,077	84,194
Printing charges payable		147,460	122,084
		1,957,389	2,206,519

9.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has prescribed a maximum rate of 1.00% of average daily net assets. During the period from July 01, 2023 to September 30, 2023, the Management Company has charged 1.00%. (June 30, 2023: 1.00%).

9.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.130,204 (June 30, 2023: 130,204) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.0305 (June 30, 2023: Rs. 0.0304) per unit.

9.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 8.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 0.86 million as at September 30, 2023 (June 30, 2023: 0.86 million). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Rs. 0.13 (June 30, 2023: Rs.0.13) per unit.

9.4 In accordance with the provisions of the NBFC Regulations amended vide S.R.O 1160(I)/2015 dated November 25, 2015, the Management Company of the Fund is entitled for reimbursement of fee and expenses incurred by the Management Company in relation to registrar service, accounting, operation and valuation services related to Fund maximum up to 0.1% of average annual net assets of the scheme or actual which ever is less.

10. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

		September 30, 2023	June 30, 2023
	Note	----- Rupees -----	
Remuneration payable to the Trustee	10.1	43,813	44,676
Sindh sales tax payable on remuneration of the Trustee	10.2	5,697	5,809
		49,510	50,485

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund. Based on the Trust Deed, the tariff structure applicable to the Fund, the Trustee is entitled to a remuneration for services rendered to the Fund at 0.075% (June 30, 2022: 0.075%).

10.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2022: 13%) on Management Company's remuneration.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

11. ANNUAL FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

12. ACCRUED EXPENSES AND OTHER LIABILITIES

	(Un-audited) September 30, 2023	(Audited) June 30, 2023
	----- Rupees -----	
Withholding tax payable	47,809	-
Withholding tax payable - Dividend	614,889	7,065,001
Capital gain tax payable	116,265	182,035
Mutual Fund Rating Fee	-	27,671
Auditors' remuneration	466,017	314,060
CDC Custodian, Transc & Connect Fee Payable	7,899	8,206
Zakat payable	53,469	53,469
Others	370,742	64,658
	1,677,090	7,715,100

13. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at for the quarter ended September 30, 2023 (June 30, 2023: Nil).

14. TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the period is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

15. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons. Transactions with related parties other than those disclose anywhere in financial statements are set out below:

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
15.1. Details of transactions with related parties / connected persons during the year	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration of the Management Company	1,843,555	3,471,950
Sales Tax on remuneration to the Management Company*	239,662	451,353
Accounting and operating expenses	185,809	-
Issue of units: 5,185,430 (2022: Nil)	570,000,000	-
Redemption of units: 5,913,028 (2022: Nil)	650,000,000	-
Sales load	68,356	90,898
Other reimbursements	146,539	360,643
Digital Custodian Company Limited - Trustee		
Remuneration of the trustee	139,362	260,397
Sales tax on trustee fee **	18,117	33,852
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)		
Profit on bank balance balances	1,605,680	400,203
JS INVESTMENTS LIMITED Staff Provident Fund (Employee benefit Plan)		
Redemption of units: 82,464 (2022: Nil)	8,817,083	-
Key Management Personnel of the Management Company		
Issue of units: 5 (2022: 71)	579	7,664
Redemption of units: 100 (2022: 1,969)	10,968	209,985
	(Un-audited) September 30, 2023	(Audited) June 30, 2023
15.2. Balances with related parties / connected persons as at period end	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	569,564	595,679
Sales tax payable on Management Company's remuneration*	204,378	77,438
FED payable on Management Company's remuneration*	857,496	987,701
Units outstanding: 1,723,347 (2023: 2,450,944)	191,446,606	259,971,630
Accounting and operational charges payable	58,414	59,568
Selling and marketing expense payable	-	279,855
Shariah advisory fee	120,077	84,194
Printing payable	147,460	122,084

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	(Un-audited) September 30, 2023	(Audited) June 30, 2023
----- Rupees -----		
Digital Custodian Company Limited - Trustee		
Remuneration payable to the Trustee	43,813	44,676
Sales tax payable on Trustee remuneration **	5,697	5,809
JS Bank Limited - Parent Company of JSIL		
Bank balances (Current Account)	2,202,367	2,901,337
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)		
Bank balance	40,888,352	1,076,886
Accrued markup	1,698,217	17,668
JS INVESTMENTS LIMITED Staff Provident Fund (Employee benefit plan)		
Units outstanding: Nil (2023: 82,464)	-	8,746,989
JS Motion Picture Fund (Fund Under JSIL Management)		
Units outstanding: 214,485 (2023: 214,485)	23,827,107	22,750,394
Entities holding 10% or more of units		
Units outstanding: 1,002,729 (2023: 1,002,729)	111,393,192	106,359,491
Key Management Personnel of the Management Company		
Units outstanding: 43,784 (2023: 43,879)	4,863,987	4,654,236

* Paid / payable to the Management Company for onward payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

- 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 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.

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.

The investments of the Fund in debt securities are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities. In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorises them as traded, thinly traded and non-traded securities. The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan. The investment of the Fund in equity securities is valued on the basis of rates quoted on Stock Exchange. The valuation of commercial papers has been done based on amortisation of commercial paper to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

16.1. Fair value hierarchy

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements 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:

The Fund uses the following hierarchy for determining and disclosing the fair value of 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.

	Level 1	Level 2	Level 3	Total
September 30, 2023 (Un-audited)	-----Rupees-----			
ASSETS				
Investments at fair value through P&L		598,813,765	-	598,813,765
	-	598,813,765	-	598,813,765
June 30, 2023 (audited)	-----Rupees-----			
ASSETS				
Investments at fair value through P&L		612,204,540	-	612,204,540
	-	612,204,540	-	612,204,540

17. GENERAL

17.1. The corresponding figures have been re-arranged wherever necessary.

18. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
PSX Tower, Jinnah Avenue,
Islamabad - North
051-2894423

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website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of **JS Islamic Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund's return was 7.92% for the quarter ended September 30, 2023, against the benchmark return of 9.78%. Net Assets moved from PKR 183.74 million (June 30, 2023) to PKR 212.36 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 4.93%, which includes 0.43% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management



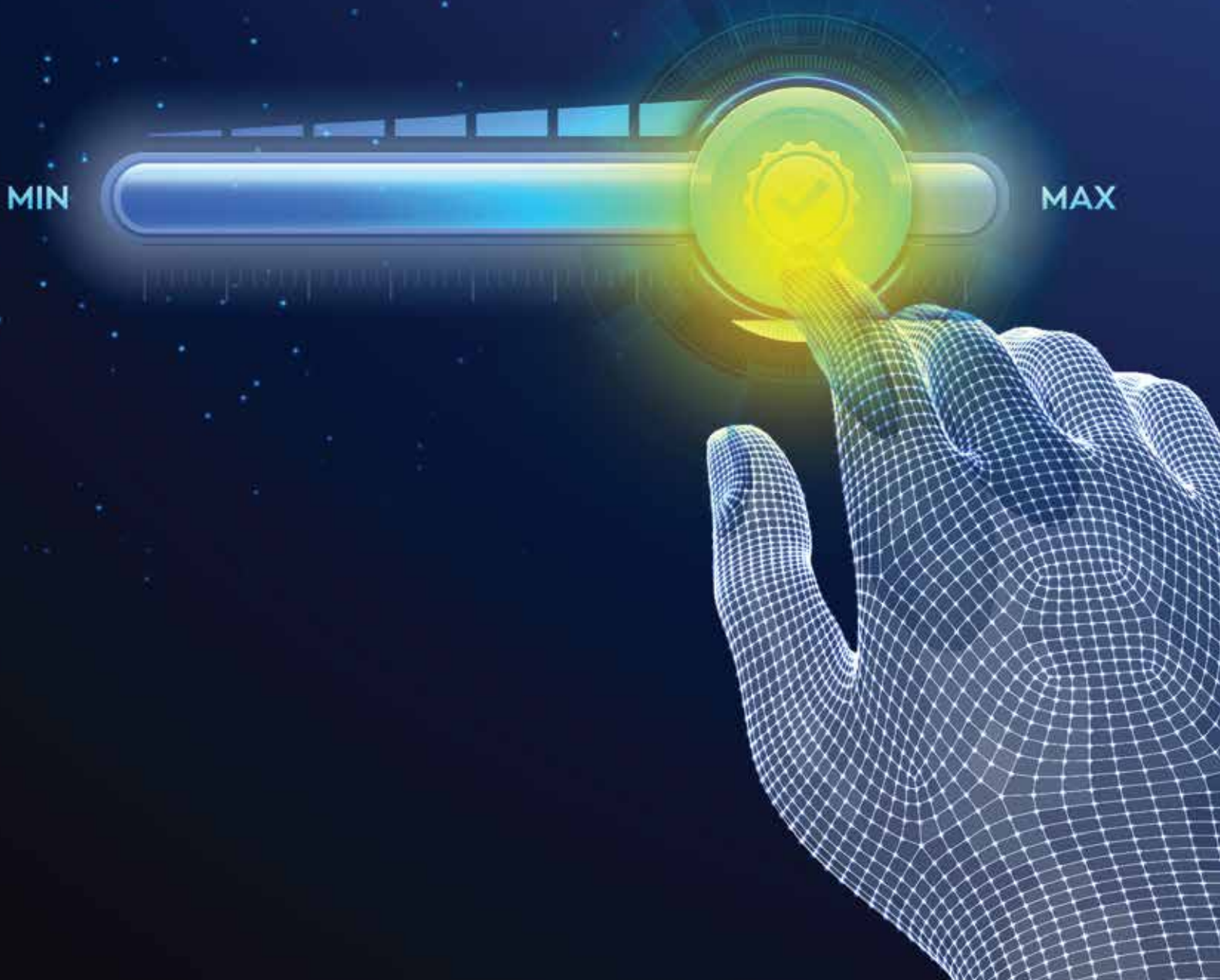
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
	Note		
Assets			
Balances with banks	5	52,422,434	17,223,167
Investments	6	171,290,207	161,305,915
Dividend and Profit Receivable	7	3,213,360	276,616
Security deposits		1,100,000	1,100,000
Advances and other Receivables	8	2,393,395	13,787,073
Total assets		230,419,396	193,692,771
Liabilities			
Payable to JS Investments Limited - Management Company	9	6,469,844	6,322,535
Payable to Central Depository Company of Pakistan Limited - Trustee	10	40,738	35,011
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	11	16,501	45,817
Unclaimed Dividend		11,533	11,533
Accrued and other liabilities	12	11,519,150	3,534,786
Total liabilities		18,057,766	9,949,682
Contingencies and commitment	13		
Net assets		212,361,630	183,743,089
Unit holders' fund		212,361,630	183,743,089
		----- Number of units -----	
Number of units in issue		2,381,995	2,224,208
		----- Rupees -----	
Net asset value per unit		89.15	82.61

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Net realized gain on sale of investments at fair value through profit or loss		6,962,707	705,981
Net unrealised gain/(loss) on re-measurement of investments at fair value through profit or loss	6.2	4,701,942	(10,599,509)
Dividend income		2,886,868	3,570,339
Return on bank balances		1,068,232	1,424,573
Other income		266,180	-
Total income/(loss)		15,885,929	(4,898,616)
Expenses			
Remuneration to the Management Company	9.1	1,062,124	1,354,909
Sindh Sales tax on remuneration to the Management Company	9.2	138,076	176,138
Remuneration to the Central Depository Company of Pakistan Limited - Trustee	10.1	106,409	142,577
Sindh Sales tax on remuneration of the trustee	10.2	13,833	18,535
Accounting and operational charges	9.4	53,108	71,284
Selling and marketing expenses	9.5	568,252	761,892
Annual fee to the SECP	11	50,530	14,258
Auditors' remuneration		208,007	211,607
Shariah advisory fee		34,424	68,469
Annual listing fee		7,063	6,250
SECP supervisory fee on listing fee		625	625
Printing and Stationery		25,575	19,125
Securities transaction cost		483,804	315,693
Bank, settlement and other charges		116,515	97,001
		2,868,345	3,258,363
Net income/loss for the period before taxation		13,017,584	(8,156,979)
Taxation	15	-	-
Net income/loss for the period after taxation		13,017,584	(8,156,979)
Allocation of net income for the period			
Net income/loss for the period after taxation		13,017,584	-
Income already paid on units redeemed		(1,297,676)	-
Accounting income available for distribution		11,719,908	-
Relating to capital gain		11,664,649	-
Excluding capital gain		55,259	-
		11,719,908	-

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income/loss for the period before taxation	13,017,584	(8,156,979)
Other comprehensive income/loss for the period	-	-
Total comprehensive income/loss for the period	<u>13,017,584</u>	<u>(8,156,979)</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Note	Quarter ended	
	September 30, 2023	September 30, 2022
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income/loss for the period before taxation	13,017,584	(8,156,979)
Adjustments for:		
Profit on bank deposits	(1,068,232)	(1,424,573)
Dividend income	(2,886,868)	(3,570,339)
Net realised (gain) on revaluation investments at fair value through profit or loss	(6,962,707)	(705,981)
Net unrealised (gain)/loss on re-measurement of investments at fair value through profit or loss	(4,701,942)	10,599,509
Other income	(266,180)	-
Operating loss/(gain) before working capital changes	(15,885,929)	4,898,616
(Increase) / Decrease in assets		
Investments - net	1,680,356	45,372,754
Dividend and Profit Receivable	11,659,859	(165,236)
	13,340,215	45,207,518
(Decrease) / Increase in liabilities		
Payable to JS Investments Limited - Management Company	147,309	(402,353)
Payable to Central Depository Company of Pakistan Limited -Trustee	5,727	(13,395)
Annual fee payable to the SECP	(29,316)	(68,011)
Unclaimed Dividend	-	1,216,899
Accrued and other liabilities	7,984,364	683,470
	8,108,084	1,416,610
Profit received on bank deposits	642,476	2,054,469
Dividend received	375,880	2,481,264
	1,018,356	4,535,733
Net cash generated from operating activities	19,598,310	47,901,498
NET CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	40,527,047	5,006,457
Payments on redemption of units	(24,926,090)	(91,300,560)
Net cash used in financing activities	15,600,957	(86,294,103)
Net increase / (decrease) in cash and cash equivalents	35,199,267	(38,392,605)
Cash and cash equivalents at beginning of the period	17,223,167	79,607,829
Cash and cash equivalents at end of the period	52,422,434	41,215,224

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended September 30, 2023			Quarter ended September 30, 2022		
	Capital Value	Undistributed income / (Accumulated loss)	Total	Capital Value	Undistributed income / (Accumulated loss)	Total
	-----Rupees-----					
Net assets at beginning of the period	502,839,352	(319,096,263)	183,743,089	648,810,198	(313,143,931)	335,666,267
Issue of 432,890 (2022: 60,071 units)						
- Capital value (at net asset value per unit at the beginning of the year)	35,761,228	-	35,761,228	5,072,329	-	5,072,329
- Element of income	4,765,819	-	4,765,819	(65,871)	-	(65,871)
Total proceeds on issuance of units	40,527,047	-	40,527,047	5,006,457	-	5,006,458
Redemption of 275,103 units (2022: 1,084,889 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(22,726,387)	-	(22,726,387)	(91,606,549)	-	(91,606,549)
- Amount paid out of element of income	-	(1,297,676)	(1,297,676)	-	-	-
- Element of loss	(902,027)	-	(902,027)	305,990	-	305,990
Total payments on redemption of units	(23,628,414)	(1,297,676)	(24,926,090)	(91,300,559)	-	(91,300,559)
Total comprehensive income/loss for the period	-	13,017,584	13,017,584	-	(8,156,979)	(8,156,979)
Net assets at end of the period	519,737,985	(307,376,355)	212,361,630	562,516,096	(321,300,910)	241,215,187
Undistributed loss brought forward						
- Realized loss		(302,410,557)			(258,514,139)	
- Unrealized gain / (loss)		(16,685,706)			(54,629,792)	
		(319,096,263)			(313,143,931)	
Accounting income available for distribution						
- Relating to capital gain / (loss)		11,664,649			-	
- Excluding capital (loss) / gain		55,259			-	
		11,719,908			-	
Net loss during the period		13,017,584			(8,156,979)	
Undistributed loss carried forward		(306,078,679)			(321,300,910)	
Undistributed loss carried forward						
- Realized loss		(310,780,621)			(310,701,401)	
- Unrealized (loss) / gain		4,701,942			(10,599,509)	
		(306,078,679)			(321,300,910)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		82.61			84.44	
Net assets value per unit at end of the period		89.15			81.76	

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Fund (the Fund) was established under a Trust Deed executed between JS Investments Limited as Management Company, a Company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and the Digital Custodian Company Limited as Trustee. The Trust Deed was executed on December 16, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 18, 2002 under the Asset Management Companies Rules, 1995 replaced by the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2 During the year ended June 30, 2005, MCBFSL voluntarily retired as Trustee of the Fund and Central Depository Company of Pakistan Limited (CDC) was appointed as new Trustee under an amended Trust Deed dated May 28, 2005. Accordingly, the Trust Deed was approved by the SECP on January 27, 2005 under the Rules.
- 1.3 The Trust Deed has been revised through the Deed of Change of Trustee and the First, and Second Supplemental Trust Deeds dated May 28, 2005 and January 28, 2010, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Further, during the period, the Trust Deed has also been restated dated June 22, 2021 due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021). Accordingly, the Restated Trust Deed was approved by the SECP on September 03, 2021 under the Rules.
- 1.4 Furthermore, the Offering Document of the Fund has been revised through the First Supplement dated October 07, 2010 with the approval of the SECP. The investment activities and administration of the Fund are managed by JS Investments Limited the Management Company whose registered office is situated at 19th Floor, The Centre, Abdullah Haroon Road, Saddar, Karachi.
- 1.5 All the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.
- 1.6 The Fund is an open-end mutual fund categorised as 'Shariah Compliant (Islamic) Scheme' as per Circular No. 07 of 2009 issued by SECP, and its units are listed on Pakistan Stock Exchange Limited .
- 1.7 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP.
- 1.8 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').
- 1.9 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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 ; 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).

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules and the NBFC Regulations differ with the requirements of IAS - 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, and the NBFC Regulations have been followed.

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34. This condensed interim financial information does 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 financial statements of the Fund for the year ended June 30, 2023.

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 information gives a true and fair view of the state of the Fund's affairs as at September 30, 2023.

2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amounts have been rounded off to the nearest rupees unless otherwise indicated.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

3.2 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore are not detailed in these condensed interim financial information.

3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

4 FINANCIAL RISK MANAGEMENT

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

5 BALANCES WITH BANKS

Note

	Unaudited September 30, 2023	Audited June 30, 2023
	----- Rupees -----	
- In saving accounts	47,354,091	16,005,323
- In current accounts	5,068,343	1,217,844
	52,422,434	17,223,167

- In saving accounts
- In current accounts

5.1
5.2

- 5.1 This includes balance of Rs. 0.070 million (June 30, 2023: Rs. 0.070 million) with BankIslami Pakistan Limited (related party) that carries profit at 19.00% per annum (June 30, 2023: 19.75% per annum). Other PLS accounts of the Fund carry profit rates ranging from 15.00% to 18.50% per annum (June 30, 2023: 14.50% to 19.75% per annum).

- 5.2 This includes balance of Rs. 4.769 million (June 30, 2023: Rs. .092 million) with JS Bank Limited (related party).

6 INVESTMENTS

Note

	Unaudited September 30, 2023	Audited June 30, 2023
	----- Rupees -----	
At fair value through profit or loss		
Listed equity securities	171,290,207	161,305,915
	171,290,207	161,305,915

- At fair value through profit or loss**
Listed equity securities

6.1

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.1 Listed equity securities - 'at fair value through profit or loss'

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise)

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/right	Disposed					
------(Number of shares)-----					------(Rupees)-----		------(%)-----		
Oil & Gas Exploration Companies									
Mari Petroleum Compay Limited	10,958	-	-	4,027	6,931	10,497,970	10,813,053	5.09	0.01
Oil & Gas Development Company Limited (Note 6.1.1)	113,000	50,000	-	22,000	141,000	11,299,981	13,600,860	6.40	0.00
Pakistan Petroleum Limited	147,000	104,000	-	-	251,000	15,892,124	18,591,570	8.75	0.01
Pakistan Oilfields Limited	14,469	24,000	-	14,469	24,000	10,684,045	9,354,240	4.40	0.01
				-		48,374,120	52,359,723	24.66	0.03
Oil & Gas Marketing Companies									
Pakistan State Oil Company Limited (Note 6.1.1)	51,500	30,000	-	-	81,500	9,713,876	10,003,310	4.71	0.02
Sui Northern Gas Pipeline Limited	165,000	-	-	165,000	-	-	-	-	-
						9,713,876	10,003,310	4.71	0.02
Power Generation & Distribution									
Hub Power Company Limited (Note 6.1.1)	112,269	-	-	76,197	36,072	2,509,890	3,186,240	1.50	0.00
						2,509,890	3,186,240	1.50	0.00
Glass & Ceramics									
Tariq Glass Industries Limited (Face value of Rs. 5 each)	-	42,000	-	42,000	-	-	-	-	-
Chemicals									
Descon Oxychem Limited	100,000	-	-	100,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	85,000	50,000	-	-	135,000	5,885,220	5,306,850	2.50	0.01
						5,885,220	5,306,850	2.50	0.01
Cement									
Lucky Cement Limited	8,331	5,500	-	4,650	9,181	5,099,153	5,181,206	2.44	0.00
D. G. Khan Cement Company Limited	80,000	253,000	-	333,000	-	-	-	-	-
Cherat Cement Company Limited	34,000	17,800	-	18,500	33,300	4,152,171	4,301,694	2.03	0.02
Maple Leaf Cement Factory Limited	363,500	265,000	-	265,000	363,500	10,790,235	10,883,190	5.12	0.03
						20,041,559	20,366,090	9.59	0.05
Commercial Banks									
Meezan Bank Limited	113,933	-	-	9,500	104,433	9,019,878	11,969,066	5.64	0.01
Bank Islami Pakistan Limited (related party)	602,500	450,000	-	632,936	419,564	7,671,336	7,338,174	3.46	0.04
						16,691,214	19,307,240	9.09	0.04
Pharmaceuticals									
Highnoon Laboratories Limited	27,422	-	-	3,000	24,422	8,209,944	9,278,162	4.37	0.06
AGP Limited	85,099	-	-	55,000	30,099	1,699,992	1,482,677	0.70	0.01
						9,909,935	10,760,839	5.07	0.07
Fertilizer									
Engro Corporation Limited (Note 6.1.1)	13,000	24,000	-	13,000	24,000	6,362,214	5,763,360	2.71	0.00
Engro Fertilizers Limited	116,500	-	-	116,500	-	-	-	-	-
						6,362,214	5,763,360	2.71	0.00
Refinery									
Attock Refinery Limited	20,000	5,000	-	25,000	-	-	-	-	-
Engineering									
Aisha Steels Limited		1,645,000	-		1,645,000	10,631,797	9,458,750	4.45	0.18
Mughal Iron & Steel Industries Limited		70,000	-		70,000	3,959,571	3,490,200	1.64	0.02
						14,591,368	12,948,950	6.10	0.20

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/right	Disposed					
------(Number of shares)-----					------(Rupees)-----		------(%)-----		
Technology And Communications									
Air Link Communication Limited	131,731		-	131,731	-	-	-	-	-
Systems Limited	35,500	53,500	-	21,750	67,250	27,922,164	26,485,068	12.47	0.02
Avanceon limited	69,000				69,000	3,038,760	3,240,930	1.53	0.02
Octopus Digital Limited	41,400		-	-	41,400	1,547,946	1,561,608	0.74	0.03
						32,508,870	31,287,606	14.73	0.07
Total as at September 30, 2023						166,588,265	171,290,207	80.66	0.51
Cost as at September 30, 2023							177,127,003		

Un-audited September 30, 2023	Audited June 30, 2023	Un-audited September 30, 2023	Audited June 30, 2023
-----Number of shares-----		----- Rupees-----	
-	13,000	-	3,378,570
100,000	-	9,646,000	-
50,000	-	6,137,000	-
34,000	112,269	3,003,220	7,811,677
184,000	125,269	18,786,220	11,190,247

6.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL)

Engro Corporation Limited
Oil & Gas Development Company Limited
Pakistan State Oil Company Limited
The Hub Power Company Limited

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Un-audited September 30, 2023	Un-audited June 30, 2023
		----- Rupees -----	
6.2	Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss		
	Fair value of investments	171,290,207	161,305,915
	Less: carrying value of investments	(166,588,265)	(177,991,621)
		4,701,942	(16,685,706)
7	DIVIDEND AND PROFIT RECEIVABLE		
	Accrued profit on bank deposits	702,372	276,616
	Dividend receivable	2,510,988	-
		3,213,360	276,616
8	ADVANCES AND OTHER RECEIVABLES		
	Prepaid Listing Fees	23,062	-
	Receivable for JS Investments Limited - Management Company	266,180	-
	Receivable against settlement	-	11,682,920
	Withholding tax recoverable	2,104,153	2,104,153
		2,393,395	13,787,073
8.1	This represents amount of adjustment for total expense ratio (refer note 14)		
9	PAYABLE TO MANAGEMENT COMPANY		
	Remuneration of the Management Company	347,355	3,027,773
	Sindh Sales Tax payable on the remuneration of the Management Company	727,825	722,029
	Federal Excise Duty payable on remuneration of the Management Company	4,636,905	4,636,905
	Allocated expenses payable	17,364	15,137
	Selling and marketing expenses payable	568,252	499,791
	Shariah advisor fee	24,614	23,946
	Printing charges payable	147,529	121,954
		6,469,844	6,322,535

9.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2023: 2%) of the average annual net assets and is paid in arrears on a monthly basis.

9.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.68 million (June 30, 2023: 0.68 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.29 (June 30, 2023: Re. 0.31) per unit.

9.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 12.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 4.637 million as at September 30, 2023 (June 30, 2023: 4.637 million). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Rs. 1.95 (June 30, 2023: Rs.2.08) per unit.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

9.5 SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company.

10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	Un-audited	Audited
			September 30, 2023	June 30, 2023
			----- Rupees -----	
	Remuneration payable to the Trustee	10.1	34,738	30,285
	Sindh sales tax payable on trustee remuneration	10.2	4,516	3,937
	Settlement Charges payable		1,484	789
			40,738	35,011

10.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at September 30, 2023 is as follows:

Net assets	Tariff per annum
Up to Rs 1,000 million	0.2% per annum of the daily net assets.
Exceeding Rs 1,000 million	Rs 2 million plus 0.1% per annum of the daily net assets of the Fund exceeding Rs 1,000 million.

10.2 The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

11 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

12	ACCRUED AND OTHER LIABILITIES	Note	Un-audited	Audited
			September 30, 2023	June 30, 2023
			----- Rupees -----	
	Auditors' remuneration		640,525	423,518
	Withholding tax payable		93,246	85,356
	Charity payable		1,054,513	1,280,393
	Zakat payable		130,070	105,008
	Other payables		1,549,498	1,542,956
	Sales load payable		108,624	97,555
	Broker payable against purchase of marketable Securities		7,942,674	-
			11,519,150	3,534,786

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 (June 30, 2023: Nil).

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 4.93% (September 30, 2022: 4.61%) which includes 0.43% (September 30, 2022: 0.37%) representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorized as a "Equity scheme".

15 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms. Further, Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

16.1 Transactions during the period:

JS Investments Limited (Management Company)

	Un-audited	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Remuneration of the Management Company	1,062,124	1,354,909
Sales Tax on Management Company's remuneration	138,076	176,138
Purchase of units: 317,797 (2022 : Nil)	30,000,000	-
Sales load for the period	2,214	-
Selling and Marketing Expense	568,252	761,892
Allocated expenses	53,108	71,284
Shariah advisory fee	34,424	68,469
Expense incurred	25,575	19,125

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Un-audited	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	106,409	142,577
Sindh Sales Tax on remuneration of the trustee	13,833	18,535
Settlement charges	12,769	7,916
BankIslami Pakistan Limited - (Fellow subsidiary of JSBL)		
Return on bank balances	109	16,929
JS Fund of Funds- Fund under JSIL Management		
Purchase of units: 109,063 (2022: Nil)	10,000,000	-
Sales of units: 109,063 (2022 : Nil)	9,992,366	-
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage expense	68,751	11,312
	Un-audited	Audited
	September 30, 2023	June 30, 2023
	----- Rupees -----	
16.2 Details of balances with related parties / connected persons as at period end		
JS Investments Limited - Management Company		
Remuneration to the Management Company	347,355	302,773
Sindh sales tax on remuneration to the Management Company	727,825	722,029
Federal Excise Duty payable on remuneration to the management company	4,636,905	4,636,905
Units held: 317,797 (June 2023: Nil)	28,331,568	-
Allocated expenses payable	17,364	15,137
Selling and marketing expenses payable	568,252	499,791
Shariah advisor fee	24,614	23,946
Printing charges payable	147,529	121,954
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the trustee	34,738	30,285
Sindh sales tax payable on remuneration to the trustee	4,516	3,937
Settlement charges payable	1,484	789
Security deposit	100,000	100,000
JS Bank Limited - Parent Company of JSIL		
Balances with bank	4,768,552	917,811
BankIslami Pakistan Limited - (Fellow subsidiary of JSBL)		
Balances with bank	69,629	69,629
Key Management Personnel & Directors		
Units held: 38 units (June 2023: 38 units)	3,353	3,107
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage expense payable	-	632

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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

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

As at September 30, 2023 the Fund held the following financial instruments measured at fair value.

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
As at September 30, 2023 (Un-audited)				
At fair value through profit and loss				
Listed equity securities	171,290,207	-	-	171,290,207
	171,290,207	-	-	171,290,207
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
As at June 30, 2023 (Audited)				
At fair value through profit and loss				
Listed equity securities	161,305,915	-	-	161,305,915
	161,305,915	-	-	161,305,915

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.2 The fair values of financial instruments (other than investments) have not been disclosed, as these are short term in nature, therefore, their carrying amounts are reasonable approximation of their fair values.

18 GENERAL

18.1 Certain corresponding figures have been re-arranged where necessary.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS LARGE CAP. FUND



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To be the preferred choice
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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Large Cap. Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund's return was 10.41% for the quarter ended September 30, 2023, against the benchmark return of 12.48%. Net Assets moved from PKR 273.06 million (June 30, 2023) to PKR 291.23 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 4.92%, which includes 0.53% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.



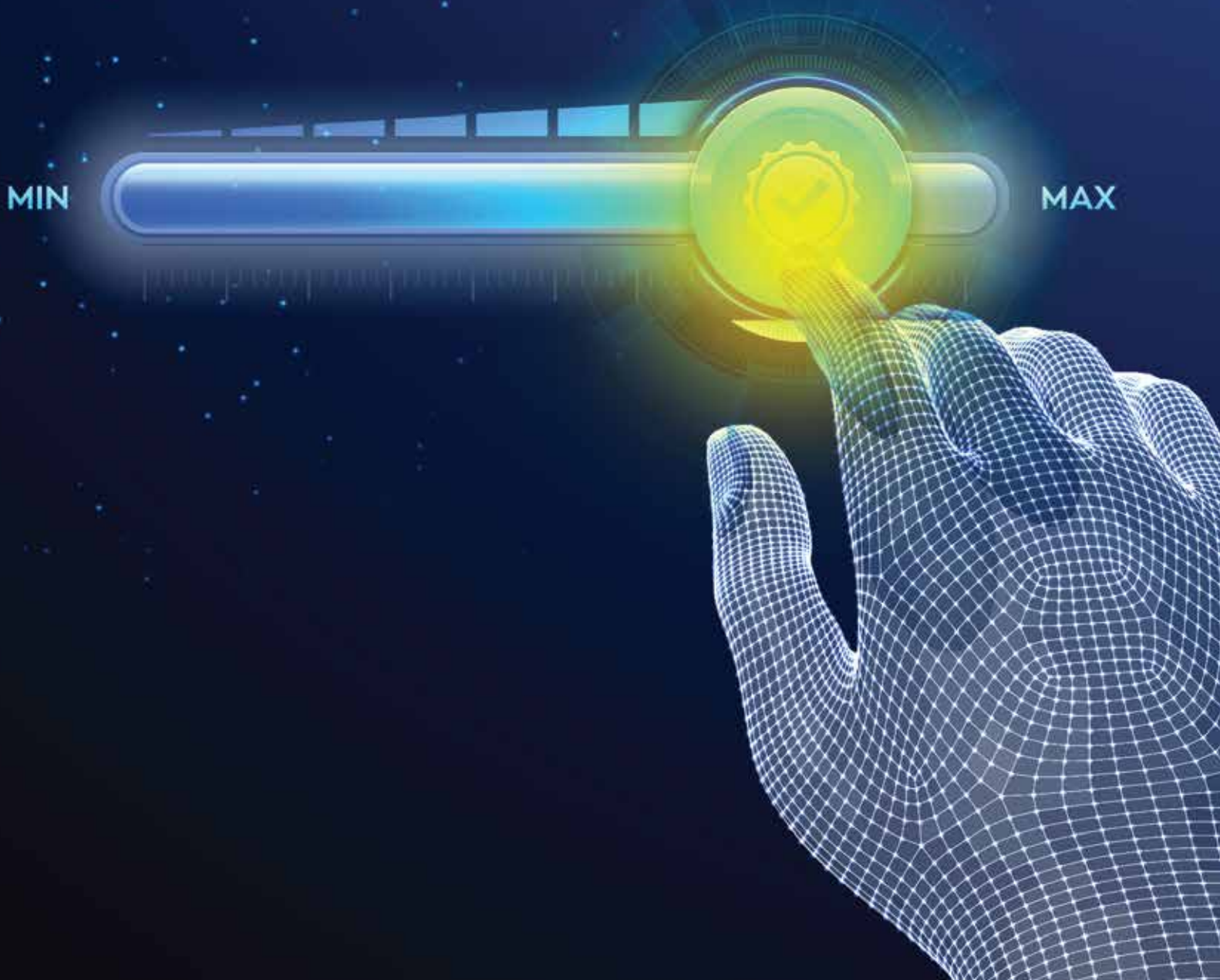
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



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	6	68,528,103	38,925,302
Investments	7	242,845,374	251,032,545
Accrued return on bank balances	8	1,939,716	1,276,235
Dividend Receivable		1,615,549	-
Deposits, prepayments and receivables	9	2,443,840	6,616,816
Total assets		317,372,582	297,850,898
Liabilities			
Payable to the Management Company	10	12,586,964	12,445,480
Remuneration payable to the trustee	11	53,704	50,303
Annual fee payable to Securities and Exchange Commission of Pakistan	12	22,575	59,702
Accrued expenses and other liabilities	13	1,997,296	753,796
Dividend payable		11,484,325	11,484,325
Total liabilities		26,144,864	24,793,606
Contingencies and commitments	14		
Net assets		291,227,718	273,057,292
Unit holders' funds		291,227,718	273,057,292
----- Number of units -----			
Number of units in issue		2,394,122	2,478,578
----- Rupees -----			
Net asset value per unit		121.64	110.17

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Net (loss) / gain on sale of investments		10,476,934	(118,532)
Net unrealised (loss) / gain on re-measurement of investment classified as 'financial assets at fair value through profit and loss'	7.5	10,068,016	(14,918,422)
Dividend income		5,020,680	5,199,018
Return on bank balances		2,396,523	2,344,904
Other Income	7.2.2 & 7.3.3	4,095,038	955,642
		32,057,191	(6,537,390)
Expenses			
Remuneration of the Management Company	10.1	1,514,077	1,860,900
Sales Tax on the Management Company's remuneration	10.2	196,831	241,917
Selling and Marketing Expense	10.5	810,032	861,831
Accounting and Operational Charges	10.4	75,704	80,544
Remuneration of the trustee	11.1	151,537	161,091
Sindh Sales Tax on the Trustee fee	11.2	19,699	20,941
Annual fee to Securities and Exchange Commission of Pakistan (SECP)	12	71,992	16,115
Listing Fee and Settlement Charges		10,661	9,206
SECP Supervisory Fee on Listing Fee		628	262
Securities transactions cost		606,717	300,815
Auditors' remuneration		219,851	234,006
Bank Charges		202	68
Legal and professional charges		-	85,884
Printing & stationery		25,510	21,056
		3,703,441	3,894,636
Net (loss) / income for the period before taxation		28,353,750	(10,432,026)
Taxation	16	-	-
Net (loss) / income for the period after taxation		28,353,750	(10,432,026)
Allocation of Net Income for the period			
Net income for the period after taxation		28,353,750	-
Income already paid on units redeemed		(1,449,650)	-
		26,904,100	-
Accounting Income available for distribution:			
Relating to Capital gain		20,544,950	-
Excluding Capital gain		6,359,150	-
		26,904,100	-

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net (loss) / income for the period after taxation	28,353,750	(10,432,026)
Other comprehensive income for the period	-	-
Total comprehensive (loss) / income for the period	<u>28,353,750</u>	<u>(10,432,026)</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss)/income for the period after taxation	28,353,750	(10,432,026)
Adjustments for:		
Net loss /(gain) on sale of investments	(10,476,934)	118,532
Net unrealised loss / (gain) on re-measurement of investment classified as ' financial assets at fair value through profit or loss'	(10,068,016)	14,918,422
Dividend income	(5,020,680)	(5,199,018)
Return on bank balances	(2,396,523)	(2,344,904)
	391,597	(2,938,994)
Decrease/(increase) in current assets		
Deposit, prepayments and other receivables	4,172,976	66,194
(Decrease) / Increase in liabilities		
Payable to the Management Company	141,484	215,536
Remuneration payable to the trustee	3,401	(2,360)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(37,127)	(67,186)
Accrued and other liabilities	1,243,500	2,731,133
	1,351,258	2,877,123
	5,915,831	4,323
Investments-net	28,732,121	(9,335,879)
Dividends received	3,405,131	5,178,570
Profit received on bank deposits	1,733,042	1,835,498
Net cash (used) in /generated from operating activities	39,786,125	(2,317,488)
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	29,595,458	51,369
Amount paid on redemption of units	(39,778,782)	(7,767,262)
Net cash (used) in /generated from financing activities	(10,183,324)	(7,715,892)
Net (decrease) /increase in cash and cash equivalents during the period	29,602,801	(10,033,380)
Cash and cash equivalents at the beginning of the period	38,925,302	86,867,996
Cash and cash equivalents at the end of the period	68,528,103	76,834,616

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter Ended September 30,					
	2023			2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	----- Rupees -----					
Net assets as at the beginning of the period	782,654,507	(509,597,215)	273,057,292	828,976,116	(504,523,764)	324,452,352
Issuance of units 230,827 (2022: 67,535 units)						
- Capital value (at net asset value per unit at the beginning of the period)	25,430,249	-	25,430,249	51,855	-	51,855
- Element of income	4,165,209	-	4,165,209	(486)	-	(486)
Total proceeds on issuance of units	29,595,458	-	29,595,458	51,369	-	51,369
Redemption of units 315,283 (2022: 493,111 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(34,734,780)	-	(34,734,780)	(7,911,965)	-	(7,911,965)
- income paid on redemption		(1,449,650)	(1,449,650)		-	-
- Element of income	(3,594,352)	-	(3,594,352)	144,703	-	144,703
Total payments on redemption of units	(39,778,782)	(1,449,650)	(39,778,782)	(7,767,262)	-	(7,767,262)
Total comprehensive (loss) / income for the period	-	28,353,750	28,353,750	-	(10,432,026)	(10,432,026)
Net assets as at the end of the period	772,471,183	(482,693,115)	291,227,718	821,260,223	(514,955,790)	306,304,433
Undistributed loss brought forward						
Relating to realized loss		(484,708,093)			(444,667,616)	
Relating to unrealized loss		(24,889,122)			(59,856,148)	
		(509,597,215)			(504,523,764)	
Accounting income available for distribution						
Relating to capital gains		20,544,950			-	
Excluding capital gains		6,359,150			-	
					-	
Net (loss) / gain for the period after taxation		28,353,750			(10,432,026)	
Undistributed income carried forward		(481,243,465)			(514,955,790)	
Undistributed loss carried forward						
Relating to realized (loss)		(491,311,481)			(500,037,368)	
Relating to unrealized (loss) / gain		10,068,016			(14,918,422)	
		(481,243,465)			(514,955,790)	
Net asset value per unit at the beginning of the period		110.17			111.72	
Net asset value per unit at end of the period		121.64			108.09	

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Large Cap. Fund ("the Fund") was established under the Trust Deed executed between JS Investments Limited as a Management Company and Central Depository Company of Pakistan Limited (CDC) as a Trustee. The Trust Deed was executed on April 06, 2004 and the Fund was approved as a closed-end scheme by the Securities and Exchange Commission of Pakistan (SECP) on April 16, 2004 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2** The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second and Third Supplemental Trust Deeds dated June 13, 2006, May 19, 2009 and August 24, 2010, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Further, during the period the Trust Deed has also been restated dated June 22, 2021 due to the enactment of Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021). Accordingly, the Re-stated Trust Deed was approved by the SECP on September 03, 2021 Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.3** The Fund was converted into an open end fund categorized as "equity scheme" with effect from September 27, 2010 (the effective date) pursuant to special resolution passed at the meeting of certificate holders on September 25, 2009.
- 1.4** The principal activity of the Fund is to make investments primarily in equity securities of large - cap companies (with market capitalisation over Rs. 1 billion). The remaining net assets of the Fund shall be invested in cash and / or near cash instruments which includes cash in bank accounts and treasury bills not exceeding ninety days maturity and is an Equity Scheme in accordance with the categorisation guidelines issued by the Securities and Exchange Commission of Pakistan.
- 1.5** The Management Company of the Fund is registered with the Securities and Exchange Commission of Pakistan as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). Its registered office is located at 19th floor, The Center, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.6** 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.
- 1.7** The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** The condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

The comparative statement of assets and liabilities presented in these condensed interim financial statements as at September 30, 2023 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the period ended September 30, 2023 have been extracted from the unaudited condensed interim financial statements for the period then ended.

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

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 the Fund's affairs as at September 30, 2023.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.3 Functional and presentation currency

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

3. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies and the method 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, 2023.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

3.2 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the condensed interim financial statements of the Fund.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

3.3 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

4. SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTIONS

There is no any significant event or transaction during the period.

5. FINANCIAL RISK MANAGEMENT

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

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
6. BANK BALANCES	Note		
Savings accounts	6.1	68,528,103	38,925,302

6.1 This includes balances of Rs. 30.97 million (June 30, 2023: 15.56 million) with JS Bank Limited (a related party) and Rs. 0.02 million (30 June, 2023: 0.02 million) with BankIslami Pakistan Limited (a related party), these accounts carrying profit at the rates of 20.82% (30 June, 2023: 19.60%) and 19.00% (30 June, 2023: 19.75%) respectively. Other PLS accounts of the Fund carry profits at the rates of 18.50% to 22.00% (30 June, 2023: 12.25% to 22.00%) per annum.

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
7. INVESTMENTS	Note		
At fair value through profit or loss			
Listed equity securities	7.1	242,845,374	251,032,545
Quoted debt securities			
- Sukuk certificates	7.2.1	-	-
- Term finance certificates	7.2.3	-	-
Unquoted debt securities	7.3	-	-
		242,845,374	251,032,545

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7.1 Listed equity securities

* (Ordinary shares have a face value of Rs. 10/- each unless stated otherwise).

Sectors / Companies	Number of shares					Carrying value as at September 30, 2023	Market value as at September 30, 2023	Market value as percentage of net assets	Market value as percentage of investee capital
	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period				
						------(Rupees)-----		----- % -----	
CEMENT									
Cherat Cement Company Limited	49,500	27,000	-	32,500	44,000	5,520,907	5,683,920	1.95	0.02
D.G. Khan Cement Company Limited	120,000	204,000	-	324,000	-	-	-	-	-
Lucky Cement Limited	12,000	8,000	-	7,100	12,900	7,164,652	7,279,986	2.50	0.00
Maple Leaf Cement Factory Limited	527,292	303,000	-	330,000	500,292	14,708,405	14,978,742	5.14	0.05
						27,393,965	27,942,648	9.59	0.07
CHEMICAL									
Descon Oxychem Limited	225,000	-	-	225,000	-	-	-	-	-
Engro Polymer and Chemicals Limited	120,000	80,000	-	-	200,000	8,739,752	7,862,000	2.70	0.02
						8,739,752	7,862,000	2.70	0.02
COMMERCIAL BANKS									
Askari Bank Limited	-	200,000	-	-	200,000	3,289,475	3,118,000	1.07	0.02
Bank Al-Falah Limited	297,500	200,000	-	155,000	342,500	12,099,515	13,175,975	4.52	0.02
Bank Al-Habib Limited	2,649	-	-	2,649	-	-	-	-	-
Bankislami Pakistan Limited (Related Party)	365,510	100,000	-	265,816	199,694	3,578,676	3,492,648	1.20	0.02
Faysal Bank Limited	33,349	-	-	-	33,349	672,983	743,683	0.26	0.00
Habib Bank Limited	208,389	10,000	-	56,000	162,389	12,066,974	14,686,461	5.04	0.01
National Bank Of Pakistan	-	737,500	-	110,000	627,500	14,379,845	14,445,050	4.96	0.03
United Bank Limited	143,000	-	-	83,000	60,000	7,052,400	8,616,000	2.96	0.00
						53,139,868	58,277,817	20.01	0.10
ENGINEERING									
Aisha Steel Mills Limited	308,847	1,000,000	-	-	1,308,847	8,176,299	7,525,870	2.58	0.14
Mughal Iron and Steel Industries Limited	-	50,000	-	50,000	-	-	-	-	-
						8,176,299	7,525,870	2.58	0.14
FERTILIZER									
Engro Corporation Limited	19,563	38,500	-	19,563	38,500	10,256,790	9,245,390	3.17	0.01
Fauji Fertilizer Company Limited	195,000	-	-	139,000	56,000	5,512,640	5,199,040	1.79	0.00
						15,769,430	14,444,430	4.96	0.01
GLASS & CERAMICS									
Tariq Glass Industries Limited	-	42,500	-	42,500	-	-	-	-	-
						-	-	-	-
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	11,869	-	-	2,200	9,669	14,645,054	15,084,607	5.18	0.01
Oil and Gas Development Company Limited	133,500	108,500	-	70,000	172,000	13,920,255	16,591,120	5.70	0.00
Pakistan Oilfields Limited	13,500	16,500	-	13,500	16,500	7,244,120	6,431,040	2.21	0.01
Pakistan Petroleum Limited	170,000	231,500	-	60,000	341,500	22,065,892	25,294,905	8.69	0.01
						57,875,321	63,401,672	21.77	0.03
OIL & GAS MARKETING COMPANIES									
Hascol Petroleum Limited	8	-	-	-	8	44	39	0.00	0.00
Pakistan State Oil Company Limited	79,080	17,500	-	-	96,580	10,902,274	11,854,229	4.07	0.06
Sui Northern Gas Pipelines Limited	240,000	-	-	240,000	-	-	-	-	-
						10,902,318	11,854,268	4.07	0.06

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Sectors / Companies	Number of shares					Carrying value as at September 30, 2023	Market value as at September 30, 2023	Market value as percentage of net assets	Market value as percentage of investee capital
	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period				
						------(Rupees)-----		----- % -----	
PHARMACEUTICALS									
AGP Limited	71,800	-	-	20,101	51,699	2,919,960	2,546,693	0.87	0.02
Highnoon Laboratories Limited	29,395	-	-	-	29,395	9,881,240	11,166,977	3.83	0.07
						12,801,200	13,713,670	4.71	0.09
POWER GENERATION & DISTRIBUTION									
Hub Power Company Limited	165,800	-	-	104,000	61,800	4,300,044	5,458,794	1.87	0.00
						4,300,044	5,458,794	1.87	0.00
REFINERY									
Attock Refinery Limited	30,000	7,500	-	37,500	-	-	-	-	-
						-	-	-	-
TECHNOLOGY & COMMUNICATION									
Air Link Communication Limited	128,150	-	-	128,150	-	-	-	-	-
Avanceon Limited	92,000	-	-	-	92,000	4,051,680	4,321,240	1.48	0.03
Octopus Digital Limited	46,000	-	-	-	46,000	1,719,940	1,735,120	0.60	0.03
Systems Limited	51,000	25,000	-	9,200	66,800	27,907,542	26,307,844	9.03	0.02
						33,679,162	32,364,204	11.11	0.08
Investments at fair value through P&L as at September 30, 2023						232,777,358	242,845,374	83.39	0.61
Cost of Investments at fair value through P&L as at June 30, 2023						251,032,545			

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7.1.1 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the High Court of Sindh (HCS) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calcul by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the tax year 2020, the CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019 as a result of which the HCS issued an order dated July 15, 2019 whereby the previous stay has been restored. The matter is still pending adjudication and no provision has been recorded or contingent liability has been disclosed in the condensed interim financial statements as the management is confident that the case will be decided in favor of the CISs.

Further, Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 therefore, bonus shares, subsequent to this amendment, issued to the Fund were not withheld by the investee companies.

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

	September 30, 2023 (Unaudited)	30 June 2023 (Audited)	September 30, 2023 (Unaudited)	30 June 2023 (Audited)
	----- (Number of Shares) -----		----- (Rupees) -----	
The Hub Power Company Limited	61,500	110,000	5,490,720	7,653,800
Habib Bank Limited	152,000	168,000	14,402,000	12,302,640
	213,500	278,000	19,892,720	19,956,440

7.2 Quoted debt securities

7.2.1 Sukuk certificates

(Face value of Rs. 5,000/- each)

Sector / Company	Number of certificates				Market value / carrying value (Rupees)	% of net assets
	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period		
Chemicals						
Agritech Limited (note 7.2.2)	1,100	-	-	1,100	4,565,118	-
Less: Provision against financial assets					(4,565,118)	-
Market value as at September 30, 2023					-	-
Cost as at June 30, 2023					4,276,509	

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7.2.2 These sukuk certificates have face value of Rs. 5,000 each and carry a mark-up equal to six month offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and were to be matured in August 2015. However, up to the year ended June 30, 2022 no principal repayment has been received by the Fund. These sukuk certificates are secured by hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favour of the Trustee for the benefit of unit holders.

These sukuk were classified as Non-Performing Asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010 on account of non-payment of the coupon due in August 2010. Therefore, the Fund has made provision of 100% of principal outstanding in the calendar year 2010 and accordingly no accrual for profit have been made by the Fund since then. The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was nil.

The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was nil.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. However, the Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on 5 July, 2022, filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2013.

Scheme of arrangement has two options for the settlement of liabilities and the Fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per option 2 of the SOA, the outstanding principal against Sukuk certificate (7.2.1) and zero coupon PPTFCs (7.2.3) will be converted into preference shares as reduced by application of unutilized cash flow Available for Debt Servicing (CFADS). The overdue/outstanding markup amounting to Rs. 1,740,305 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 final settlement of the markup amount.

In this regard, the fund received fourth tranches of CFADS during the period ended September 30, 2023 amounting to Rs. 107,389 on September 28, 2023.

7.2.3 Term finance certificates
(Face value of Rs. 5,000/- each)

Sector / Company	Number of certificates				Market value / carrying value (Rupees)	% of net assets
	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period		
Chemicals						
Agritech Limited (Note 7.2.4)	697	-	-	697	-	-
Cost as at June 30, 2023					3,485,000	

7.2.4 In the year 2012, the Fund has received zero coupon having face value of Rs. 5,000 each Agritech Limited' Privately Placed Term Finance Certificates (PPTFCs) of face value of Rs. 3.485 million against interest due on Agritech Limited's Sukuk. These PPTFCs had a tenor of 3.5 years starting from July 01, 2011 and matured on January 01, 2015 on semi annual repayments of principal. Agritech had a call option on the said facility from the first day of disbursement of the said facility. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management, as a matter of prudence, has valued the said PPTFCs at zero.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7.3 Unquoted debt securities

7.3.1 Privately placed term finance certificates

(Face value of Rs. 10,000/- each)

Sector / Company	Number of certificates				Market value / carrying value (Rupees)	% of net assets
	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period		
Chemicals						
Azgard Nine Limited (Note 7.3.3 & 7.3.4)	8,316	-	-	8,316	63,837,358	-
Less: Principal Redemption					(3,191,868)	
Less: Provision					(60,645,490)	
					-	
Azgard Nine Limited (note 7.3.3 and 7.3.4)	11,949.0	-	-	11,949	59,745,000	-
'Less:Provision					(59,745,000)	
					-	
Cost as at June 30, 2023					80,778,490	

7.3.2 These convertible privately placed term finance certificates (PPTFCs) , having face value of Rs. 10,000/- each were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. Since these PPTFCs were received against non-performing security, there the management, as a matter of prudence had recognised above PPTFCs at nil value. The carrying value of preference shares so converted into PPTFC was Rs. 52 million and provision held there against was Rs. 52 million. These convertible PPTFCs carry mark-up rate of 11% per annum with a tenor of 8 years (inclusive of a 2 year grace period for principal redemption) as per the terms and conditions. In case of Default, the PPTFC Holders shall have the right to exercise the option to convert the PPTFCs into ordinary voting shares of Azgard Nine Limited as per the terms and procedures.

7.3.3 The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. The Approved Scheme stated that the principal repayment of Rs. 83.16 million, will be paid over a period of 08 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.58 million have already been received at time zero and Rs. 17.74 million will be received within 2 years from time zero) and remaining amount of Rs. 63.837 million by 20 equal installments of TFC @ 5% starting from July 29, 2023. During the period from July 01, 2023 till September 30, 2023, Rs. 0.796 million have been received on account of markup income and Rs. 3.19 million received against 1st principal redemption on July 26, 2023.

7.3.4 Moreover, a fresh issue of 11,949 zero coupon 10 years PPTFCs was issued of Rs. 59.745 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing TFC and PPTFC. However the net carrying value after provision is nil. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7.4 DETAILS OF NON-COMPLIANT INVESTMENTS

The Securities & Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

Name of non-compliant investment	Type	Value before provision	Provision held if any	Value of investment after	% of net assets	% of gross assets
Agritech Limited (7.2.1)	Sukuks	4,565,118	(4,565,118)	-	-	-
Agritech Limited - zero coupon (7.2.3)	PPTFC	3,485,000	(3,485,000)	-	-	-
Azgard Nine Limited - PPTFCs (7.3.1)	PPTFC	60,645,490	(60,645,490)	-	-	-
Azgard Nine Limited - PPTFCs (7.3.1)	PPTFC	59,745,000	(59,745,000)	-	-	-

7.4.1 It represents non-performing security and the Fund has made full provision against the principal amount in accordance with the requirement of circular 1 of 2009 read with circular 1 of 2009 read with circular 33 of 2012 issued by SECP and the provisioning policy of the Fund.

7.5 NET UNREALISED (LOSS)/ GAIN ON RE-MEASUREMENT OF INVESTMENT CLASSIFIED AS 'FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS'

	September 30, 2023 (Unaudited)	June 30, 2022 (Audited)
----- Rupees -----		
Market value of investments	242,845,374	251,032,545
less: carrying value of investments	(232,777,358)	(275,921,667)
	10,068,016	(24,889,122)
8 ACCRUED RETURN ON BANK BALANCES		
Accrued return on bank balances	1,939,716	1,276,235
9 DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES		
Security deposit with NCCPL	1,000,000	1,000,000
Security deposit with CDC	200,000	200,000
Income tax recoverable	1,003,312	1,003,312
Prepaid listing fee	21,967	-
CDC Annual Fee	216,689	-
SECP Supervisory Fee	1,872	-
Receivable against Sale of investment	-	4,413,504
	2,443,840	6,616,816

9.1 Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on dividend and markup income received by the collective investment scheme from investee companies and banks.

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue.

Based on the above letter, above amount of withholding tax has been deducted by certain banks on markup income and certain investee companies on dividends. An exemption certificate was issued by the concerned Commissioner of Inland Revenue effective up to December 31, 2021. Accordingly the management is in the process of recovering the above tax amount deducted. Furthermore, a stay order has also been obtained by the Management Company of the Fund from further deduction of income tax at source.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

10 PAYABLE TO MANAGEMENT COMPANY

	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Rupees	
Remuneration Payable to management company	475,259	445,160
Sindh Sales Tax on remuneration of the Management Company	1,500,181	1,496,268
Federal Excise Duty payable on Management Company's remuneration	9,630,269	9,630,269
Accounting and Operational Charges payable	23,763	22,258
Selling and Marketing Expenses payable	810,032	729,575
Printing and stationery charges payable	147,460	121,950
	12,586,964	12,445,480

- 10.1** As per regulation 61 of the NBFC Regulations, the Management Company 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 remuneration at 2% (June 30, 2023: 2%) of the average annual net assets and is paid in arrears on a monthly basis.
- 10.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 1.438 million (June 30, 2023: 1.438 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.60 (June 30, 2023: Rs. 0.58) per unit.
- 10.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.2 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.
- 10.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.
- 10.5** SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company. For the current year the percentage is also 1.07%.

11 REMUNERATION PAYABLE TO THE TRUSTEE

	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Rupees	
Remuneration payable to the Trustee	47,526	44,516
Sindh Sales Tax payable on Trustee remuneration	6,178	5,787
	53,704	50,303

- 11.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund.

During the period CDC Trustee tariff charged is as follows

Net assets	Tariff per annum
- up to rupees one billion	0.2% per annum of the daily net assets.
- exceeding rupees one billion	Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

- 11.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

12 ANNUAL FEE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

13 ACCRUED EXPENSES AND OTHER LIABILITIES

Audit Fee Payable
Zakat Payable
Other liabilities
Payable against purchase of investment

September 30, 2023 (Unaudited)	June 30, 2022 (Audited)
----- Rupees -----	
792,853	571,783
137,721	130,044
83,689	51,969
983,033	-
1,997,296	753,796

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 (June 30, 2022).

15 NUMBER OF UNITS IN ISSUE

Total outstanding as of July 01
Issued during the year
Redemption during the year
Total outstanding as of September 30

September 30, 2023 (Unaudited)	June 30, 2022 (Audited)
----- Number of units -----	
2,478,578	2,904,154
230,827	67,535
(315,283)	(493,111)
2,394,122	2,478,578

16 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax ordinance, 2001.

17 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 4.92% (2022: 4.87%) which includes 0.53% (2022: 0.40%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

18 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

18.1 Details of the transactions with connected persons and related parties during the period are as follows:

JS Investments Limited - Management Company

Remuneration to the Management Company	1,514,077	1,860,900
Sindh Sales Tax on remuneration of the Management Company *	196,831	241,917
Reimbursement of accounting and operational charges	75,704	80,544
Selling and marketing expenses - Management Company	810,032	861,831
Printing and stationery expenses	25,510	21,056

Central Depository Company of Pakistan Limited - Trustee

Remuneration to Trustee	151,537	161,091
Sindh Sales Tax on trustee's remuneration **	19,699	20,941
Settlement charges	4,900	1,802

JS Global Capital Limited - Fellow subsidiary of Parent Company

Brokerage fee	108,510	18,556
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JS Bank Limited - Parent Company of JS Investments Limited

Return on bank balances	1,231,745	558,782
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BankIslami Pakistan Limited

(Fellow subsidiary of Parent Company)

Return on bank balances	1,226	-
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Azgard Nine Limited (Other related party)

Markup Receipt (ANL PPTFC)	795,781	795,781
Principal Redemption (ANL PPTFC)	3,191,868	

Key Management Personnel of the Management Company

Issue of units: Nil (2022: 123)	-	13,376
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* Paid / payable to the Management Company for onward payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

18.2 Details of balances with related parties / connected persons as at period / year end

JS Investments Limited - Management Company

Remuneration payable to the Management Company	475,259	445,160
Sindh Sales Tax payable on the Management Company's remuneration*	1,500,181	1,496,268
Federal excise duty payable on the Management Company's remuneration*	9,630,269	9,630,269
Reimbursement of accounting and operational charges to the Management Company	23,763	22,258
Selling and marketing expenses payable	810,032	729,575
Printing and stationery charges payable	147,460	121,950

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the Trustee	47,526	44,516
Sindh Sales Tax payable on Trustee the remuneration**	6,178	5,787
Security deposit	200,000	200,000
Annual, transaction, custodian, CDS connection fee payable	-	1,560

	September 30,	
	2023 (Un-audited)	2022 (Un-audited)
-----Rupees-----		
	1,514,077	1,860,900
	196,831	241,917
	75,704	80,544
	810,032	861,831
	25,510	21,056
	151,537	161,091
	19,699	20,941
	4,900	1,802
	108,510	18,556
	1,231,745	558,782
	1,226	-
	795,781	795,781
	3,191,868	
	-	13,376

	September 30,	June 30,
	2023 (Un-audited)	2023 (Audited)
-----Rupees-----		
	475,259	445,160
	1,500,181	1,496,268
	9,630,269	9,630,269
	23,763	22,258
	810,032	729,575
	147,460	121,950
	47,526	44,516
	6,178	5,787
	200,000	200,000
	-	1,560

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30,	
	2023 (Un-audited)	2022 (Un-audited)
	-----Rupees-----	
JS Global Capital Limited Fellow subsidiary of Parent Company Brokerage payable	-	2,893
JS Bank Limited - Parent Company of JS Investments Limited Bank balances	30,969,895	15,556,662
BankIslami Pakistan Limited (Fellow subsidiary of Parent Company) Bank balance	21,779	20,553
Key Management Personnel of the Management Company Units outstanding: 3,334 (June 30, 2023: 3,334)	405,559	367,317
Unit holder holding 10% or more of units in issue Units outstanding: 280,080 (June 30, 2023: 267,834)	34,068,979	29,507,327

* Paid / payable to the Management Company for onward payment to the Government.

** Paid / payable to the Trustee for onward payment to the Government.

19 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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

20 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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:

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

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 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 September 30, 2023 and June 30, 2023, all investments are categorised in level 1. The outstanding amounts of these investments are shown in note 7 to these financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

21 GENERAL

21.1 Figures have been rounded off to the nearest rupee.

22 DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS MOMENTUM FACTOR EXCHANGE TRADED FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited financial statements of **JS Momentum Factor Exchange Traded Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund's return was 7.29% for the quarter ended September 30, 2023, against the benchmark return of 7.60%. Net Assets moved from PKR 80.41 million (June 30, 2023) to PKR 46.79 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 3.78%, which includes 0.37% of government levies on the Fund.

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



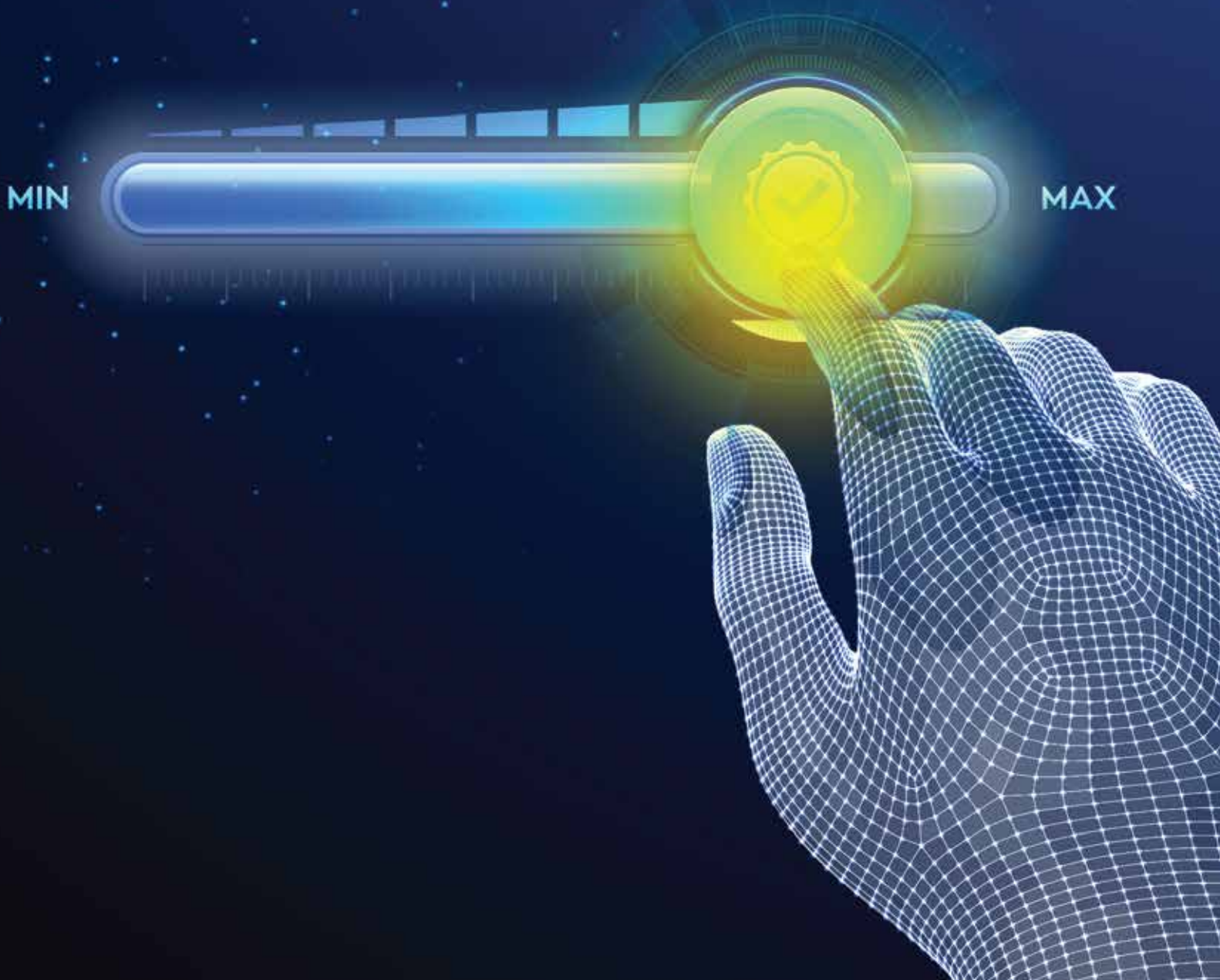
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



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	4	2,034,126	40,767,918
Investments	5	43,107,357	74,741,429
Profit and other receivable	6	2,493,922	1,743,012
Total assets		47,635,405	117,252,359
Liabilities			
Payable to JS Investments Limited - Management Company	7	214,316	188,741
Payable to Central Depository Company - Trustees	8	7,653	6,373
Payable to Securities and Exchange Commission of Pakistan	9	3,564	7,822
Payable against purchase of marketable Securities		-	36,214,677
Accrued expenses and other liabilities	10	624,811	422,404
Total liabilities		850,344	36,840,017
Contingencies and Commitments	11		
Net assets		46,785,061	80,412,342
Unit holders' funds (As per Statement Attached)		46,785,061	80,412,342
		Number of units	
Number of units in issue		5,260,000	9,700,000
		Rupees	
Net assets value per unit		8.8945	8.2899

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit on bank balances		53,531	61,850
Dividend income		1,214,930	1,595,746
Net realized gain/loss on sale of investments at fair value through P&L		8,858,241	(3,457,948)
Net unrealised loss on re-measurement of investment classified at "fair value through profit or loss"	5.2	(2,941,245)	(1,413,636)
Other income	6.1	106,249	135,802
Total income/(loss)		7,291,706	(3,078,186)
Expenses			
Remuneration to JS Investments Limited - Management Company		-	66,634
Sindh sales tax on Management Company's remuneration		-	8,663
Remuneration of the Central Depository Company - Trustee	8.1	11,810	13,327
Sindh sales tax on Trustee remuneration	8.2	1,535	1,733
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	11,252	2,665
Bank and settlement charges		7,335	8,896
Securities transaction cost		131,840	207,960
Registrar Fees		33,900	33,900
PSX Listing Fees		22,077	2,062
Auditors' remuneration		196,992	158,689
Printing Charges		25,575	19,125
		442,316	523,654
Net income/loss for the period from operating activities		6,849,390	(3,601,840)
Element of losses and capital gains / losses included 'in prices of units issued less those in units redeemed - net	3.1	(3,669,103)	(3,104,783)
Net income/loss for the period before taxation		3,180,287	(6,706,623)
Taxation	12	-	-
Net income/loss for the period after taxation		3,180,287	(6,706,623)

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income/loss for the period after taxation	3,180,287	(6,706,623)
Other comprehensive income for the period	-	-
Total comprehensive income/loss for the period	<u>3,180,287</u>	<u>(6,706,623)</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
Cash Flow From Operating Activities		
Net income/loss for the period after taxation	3,180,287	(6,706,623)
Adjustments		
Net realized (gain)/loss on sale of investments at fair value through P&L Element of losses and capital losses included in prices of units issued less those in units redeemed - net	(8,858,241)	3,457,948
Return on bank balances	3,669,103	3,104,783
Dividend income	(53,531)	-
Net unrealised loss on re-measurement of investment classified at "fair value through profit or loss"	(1,214,930)	-
Other income	2,941,245	1,413,636
	(106,249)	-
	(442,316)	1,269,744
(Increase) / Decrease in current assets		
Investments	37,423,958	(60,041,737)
Profit and other receivable	1,214,904	(1,002,737)
Receivable from Management Company	(463,994)	-
	38,174,868	(61,044,474)
(Decrease) / Increase in current liabilities		
Payable to the Management Company	25,575	83,665
Payable to the Trustee	1,280	5,352
Annual fee payable to the Securities and Exchange Commission of Pakistan	(4,258)	(1,815)
Payable against purchase of marketable Securities	(36,214,677)	-
Accrued expenses and other liabilities	202,407	(60,357)
	(35,989,673)	26,845
Net cash used in operating activities	1,742,879	(59,747,885)
Cash Flow From Financing Activities		
Amount received from issuance of units	75,777,017	62,575,133
Amount paid on redemption of units	(116,253,688)	(496,494)
Net cash generated from financing activities	(40,476,671)	62,078,639
Net increase in cash and cash equivalents	(38,733,792)	2,330,754
Cash and cash equivalents at the beginning of the period	40,767,918	732,298
Cash and cash equivalents at the end of the period	2,034,126	3,063,052

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023			September 30, 2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	------(Rupees)-----			------(Rupees)-----		
Net assets at beginning of the period	91,995,316	(11,582,974)	80,412,342	23,800,000	(1,627,299)	22,172,701
Issue of 8,370,000 units (2022 : 7,050,000)	69,386,463	-	69,386,463	65,679,916	-	65,679,916
- Element of Loss	6,390,554	-	6,390,554	(3,104,783)	-	(3,104,783)
Total proceeds on issuance of units	75,777,017	-	75,777,017	62,575,133	-	62,575,133
Redemption of 12,810,000 units (2022 : 60,000)	(106,194,031)	-	(106,194,031)	(558,978)	-	(558,978)
- Element of income	(10,059,657)	-	(10,059,657)	62,484	-	62,484
Total payments on redemption of units	(116,253,688)	-	(116,253,688)	(496,494)	-	(496,494)
Element of losses and capital losses included in prices of units issued less those in units redeemed - net	3,669,103	-	3,669,103	3,104,783	-	3,104,783
Total comprehensive income/loss for the period	-	3,180,287	3,180,287	-	(6,706,623)	(6,706,623)
Net assets at end of the period	55,187,748	(8,402,687)	46,785,061	88,983,422	(8,333,922)	80,649,500
Undistributed income/loss brought forward						
- Realised income / (loss)		(12,836,574)			(1,818,842)	
- Unrealised income / (loss)		1,253,600			191,543	
		(11,582,974)			(1,627,299)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net income/loss for the period after taxation		3,180,287			(6,706,623)	
Undistributed loss carried forward		(8,402,687)			(8,333,922)	
Undistributed loss carried forward						
- Realised loss		(5,461,442)			(6,920,286)	
- Unrealised gain		(2,941,245)			(1,413,636)	
		(8,402,687)			(8,333,922)	
Net assets value per unit at beginning of the period			8.2899			9.3163
Net assets value per unit at end of the period			8.8945			8.6072

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

JS Momentum Factor Exchange Traded Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between JS Investments Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 05, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on October 25, 2021. The Fund commenced its operations from January 07, 2022.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008, through a certificate of registration issued by Securities and Exchange Commission of Pakistan. The registered office of JS Investments Limited is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.

The Fund has been categorised as an open ended exchange traded mutual fund that aims to provide investors an opportunity to track the performance of JS Momentum Factor Index that has been constituted and is maintained by the Management Company and comprises of 10 equity securities selected based on free float market capitalization & traded value filter (CF).

The Fund is a hybrid fund having features of both open ended and close ended funds. A new concept of Authorised Participants (APs) has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holders of the units keep on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between APs and Management Company and cash will be paid / received if there is a difference in the market value of shares and net asset value.

The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

The title to the assets of the Fund are held in the name of 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 as 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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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.

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34. This condensed interim financial information does 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 financial statements of the Fund for the year ended June 30, 2023.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.1.3 The comparative statement of assets and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023. The comparative figures of 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 not reported in these condensed interim financial statements, since the Fund commenced its operations on January 07, 2022.

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 information give a true and fair view of the state of the Fund's affairs as at September 30, 2023.

2.2 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 1, 2023. 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 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.4 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

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

Element of income represents the difference between net asset value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period

As clarified by the SECP vide its letter no. SCD/AMCW/ETF/240/2020 dated March 2, 2020 that element of income in case of Exchange Traded Funds shall be taken to income statement both at the time of issuance and redemption of units to the extent it pertains to income statement

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

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

4	BANK BALANCES	Note	(Un-audited)	(Audited)
			September 30, 2023	June 30, 2023
----- Rupees -----				
	Savings accounts	4.1	2,034,126	40,767,918

4.1 These balances in savings accounts of JS Bank (related party) carry profit at the rate of 20.82% (June 2022 : 19.60%) per annum.

5	INVESTMENTS At fair value through profit or loss	Note	(Un-audited)	(Audited)
			September 30, 2023	June 30, 2023
----- Rupees -----				
	Quoted equity securities	5.1	43,107,357	74,741,429

5.1 Investments in equity securities - listed

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

5.1 Listed equity securities

Name of the Investee Company						As at September 30, 2023				Holding as a percentage of paid-up capital of investee company
	Holding (Opening)	Purchased during the period	Bonus / right shares received during the	Sold during the period	As at September 30, 2023	Carrying Value	Market value	Unrealized Gain / (Loss)	Net assets of the Fund	
----- % -----										
TECHNOLOGY & COMMUNICATION										
Avanceon Limited		58,528		58,528	-	-	-	-	-	-
Air Link Communication Ltd	259,960			259,960		-	-	-	-	-
SystemS Limited	-	13,676			13,676	5,901,641	5,386,019	(515,622)	11.51	0.00
						5,901,641	5,386,019	(515,622)	11.51	0.00
COMMERCIAL BANKS										
United Bank Limited	-	37,200		37,200	-	-	-	-	-	-
Meezan Bank Limited	-	33,232	-	33,232	-	-	-	-	-	-
BankIslami Pakistan Limited (Related Party)	-	162,876		162,876	-	-	-	-	-	-
Habib Bank Limited	-	94,682		528	94,154	9,471,076	8,515,288	(955,788)	0.18	0.01%
Bank Alfalah Limited	-	211,874		106,148	105,726	4,156,761	4,067,279	(89,482)	8.69	0.01%
						13,627,836	12,582,567	(1,045,269)	26.89%	0.00
REFINERY										
Attock Refinery Limited		26,784		26,784	-	-	-	-	-	-
National Refinery Limited		17,360		17,360	-	-	-	-	-	-
						-	-	-	-	-
CEMENT										
D.G. Khan Cement Company Limited	237,650			237,650	-	-	-	-	-	-
Cherat Cement Company Limited	48,500			48,500	-	-	-	-	-	-
Lucky Cement Company Limited	30,070			30,070	-	-	-	-	-	-
Attock Cement Pakistan Limited	15,520			15,520	-	-	-	-	-	-
Pioneer Cement Limited	130,950			130,950	-	-	-	-	-	-
						-	-	-	-	-
FERTILIZER										
Engro Corporation Limited	54,320	28,404		54,320	28,404	7,147,923	6,820,937	(326,987)	14.58	0.00
						7,147,923	6,820,937	(326,987)	14.58	0.00
CHEMICAL										
Lotte Chemical Pakistan Limited	191,090	19,383		210,473	-	-	-	-	-	-
						-	-	-	-	-
TEXTILE COMPOSITE										
Interloop Limited	-	54,015		54,015	-	-	-	-	-	-
Kohinoor Textile Mills Limited		24,196			24,196	1,477,440.88	1,405,304	(72,137)	3.00%	0.01
Gul Ahmed Textile Mills Limited	110,580			110,580	-	-	-	-	-	-
						1,477,441	1,405,304	(72,137)	3.00%	1.00%
OIL & GAS EXPLORATION COMPANIES										
Mari Petroleum Company Limited		2,630			2,630	4,255,272	4,103,063	(152,209)	8.77%	0.00
Pakistan Petroleum Limited		265,027		265,027	-	-	-	-	-	-
Oil & Gas Development Company Limited		158,721		158,721	-	-	-	-	-	-
Pakistan Oilfields Limited		14,728			14,728	6,601,232	5,740,385	(860,847)	12.27	0.01
						10,856,504	9,843,448	(1,013,056)	12.36	0.01

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Name of the Investee Company						As at September 30, 2023				Holding as a percentage of paid-up capital of investee company
	Holding (Opening)	Purchased during the period	Bonus / right shares received during the	Sold during the period	As at September 30, 2023	Carrying Value	Market value	Unrealized Gain / (Loss)	Net assets of the Fund	
OIL & GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	-	71,466		71,466	-	-	-	-	-	-
Shell Pskistan Limited		63,987		63,987	-	-	-	-	-	-
PAPER & BOARD										
Packages Limited	4,850			4,850	-	-	-	-	-	-
AUTOMOBILE ASSEMBLER										
Honda Atlas Cars (Pakistan) Limited		8,432		8,432	-	-	-	-	-	-
Millat Tractors Limited		13,791		7,479	6,312	2,798,705	2,638,984	(159,720)	5.64	0.01
						2,798,705	2,638,984	(159,720)	5.64	0.01
POWER GENERATION & DISTRIBUTION										
Lalpir power limited		208,822			208,822	3,070,492.67	3,240,917	170,424	6.93%	0.05
						3,070,493	3,240,917	170,424	6.93%	0.05
FOOD & PERSONAL CARE PRODUCTS										
Unity Foods Limited	-	282,384		282,384	-	-	-	-	-	-
ENGINEERING										
Thal Limited		5,260			5,260	1,168,059	1,189,181	21,122	2.54%	0.01%
						1,168,059	1,189,181	21,122	0.03	0.00
MISCELLANEOUS										
TPL Properties Limited	-	554,277		554,277	-	-	-	-	-	-
Carrying Cost as at September 30, 2023						46,048,602	43,107,357	(2,941,245)	44.48	0.09
Cost as at June 30, 2023						73,487,829	74,741,429	1,253,600	-	-

5.2 Unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net

Market value of investments
Less: carrying value of investments

Note

(Un-audited) September 30, 2023
Audited) June 30, 2023

----- Rupees -----

5.1	43,107,357	74,741,429
5.1	(46,048,602)	(73,487,829)
	<u>(2,941,245)</u>	<u>1,253,600</u>

6 PROFIT AND DIVIDEND RECEIVABLE

Mark-up receivable from bank account
Advance Tax
Receivable from Management Company
Receivable from broker
Prepaid PSX listing fee
Dividend Receivable
Security Deposit

	53,533	24,619
	1,048,150	1,048,150
6.1	106,249	570,243
	9,700	-
	67,608	-
	1,108,681	-
	100,000	100,000
	<u>2,493,922</u>	<u>1,743,012</u>

6.1 This represents amount of adjustment for total expense ratio (refer note 13)

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	(Un-audited)	(Audited)
		September 30, 2023	June 30, 2023
7 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY			
----- Rupees -----			
Payable against printing and stationery		104,316	78,741
Payable to the Management Company		110,000	110,000
		214,316	188,741
8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE			
Remuneration payable to the Trustees	8.1	3,751	3,319
Sindh sales tax payable on Trustee's remuneration	8.2	488	432
CDC - Settlement Charges Payable		3,414	2,622
		7,653	6,373

8.1 As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the trustee fee for the period is 0.1% of the average daily net assets.

8.2 Sales tax at the rate of 13% on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services

	Note	(Un-audited)	(Audited)
		September 30, 2023	June 30, 2023
9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
----- Rupees -----			
Annual fee payable	9.1	3,564	7,822

9.1 The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

	(Un-audited)	(Audited)
	September 30, 2023	June 30, 2023
10 ACCRUED EXPENSES AND OTHER LIABILITIES		
----- Rupees -----		
Auditors' remuneration payable	596,160	399,168
Registrar Fees payable	11,300	11,300
WHT payable	17,351	11,936
	624,811	422,404

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 (June 30, 2023: Nil).

12 TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders (excluding distribution made by issuance of bonus units). Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 the Fund is required to distribute ninety percent of accounting income other than capital gains whether realised or unrealised to the unit holders. The Fund has not distributed any amount for the year ended June 30, 2023 being the whole of the accounting income available for distribution pertaining to capital gain (realised or unrealised) and accordingly, no provision in respect of taxation has been made in these financial statements.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the current period ended September 30, 2023 is 3.78% (September 30, 2022: 3.96%) which includes 0.37% (September 30, 2022: 0.43%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is not within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Index" scheme, therefore, an adjustment was made for the compliance of expense ratio limit as per prescribed rules and regulations.

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

14.1 Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

14.2 Transactions with the connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

14.3 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

14.4 Details of transactions with related parties / connected persons during the period are as follows:

	(Un-audited) 30-Sep-23	(Un-audited) 30-Sep-22
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration of JS Investments Limited - Management Company	-	66,634
Sindh Sales Tax on remuneration of the Management Company	-	8,663
Printing Charges	25,575	19,125
Income from AMC against expense ratio adjustment	106,249	135,802
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11,810	13,327
Sindh Sales Tax on remuneration of the Trustee	1,535	1,733
Settlement charges	7,335	8,896
Registrar fee	33,900	33,900
JS Bank Limited - Parent Company of JSIL		
Profit on bank balances	53,531	61,850
JS Fund of Funds - Fund under JSIL Management		
Units purchased : 8,380,000 (June 2022 : 7,065,500)	76,368,525	63,082,270
Units redeem : 12,733,000 (June 2022 : 91,000)	114,779,610	781,820

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	(Un-audited) September 30, 2023	(Audited) June 30, 2023
	----- Rupees -----	
14.5 Amounts / balances outstanding as at period end are as follows		
JS Investments Limited - Management Company		
Printing Charges payable	104,316	78,741
Payable to Management Company	110,000	110,000
Receivable from Management Company	106,249	570,243
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	3,751	3,319
Sindh Sales Tax payable on Trustee remuneration	488	432
Settlement charges payable	3,414	2,622
Registrar fee payable	11,300	11,300
Security Deposit	100,000	100,000
JS Bank Limited - Parent Company of JSIL		
Bank balances	2,034,126	40,767,918
Profit Receivable	53,533	24,619
JS Fund of Funds - Fund under JSIL Management		
Units held: 4,582,500 units (June 2023: 8,935,500 units)	41,929,887	74,074,689
JS Global Capital Limited - Fellow subsidiary of JSBL		
Payable against purchase of marketable securities	9,700	35,919,310

14.7 JS Global Capital Limited (Related Party) is the authorized participant of the fund and all units were transferred to the ultimate buyer/seller through them

14.8 Other balances due to / from related parties / connected persons are included in the respective notes to these condensed interim financial statements.

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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

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

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).

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

As at September 30, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair value:

----- Unaudited -----				
----- As at September 30, 2023 -----				
	Level 1	Level 2	Level 3	Total
-----Rupees-----				
At fair value through profit or loss				
Quoted equity securities	43,107,357	-	-	43,107,357
	<u>43,107,357</u>	<u>-</u>	<u>-</u>	<u>43,107,357</u>

----- Unaudited -----				
----- As at June 30, 2023 -----				
	Level 1	Level 2	Level 3	Total
-----Rupees-----				
At fair value through profit or loss				
Quoted equity securities	74,741,429	-	-	74,741,429
	<u>74,741,429</u>	<u>-</u>	<u>-</u>	<u>74,741,429</u>

16 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units.

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

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

17 GENERAL

17.1 Figures have been rounded off to the nearest Rupee.

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 October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

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Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
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http://www.linkedin.com/company/js-investment-limited



QR Code for
website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS MICROFINANCE SECTOR FUND



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NOISSIM

To be the preferred choice
of every investor, offering
diverse and innovative
investment solutions



MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Microfinance Sector Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 23.30% for the quarter ended September 30, 2023 against benchmark return of 23.21%. Net Assets moved from PKR 7.57 billion as at June 30, 2023 to PKR 5.83 billion as at September 30, 2023. The total expense ratio (TER) of the Fund is 1.05%, which includes 0.14% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends accumulating to Rs. 5.63 per unit during the quarter ended September 30, 2023

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Stability Rating of "A(f)" was assigned to the Fund on October 05, 2023 by the PACRA (June 2023: "A(f)").

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



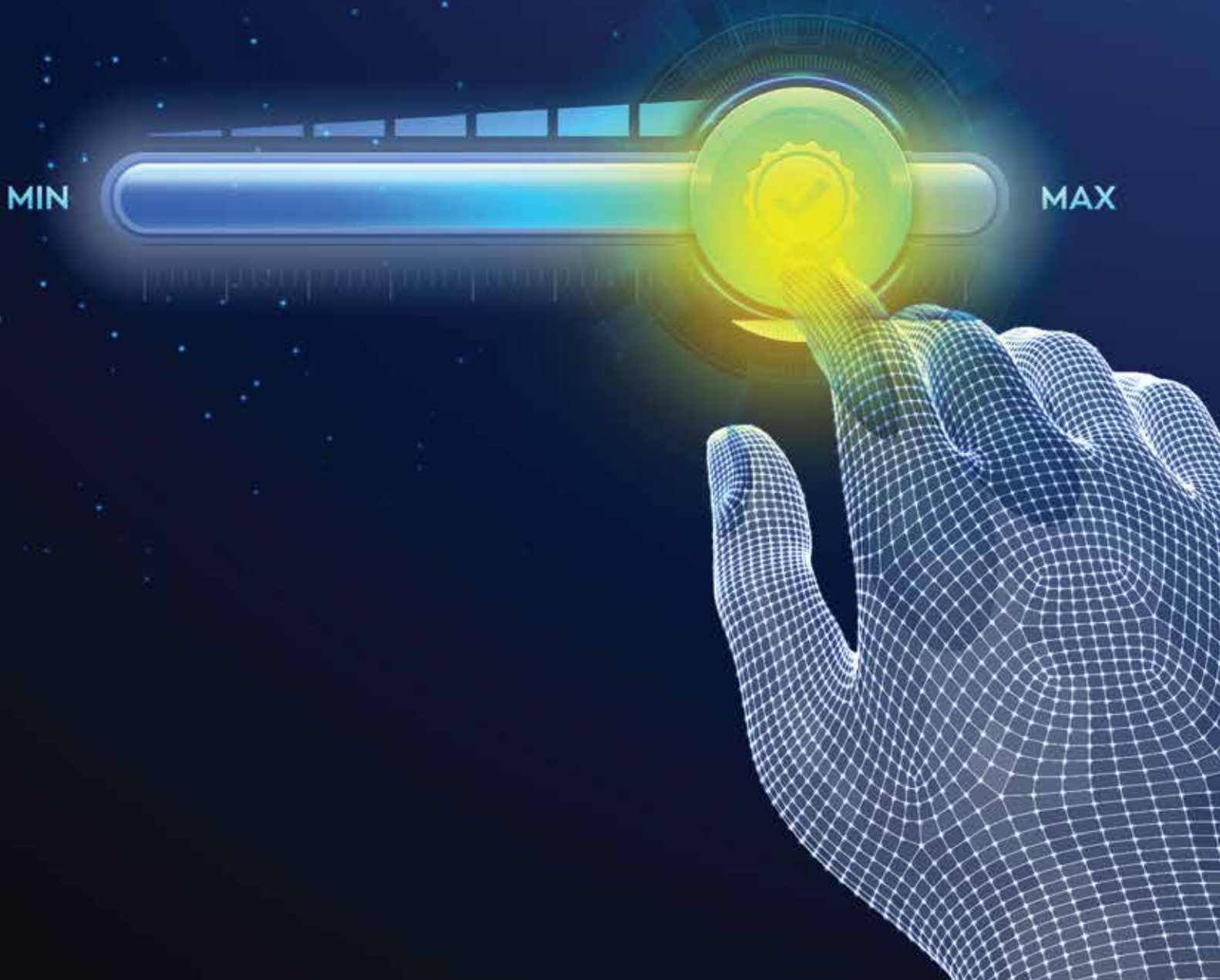
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
Assets			
Balances with bank	6	5,662,216,536	7,399,261,415
Bank profit receivable		219,514,034	192,479,159
Deferred formation cost	7	506,297	541,611
Prepayments and other receivables	8	190,305	189,411
Total assets		5,882,427,172	7,592,471,596
Liabilities			
Payable to JS Investments Limited - Management Company	9	14,326,010	14,395,495
Payable to Digital Custodian Company Limited - Trustee	10	767,841	609,427
Annual fee payable to Securities and Exchange Commission of Pakistan	11	679,430	1,414,098
Accrued expenses and other liabilities	12	38,078,243	5,122,426
Total liabilities		53,851,524	21,541,446
Contingencies and commitments	14		
Net assets		5,828,575,648	7,570,930,150
Unit holders' Funds (as per Statement Attached)		5,828,575,648	7,570,930,150
----- Number of units -----			
Number of units in issue		57,529,424	74,869,343
----- Rupees -----			
Net assets value per unit		101.31	101.12

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit on bank balances		628,138,081	233,433,931
Total		628,138,081	233,433,931
Expenses			
Remuneration to JS Investments Limited - Management Company	9.1	10,568,304	5,134,515
Sales tax on Management Company's remuneration	9.2	1,373,881	667,486
Remuneration to the Digital Custodian Company Limited - Trustee	10.1	1,969,004	1,062,616
Sales tax on Trustee remuneration	10.2	255,971	138,139
Annual fee to the Securities and Exchange Commission of Pakistan	11	1,969,630	284,005
Amortization of deferred formation costs	7	35,314	32,288
Shariah Advisory Fees		-	-
Listing fee		6,250	6,250
Mutual Fund rating fee		22,981	40,506
Bank and settlement charges		2,260	1,356
Auditors' remuneration		201,084	200,710
Printing and stationary		25,506	19,282
Professional tax		-	-
Accounting and operational charges	9.3	2,625,339	-
Selling and marketing expense	9.4	8,254,223	-
		27,309,747	7,587,153
Net income for the period before taxation		600,828,334	225,846,778
Taxation	13	-	-
Net income for the period after taxation		600,828,334	225,846,778
Allocation of net income for the period:			
Net income for the period after taxation		600,828,334	225,846,778
Income already paid on units redeemed		(207,447,986)	(13,525,954)
Accounting income available for distribution		393,380,348	212,320,824
-Relating to capital gains		-	-
-Excluding capital gains		393,380,348	212,320,824
		393,380,348	212,320,824

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net profit for the period after taxation	600,828,334	225,846,778
Other comprehensive income	-	-
Total comprehensive income for the period	<u>600,828,334</u>	<u>225,846,778</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
Cash flows from operating activities		
Net income for the period before taxation	600,828,334	225,846,778
Operating profit before working capital changes	600,828,334	225,846,778
(Increase) / Decrease in current assets		
Prepayments and other receivables	(894)	19,881
Bank profit receivable	(27,034,875)	(64,313,426)
Amortization of deferred formation costs	35,314	32,288
	(27,000,455)	(64,261,257)
(Decrease) / Increase in current liabilities		
Payable to the Management Company	(69,485)	2,018,806
Payable to Digital Custodian Company Limited - Trustee	158,414	334,441
Annual fee payable to the Securities and Exchange Commission of Pakistan	(734,668)	259,820
Accrued expenses and other liabilities	32,955,817	25,287,848
	32,310,078	27,900,915
Net cash (used in) / generated from operating activities	606,137,957	189,486,436
Cash flows from financing activities		
Dividend paid	(367,193,221)	(182,730,377)
Amount received from issuance of units	15,655,809,409	6,643,083,380
Amount paid on redemption of units	(17,631,799,024)	(1,088,807,631)
Net cash (used in) financing activities	(2,343,182,836)	5,371,545,372
Net (decrease) / increase in cash and cash equivalents	(1,737,044,879)	5,561,031,808
Cash and cash equivalents at the beginning of the period	7,399,261,415	2,213,232,206
Cash and cash equivalents at the end of the period	5,662,216,536	7,774,264,014

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30,					
	2023			2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	------(Rupees)-----					
Net assets at beginning of the period	7,437,035,825	133,894,325	7,570,930,150	2,225,545,046	1,301,717	2,226,846,763
Issuance of units 154,738,639 (2022: 66,228,237 units)	15,647,171,153	-	15,647,171,153	6,626,917,579	-	6,626,917,579
- Element of income	8,638,256	-	8,638,256	16,165,801	-	16,165,801
Total proceeds on issuance of units	15,655,809,409	-	15,655,809,409	6,643,083,380	-	6,643,083,380
Redemption of units 172,078,557 (2022: 10,729,829 units)	(17,193,135,360)	-	(17,193,135,360)	(1,065,358,323)	-	(1,065,358,323)
- Element of loss	(231,215,678)	-	(231,215,678)	(9,923,355)	-	(9,923,355)
-Amount paid / payable on redemption of units	-	(207,447,986)	(207,447,986)	-	(13,525,954)	(13,525,954)
Total payments on redemption of units	(17,424,351,038)	(207,447,986)	(17,631,799,024)	(1,075,281,678)	(13,525,954)	(1,088,807,632)
Total comprehensive income / (loss) for the period	-	600,828,334	600,828,334	-	225,846,778	225,846,778
Distributions during the period						
Interim distribution- July 26, 2023 1.62 (2022: Nil per unit)	-	(107,209,351)	(107,209,351)	-	-	-
Interim distribution - Aug 29, 2023 2.18 (2022 2.56 per unit)	-	(187,915,852)	(187,915,852)	(127,393,758)	-	(127,393,758)
Interim distribution - Sep 27, 2023 1.83 (2022 1.00 per unit)	-	(72,068,018)	(72,068,018)	(55,336,619)	-	(55,336,619)
Total comprehensive income for the period	-	233,635,113	233,635,113	-	43,116,401	43,116,401
Net assets at end of the period	5,668,494,196	160,081,452	5,828,575,648	7,793,346,748	30,892,164	7,824,238,912
Undistributed (loss) / income brought forward						
- Realised income		133,894,325			1,301,717	
- Unrealised (loss)		-			-	
		133,894,325			1,301,717	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		393,380,348			212,320,824	
		393,380,348			212,320,824	
Net income for the period after taxation						
Distribution during the period		(367,193,221)			(182,730,377)	
Undistributed income carried forward		160,081,452			30,892,164	
Undistributed income carried forward						
- Realised income		160,081,452			30,892,164	
- Unrealised income		-			-	
		160,081,452			30,892,164	
Net assets value per unit at beginning of the period			101.12			100.09
Net assets value per unit at end of the period			101.31			100.64

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Microfinance Sector Fund ("the Fund") was established under the Trust Deed and the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated December 27, 2021 consequent to which the Trust Deed was executed on January 7, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

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 August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual fund categorised as "Income Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in prime quality Microfinance sector products, Microfinance bank deposits and short-term Money Market instruments.

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 The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 PACRA has assigned stability Rating of "A(f)" to the Fund on October 05, 2023 by the Pakistan Credit Rating Agency (PACRA) (June 2022: "A(f)").

'The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

2.1.1 The 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 as 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 VIII A 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 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 (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, 2023.

2.1.3 In compliance with schedule V of the Non-Banking Finance Companies and Notied Entities Regulations, 2008, 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.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.3 Functional and presentation currency

This condensed interim financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Fund. All amounts have been rounded off to the nearest of Rupee, unless otherwise indicated.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

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, 2023.

3.2 The preparation of this condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

3.4 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 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.

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 FINANCIAL RISK MANAGEMENT

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 June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 1.05% which includes 0.14% representing government levies, Sindh Workers' Welfare Fund and annual fee payable to the SECP. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market" scheme.

6 BANK BALANCES

Profit and loss sharing (PLS) accounts
TDR with BIPL

6.1

September 30, 2023	June 30, 2023
(Un-audited)	(Audited)
-----Rupees-----	
5,662,216,536	6,824,261,415
-	575,000,000
5,662,216,536	7,399,261,415

6.1 These include a balance of Rs. 179.51 million (June 30, 2023: Rs: 22.83 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 20.82% (June 30, 2023: 19.60%) and Rs. 5.48 billion (June 30, 2023: Rs: 6.96 billion) maintained with U Microfinance Bank Limited (a related party) that carries profit at the rate of 24.00% (June 30, 2023: 24.00%). Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% (June 30, 2023: 15.00% to 24.00%) per annum.

7 DEFERRED FORMATION COSTS

Preliminary Expenses and formation costs
Less: amortization during the period

7.1

541,611	683,326
(35,314)	(141,715)
506,297	541,611

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from May 12, 2022 as per the requirements set out in the Trust Deed of the Fund.

8 PREPAYMENTS AND OTHER RECEIVABLES

Prepaid annual listing fee
Mutual Fund Rating Fee Prepayment

23,875	-
166,430	189,411
190,305	189,411

9 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration Payable to management company
Sindh sales tax on management remuneration
Accounting and Operational Charges payable
Preliminary Expenses and formation costs Payable
Printing charges payable
Selling and Marketing Expenses payable
Sales load payable to management company

9.1

9.2

9.3

9.4

4,345,022	2,901,639
564,850	377,611
906,002	719,086
-	740,525
127,183	101,677
8,254,223	9,460,559
128,730	94,398
14,326,010	14,395,495

9.1 During the period, the Management Company has charged its remuneration at the rate of 0.00% to 1.00% (June 2023: 0.00% to 1%) of the average annual net assets. The remuneration is payable to the Management Company monthly in arrears.

9.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9.3 The Management Company of the Fund is entitled for reimbursement of fee and expenses incurred by the Management Company in relation to registrar service, accounting, operation and valuation services related to Fund. Accordingly, such expenses have been charged at the rate of 0.1% of net assets of the Fund.

9.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds). Asset Management Company is required to set a maximum limit for charging of such expenses to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company based on its discretion has currently determined a capping of 0.5% of the average annual net assets of the Fund for charging of selling and marketing expenses which has also been approved by the Board of Directors of the Management Company.

10 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

Remuneration payable to the Trustees	10.1	679,505	539,314
Sindh sales tax payable on Trustee's remuneration	10.2	88,336	70,113
		767,841	609,427

10.1 During the period, the Trustee has charged its remuneration at the rate of 0.075% per annum of the average annual net assets.

10.2 Sindh sales tax at the rate of 13% is charged on Trustee remuneration.

11 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee payable to Securities and Exchange Commission of Pakistan	11.1	679,430	1,414,098
		679,430	1,414,098

11.1 The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

12 ACCRUED EXPENSES AND OTHER LIABILITIES

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
Auditors' remuneration	493,034	291,950
Withholding tax payable	10,318,195	235,523
Other liabilities & Capital Gain Tax	27,267,014	4,594,953
	38,078,243	5,122,426

13 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

14 CONTINGENCIES AND COMMITMENTS

The Fund has no contingencies or commitment at the period end (June 30, 2023: Nil).

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, MCB Financial Services Limited (MCBFSL) being the Trustee of the Fund, JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui & Co. Limited (JSGCL which is holding 71.21% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited), JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other Funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit Funds of the above connected persons / related parties.

15.1 Details of transactions with related parties / connected persons during the period

		September 30, 2023	September 30, 2022
		(Un-audited)	
-----Rupees-----			
JS Investments Limited - Management Company			
Remuneration to the Management Company	15.2	10,568,304	5,134,515
Sindh sales tax on remuneration of the Management Company		1,373,881	667,486
Issue of units: 3,943,343 units (2022: 2,507,419 units)		403,680,042	256,586,201
Redemption of units: 6,158,601 units (2022: 6,607,769 units)		633,850,744	671,567,494
Units refunded as Capital : 45,627 (2022: 48,317 units)		-	-
Reinvest in lieu of Dividend paid : 1,492 units (2022: 654 units)		150,834	65,467
Sales load		339,526	75,221
Accounting and operating expenses		2,625,339	-
Selling and marketing expense		8,254,223	-
Amortization of deferred formation costs		35,314	32,288
Printing Charges		25,506	19,282
Digital Custodian Company Limited - Trustee			
Remuneration of the Trustee		1,969,004	1,062,616
Sindh sales tax on Trustee remuneration *		255,971	138,139
JS Fund of Funds (Fund Under JSIL Management)			
Issue of units: 5,722,986 units (2022: 367,399 units)		586,548,254	37,092,605
Redemption of units: 6,127,533 units (2022: Nil units)		625,337,633	-
Reinvest in lieu of Dividend paid : 17,059 units (2022: 27,466 units)		1,724,960	2,753,053
Units refunded as Capital : 45,435 (2022: Nil units)		-	-
EFU Life Assurance Ltd. (Common Directorship of Ultimate Parent Company)			
Reinvest in lieu of Dividend paid : 33,636 units (2022: 17,895 units)		3,501,299	1,793,499
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company of JSIL)			
Issue of units: 11,696,734 units (2022: 988,489 units)		1,195,232,452	100,000,000
Redemption of units: 16,753,565 units (2022: Nil units)		1,698,549,729	-
Units refunded as Capital : 123,207 (2022: 8,326 units)		-	-
Dividend given by the Fund		23,079,155	1,423,065

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
	(Un-audited)	
	-----Rupees-----	
Jahangir Siddiqui & Sons Limited		
(Common ownership of the substantial shareholder)		
Issue of units: 881,661 units (2022: Nil units)	90,000,000	-
Redemption of units: 5,071,674 units (2022: Nil units)	513,322,312	-
Units refunded as Capital : 8,370 (2022: Nil units)	-	-
Reinvest in lieu of Dividend paid : 87,255 (2022: Nil units)	8,823,272	-
JS Infocom Limited		
(Fully owned by JSCL)		
Issue of units: Nil units (2022: 498,206 units)	-	50,000,000
Redemption of units: 49,044 units (2022: Nil units)	4,987,494	-
Dividend given by the Fund	306,975	498,206
JS Bank Limited		
(Parent Company of JSIL)		
Interest income on bank balances	3,372,333	353,970
Issue of units: Nil units (2022: 6,955,485 units)	-	700,000,000
U Microfinance Bank Limited		
(Entities holding 10% or more of units)		
Issue of units: 77,768,753 units (2022: Nil units)	7,900,000,000	-
Redemption of units: 94,617,427 units (2022: Nil units)	9,665,011,782	-
Units refunded as Capital : 356,247 (2022: Nil units)	-	-
Reinvest in lieu of Dividend paid : 2,178,681 (2022: Nil units)	220,308,271	-
Interest income on bank balances	617,696,996	-
Jahangir Siddiqui Securities Services Limited		
(Common ownership of the substantial shareholder)		
Redemption of units: 3,941 (2022: Nil units)	399,563	-
Reinvest in lieu of Dividend paid: 295 (2022: Nil units)	29,832	-
Key management personnel of the Management Company		
Issue of units: 4,382,967 (2022: 40,311 units)	449,283,242	4,064,455
Redemption of units: 2,729,185 (2022: Nil units)	281,206,697	-
Units refunded as Capital : 51,148 (2022: 297 units)	-	-
Reinvest in lieu of Dividend paid: 4,123 (2022: 1,739 units)	416,933	174,289

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

15.3 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15.4 Details of balances with related parties / connected person as at period / year end

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----		
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	4,345,022	2,901,639
Sindh sales tax on management remuneration	564,850	377,611
Preliminary Expenses and formation costs Payable	-	740,525
Accounting and Operational Charges payable	906,002	719,086
Selling and Marketing Expenses payable	8,254,223	9,460,559
Printing charges Payable	127,183	101,677
Sales load payable	128,730	94,398
Units held: Nil (June 30, 2023: 2,168,140)	-	219,242,292
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	679,505	539,314
Sindh sales tax on Trustee remuneration *	88,336	70,113
U Microfinance Bank Limited (Entities holding 10% or more of units)		
Bank balances	5,477,315,131	7,371,297,836
Accrued return on bank balance	217,588,467	191,091,193
Units held: 23,321,439 (June 30, 2023: 37,635,186)	2,362,694,989	3,805,669,886
JS Bank Limited (Parent Company of JSIL)		
Bank balances	179,508,947	22,832,133
Accrued return on bank balance	855,118	317,518
JS Fund of Funds (Fund Under JSIL Management)		
Units held: 2,482,145 (June 30, 2023: 2,824,198)	251,466,143	285,582,983
EFU Life Assurance Ltd (Common Directorship of Ultimate Parent Company)		
Units held: 626,783 (June 30, 2023: 593,147)	63,499,418	59,979,030

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	-----Rupees-----	
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company of JSIL)		
Units held: 2,283,223 (June 30, 2023: 7,216,847)	231,313,349	729,767,561
Jahangir Siddiqui & Sons Limited (Common ownership of the substantial shareholder)		
Units held: 767,684 (June 30, 2023: 4,862,071)	77,774,059	491,652,647
Jahangir Siddiqui Securities Services Limited (Common ownership of the substantial shareholder)		
Units held: 4,512 (June 30, 2023: 8,158)	457,146	824,945
JS Infocom Limited (Fully owned by JSCL)		
Units held: 50,035 (June 30, 2023: 99,079)	5,069,038	10,018,825
Entities holding 10% or more of units		
Units held: 108,838 (June 30, 2023: Nil)	11,026,389	-
Key management personnel of the Management Company		
Units held: 1,807,122 (June 30, 2023: 98,069)	183,079,498	9,916,731

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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

16.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

17 GENERAL

17.1 Figures have been rounded off to the nearest Rupee and have been reclassified wherever necessary.

17.2 Corresponding figures have been rearranged, wherever necessary.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
PSX Tower, Jinnah Avenue,
Islamabad - North
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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS MONEY MARKET FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Money Market Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 21.57% for the quarter ended September 30, 2023 against benchmark return of 22.53%. Net Assets moved from PKR 2,039.98 million (June 30, 2023) to PKR 7,056.17 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 1.49% which includes 0.23% of government levies on the Fund.

Dividend

The Fund paid interim cash dividend to Rs. 1.46 per unit during the period ended September 30, 2023.

Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has maintained Fund Stability Rating of AA+(f) to the Fund dated August 31, 2023.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



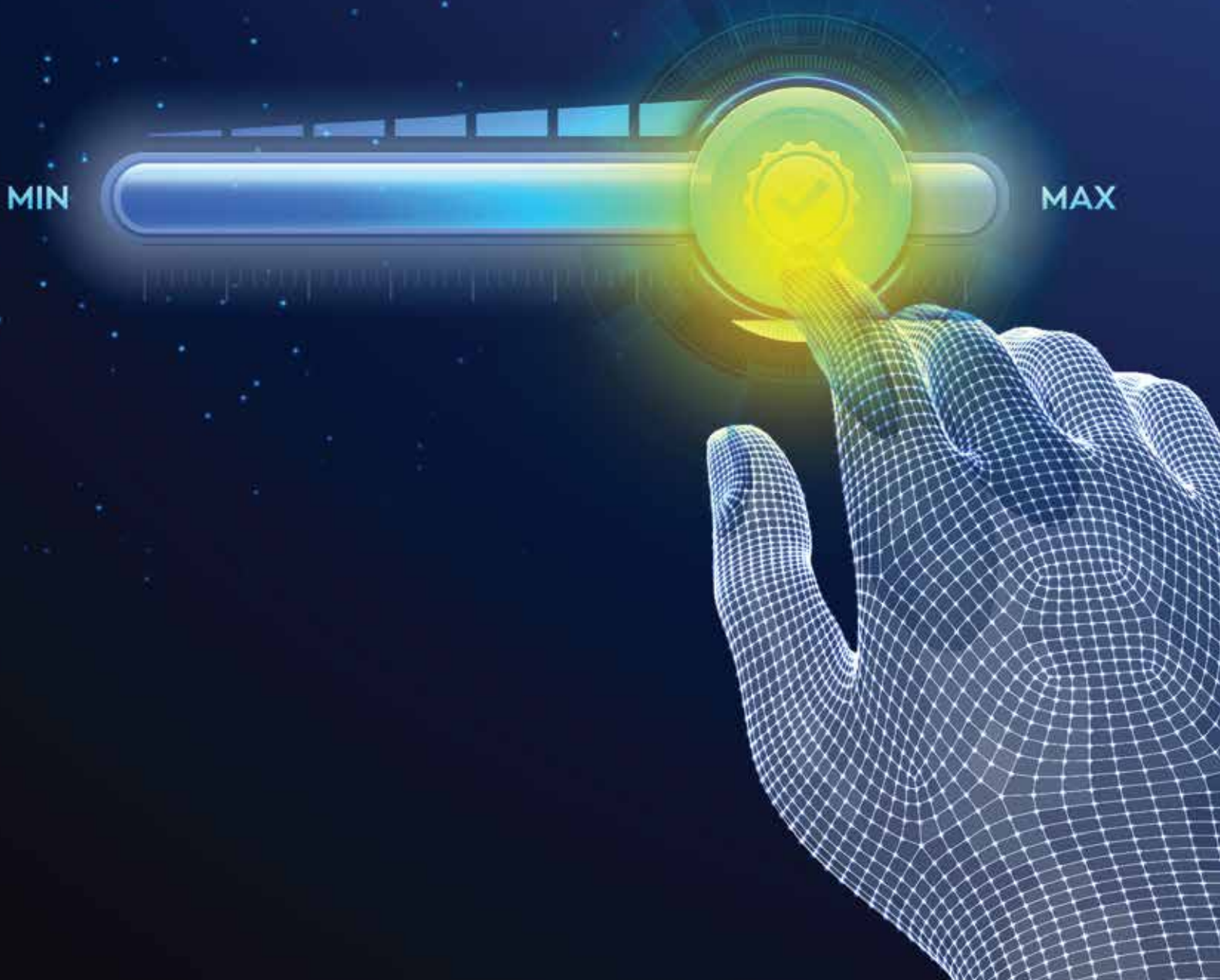
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
	Note		
Assets			
Bank balances	4	484,548,903	71,761,395
Investments	5	5,037,561,320	1,432,465,745
Profit and other receivables	6	174,753,219	22,210,593
Deferred formation cost	7	645,725	682,525
Receivable against sales of securities		<u>1,472,545,974</u>	<u>521,340,072</u>
Total assets		7,170,055,141	2,048,460,330
Liabilities			
Payable to the Management Company-JS Investments Limited	8	25,113,253	2,157,492
Payable to Digital Custodian Company Limited - Trustee	9	378,504	-
Annual fee payable to the Securities and Exchange Commission of Pakistan	10	383,604	65,674
Accrued expenses and other liabilities	11	<u>88,011,838</u>	<u>6,258,109</u>
Total liabilities		113,887,199	8,481,275
Contingencies and commitments	12	-	-
Net assets		<u>7,056,167,942</u>	<u>2,039,979,055</u>
Unit holders' funds		<u>7,056,167,942</u>	<u>2,039,979,055</u>
		----- Number of units -----	
Number of units in issue		<u>67,242,649</u>	<u>20,215,119</u>
		----- Rupees -----	
Net assets value per unit		<u>104.94</u>	<u>100.91</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		Quarter ended
		September 30, 2023
		----- Rupees -----
Income		
	Profit/markup on bank balances & investments	176,938,127
	Gain on sale of investments at fair value through profit or loss - net	25,037,755
	Net unrealised gain on re-measurement of investments 'at fair value through profit or loss'	4,463,140
	Total income	206,439,022
Expenses		
	Remuneration of the Management Company	9,347,904
	Sindh sales tax on Management Company's remuneration	1,215,227
	Remuneration of the Trustee	591,973
	Sindh sales tax on Trustee remuneration	76,957
	Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	683,111
	Securities transaction cost	132,345
	Mutual fund rating fee	50,416
	PSX Listing fee	7,063
	Amortization of deferred formation costs	36,800
	SECP Supervisory fee	625
	Auditors' remuneration	193,860
	Accounting and operational charges	910,728
	Printing and Stationery	25,575
	Bank and settlement charges	6,073
	Total Expenses	13,278,657
	Net income for the period before tax	193,160,365
	Taxation	-
	Net income for the period after tax	193,160,365
Allocation of Net Income For the period		
	Net income for the period after tax	193,160,365
	Income already paid on units redeemed	(132,723,239)
		60,437,126
Accounting income available for distribution:		
	Relating to Capital Gain	29,500,895
	Excluding Capital Gain	30,936,231
		60,437,126

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended
	September 30, 2023
	----- Rupees -----
Net income for the period after tax	193,160,365
Other comprehensive income for the period	-
Total comprehensive income for the period	193,160,365

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended
	September 30, 2023
	----- Rupees -----
CASH FLOWS FROM OPERATING ACTIVITIES	
Net income for the period after tax	193,160,365
Adjustments for:	
Profit/markup on bank balances & investments	(176,938,127)
Gain on sale of investments at fair value through profit or loss - net	(25,037,755)
Net unrealised (gain) on re-measurement of investments 'at fair value through profit or loss'	(4,463,140)
	<u>(13,278,657)</u>
(Increase) / Decrease in assets	
Formation cost	36,800
Receivable against sales of Securities	(951,205,902)
Deposits and other receivable	(152,542,626)
	<u>(1,103,711,728)</u>
Increase / (decrease) in liabilities	
Payable to the Management Company-JS Investments Limited	22,955,761
Annual fee payable to Securities and Exchange Commission of Pakistan	317,930
Accrued expenses and other liabilities	81,753,729
	<u>105,405,924</u>
	<u>(1,011,584,461)</u>
Profit received on balances with banks and investments	176,938,127
Investments - net	(3,575,594,680)
Net cash flows from operating activities	<u>(3,398,656,553)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Dividend distribution	(60,756,890)
Amount received on issuance of units	13,036,895,414
Amount paid on the redemption of units	(8,153,110,002)
Net cash flows from financing activities	<u>4,823,028,522</u>
Increase in cash and cash equivalents during the period	412,787,508
Cash and cash equivalents at beginning of the period	71,761,395
Cash and cash equivalents at end of the period	<u>484,548,903</u>

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

For the quarter ended September 30, 2023			
Capital Value	Undistributed income / (loss)	Total	
-----Rupees-----			
Net assets at beginning of the period	2,031,770,674	8,208,381	2,039,979,055
Issuance of units 124,783,875			
- Capital value (at net asset value per unit)	12,591,940,809	-	12,591,940,809
- Element of Loss/ Income	444,954,605	-	444,954,605
Total proceeds on issuance of units	13,036,895,414	-	13,036,895,414
Redemption of units 77,756,345			
- Capital value (at net asset value per unit)	(7,846,392,742)	-	(7,846,392,742)
- Income already paid on units redeemed	-	(132,723,239)	(132,723,239)
- Element of Loss/ Income	(173,994,021)	-	(173,994,021)
Total payments on redemption of units	(8,020,386,763)	(132,723,239)	(8,153,110,002)
Interim distribution 26 September 2023 @1.46 per unit		(60,756,890)	(60,756,890)
Total comprehensive income for the period	-	193,160,365	193,160,365
Net assets at end of the period	7,048,279,325	68,645,507	7,056,167,942
Undistributed income brought forward			
- Realized gain/(loss)		10,787,188	
- Unrealized income		(2,578,807)	
		8,208,381	
Accounting income available for distribution			
- Relating to capital gains		29,500,895	
- Excluding capital gains		30,936,231	
		60,437,126	
Net income for the period after taxation		193,160,365	
Undistributed loss carried forward		68,645,507	
Undistributed loss carried forward			
- Realized loss		64,182,367	
- Unrealized loss		4,463,140	
		68,645,507	
			(Rupees)
Net assets value per unit at beginning of the period			100.91
Net assets value per unit at end of the period			104.94

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Money Market Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated April 29, 2022 consequent to which the Trust Deed was executed on June 08, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Management Company has launched the Fund on March 03, 2023.
- 1.2** The Fund is an open end mutual fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.
- 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 Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.5** The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.
- 1.6** Pakistan Credit Rating Agency Company has maintained fund stability rating AA+(f) (Double A+ – Fund Rating) to the Fund dated August 31, 2023.

The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

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 as 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
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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 with the requirements of IAS 34, 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (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, 2023.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 September 30, 2023.

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

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

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 1, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 BALANCES WITH BANK

Note

September 30 2023 (Un-audited)	June 30 2023 (Audited)
-----Rupees-----	
<u>484,548,903</u>	<u>71,761,395</u>

Profit and loss (PLS) sharing account

4.1

4.1 Profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% (June 2023: 15.00% to 19.50%) per annum.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5 INVESTMENTS	Note	September 30	June 30
		2023	2023
		(Un-audited)	(Audited)
-----Rupees-----			
Financial assets 'at fair value through profit or loss'			
Market Treasury Bills	5.1	112,811,320	670,314,385
Pakistan Investment Bond	5.2	4,089,750,000	602,151,360
Sukuk certificates	5.3	835,000,000	160,000,000
		5,037,561,320	1,432,465,745

5.1 Market Treasury Bills

Particulars	Face value				Balance as at September 30, 2023		Market value as a percentage of	
	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying value	Market value	net assets of the Fund	total investments of the Fund
----- (Rupees) -----								
T-Bills - 03 months	6,986	300,600	306,436	1,150	112,837,560	112,811,320	1.60	0.02
T-Bills - 06 months	-	3,300	3,300	-	-	-	-	-
Total as at September 30, 2023	6,986	303,900	309,736	1,150	112,837,560	112,811,320		
Total as at June 30, 2023					671,222,046	670,314,385		

5.2 Pakistan Investment Bonds - Floating

Particulars	Issue date	Face value				Balance as at September 30, 2023		Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying value	Market value	net assets of the Fund	total investments of the Fund
----- (Rupees) -----									
Pakistan Investment Bonds - 2 years	August 26, 2021	6,036	-	6,036	-	-	-	-	-
Pakistan Investment Bonds - 2 years	December 30, 2021	-	41,000	-	41,000	4,100,044,725	4,089,750,000	57.96	81.19
Total as at September 30, 2023						4,100,044,725	4,089,750,000		
Total as at June 30, 2023						603,822,506	602,151,360		

5.3 Sukuk certificates

Name of the investee company	Profit payments / principal redemptions	Date of maturity	As at July 1, 2023	Purchased during the period	Matured / sold during the period	As at September 30, 2023	Balance as at September 30, 2023		Market value as a percentage of	
			Number of certificates				Carrying value	Market value	Net assets of the Fund	Total investment
----- Rupees -----									----- % -----	
K-Electric STS XVII (Face value of Rs 1,000,000 each)	Semi- annually	November 18, 2023	70	-	-	70	70,000,000	70,000,000	0.99	1.39
K-Electric STS XX (Face value of Rs 1,000,000 each)	Semi- annually	September 22, 2023	-	500	-	500	500,000,000	500,000,000	7.09	9.93
K-Electric STS XIX (Face value of Rs 1,000,000 each)	Semi- annually	August 28, 2023	-	175	-	175	175,000,000	175,000,000	2.48	3.47
The Hub Power Company Limited (Face value of Rs 1,000,000 each)	Semi- annually	May 18, 2023	90	-	-	90	90,000,000	90,000,000	1.28	1.79
Total as at September 30, 2023							835,000,000	835,000,000	11.84	16.58
Total as at June 30, 2023							160,000,000	160,000,000		

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6	PROFIT AND OTHER RECEIVABLES	Note	September 30	June 30
			2023	2023
			(Un-audited)	(Audited)
-----Rupees-----				
	Accrued markup on government securities		169,348,977	17,776,523
	Accrued profit on bank balances		2,522,887	2,168,336
	Advance tax		2,762,360	2,119,385
	PSX listing fee		23,062	-
	Mutual Fund reteng fee		95,933	146,349
			<u>174,753,219</u>	<u>22,210,593</u>
7	DEFERRED FORMATION COST			
	Preliminary expenses and formation costs	9.1	682,525	730,525
	Less: Amortization during the period		(36,800)	(48,000)
			<u>645,725</u>	<u>682,525</u>

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from March 03, 2023 as per the requirements set out in the Trust Deed of the Fund.

8	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	Note	September 30	June 30
			2023	2023
			(Un-audited)	(Audited)
-----Rupees-----				
	Remuneration of the Management Company	8.1	6,248,703	582,287
	Sindh sales tax on management remuneration	8.2	812,332	75,697
	AMC charges payable	8.3	511,478	147,969
	Marketing and selling expense payable	8.4	-	565,000
	Payable to the Management Company		730,525	730,525
	Printing fee Payable		81,589	56,014
	Other payable		16,728,626	-
			<u>25,113,253</u>	<u>2,157,492</u>

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.00% to 1% per annum of average net assets of the Fund during the period from July 01, 2023 to September 30, 2023. The remuneration is payable to the Management Company monthly in arrears.

8.2 Sales tax at the rate of 13% on gross value of management fee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

8.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

8.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds). The Management Company has charged selling and marketing expenses to the Fund to the extent as it has think expedient on its discretion subject to not being higher than actual expenses. No selling and marketing expenses charged to the Fund during the period from July 01, 2023 to September 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

Trustee remuneration
Sindh sales tax on trustee remuneration
CDC-settlement charges payable

Note

September 30 2023 (Un-Audited)	June 30 2023 (Audited)
-----Rupees-----	
332,459	-
43,220	-
2,825	-
378,504	-

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at June 30, 2023 is as follows:

Net assets	Tariff
Flat rate	0.065% p.a of net asset

However, during the last year the trustee has waived remuneration as this was the first year of the Fund, therefore no expense has been charged by the Fund.

9.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Audit fee payable
Capital gain tax payable
Withholding tax payable
Sales load payable
Other payable

September 30 2023 (Un-Audited)	June 30 2023 (Audited)
-----Rupees-----	
493,860	300,000
10,838,109	1,850,131
7,896,257	2,514,259
68,616,032	1,424,441
167,580	169,278
88,011,838	6,258,109

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at September 30, 2023 (June 2023 : Nil).

13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period from September 30, 2023 is 1.49% which includes 0.23% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.00% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

14 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is also exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

15 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

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

Transactions and balances with related parties other than disclosed elsewhere in these financial statements are as follows:

15.1 Details of transactions with related parties / connected persons during the period

September 30,
2023

---- Rupees ----

JS Investments Limited - Management Company

Remuneration to the Management Company	9,347,904
Sindh Sales tax on Management Company	1,215,227
Accounting and operational charges	910,728
Preliminary expenses and formation costs	36,800
Printing & stationery	25,575
Sales load for the period	16,941,409

Digital Custodian Company Limited - Trustee

Remuneration to the trustees	591,973
Sales tax on trustee remuneration	76,957
CDC-Settlement Charges	1,130

Jahangir Siddiqui & Co. Limited - Ultimate Parent Company of JSIL

Paid Cash Dividend	370,448
--------------------	---------

Key management personnel of the Management Company

Issue of units: 239,789	24,500,000
Dividend reinvest : 9,127 units	955,765



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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

15.1.2 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

15.2 Details of balances with related parties / connected persons as at period end

JS Investments Limited - Management Company

Remuneration payable to the Management Company
Sindh sales tax on management remuneration
Formation cost
Selling and marketing expense payable
Allocated expenses payable
Sales load Payable
Printing charges payable

Digital Custodian Company Limited - Trustee

Remuneration to the trustees
Sales tax on trustee remuneration
CDC-Settlement Charges payable

Jahangir Siddiqui & Co. Limited - Ultimate Parent Company of JSIL

Units held: 298,705 (2023 : 298,705 Units)

JS Global Capital Limited - Fellow subsidiary of JSBL

Brokerage Payable

Key management personnel of the Management Company

Units held: 779,284 (2023 : 530,368 Units)

Entity holding 10% or more than 10% of units of the Fund

Units held: Nil (2023 : 14,604,130 Units)

	September 30, 2023	June 30, 2023
	(Audited)	(Audited)
	6,248,703	582,287
	812,332	75,697
	730,525	730,525
	-	565,000
	511,478	147,969
	16,728,626	-
	81,589	56,014
	332,459	-
	43,220	-
	2,825	-
	31,325,373	30,142,322
	-	3,264
	81,778,038	53,519,419
	-	1,473,702,744

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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

16.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of 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.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

As at September 30, 2023 (Un-audited)

At fair value through profit and loss

Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	5,037,561,320	-	5,037,561,320
-	5,037,561,320	-	5,037,561,320

As at June 30, 2023 (Audited)

At fair value through profit and loss

Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	1,432,465,745	-	1,432,465,745
-	1,432,465,745	-	1,432,465,745

17 GENERAL

17.1 Figures in the financial statements have been rounded off to nearest rupee.

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

17.3 These are the first quarterly Condensed interim financial statements for the period ended September 30, 2023. Therefore comparative figure for the condensed interim Income Statement, Condensed interim statement of Comprehensive Income, Condensed interim Cash Flow Statement and Condensed interim Statement of Movement in Unit Holder's Fund have not been included.

18 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
PSX Tower, Jinnah Avenue,
Islamabad - North
051-2894423

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http://www.linkedin.com/company/js-investment-limited



QR Code for
website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

UNIT TRUST OF PAKISTAN



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NOISSIM

To be the preferred choice
of every investor, offering
diverse and innovative
investment solutions



MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of **Unit Trust of Pakistan** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the average daily volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund's return was 7.99% for the quarter ended September 30, 2023, against the benchmark return of 10.14%. Net Assets moved from PKR 913.84 million (June 30, 2023) to PKR 967.26 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 4.37% which includes 0.44% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



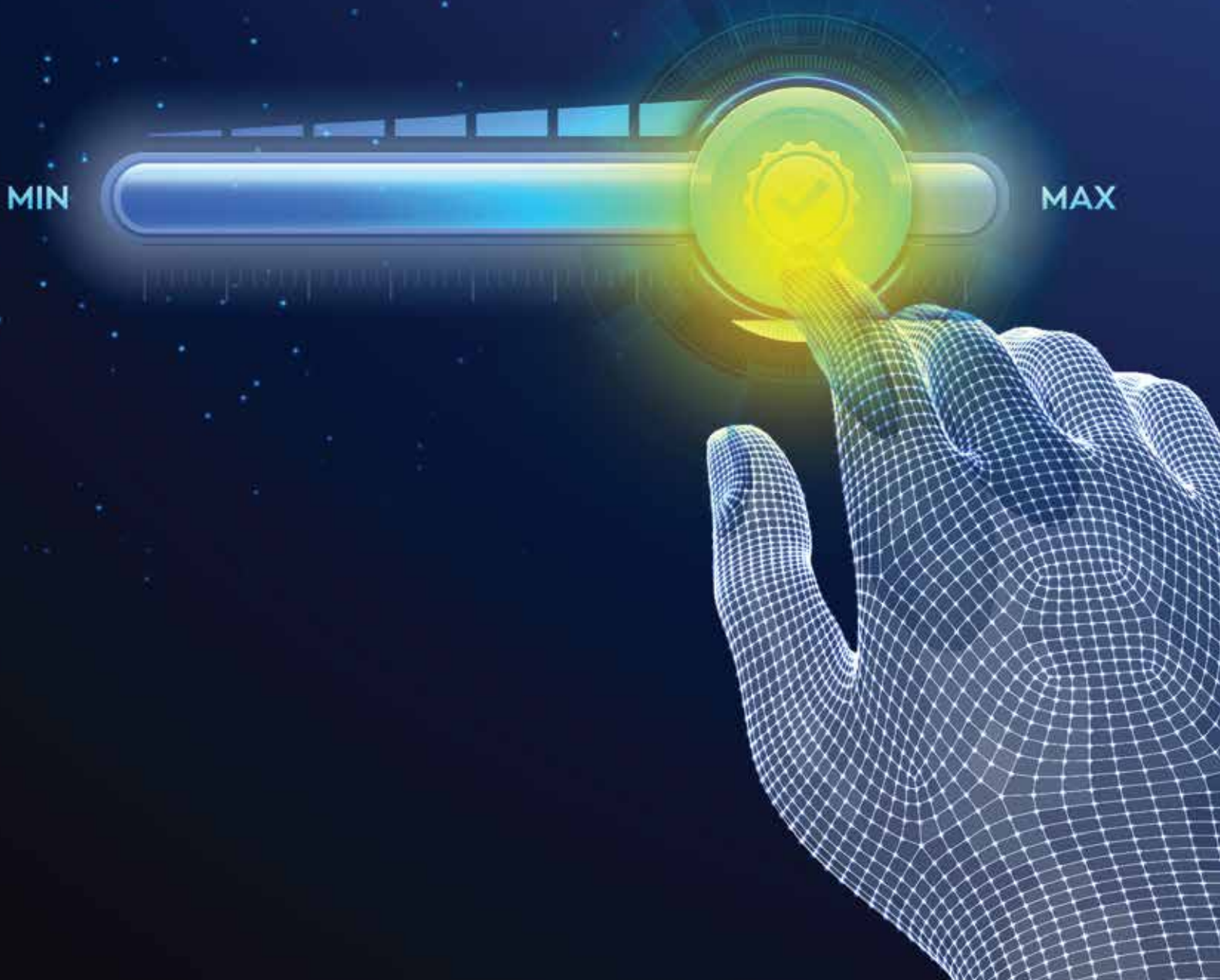
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
ASSETS			
Bank balances	5	84,096,347	8,103,621
Investments	6	889,822,194	913,529,190
Profit and Dividend Receivable	8	20,316,997	6,794,859
Prepayments, deposits and other receivables	9	2,865,322	2,905,280
Receivables against sales of securities		-	8,734,936
Total assets		997,100,860	940,067,886
LIABILITIES			
Payable to JS Investments Limited - Management Company	10	19,888,083	19,908,177
Payable to Central Depository Company of Pakistan Limited - Trustee	11	183,687	173,331
Payable to the Securities and Exchange Commission of Pakistan	12	67,391	186,072
Accrued expenses and other liabilities	13	8,778,280	4,520,633
Dividend payable		928,218	1,443,069
Total liabilities		29,845,659	26,231,282
NET ASSETS		967,255,201	913,836,604
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		967,255,201	913,836,604
Contingencies and commitments	14		
----- Number of units -----			
Number of units in issue		5,872,623	5,991,264
----- Rupees -----			
Net asset value per unit		164.71	152.53

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
INCOME			
Mark-up / interest income on bank balances and investments		22,020,239	13,185,824
Dividend income		10,611,339	11,233,009
Net gains on sale of investments - at FVTPL		20,372,657	8,843,146
Net unrealized gain/(loss) on re-measurement of investment classified as 'financial asset at fair value through profit or loss'	7	26,814,149	(32,753,910)
Other income		3,538,392	3,506,789
Total income		83,356,775	4,014,858
EXPENSES			
Remuneration of JS Investments Limited - Management Company	10.1	4,910,745	4,600,248
Sindh Sales Tax on remuneration of the Management Company	10.2	638,397	598,032
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	490,614	471,560
Sindh Sales Tax on remuneration of the Trustee	11.2	63,779	61,303
Annual fee to the Securities and Exchange Commission of Pakistan	12	208,795	47,657
Fee to National Clearing Company of Pakistan Limited		177,471	154,308
Securities transaction cost		1,031,549	501,783
Legal and Professional Charges		-	92,000
Printing Charges		25,575	19,125
Listing fee		7,063	6,250
SECP supervisory fees		625	625
Bank and settlement charges		53,068	11,474
Auditors' remuneration		180,559	195,952
Reimbursement of accounting and operational charges to the Management Company	10.4	245,545	238,271
Selling and marketing expense - Management Company	10.5	2,627,324	2,549,497
Total expenses		10,661,109	9,548,085
Net income/loss for the period before taxation		72,695,666	(5,533,227)
Taxation	16	-	-
Net income/loss for the period after taxation		72,695,666	(5,533,227)
Allocation of net income for the period			
Net income for the period after taxation		72,695,666	-
Income already paid on units redeemed		(1,340,392)	-
		71,355,274	-
Accounting income available for distribution:			
- Relating to capital gains		47,186,806	-
- Excluding capital gains		24,168,468	-
		71,355,274	-

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income/loss for the period after taxation	72,695,666	(5,533,227)
Other comprehensive income for the period	-	-
Total comprehensive income/(loss) for the period	<u>72,695,666</u>	<u>(5,533,227)</u>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income/loss for the period after taxation		72,695,666	(5,533,227)
Adjustments for:			
Mark-up / interest income on bank balances and investments		(22,020,239)	(13,185,824)
Dividend income		(10,611,339)	(11,233,009)
Net loss / (gain) on sale of investments - at FVTPL		(20,372,657)	(8,843,146)
Net unrealized loss / (gain) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(26,814,149)	32,753,910
Other income		(3,538,392)	-
		(83,356,775)	(508,069)
		(10,661,109)	(6,041,296)
(Increase) / decrease in assets			
Investments - net		70,893,806	(36,690,835)
Prepayment, deposits and other receivables		8,774,894	(249,557,372)
		79,668,700	(286,248,207)
Increase / (decrease) in liabilities			
Payable to the Management Company		(20,094)	(208,670)
Payable to the Trustee		10,356	277
Payable to the Securities and Exchange Commission of Pakistan		(118,681)	(157,413)
Accrued expenses and other liabilities		3,742,796	8,676,130
		3,614,377	8,310,324
Mark-up/interest income received on banks and investments		18,425,358	14,520,757
Dividend income received		4,222,473	4,958,124
Net cash generated from operating activities		95,269,799	(264,500,298)
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units		70,707,861	14,023,247
Amount paid on redemption of units		(89,984,934)	(19,906,310)
Net cash used in financing activities		(19,277,073)	(5,883,063)
Net increase in cash and cash equivalents during the period		75,992,726	(270,383,361)
Cash and cash equivalents at beginning of the period		8,103,621	296,720,670
Cash and cash equivalents at end of the period	5	84,096,347	26,337,309

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023			September 30, 2022		
	Capital value	Accumulated (loss) / undistributed income	Total	Capital value	Accumulated (loss) / undistributed income	Total
	----- Rupees -----					
Net assets as at beginning of the period	882,650,551	31,186,057	913,836,608	909,936,613	27,351,578	937,288,191
Issuance of 430,054 (2022: 92,904) units						
- Capital value	65,595,344	-	65,595,344	14,102,223	-	14,102,223
- Element of income / (loss)	5,112,517	-	5,112,517	(78,976)	-	(78,976)
Total proceeds on issuance of units	70,707,861	-	70,707,861	14,023,247	-	14,023,247
Redemption of 548,695 (2022: 131,276) units						
- Capital value	(83,691,499)	-	(83,691,499)	(19,843,104)	-	(19,843,104)
- Element of (income) / loss	(4,953,043)	(1,340,392)	(6,293,435)	(63,206)	-	(63,206)
Total payments on redemption of units	(88,644,542)	(1,340,392)	(89,984,934)	(19,906,310)	-	(19,906,310)
Total comprehensive income/(loss) for the period	-	72,695,666	72,695,666	-	(5,533,227)	(5,533,227)
Net assets as at the end of the period	864,713,870	102,541,331	967,255,201	904,053,550	21,818,351	925,871,901
Accumulated income / (loss) brought forward comprising of:						
- Realized income		79,755,816			159,247,304	
- Unrealized loss		(48,569,763)			(131,895,726)	
		31,186,053			27,351,578	
Accounting income available for distribution						
- Relating to capital gains		47,186,806			-	
- Excluding capital gains		24,168,468			-	
		71,355,274			-	
Net loss for the period after taxation		72,695,666			(5,533,228)	
Undistributed income carried forward		102,541,327			21,818,350	
Undistributed income / (loss) carried forward comprising of:						
- Realized income		75,727,178			54,572,259	
- Unrealized income / loss		26,814,149			(32,753,910)	
		102,541,327			21,818,350	
Net asset value per unit at beginning of the period			152.53			151.79
Net asset value per unit at end of the period			164.71			150.88

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Unit Trust of Pakistan (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. The Fund was constituted under the Trust Deed, dated April 26, 1997 between JS Investments Limited as its Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and Central Depository Company of Pakistan as its Trustee. The Central Depository Company of Pakistan Limited was appointed as Trustee of the Fund on June 11, 2005 after voluntary resignation of Digital Custodian Company Limited.
- 1.2** During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3** The Fund is an open end mutual fund categorised as "Balanced Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per offering document, the Fund shall invest in equity securities as well as debt securities including government securities, commercial papers and various other money market instruments.
- 1.4** 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 The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.5** The 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.
- 1.6** The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

2. BASIS OF PREPARATION

2.1 Statement of Compliance

- 2.1.1** This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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 VIII A 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.

Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules and the NBFC Regulation differ with the requirements of the IAS-34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations have been followed.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS-34. This condensed interim financial information does 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 financial statements of the Fund for the year ended June 30, 2023.

2.1.3 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 Board of 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 September 30, 2023.

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

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed 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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

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 1, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
5. BANK BALANCES	Note	----- Rupees -----	
Profit and loss sharing accounts	5.1	84,096,347	8,103,621

5.1 This includes bank balance with related parties of Rs. 72.21 million (June 30, 2023: Rs. 2.80 million) with JS Bank Limited and carries profit at 20.82% per annum (June 30, 2023: 19.60%). Other profit and loss sharing accounts carry profit rates ranging from 15.50% to 20.50% (June 30, 2023: 15.50% to 20.50%) per annum.

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
6. INVESTMENTS		----- Rupees -----	
At fair value through profit or loss			
Listed equity securities	6.1	543,711,075	582,091,311
Sukuk certificates / term finance certificates	6.2	206,447,259	193,348,858
Government securities	6.3	139,663,860	138,089,021
		889,822,194	913,529,190

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.1 Listed equity securities

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / rights issue during the period	Disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market Value as at September 30, 2023	Market value as a percentage of net asset	Market value as percentage of Investee Capital
	Number of shares					Rupees		%	%
All ordinary shares have a nominal face value of Rs. 10/-each unless stated otherwise.									
COMMERCIAL BANKS									
Habib Bank Limited	481,000	30,000	-	100,000	411,000	30,627,115	37,170,840	3.84	0.03
National Bank of Pakistan Ltd		750,000			750,000	19,645,190	17,265,000	1.78	0.04
Askari Bank Ltd		400,000			400,000	6,623,180	6,236,000	0.64	0.03
Bank Alfalah Limited	617,800	60,000	-	15,000	662,800	20,722,914	25,497,916	2.64	0.04
Bank Al Habib Limited	1,783		-	1,783	-	-	-	-	-
Bank Islami Pakistan (Related party)	943,504	100,000		595,595	447,909	7,999,492	7,833,928	0.81	0.04
United Bank Limited	321,800		-	183,500	138,300	16,255,782	19,859,880	2.05	0.01
						101,873,673	113,863,564	11.77	0.18
TEXTILE COMPOSITE									
Gul Ahmed Textile Mills Limited	4	-		4	-	-	-	-	-
Interloop Limited	12,469	-		12,469	-	-	-	-	-
						-	-	-	-
CEMENT									
D.G. Khan Cement Company Limited	250,000	385,000	-	635,000	-	-	-	-	-
Lucky Cement Limited	31,150	16,000	-	16,500	30,650	16,872,309	17,297,021	1.79	0.01
Maple Leaf Cement Factory Limited	1,260,000	555,000	-	615,000	1,200,000	35,042,789	35,928,000	3.71	0.11
Cherat Cement Company Limited (Note 6.1.2)	118,500	57,000	-	58,000	117,500	14,699,482	15,178,650	1.57	0.06
						66,614,579	68,403,671	7.07	0.18
POWER GENERATION & DISTRIBUTION									
The Hub Power Company Limited (Note 6.1.2)	360,821		-	223,000	137,821	9,589,585	12,173,729	1.26	0.01
						9,589,585	12,173,729	1.26	0.01
OIL & GAS MARKETING COMPANIES									
Pakistan State Oil Company Limited	189,000	35,000	-		224,000	25,230,906	27,493,760	2.84	0.05
Sui Northern Gas Pipelines Limited	435,500	50,000	-	485,500	-	-	-	-	-
						25,230,906	27,493,760	2.84	0.05
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	25,260		-	1,500	23,760	35,987,846	37,067,976	3.83	0.02
Oil and Gas Development Company Limited	387,500	170,000	-	162,000	395,500	31,659,863	38,149,930	3.94	0.01
Pakistan Petroleum Limited	500,000	385,000	-	95,000	790,000	50,513,434	58,515,300	6.05	0.03
Pakistan Oilfields Limited	29,500	38,500	-	29,500	38,500	16,903,532	15,005,760	1.55	0.01
						135,064,676	148,738,966	15.38	0.07
ENGINEERINGS									
Mughal Iron & Steel Industries Limited	-	100,000	-	-	100,000	5,652,189	4,986,000	0.52	0.03
Aisha Steel Limited	531,500	2,000,000	-		2,531,500	16,023,329	14,556,125	1.50	0.27
						21,675,518	19,542,125	2.02	0.30
FERTILIZERS									
Engro Corporation Limited	62,843	50,000	-	55,000	57,843	15,358,819	13,890,418	1.44	0.01
Engro Fertilizers Limited	296,000			296,000	-	-	-	-	-
Fauji Fertilizer Company Limited.	415,222			251,437	163,785	16,122,995	15,205,799	1.57	0.01
						31,481,815	29,096,217	3.01	0.02

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / rights issue during the period	Disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market Value as at September 30, 2023	Market value as a percentage of net asset	Market value as percentage of Investee Capital
	----- Number of shares -----				----- Rupees -----		%	%	
PHARMACEUTICALS									
AGP Limited	130,000	-	-	5,000	125,000	7,060,000	6,157,500	0.64	0.04
Highnoon Laboratories Limited	42,548	-	-	-	42,548	14,303,361	16,164,411	1.67	0.10
						21,363,361	22,321,911	2.31	0.15
CHEMICALS									
Agritech Limited	772,253	-	-	-	772,253	3,351,578	6,610,486	0.68	0.20
Engro Polymer & Chemicals Limited	290,000	160,000	-	-	450,000	19,547,673	17,689,500	1.83	0.05
Descon Oxychem Limited	725,000	-	-	725,000	-	-	-	-	-
						22,899,251	24,299,986	2.51	0.25
PAPER & BOARD									
Cherat Packaging Limited	56	-	-	56	-	-	-	-	-
TECHNOLOGY & COMMUNICATION									
Air Link Communication Limited	255,581	-	-	255,581	-	-	-	-	-
SYS-System Limited	119,500	51,000	-	14,000	156,500	64,863,991	61,634,395	6.37	0.05
Octopus Digital Limited	109,250	-	-	-	109,250	4,084,858	4,120,910	0.43	0.08
Avanceon Limited	251,008	-	-	-	251,008	11,054,392	11,789,846	1.22	0.08
						80,003,241	77,545,151	8.02	0.21
REFINERY									
Attock Refinery Limited	75,000	15,000	-	90,000	-	-	-	-	-
FOOD & PERSONAL CARE PRODUCTS									
Al-Shaheer Corporation Limited	3,758	-	-	-	3,758	27,170	38,707	0.00	0.00
						27,170	38,707	0.00	0.00
GLASS AND CERAMICS									
Tariq Glass Industries Limited	-	125,000	-	125,000	-	-	-	-	-
SUGAR & ALLIED INDUSTRIES									
Shahtaj Sugar Mills Limited	1,600	-	-	-	1,600	79,760	101,696	0.01	0.01
						79,760	101,696	0.01	0.01
MISCELLANEOUS									
Synthetic Products Enterprises Limited (Face value of Rs. 5 each)	7,930	-	-	-	7,930	82,472	91,592	0.01	0.00
						82,472	91,592	0.01	0.00
Investment as at September 30, 2023						515,986,007	543,711,075	56.21	1.44
Cost of Investment as at September 30, 2023						579,887,950	-		

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

	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- Number of shares -----		----- Rupees -----	
Habib Bank Limited	130,000	130,000	11,757,200	9,519,900
Hub Power Company Limited	137,000	240,000	11,416,210	16,699,200
	267,000	370,000	23,173,410	26,219,100

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.2 Sukuk certificates / term finance certificates

Sector / Companies	Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Percentage of Net Assets
-----Number of certificates-----				-----Rupees-----			-----%
BANK							
Bank Alfalah TFC Series -A	6,000	-	-	6,000	28,350,750	28,988,938	3.00
POWER							
The Hub Power Holding Limited	1,000	-	-	1,000	102,630,000	101,806,400	10.53
K-ELECTRIC SST XX 22-09-2023		14		14	14,000,000	14,000,000	1.45
K-ELECTRIC (01-11-2022)	12,200	-	-	12,200	62,368,108	61,651,920	6.37
Investment as at September 30, 2023					207,348,858	206,447,258	21.35
Cost of Investment as at September 30, 2023					187,458,500	-	

6.3 Market Treasury Bills

Name of security	Issue date	Face value				Balance as at September 30, 2023			Market value as a percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at September 30, 2023	Carrying value	Market value	Unrealised diminution	net assets	total investment
					-----Rupees-----			-----%		
Market treasury bills										
- 3 months	July 14, 2023	140,000,000			140,000,000	139,673,180	139,663,860	(9,320)	14.4	15.70
- 3 months	April 20, 2023	139,100,000		139,100,000	-	-	-	-	-	-
Total value as at September 30, 2023						139,673,180	139,663,860	(9,320)		
Total value as at June 30, 2023						138,130,284	138,089,021	(41,263)		

6.4 Unlisted Sukuk Certificates/Term Finance Certificates - non-performing - Non-Performing

Sector / Companies	Note	Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Percentage of Net Assets
-----Number of certificates-----				-----Rupees-----			-----%	
Unlisted sukuk certificates								
CHEMICALS								
Agritech Limited	6.4.1	25,700	-	-	25,700	105,507,091	-	-
Provision against financial asset						(105,507,091)	-	-
Unlisted Term Finance Certificates								
Privately Placed Term Finance Certificates								
TEXTILE COMPOSITE								
Azgard Nine Limited (related party)	6.4.2	4,750	-	-	4,750	23,750,000	-	-
Less received amount against principal redemption						(1,187,500)		
provision against financial asset						(22,562,500)		

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Sector / Companies	Note	Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value as at September 30, 2023	Market value as at September 30, 2023	Percentage of Net Assets
-----Number of certificates-----						-----Rupees-----		%
TEXTILE COMPOSITE								
Azgard Nine Limited (related party)	6.4.3	9,897	-	-	9,897	49,485,000	-	
Less: Provision against financial asset						(49,485,000)		
TEXTILE COMPOSITE								
Azgard Nine Limited (related party)		3,733	-	-	3,733	18,665,000	-	
Less: Provision against financial asset						(18,665,000)		
Total value as at September 30, 2023						-	-	
Total value as at June 30, 2023						-	-	

6.4.1 These sukuk certificates have face value of Rs. 5,000 per certificate, and carry a mark-up equal to six months offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and were due to mature in August 2015. These are secured by way of hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favor of the Trustee for the benefit of certificate holders. These sukuk were classified as non performing asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010, on account of non payment of the coupon due in August 2010. Therefore, the Fund had made provision of 100% of principal outstanding in 2011 and accordingly, no accrual for profit have been made by the Fund.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. The Honorable High Court of Lahore has approved the said "Scheme of Arrangement" (SOA) on July 5, 2022. Scheme of arrangement has two options for the settlement of liabilities and fund has elected for "Option 2" as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per "Option 2" of the SOA, the outstanding principal against above sukuk certificates and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized CFADs. The overdue/ outstanding markup amounting to Rs 40,659,871 shall be converted into Zero coupon PPTFCs which shall be payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at June 30, 2023. In this regard, the fund received three tranches of CFADS during the year ended June 30, 2023 amounting to Rs. 9,743,500 and in the period ended September 30, 2023, the fund received a fourth tranche of CFADS amounting to Rs. 2,350,892 on September 28, 2023.

6.4.2 The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. As per the Approved Scheme the Fund was classified as an Option C creditor. The Approved Scheme stated that the principal repayment of Rs. 31.980 million of the Option C creditor, will be paid over a period of 10 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments ((of which Rs. 3.79 million have already been received at time zero and the Rs. 6.82 million will be received within 2 years from time zero) and remaining amount by issuance of 4,750 PPTFCs (Sub PPTFCs) of Rs. 23.75 million against 10,000 PPTFCs which was restructured during the year ended June 30, 2022. and in the period ended September 30, 2023, Rs. 1.19 million have been received on account principal redemption on July 26, 2023.

6.4.3 The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. A fresh issue of 9,897 zero coupon 10 years PPTFCs was issued of Rs. 49.485 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing PPTFC of 3,853 Sukuk certificates of Agritech Limited which were issued against the interest receivable on 10,000 PPTFCs of Azgard Nine Limited and was restructured during the year ended June 30, 2022. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

6.4.4 These zero coupon TFCs were issued on January 11, 2012 against outstanding mark-up due on 3,853 PPTFCs of Agritech Limited which was restructured during the year ended June 30, 2022. The principal amounting to Rs. 18.67 million outstanding against these TFCs was redeemable in six equal semi-annual instalments starting from July 01, 2012 and was matured on January 01, 2015. However no principal repayment has been received by the Fund. Therefore, these TFCs were classified as Non Performing Asset by MUFAP on January 17, 2012.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6.5 Details of non-compliant Investment

The Securities & Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

Following are the details of non-compliant investments:

Name of non-compliant investments	Type of Investments	Value of investment before provision	Provision held if any	Value of investment after provision	% of net assets	% of total investments
Agritech Limited	Sukuks	105,507,091	(105,507,091)	-	-	
Azgard Nine Limited (related party)	TFC	18,665,000	(18,665,000)	-	-	
Azgard Nine Limited (related party)	TFC	22,562,500	(22,562,500)	-	-	
Azgard Nine Limited (related party)	PPTFC	49,485,000	(49,485,000)	-	-	
The Hub Power Holding Limited	Sukuks	101,806,400		101,806,400	10.53%	11.44%

7 Net unrealised (loss) / gain on re-measurement of investment "classified at 'financial asset at fair value through profit or loss'

Market value of investment

Less: carrying value of investments

	September 30, 2023 (Unaudited)	June 30, 2023 (Unaudited)
----- Rupees -----		
Market value of investment	889,822,194	913,529,190
Less: carrying value of investments	863,008,045	962,098,953
	26,814,149	(48,569,763)
Bank Balances	2,081,242	550,568
Sukuk Certificates / Term Finance Certificates	11,846,889	6,244,291
Dividend Receivable	6,388,866	-
	20,316,997	6,794,859

8 ACCRUED RETURN ON BANK BALANCE AND INVESTMENTS

Bank Balances

Sukuk Certificates / Term Finance Certificates

Dividend Receivable

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

9. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	September 30, 2023	June 30, 2023
	(Unaudited)	(Audited)
	----- Rupees -----	
Security deposit with National Clearing Company of Pakistan Limited (NCCPL)	1,750,000	1,750,000
Security deposit with Central Depository Company of Pakistan Limited	100,000	100,000
Income tax recoverable	930,280	930,280
Prepaid listing fee	23,062	-
Prepaid annual fee - NCCPL	61,980	125,000
	<u>2,865,322</u>	<u>2,905,280</u>

10. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

	Note		
Remuneration Payable to the Management Company	10.1	1,585,584	1,510,686
Sindh Sales Tax payable on remuneration of the Management Company	10.2	2,185,893	2,176,155
Federal excise duty payable on the Management Company's remuneration	10.3	13,262,475	13,262,475
Reimbursement of accounting and operational charges to the Management Company	10.4	79,278	75,539
Selling and marketing expense payable	10.5	2,627,324	2,761,368
Other payable		147,529	121,954
		<u>19,888,083</u>	<u>19,908,177</u>

10.1 Under the provisions of Non-Banking Finance Companies and Notified Entities Regulations, 2008, an Asset Management Company shall be entitled to an accrued remuneration equal to an amount not exceeding 2% of average annual net assets. Management Company has charged remuneration at the rate of 2% (2023: 2%) per annum based on the daily net assets of the Fund during the six months period ended September 30, 2023.

10.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Service Act, 2011 effective from July 01, 2011. This balance also includes Rs. 1.981 million (June 30, 2023: Rs. 1.981 million) accrued on Federal Excise Duty (FED) on the management remuneration as fully explained in note 13.2 of June 30, 2023. Had the provision on FED not been made, Net Asset Value per unit of the Fund as at September 30, 2023 would have been higher by Re. 0.34 (June 30, 2023: Re. 0.33) per unit.

10.3 The legal status of applicability of Federal Excise Duty on the Fund is the same as disclosed in note 8.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from June 13, 2013 to June 30, 2016 aggregating to Rs. 13.262 million (June 30, 2023: 13.262 million). Had the provision not been retained, Net Asset Value per unit of the Fund as at September 30, 2023 would have been higher by Rs. 2.26 per unit (June 30, 2023: Rs. 2.21 per unit).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

10.4 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

10.5 SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company.

11. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	-----Rupees-----	
Remuneration payable to the Trustee	10.1	158,374	151,079
Sales Tax payable on Trustee's remuneration	10.2	20,589	19,641
CDC - Settlement Charges Payable		4,724	2,611
		183,687	173,331

11.1 Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

- up to rupees one billion 0.2% per annum of the daily net assets
- exceeding rupees one billion Rs. 2,000,000 plus 0.1% per annum of the daily net assets exceeding one billion

11.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Trustee's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011.

12. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.085% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

13. ACCRUED EXPENSES AND OTHER LIABILITIES

	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	-----Rupees-----	
Broker Payable	-	28,378
Zakat payable	117,974	117,974
Auditors' remuneration	747,428	604,125
Payable against purchase of investments	7,281,964	-
Withholding tax payable	219,780	3,407,352
Other liabilities	411,134	362,804
	8,778,280	4,520,633

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

14. CONTINGENCIES AND COMMITMENTS

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

15. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended September 30, 2023 is 4.37% (September 30, 2022: 4.04%) which includes 0.44% (September 30, 2022: 0.34%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorized as an "Balanced scheme".

16. 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 unrealized 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. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

17. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with the connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.1 Amount outstanding as at period end are as follows:

JS Investments Limited - Management Company

Remuneration payable to the Management Company	1,585,584	1,510,686
Sindh Sales Tax on remuneration of the Management Company *	2,185,893	2,176,155
Federal Excise Duty payable on remuneration of the Management Company *	13,262,475	13,262,475
Reimbursement of accounting and operational charges to the Management Company	79,278	75,539
Selling and marketing expense payable to the Management Company	2,627,324	2,761,368
Printing and stationary charges payable	147,529	121,954

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the Trustee	158,374	151,079
Sindh Sales Tax payable on Trustee remuneration **	20,589	19,641
Annual, transaction, trustee, CDS connection fee payable	4,724	2,611
Security deposit	100,000	100,000

JS Bank Limited

(Parent Company of JSIL)

Bank balance	72,212,038	2,799,811
Accrued return on bank balance	1,897,680	355,379

JS Global Capital Limited - Fellow subsidiary of JSBL

Brokerage fee payable	-	10,860
-----------------------	---	--------

Key Management Personnel of the Management Company

Units held: 22,623 (June 30, 2023: 20,536)	3,726,309	3,132,340
--	-----------	-----------

Entity holding 10% or more than 10% of units of the Fund

Units held: 3,940,091 (June 30, 2023: 3,940,091)	648,972,338	600,982,034
--	-------------	-------------

	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----		
	<u>1,585,584</u>	<u>1,510,686</u>
	<u>2,185,893</u>	<u>2,176,155</u>
	<u>13,262,475</u>	<u>13,262,475</u>
	<u>79,278</u>	<u>75,539</u>
	<u>2,627,324</u>	<u>2,761,368</u>
	<u>147,529</u>	<u>121,954</u>
	<u>158,374</u>	<u>151,079</u>
	<u>20,589</u>	<u>19,641</u>
	<u>4,724</u>	<u>2,611</u>
	<u>100,000</u>	<u>100,000</u>
	<u>72,212,038</u>	<u>2,799,811</u>
	<u>1,897,680</u>	<u>355,379</u>
	<u>-</u>	<u>10,860</u>
	<u>3,726,309</u>	<u>3,132,340</u>
	<u>648,972,338</u>	<u>600,982,034</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.2 Details of transactions with related parties / connected persons are as follows:

JS Investments Limited - Management Company

Remuneration to the Management Company

Sindh Sales Tax on remuneration of the Management Company *

Reimbursement of accounting and operational charges

Selling and marketing expense - Management Company

Other expenses

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee

Sindh Sales Tax on remuneration of the Trustee **

Annual, transaction, custodian, CDS connection fee

JS Global Capital Limited - (Fellow subsidiary of JSBL)

Brokerage fee

JS Bank Limited - Parent Company of JSIL

Markup on bank balances

Azgard Nine Limited - Other related party

Payment of 1st redemption (ANL PPTFC)

Key Management Personnel of the Management Company

Issue of units: 2,088 units (2022: Nil)

CDC Trustee - JS Fund of Funds

(Fund under JSIL Management)

Purchase of units: 425,791 (2022: 92,749)

Redemption of units: 425,791 (2022: 92,749)

	Quarter ended	
	September 30, 2023 (Unaudited)	September 30, 2022
	----- Rupees -----	
	4,910,745	4,600,248
	638,397	598,032
	245,545	238,271
	2,627,324	2,549,497
	25,575	19,125
	490,614	471,560
	63,779	61,303
	27,572	11,304
	214,128	46,644
	3,307,510	621,231
	1,187,500	-
	350,000	-
	70,000,000	14,000,000
	69,885,036	14,107,179

* Paid / payable to the Management Company for onwards payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

18 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.

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.

The fair value of financial assets traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements 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:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (level 2).
- Unobservable inputs for the asset or liability (level 3).

As at September 30, 2023, the Fund held the following financial instruments measured at fair value:

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
September 30, 2023 (Un-audited)				
Listed Equity Securities	543,711,075	-	-	543,711,075
Government Securities	-	139,663,860	-	139,663,860
Sukuk Certificates / Term Finance Certificates	-	206,447,259	-	206,447,259
	543,711,075	346,111,119	-	889,822,194

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
June 30, 2023 (Audited)				
Listed Equity Securities	582,091,311	-	-	582,091,311
Listed equity securities (spread transactions)	-	-	-	-
Government Securities	-	138,089,021	-	138,089,021
Sukuk Certificates / Term Finance Certificates	-	193,348,858	-	193,348,858
	582,091,311	331,437,879	-	913,529,190

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

19 GENERAL

19.1 Comparative figures have been reclassified where necessary for the purpose of better presentation and comparison.

20 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information were authorized for issue on October 20, 2023 by the Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
PSX Tower, Jinnah Avenue,
Islamabad - North
051-2894423

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www.facebook.com/jsinvestments http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for
website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS CASH FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Cash Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The Fund's annualized return was 21.42% for the quarter ended September 30, 2023 against benchmark return of 22.53%. Net Assets moved from PKR 15.77 billion as at June 30, 2023 to PKR 22.05 billion as at September 30, 2023. The total expense ratio (TER) of the Fund is 1.36% which includes 0.19% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends accumulating to Rs. 5.32 per unit during the quarter ended September 30, 2023.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. The Fund has been given a stability rating of 'AA+(f)' by Pakistan Credit Rating Agency Limited (PACRA) dated October 05, 2023 (June 30, 2023: 'AA+(f)' dated April 05, 2023).

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



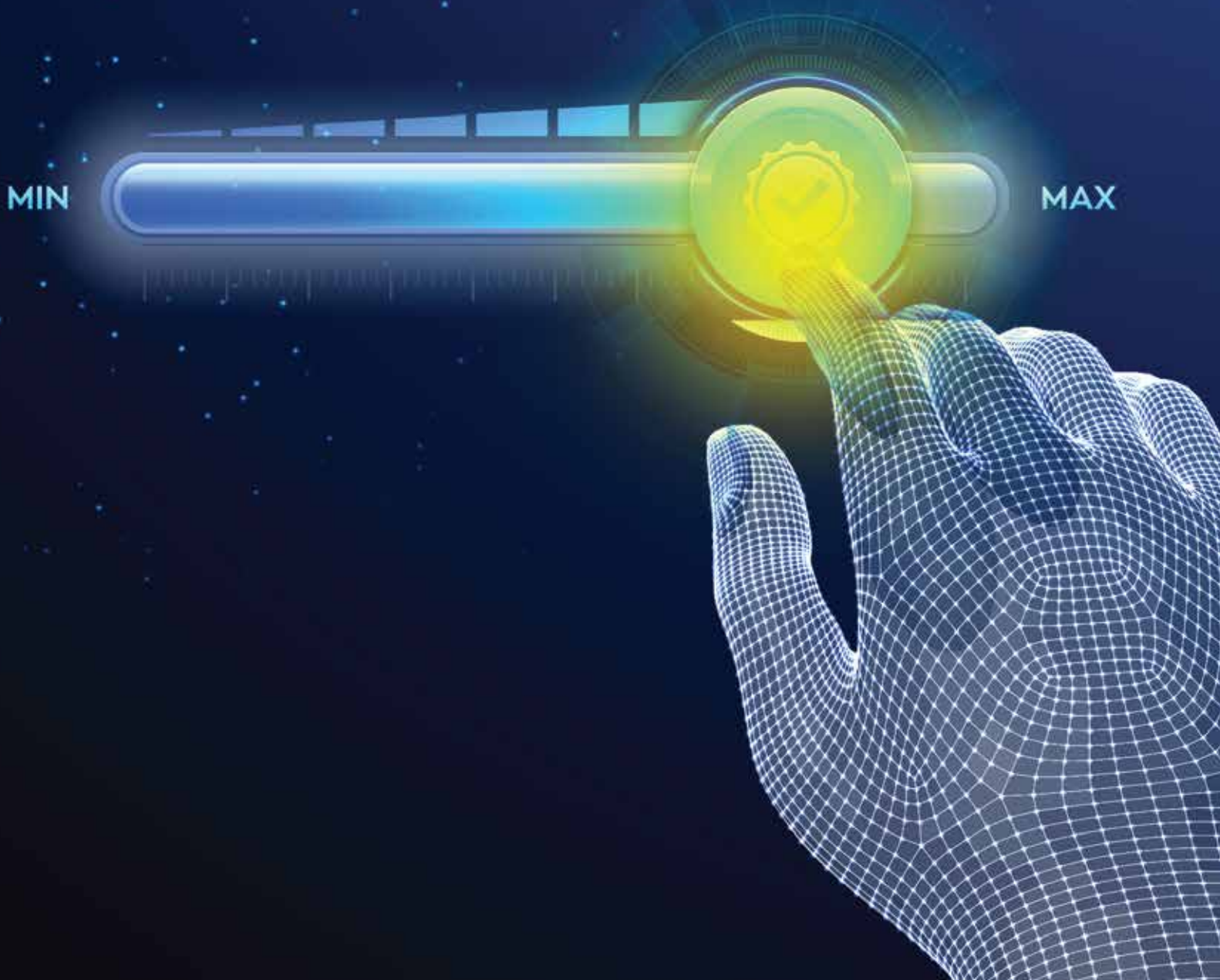
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



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	4	658,713,589	272,908,140
Investments	5	18,079,841,480	15,256,598,300
Advance, deposit, prepayments and profit receivable	6	3,415,972,227	311,301,904
Total assets		22,154,527,296	15,840,808,344
Liabilities			
Payable to JS Investments Limited - Management Company	7	32,105,104	26,284,435
Payable to Digital Custodian Company Limited - Trustee	8	1,370,864	1,059,413
Annual fee payable to Securities and Exchange Commission of Pakistan	9	1,399,811	3,375,044
Dividend payable		117,924	1,364
Accrued expenses and other liabilities	10	69,289,059	37,806,437
Total liabilities		104,282,762	68,526,693
Contingencies and commitments	13		
Net assets		22,050,244,534	15,772,281,651
Unit holders' funds		22,050,244,534	15,772,281,651
----- Number of units -----			
Number of units in issue		213,279,270	152,781,782
----- Rupees -----			
Net assets value per unit		103.39	103.23

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit / mark-up income		1,155,008,437	527,603,824
(loss) / gain on sale of investments - net		(56,139,148)	162,655,272
Unrealised (loss) / gain on investments - net		(49,912,180)	864,100
Amortization of Discount on investment		152,728,598	-
Total		1,201,685,707	691,123,196
Expenses			
Remuneration of JS Investments Limited - Management Company	7.1	43,216,180	17,734,311
Sindh Sales Tax on remuneration of the Management Company	7.2	5,618,104	2,305,460
Accounting and operational charges	7.4	5,410,667	-
Selling and marketing expense	7.5	9,040,523	-
Remuneration of Digital Custodian Company Limited - Trustee	8.1	3,516,941	3,004,077
Sindh sales tax on remuneration of the Trustee	8.2	457,202	390,529
Annual fee to the Securities and Exchange Commission of Pakistan	9	4,058,011	924,389
Securities transaction cost		1,658,563	792,971
CDC Annual Fee Expenses		14,202	-
Annual listing fee		6,250	6,250
SECP supervisory fee on listing fee		625	625
Mutual fund rating fee		57,435	56,810
Bank and settlement charges		-	41,780
Auditors' remuneration		183,195	169,695
Printing charges		25,506	19,282
		73,263,404	25,446,179
Net income for the period before taxation		1,128,422,303	665,677,017
Taxation	12	-	-
Net income for the period after taxation		1,128,422,303	665,677,017
Allocation of net income for the period:			
Net income for the period		1,128,422,303	665,677,017
Income already paid on units redeemed		(102,104,956)	(156,217,462)
Accounting income available for distribution		1,026,317,347	509,459,555
-Relating to capital gains - net		(106,051,328)	163,519,372
-Excluding capital gains		1,132,368,675	345,940,183
		1,026,317,347	509,459,555

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income for the period after taxation	1,128,422,303	665,677,017
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>1,128,422,303</u>	<u>665,677,017</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
Cash flows from operating activities		
Net income for the period	1,128,422,303	665,677,017
Adjustments for:		
Loss / (Gain) on sale of investments - net	56,139,148	(162,655,272)
Unrealised loss / (gain) on investments - net	49,912,180	(864,100)
Return on Government Securities	(983,409,965)	(238,488,311)
Operating profit before working capital changes	251,063,666	263,669,334
(Increase) / Decrease in current assets		
Deposit, prepayments and receivables	(3,104,670,323)	(1,415,613,884)
(Decrease) / Increase in current liabilities		
Payable to JS Investments Limited - Management Company	5,820,669	12,100,007
Payable to Digital Custodian Company Limited - Trustee	311,451	331,733
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(1,975,233)	(1,002,626)
Accrued expenses and other liabilities	31,599,182	32,119,076
	35,756,069	43,548,190
Proceeds / (payments) from investments - net	(1,945,884,543)	(8,266,519,382)
Net cash (used in) / generated from operating activities	(4,763,735,131)	(9,374,915,742)
Cash flows from financing activities		
Dividend paid	(1,009,930,865)	(539,913,337)
Amount received from issuance of units	25,142,601,983	19,680,353,989
Amount paid on redemption of units	(18,983,130,538)	(16,683,656,744)
Net cash (used in) financing activities	5,149,540,580	2,456,783,908
Net (decrease) / increase in cash and cash equivalents	385,805,449	(6,918,131,834)
Cash and cash equivalents at the beginning of the period	272,908,140	14,961,365,696
Cash and cash equivalents at the end of the period	658,713,589	8,043,233,862

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	30 September					
	2023			2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	(Rupees)					
Net assets at beginning of the period	15,552,221,208	220,060,442	15,772,281,650	17,553,419,231	129,214,080	17,682,633,311
Issue of 243,286,414 (2022:192,258,046) units	24,871,170,061	-	24,871,170,061	19,679,533,556	-	19,679,533,556
- Element of Loss	271,431,922	-	271,431,922	820,433	-	820,433
Total proceeds on issuance of units	25,142,601,983	-	25,142,601,983	19,680,353,989	-	19,680,353,989
Redemption of 182,791,381 (2022:161,916,025) units	(18,584,657,915)	-	(18,584,657,915)	(16,417,506,844)	-	(16,417,506,844)
- Element of income	(296,367,667)	-	(296,367,667)	(109,932,438)	-	(109,932,438)
-Amount paid / payable on redemption of units	-	(102,104,956)	(102,104,956)	-	(156,217,462)	(156,217,462)
Total payments on redemption of units	(18,881,025,582)	(102,104,956)	(18,983,130,538)	(16,527,439,282)	(156,217,462)	(16,683,656,744)
Total comprehensive income for the period	-	1,128,422,303	1,128,422,303	-	665,677,017	665,677,017
Distribution during the period						
Interim distribution during the period: declared Re. 1.87 per unit on July 31, 2023 (2022: 0.84)	-	(312,391,188)	(312,391,188)	-	(59,097,436)	(59,097,436)
Interim distribution during the period: declared Rs. 1.76 per unit on Aug 30, 2023 (2022: 1.42)	-	(394,894,009)	(394,894,009)	-	(233,550,987)	(233,550,987)
Interim distribution during the period: declared Rs. 1.69 per unit on Sep 27, 2023 (2022: 1.39)	-	(302,645,667)	(302,645,667)	-	(247,264,914)	(247,264,914)
Total comprehensive income for the period	-	118,491,439	118,491,439	-	125,763,680	125,763,680
Net assets at end of the period	21,813,797,609	236,446,925	22,050,244,534	20,706,333,938	98,760,298	20,805,094,236
Undistributed (loss) / income brought forward						
- Realised income		232,158,767			129,214,080	
- Unrealised (loss)		(12,098,324)			-	
		220,060,443			129,214,080	
Accounting income available for distribution						
- Relating to capital gains		(106,051,328)			163,519,372	
- Excluding capital gains		1,132,368,675			345,940,183	
		1,026,317,347			509,459,555	
Distribution during the period		(1,009,930,865)			(539,913,337)	
Undistributed income carried forward		236,446,925			98,760,298	
Undistributed income carried forward						
- Realised income		286,359,105			97,896,198	
- Unrealised income		(49,912,180)			864,100	
		236,446,925			98,760,298	
Net assets value per unit at beginning of the period			103.23			102.36
Net assets value per unit at end of the period			103.39			102.44

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Cash Fund (the Fund) was established under the Trust Deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated October 13, 2009 consequent to which the Trust Deed was executed on October 16, 2009 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual Fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.

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 Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar,

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.

1.6 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook'). The Fund has been given a stability rating of 'AA+(f)' by Pakistan Credit Rating Agency Limited (PACRA) dated October 05, 2023 (June 30, 2023: 'AA+(f)' dated April 05, 2023).

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 as 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

Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 with the requirements of IAS 34, 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (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, 2023.

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 Board of 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 September 30, 2023.

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

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

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 1, 2023. 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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 BANK BALANCES

Profit and loss sharing (PLS) accounts

September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----	
658,713,589	272,908,140
658,713,589	272,908,140

4.1 These include a balance of Rs. 25.10 million (June 30, 2023: Rs. 14.88 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 20.82% (June 30, 2023: 17.65%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.82% (June 30, 2023: 14.50% to 20.50%) per annum.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5 INVESTMENTS

Financial assets 'at fair value through profit or loss'

Market treasury bills

Sukuk certificates

Pakistan Investment Bonds (PIB 2 Years)

Total Investments

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----		
5.1	3,700,716,480	4,491,998,300
5.2	2,060,000,000	2,285,000,000
5.3	12,319,125,000	8,479,600,000
	18,079,841,480	15,256,598,300

5.1 Market treasury bills - 'at fair value through profit or loss'

(Face value of Rs. 100,000/- each)

	-----Number of Units-----						
	Holding at the beginning of the period	Acquired during the period	Matured / Disposed During the period	As of September 30,	Market Value as on 30 September 2023	% of Net assets	% of total Investment
3 - Month Treasury Bills	-	548,377	509,777	38,600	3,700,716,480	16.78	0.00
6 - Month Treasury Bills	-	48,800	48,800	-	-	-	-
12 - Month Treasury Bills	-	3,000	3,000	-	-	-	-
Total as at September 30, 2023					3,700,716,480	16.78	0.00
Total as at June 30, 2023					4,491,998,300		

5.2 Sukuk certificates

Name of the investee company	Profit payments / principal redemptions	Date of maturity	Profit rate	As at July 1, 2023	Purchased during the period	Matured / sold during the period	As at September 30, 2023	Balance as at September 30, 2023		Market value as percentage of	
				----- Number of certificates -----			----- Rupees -----		Carrying value	Market value	Net assets of the Fund
Power generation & distribution											
K-Electric STS XIV (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	August 28, 2023	6M KIBOR +0.75%	470	-	470	-	-	-	-	-
K-Electric STS XV (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	September 21, 2023	6M KIBOR +0.50%	380	-	380	-	-	-	-	-
K-Electric STS XVI (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	October 11, 2023	6M KIBOR +0.30%	500.00	500	-	1,000	500,000,000	500,000,000	2.27	2.77
K-Electric STS XVII (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	November 18, 2023	6M KIBOR +0.45%	235.00	235	-	470	235,000,000	235,000,000	1.07	1.30
K-Electric STS XIX (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	February 28, 2024	6M KIBOR +0.45%	-	225	-	225	225,000,000	225,000,000	1.02	1.24
K-Electric STS XX (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	March 22, 2024	6M KIBOR +0.45%	-	500	-	500	500,000,000	500,000,000	2.27	2.77
Lucky Electric Power Company Ltd - STS (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	September 27, 2023	6M KIBOR +0.65%	100.00	-	100	-	-	-	-	-
The Hub Power Company Limited STS (AA, PACRA) (Face value of Rs 1,000,000 each)	Semi- annually	November 17, 2023	6M KIBOR +0.3%	600.00	-	-	600	600,000,000	600,000,000	2.72	3.32
Total as at September 30, 2023								2,060,000,000	2,060,000,000		
Total as at June 30, 2023								2,285,000,000	2,285,000,000		

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.3 Pakistan Investment Bonds - at fair value through profit or loss

Particulars	Issue date	Face value				Balance as at September 30, 2023		Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at September 30, 2023	Carrying value	Market value	net assets of the Fund	total investments of the Fund
(Rupees)									
Pakistan Investment Bonds - 2 years	August 26, 2021	8,500,000,000	-	8,500,000,000	-	-	-	-	-
Pakistan Investment Bonds - 2 years	December 30, 2021	-	15,500,000,000	3,150,000,000	12,350,000,000	12,367,709,628	12,319,125,000	55.87	68.14
Total as at September 30, 2023		8,500,000,000	15,500,000,000	11,650,000,000	12,350,000,000	12,367,709,628	12,319,125,000		
Total as at June 30, 2023						8,485,858,665	8,479,600,000		

6 ADVANCE, DEPOSIT, PREPAYMENTS AND PROFIT RECEIVABLE

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----		
Prepaid rating fee	139,378	196,812
Security Deposit	100,000	100,000
Receivable against sale of Government Securities	2,552,240,737	-
Mark-up / return receivable on Bank balances	863,423,038	311,002,191
Prepaid CDC annual Fee	42,298	-
Prepaid annual listing fee	22,000	-
Prepaid SECP supervisory fee on listing fee	1,875	-
Advance tax	2,901	2,901
	3,415,972,227	311,301,904

7 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Remuneration payable to the Management Company	7.1	14,756,073	6,153,329
Sindh sales tax payable on remuneration of the Management Company	7.2	2,502,517	1,384,160
Federal excise duty payable on remuneration of the Management Company	7.3	3,803,127	3,803,127
Accounting and Operational Charges payable	7.4	1,866,064	1,442,363
Selling and marketing expense payable	7.5	9,040,523	13,380,814
Expense Incurred payable		126,981	101,475
Sales load payable		9,819	19,167
		32,105,104	26,284,435

7.1 As per Regulation 61 of NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in offering Document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration upto 1.25% of average daily net assets of the Fund, during the year ended June 30, 2023.

7.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.584,228 (June 30, 2023: 584,228) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.0117 (June 30, 2023: Rs. 0.0091) per unit.

7.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 3.803 million as at September 30, 2023 (June 30, 2023: 3.803 million). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Re. 0.02 (June 30, 2023: Re. 0.02) per unit.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- 7.4 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 discretion has currently fixed a maximum capping of 0.1% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

- 7.5 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at 0.04% (June 30, 2023: 0.06) of the average annual net assets of the Fund during the period ended September 30, 2023 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

8 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

		September 30, 2023	30 June 2023
		----- Rupees -----	
		(Un-audited)	(Audited)
Remuneration payable to the Trustee	8.1	1,213,159	937,533
Sindh sales tax payable on remuneration of the Trustee	8.2	157,705	121,880
		1,370,864	1,059,413

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% per annum on the average annual net assets of the Fund calculated on a daily basis.

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

9 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

		September 30, 2023	30 June 2023
		----- Rupees -----	
		(Un-audited)	(Audited)
Auditors' remuneration payable		551,318	486,923
Zakat payable		462,691	462,691
Capital gain tax payable		26,622,623	6,528,166
Withholding tax		41,314,438	29,929,199
Sales load payable		315,448	317,439
Other liabilities		22,541	82,019
		69,289,059	37,806,437

11 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period result is 1.36% which includes 0.19% representing government levy and the SECP fee. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market" scheme.

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 realised 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.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

13 CONTINGENCIES AND COMMITMENTS

The Fund has no contingencies or commitment at the period end. (June 30, 2023: Nil)

14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui & Co. Limited (JSCL holding 71.21% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other Funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit Funds of the above related parties / connected persons.

14.1 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 also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

The details of transactions during the year and balances at year end with the related parties / connected persons are as follows:

14.3 Details of transactions with connected persons / related parties during the year are as follows:

	Quarter ended	
	2023	2022
	September 30, (Un-audited)	
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration to the Management Company	43,216,180	17,734,311
Sindh sales tax on remuneration of the Management Company	5,618,104	2,305,460
Issue of units: 11,327,806 (2022: 663,216)	1,180,744,853	68,766,431
Redemption of units: 11,370,273 (2022: 710,283)	1,187,761,331	73,280,654
Units refunded as Capital : 39,687 (2022: 4,806)	-	-
Reinvest in lieu of Dividend paid : 997 (2022: 121)	102,963	12,354
Sales load	10,937	2,580,015
Accounting and operating expenses	5,410,667	-
Selling and marketing expense	9,040,523	-
Printing Charges	25,506	19,282

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	2023	2022
	September 30,	
	(Un-audited)	
	-----Rupees-----	
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	3,516,941	3,004,077
Sindh sales tax on Trustee remuneration *	457,202	390,529
EFU Life Assurance Ltd. Employees Pension Fund (Common Directorship of Ultimate Parent Company)		
Reinvest in lieu of Dividend paid : 5,501 (2022: 3,324)	567,826	340,283
EFU Life Assurance Ltd. Employees Provident Fund (Common Directorship of Ultimate Parent Company)		
Reinvest in lieu of Dividend paid : 18,705 (2022: 11,305)	1,930,961	1,157,171
Mahvash and Jahangir Siddiqui Foundation (Common Directorship of the Group)		
Dividend given by the Fund	884,325	713,796
Future Trust (Director of JSIL is a trustee)		
Issue of units: 968,101 (2022: Nil)	100,000,000	-
Redemption of units: 1,454,766 (2022: Nil)	151,954,561	-
Dividend given by the Fund	-	-
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company of JSIL)		
Issue of units: 5,848,756 (2022: 13,115,266)	606,345,000	1,350,000,000
Redemption of units: 3,322,244 (2022: 826,904)	345,144,624	85,000,000
Units refunded as Capital : 16,856 (2022: 73,480)	-	-
Dividend given by the Fund	356,620	48,204,148
JS Infocom Limited (Fully owned by JSCL)		
Issue of units: Nil (2022: 4,379,667)	-	450,000,000
Redemption of units: Nil (2022: 5,180,068)	-	532,000,000
Units refunded as Capital : Nil (2022: 16,581)	-	-
Dividend given by the Fund	-	14,477,905

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30,	
	2023	2022
	(Un-audited)	
	-----Rupees-----	
JS Motion Picture Fund (Fund Under JSIL Management)		
Redemption of units: 23,850 (2022: Nil)	2,499,463	-
Reinvest in lieu of Dividend paid : 21,439 (2022: 15,989)	2,213,181	801,232
JS Bank Limited (Parent Company of JSIL)		
Issue of units: Nil (2022: 2,929,688)	-	300,000,000
Redemption of units: Nil (2022: 8,796,794)	-	902,639,038
Interest income on bank balances	1,331,546	250,278
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Reinvest in lieu of Dividend paid : 19 (2022: 11)	1,939	1,164
Brokerage commission	21,913	30,330
Key management personnel of the Management Company		
Issue of units: 222,878 (2022: 6,867,613)	23,050,000	710,817,514
Redemption of units: 29,050 (2022: 7,833,175)	3,000,000	809,721,172
Units refunded as Capital : 410 (2022: 76,673)	-	-
Reinvest in lieu of Dividend paid : 11,336 (2022: 14,178)	1,170,257	1,619,629
Dividend given by the Fund	199	255,534

14.4 Details of balances with connected persons / related parties as at period / year end

	September 30,	30 June
	2023	2023
	-----Rupees-----	
	(Un-audited)	(Audited)
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	14,756,073	6,153,329
Sindh sales tax payable on remuneration of the Management Company	2,502,517	1,384,160
Federal excise duty payable on remuneration of the Management Company	3,803,127	3,803,127
Allocation of expenses relating to the Fund payable to the Management Company	10,906,587	14,823,177
Units outstanding: Nil (30 June 2023: 1,782)	-	184,018
Printing charges payable	126,981	101,475
Sales load payable	9,819	19,167
Digital Custodian Company Limited - Trustee		
Remuneration payable to the Trustee	1,213,159	937,533
Sindh sales tax payable on Trustee remuneration	157,705	121,880
Security deposit	100,000	100,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

14.4 Details of balances with connected persons / related parties as at period / year end	September 30, 2023	30 June 2023
	-----Rupees-----	
	(Un-audited)	(Audited)
EFU Life Assurance Ltd. Employees Provident Fund (Common Directorship of Ultimate Parent Company)		
Units outstanding: 439,551 (30 June 2023: 420,845)	45,445,161	43,443,871
EFU Life Assurance Ltd. Employees Pension Fund (Common Directorship of Ultimate Parent Company)		
Units outstanding: 129,256 (30 June 2023: 123,755)	13,363,785	12,775,278
JS Bank Limited (Parent Company of JSIL) (JSBL holds 84.50% of JSIL Shares)		
Bank balances	25,103,903	14,877,527
Accrued return on bank balance	486,502	235,603
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company of JSIL)		
Units outstanding: 2,635,351 (30 June 2023: 91,984)	272,468,955	9,495,486
Mahvash and Jahangir Siddiqui Foundation (Common Directorship of the group)		
Units outstanding: 195,561 (30 June 2023: 195,561)	20,219,028	20,187,738
Future Trust (Director of JSIL is a trustee)		
Units outstanding: Nil (30 June 2023: 486,665)	-	50,238,466
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Units outstanding: 441 (30 June 2023: 423)	45,634	43,624
Brokerage commission payable	-	5,808
JS Motion Picture Fund (Fund Under JSIL Management)		
Units outstanding: 413,989 (30 June 2023: 416,400)	42,802,335	42,984,994
Entities holding 10% or more of units		
Units outstanding: 103,712,194 (30 June 2023: 102,018,389)	10,722,803,708	10,531,358,329
Key management personnel of the Management Company		
Units outstanding: 336,972 (30 June 2023 : 131,398)	34,839,586	13,564,253

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities

Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

As at September 30, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value

	----- As at September 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss'				
Market treasury bills	-	18,079,841,480	-	18,079,841,480
Term deposit receipts	-	-	-	-
	-	18,079,841,480	-	18,079,841,480
	----- As at June 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss'				
Term Deposit Receipts	-	2,575,000,000	-	2,575,000,000
	-	-	-	-
	-	2,575,000,000	-	2,575,000,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

16 GENERAL

16.1 Figures have been rounded off to the nearest rupee and have been reclassified where ever necessary.

16.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation.

17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
042-383-020-94

Islamabad

Office # 414, 4th Floor,
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website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS FUND OF FUNDS



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of **JS Fund of Funds** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund's return was 8.69 % for the quarter ended September 30, 2023, against the benchmark return of 10.62%. Net Assets moved from PKR 360.56 million (June 30, 2023) to PKR 303.67 million as of September 30, 2023. The total expense ratio (TER) of the Fund is 1.84% which includes 0.27% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



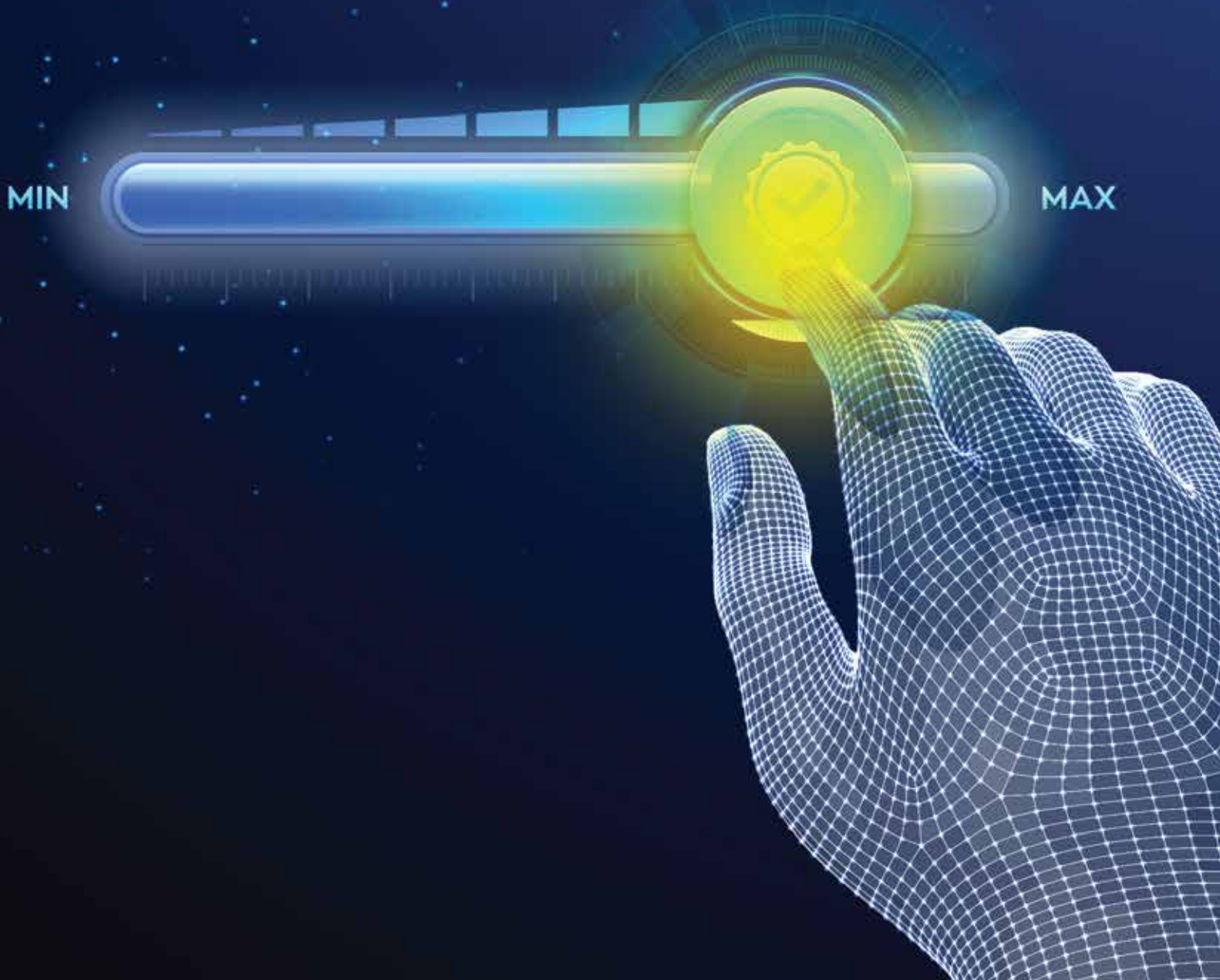
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
Assets			
Bank balances	6	10,157,841	42,539,421
Investments	7	293,098,173	359,657,397
Accrued return on bank balances		2,181,668	143,667
Prepayments, deposits and other receivables	8	264,862	241,800
Total assets		305,702,544	402,582,285
Liabilities			
Payable to the Management Company	9	807,515	669,146
Remuneration payable to the trustee	10	56,510	62,436
Annual fee payable to the Securities and Exchange Commission of Pakistan	11	23,517	53,629
Payable against purchase of investment		-	40,114,700
Accrued expenses and other liabilities	12	1,142,971	1,127,341
Total liabilities		2,030,513	42,027,252
Contingencies and Commitments	14	-	-
Net assets		303,672,031	360,555,033
Unit holders' fund		303,672,031	360,555,033
Number of units in issue	Number	4,439,496	5,729,395
Net assets value per unit		68.40	62.93

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Realized gain/(loss) on investments at fair value through P&L - net		21,233,510	(983,604)
Unrealized loss on investments at fair value through P&L - net	7.2	(74,590)	(2,450,447)
Dividend income		1,724,960	2,753,053
Return on bank balances		3,412,330	949,801
Total (loss) / income		26,296,210	268,803
Expenses			
Remuneration of JS Investments Limited - Management Company	9.1	162,665	47,363
Sindh Sales Tax on remuneration of the Management Company	9.2	21,146	6,157
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	152,110	85,101
Sindh Sales Tax on remuneration of the Trustee	10.2	19,774	11,063
Securities transaction cost		714,849	249,228
Auditors' remuneration		128,453	120,885
Annual fee to Securities and Exchange Commission of Pakistan		72,180	8,510
Listing fee		7,063	6,250
SECP Supervisory fee on listing fee		625	625
Accounting and operational charges	9.4	75,911	42,549
Printing and stationery		25,575	19,125
Bank and Settlement Charges		11,585	-
		1,391,936	596,856
Net income / loss for the period before taxation		24,904,274	(328,053)
Taxation	13	-	-
Net income / loss for the period after taxation		24,904,274	(328,053)
Allocation of net income / loss for the period.			
Net gain / loss for the Period		24,904,274	-
Income already paid on units redeemed		(1,173,416)	-
		23,730,858	-
Accounting Income available for distribution:			
- Relating to capital gains		21,158,920	-
- Excluding capital gains		2,571,938	-
		23,730,858	-

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income / loss for the period after taxation	24,904,274	(328,053)
Other comprehensive income/loss for the period	-	-
Total comprehensive income/loss for the period	24,904,274	(328,053)

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
Cash Flow from Operating Activities		
Net income / loss for the period after taxation	24,904,274	(328,053)
Adjustments for:		
Net (gain) / loss on investments at fair value through P&L - net	(21,233,510)	983,604
Unrealized loss on remeasurement of investments at fair value through through P&L - net	74,590	2,450,447
Return on bank balances	(3,412,330)	(949,801)
	<u>333,024</u>	<u>2,156,197</u>
(Increase) / decrease in assets		
Prepayments, deposits and other receivables	(23,062)	(20,625)
Increase / (decrease) in liabilities		
Remuneration payable to the Management Company	138,369	(5,818)
Remuneration payable to the Trustee	(5,926)	21,646
Annual fee payable to Securities and Exchange Commission of Pakistan	(30,112)	(30,388)
Payable against purchase of investment	(40,114,700)	754,670
Accrued expenses and other liabilities	15,630	740,110
	<u>(39,996,739)</u>	<u>740,110</u>
	<u>(39,686,777)</u>	<u>2,875,682</u>
(Purchase) / Sale of held for trading investments - net	87,718,144	(110,946,312)
Receipt of Bank Profit	1,374,329	1,264,946
	<u>89,092,473</u>	<u>(109,681,366)</u>
Net cash generated from / (used in) operating activities	<u>49,405,696</u>	<u>(106,805,684)</u>
Cash Flow from Financing Activities		
Cash received on issue of units	20,052,954	115,081,010
Cash paid on redemption of units	(101,840,230)	(1,464,202)
Net cash (used in) / generated from financing activities	<u>(81,787,276)</u>	<u>113,616,808</u>
Net decrease in cash and cash equivalent during the period	<u>(32,381,580)</u>	<u>6,811,124</u>
Cash and cash equivalents at the beginning of the period	42,539,421	1,633,045
Cash and cash equivalents at the end of the period	<u>10,157,841</u>	<u>8,444,169</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended					
	September 30, 2023			September 30, 2022		
	-----Rupees-----					
Capital Value	Undistributed Income / (Accumulated loss)	Total	Capital Value	Undistributed Income / (Accumulated loss)	Total	
Net assets as at the beginning of the period	350,896,769	9,658,264	360,555,033	94,558,647	7,336,047	101,894,694
Issuance of 309,764 units (2022: 2,012,903 units)						
- Capital value	19,493,500	-	19,493,500	114,252,373	-	114,252,373
- Element of Income / (loss)	559,454	-	559,454	828,637	-	828,637
	20,052,954		20,052,954	115,081,010	-	115,081,010
Redemption of 1,599,663 units (2022: 25,692 units)						
- Capital value	(100,666,814)	-	(100,666,814)	(1,458,293)	-	(1,458,293)
- Income already paid on units redeemed	-	(1,173,416)	(1,173,416)	-	-	-
- Element of Income / (loss)	-	-	-	(5,909)	-	(5,909)
	(100,666,814)	(1,173,416)	(101,840,230)	(1,464,202)	-	(1,464,202)
Net (loss) / income for the period	-	24,904,274	24,904,274	-	(328,053)	(328,053)
Net assets as at the end of the period	270,282,909	33,389,122	303,672,031	208,175,455	7,007,994	215,183,449
Undistributed (loss) / income brought forward						
- Realized (loss) / income		8,127,085			12,818,444	
- Unrealized income		1,531,179			(5,482,397)	
		9,658,264			7,336,047	
Accounting income available for distribution						
- Relating to capital gains		21,158,920			-	
- Excluding capital gains		2,571,938			-	
		23,730,858			-	
Net loss for the period after taxation		24,904,274			(328,053)	
Undistributed income carried forward		33,389,122			7,007,994	
Undistributed (loss) / income carried forward						
- Realized gain / (loss)		33,463,712			9,458,441	
- Unrealized (loss) / gain		(74,590)			(2,450,447)	
		33,389,122			7,007,994	
Net asset value per unit at the beginning of the period			62.93			56.76
Net asset value per unit at end of the period			68.40			56.89

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Fund of Funds (the Fund) was established under a Trust Deed, dated April 19, 2005 executed between JS Investments Limited (JSIL) as the Asset Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 19, 2005 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) as an open-ended unit trust scheme. The Fund commenced its operations from October 31, 2005.
- 1.2 During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3 The Fund is an open-ended mutual fund categorised as "Asset Allocation Fund of Funds scheme" and the Fund is listed on Pakistan Stock Exchange Limited. 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's primary activity is to invest in the leading equity, fixed income, money market and balanced funds, including funds managed by JS Investments Limited, and provide investors an opportunity to gain from the performance of these funds through one investment in the Fund. Under the Securities and Exchange Commission of Pakistan's (SECP's) guidelines, the Fund is also allowed to maintain balance with banks.
- 1.4 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 Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.5 The 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.
- 1.6 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

2. BASIS OF PREPARATION

2.1 Statement of Compliance

- 2.1.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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; and along with part VIII A 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.

Wherever provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations, 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.

- 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 June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.1.3 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 Board of 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 September 30, 2023.

3. SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS AND CHANGES THEREIN

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

3.4 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 June 30, 2023.

3.5 Standards 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 1, 2023. 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.

4 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS THAT ARE NOT YET EFFECTIVE

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

5. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 1.84% (September 30, 2022: 1.44%) which includes 0.27% (September 30, 2022: 0.15%) representing government levies on the Fund such as federal excise duties and sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Fund of Funds" scheme.

6. BANK BALANCES

In profit and loss sharing accounts

Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
	-----Rupees-----	
6.1	10,157,841	42,539,421

6.1 This includes balances of Rs. .93 million (June 2023: Rs 22.052 million) with JS Bank Limited (a related party) and Rs. 0.011 million (June 2023: 0.011 million) with BankIslami Pakistan Limited (a related party). These accounts carry profit at the rates of 20.82% (June 23: 19.60%) and 19.00% (June 23: 19.75%) per annum respectively. Other PLS accounts of the Fund carry profit at the rates of 15.00% to 22.00% (June 23: 15.00% to 22.00%) per annum.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

7. INVESTMENTS

- At fair value through profit or loss

_ Open end mutual funds - quoted

Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
Rupees.....	
7.1	293,098,173	359,657,397
	293,098,173	359,657,397

Sectors / Collective Investment Schemes	Par value Rs.	Holding at the beginning of the period	Acquired during the period	Disposed during the period	Holding at the end of the period	Carrying Value as at September 30, 2023	Market Value as at September 30,	% of Net Assets	% of Investee Capital *
	-----Number of units-----					-----Rupees-----		-----%-----	

7.1 Open end mutual Funds - quoted

Managed by JS Investments Limited - Related party

Unit Trust of Pakistan	100	-	425,791	425,791	-	-	-	-	-
JS Microfinance Sector Fund	100	2,824,199	5,785,480	6,127,533	2,482,146	250,994,535	251,168,286	82.71	4.31
JS Growth Fund	100	-	1,375,467	1,375,467	-	-	-	-	-
JS Income Fund	100	-	1,697,591	1,697,591	-	-	-	-	-
JS Islamic Fund	100	-	109,063	109,063	-	-	-	-	-
JS Momentum Factor Exchange Traded Fund	10	8,935,500	8,380,000	12,733,000	4,582,500	42,178,228	41,929,887	13.81	89.62
JS Islamic Daily Dividend Fund	100	-	-	-	-	-	-	-	-
						293,172,763	293,098,173	96.52	
						293,172,763	293,098,173	96.52	
							293,180,476		

Investments at fair value through P&L as at 30 September 2023

Cost of Investments at fair value through P&L as at 30 September 2023

* The investee capital represents the net assets of the investee funds as at 30 September 2023

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Unaudited)	30 June 2023 (Unaudited)
7.2	Net unrealised gain/(loss) on re-measurement of investments at fair value through profit or lossRupees.....	
	Market value of investment	293,098,173	359,657,397
	Less: carrying value of investments	(293,172,763)	(358,126,218)
		(74,590)	1,531,179

		September 30, 2023 (Unaudited)	30 June 2023 (Audited)
8.	PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES	----- (Rupees) -----	
	Prepaid SECP Supervisory fee on listing fee	1,875	-
	Prepaid listing fee	21,187	-
	Security deposit with Central Depository Company of Pakistan Limited	100,000	100,000
	Income tax recoverable	141,800	141,800
		264,862	241,800

		----- (Rupees) -----	
9	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY		
	Remuneration payable to management company	104,188	1,769
	Sindh Sales Tax on remuneration of the Management Company	79,198	66,214
	Federal excise duty payable on Management Company's remuneration	451,833	451,833
	Accounting and operational charges	24,767	27,376
	Other payable	147,529	121,954
		807,515	669,146

9.1 Under the provisions of Non-Banking Finance Companies and Notified Entities Regulations 2008, an asset management company shall be entitled to an accrued remuneration equal to an amount not exceeding 1% of average annual net assets. Management Company has charged remuneration at the rate of 1% (June 30, 2023: 1%) per annum based on the daily net assets of the Fund during the period ended September 30, 2023. However, no remuneration is charged on that part of the net assets which have been invested in the mutual funds managed by the Management Company.

9.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.066 million (June 30, 2023: 0.066 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.015 (June 30, 2023: Re. 0.012) per unit.

9.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 452 thousand as at September 30, 2023 (June 30, 2023: 452 thousand). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Re. 0.10 (June 30, 2023: Re.0.08) per unit.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- 9.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

	Note	30 September 2023 (Unaudited)	30 June 2023 (Audited)
		----- (Rupees) -----	
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable to the Trustee	10.1	49,509	54,753
Sales Tax payable on Trustee's remuneration	10.2	6,436	7,118
CDC - Settlement Charges Payable		565	565
		56,510	62,436

- 10.1** Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

- up to rupees one billion 0.2% per annum of the daily net assets.
- exceeding rupees one billion Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

- 10.2** The Sindh Provincial Government has levied Sindh Sales Tax on services at the rate of 13% (June 30, 2023: 13%) on Trustee's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011.

11 ANNUAL FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

	30 September 2023 (Unaudited)	30 June 2023 (Audited)
	----- (Rupees) -----	
12 ACCRUED EXPENSES AND OTHER LIABILITIES		
Capital gain tax payable	901	-
Auditors' remuneration	404,069	335,016
Zakat Payable	7,123	1,234
Broker payable	145,206	225,057
Withholding tax payable	70,598	50,938
Mutual Fund Rating fee payable	116,000	116,000
Other payable	399,074	399,096
	1,142,971	1,127,341

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 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 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 Company has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2023 to the unit holders in a manner as explained above, no provision for taxation has been made in these financial statements during the year.

14 CONTINGENCIES AND COMMITMENTS

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

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.21% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding subsidiary of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with the connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market rates.

Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

15.1 Detail of transactions with related parties during the period

	Quarter ended	
	30 September 2023 ------(Rupees)-----	30 September 2022 ------(Rupees)-----
	(Unaudited)	(Unaudited)
JS Investments Limited - Management Company		
Remuneration of the management company	162,665	47,363
Sales tax on management company's remuneration	21,146	6,157
Purchase of units: 1,573,069 (2022 : 2,011,480)	100,000,000	115,000,000
Sales of units: 308,928 (2022: NIL)	20,000,000	-
Expenses incurred	101,486	61,674
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the trustee	152,110	85,101
Sales tax on trustee remuneration	19,774	11,063
Settlement charges	11,595	6,777

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	30 September 2023	30 September 2022
	----- (Rupees) -----	
	(Unaudited)	(Unaudited)
JS Bank Limited - Parent Company of JSIL		
Return on bank balances	272,136	256,803
JS Global Company Limited - Fellow Subsidiary of JSBL		
Brokerage Expense	257,430	97,680
Unit Trust of Pakistan - Fund under JSIL Management		
Purchase of units: 425,791 (2022: 92,749)	70,000,000	14,000,000
Sale of units: 425,791 (2022: 92,749)	69,885,036	14,107,179
Net loss/gain on disposal of investments by Fund of Funds	(114,964)	107,179
JS Government Securities Fund - Fund under JSIL Management		
Purchase of units: NIL (2022: 450,715)	-	46,000,000
JS Microfinance Sector Fund - Fund under JSIL Management		
Purchase of units: 5,722,986 (2022 : 367,399)	586,548,254	37,092,605
Sale of units: 6,127,533 (2022: Nil)	625,337,633	-
Dividend Reinvest units : 17,059 (2022: : 27,466)	1,724,960	2,753,053
Refund of Capital : 45,438 (2022: Nil)	-	-
Net gain on disposal of investments by Fund of Funds	2,475,971	-
JS Growth Fund - Fund under JSIL Management		
Purchase of units: 1,375,467 (2022: Nil)	214,000,000	-
Sales of units: 1,375,467 (2022 : Nil)	226,076,635	-
Net gain on disposal of investments by Fund of Funds	12,076,635	-
JS Momentum Factor Exchange Traded Fund - Fund under JSIL Management		
Purchase of units: 8,380,000 (2022: 7,065,500)	76,368,525	63,082,270
Sales of units: 12,733,000 (2022 : 91,000)	114,779,610	781,820
Net gain/loss on disposal of investments by Fund of Funds	6,514,911	(39,105)
JS Islamic Dedicated Equity Fund - Fund under JSIL Management		
Sale of units : Nil (2022: 645,201)	-	37,092,605
Net loss on disposal of investments by Fund of Funds	-	(1,051,678)
JS Income Fund - Fund under JSIL Management		
Purchase of units: 1,697,591 (2022: Nil)	180,674,627	-
Sales of units: 1,697,591 (2022 : Nil)	180,963,218	-
Net gain on disposal of investments by Fund of Funds	288,591	-
JS Islamic Fund - Fund under JSIL Management		
Purchase of units: 109,063 (2022: Nil)	10,000,000	-
Sales of units: 109,063 (2022 : Nil)	9,992,366	-
Net loss on disposal of investments by Fund of Funds	(7,634)	-

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15.2 Detail of balances with related parties as at period.

JS Investments Limited - Management Company

Remuneration payable to the management company	104,188	1,769
Sales tax payable on management company's remuneration	79,198	66,214
FED on management company's remuneration	451,833	451,833
Reimbursement of accounting and Operational to the Management Company	24,767	27,376
Units held: 4,171,069 (June 2023: 5,435,210)	285,301,087	342,037,738
Printing charges payable	147,529	121,954

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the trustee	49,509	54,753
Sales tax payable on trustee remuneration	6,436	7,118
Settlement charges payable	565	565
Security deposit	100,000	100,000

JS Bank Limited - Parent Company of JSIL

Bank balance	931,672	22,051,792
Profit receivable	57,337	27,893

BankIslami Pakistan Limited - Fellow Subsidiary of JSBL

Bank balance	11,123	11,123
--------------	--------	--------

JS Momentum Factor Exchange Traded Fund - Associate (Fund under JSIL Management)

Investments held: 4,582,500 (2023 : 8,935,500) units	41,929,887	74,074,401
--	------------	------------

JS Microfinance Sector Fund - Associate (Fund under JSIL Management)

Investments held: 2,482,149 (2023 : 2,824,199) units	251,168,286	285,582,996
--	-------------	-------------

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

15.4 Details of related party transactions and balances in respect of investments made by the Fund have been disclosed in note 7.1 of this condensed interim financial information.

15.5 This reflects the position of related party / connected person status as of 30 September 2023.

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.

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.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based 'on the quoted market prices at the close of trading on the period end date. The quoted market prices used 'for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly 'available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those 'prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements 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:

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (level 2).
- Unobservable inputs for the asset or liability (level 3).

	----- As at September 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
ASSETS	-----Rupees-----			
Open end mutual funds - quoted	293,098,173	-	-	293,098,173
	<u>293,098,173</u>	<u>-</u>	<u>-</u>	<u>293,098,173</u>

	----- As at June 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
ASSETS	-----Rupees-----			
Open end mutual funds - quoted	359,657,397	-	-	359,657,397
	<u>359,657,397</u>	<u>-</u>	<u>-</u>	<u>359,657,397</u>

17 GENERAL

17.1 The corresponding figures have been re-arranged wherever necessary.

17.2 Figures have been rounded off to the nearest Rupee.

18 DATE OF AUTHORIZATION OF ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

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Plot No. 1- 4, Usman Block,
New Garden Town,
Lahore - Central
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http://www.linkedin.com/company/js-investment-limited



QR Code for
website access



QUARTERLY REPORT
SEPTEMBER 30, 2023

JS GROWTH FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Growth Fund** (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The Fund return was 10.62% for the quarter ended September 30, 2023 against benchmark return of 12.48%. Net Assets moved from PKR 1.43 billion as at June 30, 2023 to PKR 1.56 billion as at September 30, 2023. The total expense ratio (TER) of the Fund is 4.95%, which includes 0.46% of government levies on the Fund.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



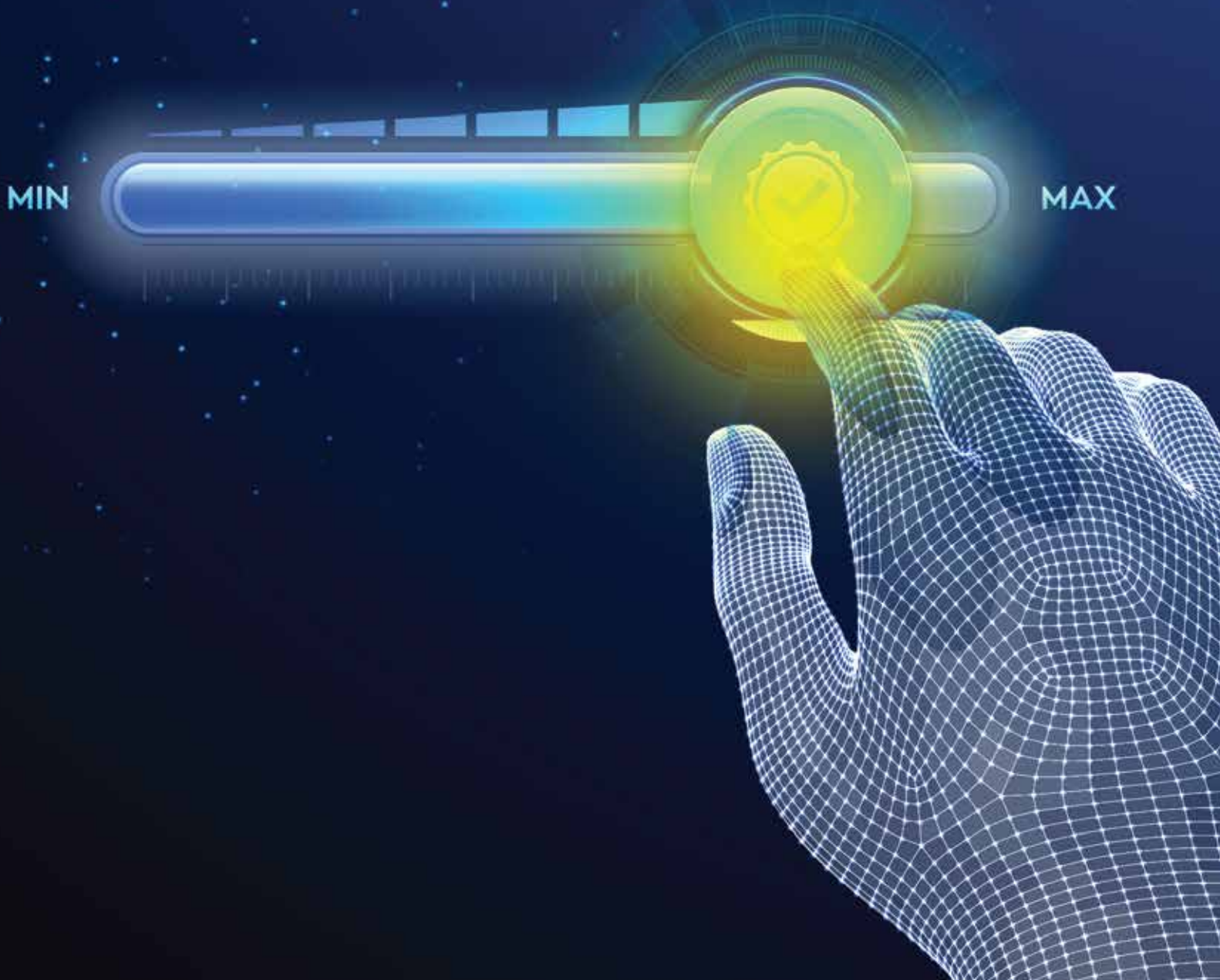
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----			
Assets			
Bank balances	4	355,730,964	223,544,159
Investments	5	1,355,652,387	1,345,102,716
Profit and other receivable	6	13,700,227	2,954,489
Advances and deposits	7	10,706,659	10,254,921
Receivable against sale of investments		-	15,957,000
Total Assets		1,735,790,237	1,597,813,285
Liabilities			
Payable to JS Investments Limited - Management Company	8	57,742,226	58,505,764
Payable to Digital Custodian Company Limited - Trustee	9	158,564	150,172
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	120,401	359,172
Unclaimed dividend		104,438,562	104,438,562
Payable against purchase of investments		15,990,498	131,823
Accrued expenses and other liabilities	11	1,717,611	1,345,966
Total liabilities		180,167,862	164,931,459
Net assets		1,555,622,375	1,432,881,826
Unit Holders' Fund		1,555,622,375	1,432,881,826
Contingencies and Commitments	12		
----- Number of units -----			
Number of units in issue		9,639,324	9,821,478
----- Rupees -----			
Net asset value per unit		161.38	145.89

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		September 30, 2023	September 30, 2022
		Rupees	
Income			
Profit on bank deposits		19,306,732	16,857,527
Gain on sale of investments - net		60,289,940	7,936,954
Net unrealised gain on re-measurement of investments classified as 'at fair value through profit or loss'		74,356,627	(105,073,094)
Net gain / (loss) on investments in marketable securities		134,646,567	(97,136,140)
Dividend income		27,770,946	28,456,088
Reversal of Sindh Worker's Welfare Fund (SWWF) & Other income		4,812,850	945,624
		186,537,095	(50,876,901)
Expenses			
Remuneration of JS Investments Limited - the Management Company	8.1	8,462,390	9,836,990
Sindh sales tax on remuneration of the Management Company	8.2	1,100,106	1,278,825
Remuneration of Digital Custodian Company Limited - Trustee	9.1	457,895	513,132
Sindh sales tax on remuneration of the Trustee	9.2	59,524	66,708
Annual fee to the Securities and Exchange Commission of Pakistan		401,960	98,336
Listing Fee		14,125	12,500
Supervision fee of the SECP		1,250	1,250
Securities transactions cost		2,773,321	1,142,159
Auditors' remuneration		278,884	280,665
Printing and stationery charges		25,506	19,282
Accounting and operational charges	8.4	423,120	491,849
Selling and marketing expense	8.5	7,193,008	8,355,393
Other expenses		46,000	46,000
Total expenses		21,237,089	22,143,089
Net income / (loss) for the period before taxation		165,300,006	(73,019,990)
Taxation	13	-	-
Net income / (loss) for the period after taxation		165,300,006	(73,019,990)
Allocation of net income / (loss) for the period			
Net income / (loss) for the period		165,300,006	-
Income already paid on units redeemed		(13,608,309)	-
Accounting income available for distribution		151,691,697	-
Accounting Income available for distribution:			
Relating to Capital Gain		134,646,567	-
Excluding Capital Gain		17,045,130	-
		151,691,697	-

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
	----- Rupees -----	
Net income / (loss) for the period after taxation	165,300,006	(73,019,990)
Other comprehensive income:	-	-
Total comprehensive income / (loss) for the period	<u>165,300,006</u>	<u>(73,019,990)</u>

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	September 30, 2023	September 30, 2022
----- Rupees -----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period	165,300,006	(73,019,990)
Adjustments for:		
(Gain) on sale of investments - net	(60,289,940)	(7,936,954)
Net unrealised (gain) / loss on re-measurement of 'investments classified as 'at fair value through profit or loss'	(74,356,627)	105,073,094
Operating (gain) / loss before working capital changes	(134,646,567)	97,136,140
Decrease in current assets - (advances, prepayments and other receivables)	4,759,524	(30,587,314)
Increase / (Decrease) in current liabilities		
Payable to JS Investments Limited - Management Company	(763,538)	(38,904)
Payable to Digital Custodian Company Limited - Trustee	8,392	(4,705)
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	(238,771)	(369,006)
Dividend payable	-	-
Accrued expenses and other liabilities	16,230,320	5,216,301
	15,236,403	4,803,686
Proceeds from sale of investments	124,096,896	(111,925,710)
	124,096,896	(111,925,710)
Net cash generated from / (used in) operating activities	174,746,262	(113,593,188)
NET CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received from issuance of units	275,356,574	130,097,543
Payments made on redemption of units	(317,916,031)	(91,331,467)
Net cash (used in) financing activities	(42,559,457)	38,766,076
Net increase / (decrease) in cash and cash equivalents	132,186,805	(74,827,112)
Cash and cash equivalents at beginning of the period	223,544,159	535,328,594
Cash and cash equivalents at end of the period	355,730,964	460,501,482

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30,					
	2023			2022		
	Rupees					
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Net assets at beginning of the period	922,603,025	510,278,801	1,432,881,826	1,429,905,268	546,335,969	1,976,241,237
Issue of 1,754,797 units (2022: 907,739 units)	256,007,358	-	256,007,358	125,214,349	-	125,214,349
- Element of income	19,349,216	-	19,349,216	4,883,194	-	4,883,194
	275,356,574	-	275,356,574	130,097,543	-	130,097,543
Redemption of 1,936,951 units (2022: 607,122) units	(268,972,933)	-	(268,972,933)	(90,280,887)	-	(90,280,887)
- Element of loss	(35,334,789)	(13,608,309)	(48,943,098)	(1,050,580)	-	(1,050,580)
	(304,307,722)	(13,608,309)	(317,916,031)	(91,331,467)	-	(91,331,467)
Total comprehensive income / (loss) for the period	-	165,300,006	165,300,006	-	(73,019,990)	(73,019,990)
Net assets at end of the period	893,651,877	661,970,498	1,555,622,375	1,468,671,344	473,315,979	1,941,987,323
Undistributed income brought forward comprising of:						
- Realized income		649,410,224			875,255,441	
- Unrealized income / (loss)		(139,131,423)			(328,919,472)	
		510,278,801			546,335,969	
Accounting income available for distribution:						
- Relating to capital gains		-			(73,019,990)	
- Excluding capital gains		151,691,697			-	
		151,691,697			(73,019,990)	
Net loss for the period after taxation		151,691,697			(73,019,990)	
Interim distribution period		-			-	
Undistributed income carried forward		661,970,498	-		473,315,979	
Undistributed income carried forward comprising of:						
- Realized income		587,613,870			578,389,076	
- Unrealized income / (loss)		74,356,627			(105,073,097)	
		661,970,498			473,315,979	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			145.89			148.70
Net assets value per unit at end of the period			161.38			148.89

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Growth Fund (the Fund) was converted from closed-end scheme into an open-end scheme with effect from July 20, 2013. The Trust Deed of the Fund was executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated July 20, 2013 consequent to which the Trust Deed was executed on the same date in accordance with the requirements of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021, the abovementioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual fund categorised as "Equity Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund. The Fund is required to maintain at least 70% of its net assets invested in listed equity securities.

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 19th floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.4 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

1.5 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

2 BASIS OF PREPARATION

2.1 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 as applicable in Pakistan for interim financial reporting comprise of:

International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);

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

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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, 2023.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 September 30, 2023.

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

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are same as those that applied to annual audited financial statements as at and for the year ended June 30, 2023.

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2023.

3.3 Standards 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 1, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
Note		----- Rupees -----	
4	BANK BALANCES		
	- In saving accounts	349,672,777	218,479,492
	- In current accounts	6,058,187	5,064,667
		355,730,964	223,544,159

4.1 These include a balance of Rs. 216.34 million (June 30, 2023: Rs. 117.16 million) maintained with JS Bank Limited (a related party) and carries profit at the rate of 20.82% (June 30, 2023: 19.60%) per annum and a balance of Rs. 0.06 million (June 30, 2023: Rs. 0.06 million) maintained with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 19.00% (June 30, 2023: 19.75%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 21.00% per annum (June 30, 2023: 14.50% to 21.00% per annum).

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
Note		----- Rupees -----	
5	INVESTMENTS		
	Financial assets at 'fair value through profit or loss'		
	Listed equity securities	1,355,652,387	1,345,102,716
		1,355,652,387	1,345,102,716

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.1 Quoted ordinary shares (Held-for-trading)

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Sector / companies	(Number of shares)					(Rupees)			
	Holding at the beginning of the period	Acquired during the period	Bonus / rights shares received during the period	Disposed during the period	Holding at the end of the period	Carrying value as at 30 September 2023	Market value as at 30 September 2023	% of net assets	% of investee Capital
Fertilizers									
Engro Corporation Limited	102,537	95,000	-	55,000	142,537	37,702,176	34,228,835	2.20	0.02
Fatima Fertilizer Company Limited	5,316	-	-	-	5,316	158,470	153,632	0.01	0.00
Engro Fertilizers Limited	688,796	-	-	688,796	-	-	-	-	-
Fauji Fertilizer Company Limited	884,773	-	-	445,000	439,773	43,291,254	40,828,525	2.62	0.03
						81,151,901	75,210,992	4.83	
Commercial Banks									
Bank Alfalah Limited	1,421,200	300,000	-	40,000	1,681,200	53,934,991	64,675,764	4.16	0.09
Bank AL-Habib Limited	19,436	-	-	19,436	-	-	-	-	-
Bank Islami Pakistan Limited (Related Party)	2,202,500	800,000	-	1,713,318	1,289,182	23,206,113	22,547,793	1.45	0.12
Faysal Bank Limited	-	-	-	-	-	-	-	-	-
Habib Bank Limited	1,136,750	200,000	-	390,000	946,750	70,883,872	85,624,070	5.50	0.06
National Bank Of Pakistan Limited	-	1,907,000	-	-	1,907,000	46,864,980	43,899,140	2.82	-
The Bank of Punjab	412	-	-	412	-	-	-	-	-
United Bank Limited	806,168	-	-	490,000	316,168	37,162,387	45,401,725	2.92	0.03
						232,052,343	262,148,492	16.85	
Sugar & Allied Industries									
Shahtaj Sugar Mills Limited (related party)	1,127,142	1,000	-	-	1,128,142	56,245,444	71,704,706	4.61	9.39
Cement									
Cherat Cement Company Limited	265,462	190,000	-	208,000	247,462	31,273,868	31,967,141	2.05	0.13
D.G.Khan Cement Company Limited	325,000	1,345,000	-	1,670,000	-	-	-	-	-
Lucky Cement Limited	68,119	43,000	-	38,000	73,119	40,328,278	41,263,976	2.65	0.02
Maple Leaf Cement Factory Limited	2,800,000	1,995,000	-	2,010,000	2,785,000	82,106,153	83,382,900	5.36	0.26
						153,708,298	156,614,017	10.06	
Oil & Gas Marketing Companies									
Sui Northern Gas Pipelines Limited	1,054,453	170,000	-	1,224,453	-	-	-	-	-
Pakistan State Oil Company Limited	405,949	100,000	-	61,000	444,949	50,426,138	54,613,040	3.51	0.09
						50,426,138	54,613,040	3.51	
Oil & Gas Exploration Companies									
Oil & Gas Development Company Limited	782,000	650,000	-	453,225	978,775	79,609,912	94,412,637	6.07	0.02
Mari Petroleum Company Limited	60,052	-	-	3,500	56,552	85,655,921	88,226,775	5.67	0.04
Pakistan Oilfields Limited	67,470	110,000	-	70,470	107,000	47,754,082	41,704,320	2.68	0.04
Pakistan Petroleum Limited	1,005,000	1,115,000	-	307,000	1,813,000	116,343,701	134,288,910	8.63	0.07
						329,363,616	358,632,642	23.05	
Refinery									
Attock Refinery Limited	170,000	67,000	-	237,000	-	-	-	-	-

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Sector / companies	(Number of shares)					(Rupees)			
	Holding at the beginning of the period	Acquired during the period	Bonus / rights shares received during the period	Disposed during the period	Holding at the end of the period	Carrying value as at 30 September 2023	Market value as at 30 September 2023	% of net assets	% of investee Capital
Pharmaceuticals									
AGP Limited	430,653	-	-	5,000	425,653	24,040,881	20,967,667	1.35	0.15
Highnoon Laboratories Limited	93,453	12,600	-	-	106,053	36,274,058	40,290,595	2.59	0.25
						60,314,939	61,258,262	3.94	
Chemicals									
Agritech Limited	1,331,303	-	-	-	1,331,303	5,777,855	11,395,954	0.73	0.34
Descon Oxychem Limited	900,000	-	-	900,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	650,000	578,866	-	10,000	1,218,866	53,483,283	47,913,622	3.08	0.13
						59,261,138	59,309,576	3.81	
Automobile Assemblers									
Millat Tractors Limited	418	-	-	418	-	-	-	-	-
Glass And Ceramics									
Tariq Glass Industries Limited	-	320,000	-	320,000	-	-	-	-	-
Technology & Communication									
Airlink Communication Limited	766,437	200,000	-	966,437	-	-	-	-	-
Avanceon Limited	465,750	-	-	-	465,750	20,511,630	21,876,278	1.41	0.14
Systems Limited	275,250	160,000	-	74,000	361,250	150,773,251	142,271,088	9.15	0.12
Octopus Digital Limited	195,500	-	-	-	195,500	7,309,745	7,374,260	0.47	0.14
						178,594,626	171,521,626	11.03	
Paper and Boards									
Cherat Packaging Limited.	3,696	-	-	3,696	-	-	-	-	-
Engineering									
Aisha Steel Mills Limited	2,564,607	5,427,731	-	-	7,992,338	49,699,285	45,955,944	2.95	0.86
International Steel Limited	-	115,000	-	115,000	-	-	-	-	-
						49,699,285	45,955,944	2.95	
Power Generation & Distribution									
Hub Power Company Limited	861,807	-	-	424,500	437,307	30,427,821	38,627,327	2.48	0.03
Miscellaneous									
Synthetic Products Enterprises Limited (Face value Rs	4,828	-	-	-	4,828	50,211	55,763	0.00	0.00
Total market value of held-for- trading quoted ordinary shares as at September 30,						1,281,295,760	1,355,652,387	87.15	
Cost of held-for- trading quoted ordinary shares as at September 30,						1,443,620,744			
Following shares have been pledged with National Clearing Company of Pakistan Limited:						30 September, 2023	June 30, 2023	30 September, 2023	June 30, 2023
						----- (Number of shares) ----- Rupees -----			
Pakistan State Oil Company Limited						200,000	200,000	24,548,000	22,202,000
Hub Power Company Limited						500,000	500,000	44,165,000	34,790,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.2 Term finance certificates - listed - 'at fair value through profit or loss'

5.2.1 Privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
						Rupees			%	
Azgard Nine Limited PPTFC (related party)	5.2.1.1	-	5,315	-	5,315	25,246,250	25,246,250	-	-	-
Less: Provision held						(25,246,250)	(25,246,250)	-	-	-
Total as at September 30, 2023						-	-	-		
Total as at June 30, 2023						-	-	-		

5.2.1.1 These TFCs has been issued against note 5.4.1 above. These carry fixed interest rate of 5% paid quarterly over eight year starting from April 29, 2021 and principal redemption of Rs 0.60 million paid quarterly starting from July 29, 2023 over the five years period. During the quarter ended September 30, 2023, Rs. 1.329 million has been received on account of Principle Redemption.

5.3 Term finance certificates - unlisted - 'at fair value through profit or loss'

5.3.1 Convertible privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
						Rupees			%	
Textile Composite										
Azgard Nine Limited (related party)										
Convertible PPTFC (22-10-2012)	5.3.1.1	6,420	6,420	6,420	6,420	46,818,669	46,818,669	-	-	-
Less: Provision held						(46,818,669)	(46,818,669)			
Total as at September 30, 2023						-	-	-		
Total as at June 30, 2023						-	-	-		

5.3.1.1 These convertible privately placed term finance certificates (PPTFCs) were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. These PPTFCs have been classified as non-performing by MUFAP. The carrying value of preference shares so converted into PPTFC was Rs. 64.20 million and provision held was Rs. 64.20 million. The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Approved Scheme stated that the principal repayment of Rs. 64.20 million will be paid over a period of eight years starting from time zero date i.e. April 29, 2021 through some partial cash payments (of which Rs. 0.61 million has already been received at time zero and Rs. 13.69 million will be received within two years from time zero and outstanding amount after cash settlement will be paid by the issuance of PPTFC amounting to Rs. 46.82 million. These instruments carry a fixed rate of 5% per annum and will be settled in full by April 29, 2028. During the quarter ended September 30, 2023, Rs. 0.614 million & 2.464 million has been received on account of interest income & Principle Redemption. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.3.2 Privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
						Rupees			%	
Azgard Nine Limited PPTFC (related party)	5.3.2.1	-	6,650	-	6,650	-	-	-	-	-
Total as at September 30, 2023						-	-	-	-	-
Total as at June 30, 2023						-	-	-	-	-

5.3.2.1 The Fund received 6,650 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) against interest receivable on TFCs amounting to Rs. 20.35 million, PPTFCs amounting to Rs. 12.9 million as discussed in note 5.3.2 and tentative markup of Rs. 0.32 million. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

5.4 Term finance certificates - unlisted - 'at fair value through other comprehensive income'

5.4.1 Privately placed term finance certificates

Name of the investee company	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
						Rupees			%	
Azgard Nine Limited PPTFC (related party)	5.4.1.1	-	14,766	-	14,766	-	-	-	-	-
Total as at September 30, 2023						-	-	-	-	-
Total as at June 30, 2023						-	-	-	-	-

5.4.1.1 The Fund received 14,766 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) against interest receivable on TFCs amounting to Rs. 63.08 million, PPTFCs (note 5.5.1) amounting to Rs. 10.75 million as discussed above and tentative markup of Rs. 1.31 million. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

5.5 Details of non-compliant investments

The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the Circular.

Following investments of the Funds are in sukuk certificates which are non-compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	% of net assets	% of total investments
		(Rupees)			(%)	
Azgard Nine Limited PPTFC 6 (note 5.4.2)	TFC	25,246,250	(25,246,250)	-	-	-
Azgard Nine Limited PPTFC 217 Mn (note 5.4.2)	TFC	63,777,809	(63,777,809)	-	-	-
Azgard Nine Zero Coupon TFC 7 (note 5.5.2)	TFC	73,830,000	(73,830,000)	-	-	-

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
		-----Rupees-----	
6	PROFIT RECEIVABLE		
	Mark-up / return receivable on:		
	- Bank balances	5,135,509	2,902,989
	Dividend receivable	8,564,718	51,500
		13,700,227	2,954,489
7	DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
	National Clearing Company of Pakistan Limited (NCCPL)	2,500,000	2,500,000
	Central Depository Company of Pakistan Limited (CDC)	200,000	200,000
	Prepaid Listing Fee - PSX	42,375	-
	Prepaid SECP Supervisory Fee On Listing Fee	3,750	-
	Others	405,613	-
	Taxes withheld	7,554,921	7,554,921
		10,706,659	10,254,921

Note

7.1 Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on profit on debt and dividends received by the collective investment scheme from banks and investee companies respectively.

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159 (1) of Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue. Based on the above letter, above amount of withholding tax has been deducted by certain banks and investee companies.

8 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

		September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	Remuneration Payable to Management Company	2,534,715	1,145,476
	Sales Tax payable on remuneration to the Management Company	6,588,312	6,407,712
	Federal Excise Duty payable on remuneration to the Management Company	41,151,991	41,151,991
	Accounting and Operational Charges payable	126,740	117,273
	Selling and Marketing Expenses payable	7,193,008	9,561,358
	Printing and stationery charges payable	147,460	121,954
		57,742,226	58,505,764

8.1 As per the offering document, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. Management Company has charged remuneration at the rate of 2.00% (2023: 2.00%) per annum based on the daily net assets of the Fund for the quarter ended September 30, 2023.

8.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 6,258,799 (June 30, 2023: 6,258,799) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.6835 (June 30, 2023: Rs. 0.6524) per unit.

8.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 8.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 41.15 million as at September 30, 2023 (June 30, 2023: 41.15 million). Had the provision not been made, Net Asset Value per unit as at September 30, 2023 would have been higher by Rs. 4.27 (June 30, 2023: Rs. 4.19) per unit.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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

The Management Company based on its discretion has currently fixed a maximum capping of 0.1% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

- 8.5** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense was 0.4% per annum of the net assets of the Fund or actual expenses whichever is lower.

During the year ended June 30, 2020, the SECP through its Circular 11 dated July 5, 2019 has revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the asset management company is required to set a maximum limit for charging of such expense to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

Accordingly, the Management Company based on its discretion has currently determined a capping of 1.70% of the average annual net assets of the Fund for charging of selling and marketing expenses which has also been approved by the Board of Directors of the Management

		September 30, 2023	June 30, 2023
		(Un-audited)	(Audited)
		-----Rupees-----	
9	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE		
	Remuneration payable to the Trustee	9.1 140,323	132,891
	Sindh Sales Tax on remuneration of the Trustee	9.2 18,241	17,281
		158,564	150,172

- 9.1** According to the provisions of the Trust Deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund as follows:

On net assets:	Remuneration to Trustee
- up to Rs. 250 million	0.20% per annum
- from Rs. 250 million to Rs. 500 million	Rs. 500,000 plus 0.15% per annum on amount exceeding Rs. 250 million
- from Rs. 500 million to Rs. 2 billion	Rs. 875,000 plus 0.08% per annum on amount exceeding Rs. 500 million
- from Rs. 2 billion to Rs. 5 billion	Rs. 2,075,000 plus 0.06% per annum on amount exceeding Rs. 2 billion
- from Rs. 5 billion and above	Rs. 3,875,000 plus 0.05% per annum on amount exceeding Rs. 5 billion

- 9.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

11 ACCRUED EXPENSES AND OTHER LIABILITIES

Zakat payable
Capital gain tax payable
Withholding tax
Auditors' remuneration
Other payable

September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----	
63,758	56,411
66,022	65,682
182,190	121,972
1,201,831	921,166
203,810	180,735
1,717,611	1,345,966

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 (June 30, 2023: Nil)

13 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.

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.

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 4.95% which includes 0.46% representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui & Co. Limited (JSCL which is holding 71.21% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above connected persons / related parties.

15.1 Transactions are executed on arm's length basis and with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges allocated to the Fund, sale and purchase of investments 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.

15.2 Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed. Allocated expenses are charged to the Fund by the Management Company subject to maximum prescribed total expense ratio.

The details of transactions during the current period and balances at period end / year end with connected persons / related parties other than investments which have been disclosed in notes 5.1 to the condensed interim financial statements are as follows:

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15.1 Details of transactions with connected persons / related parties during the period are as follows:

	September 30,	
	2023 (Un-audited)	2022
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration of the Management Company	8,462,390	9,836,990
Sindh sales tax on remuneration to the Management Company	1,100,106	1,278,825
Issue of units: Nil (2022: 907,062)	-	130,000,000
Redemption of units: Nil (2022: 568,027)	-	85,518,707
Accounting and operating expenses	423,120	491,849
Selling and marketing expense	7,193,008	8,355,393
Expense Incurred	25,506	19,282
Sales load paid	44,221	-
Digital Custodian Company Limited - Trustee		
Remuneration for the period	457,895	513,132
Sindh sales tax on trustee remuneration	59,524	66,708
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage commission	431,820	162,102
Azgard Nine Limited (Other related party)		
Markup Receipt (ANL PPTFC)	614,347	945,624
Principle Redemption (ANL PPTFC)	3,792,890	-
JS Bank Limited (Parent Company of JSIL)		
Mark-up on bank balances	8,350,293	5,305,478
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)		
Return on bank balances	1,787	-
JS Fund of Funds (Fund Under JSIL Management)		
Issue of units: 1,375,467 (2022: Nil)	214,000,000	-
Redemption of units: 1,375,467 (2022: Nil)	226,076,635	-

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

15.2 Details of balances with connected persons / related parties as at year end:

	September 30, 2023 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees -----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	2,534,715	1,145,476
Sales Tax payable on remuneration of the Management Company	6,588,312	6,407,712
Provision for Federal Excise Duty on remuneration to the Management Company	41,151,991	41,151,991
Accounting and operational charges payable	126,740	117,273
Selling and marketing expense payable	7,193,008	9,561,358
Receivable from Management Company	405,613	-
Printing charges payable	147,460	121,954
Digital Custodian Company Limited - Trustee		
Remuneration payable	140,323	132,891
Sales Tax payable on trustee remuneration	18,241	17,281
Security deposit	200,000	200,000
EFU Life Assurance Limited (Common directorship of Ultimate parent Company)		
Units held 646,195 (June 2023: 646,195)	104,282,812	94,273,265
JS Bank Limited (Parent Company of JSIL)		
Bank balance	216,336,876	117,163,664
Profit receivable	3,032,328	1,209,992
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)		
Bank balance	63,967	62,180
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage commission payable	-	23,805
	15.2.1	
Future Trust (Director of JSIL is a trustee)		
Units held: 886,479 (June 2023: 886,479)	143,060,057	129,328,490
Key management personnel of the Management Company		
Units held: 6,055 (June 2023: 6,055)	977,116	883,328
Unit holders holding more than 10% of units		
Units / Certificates held Units: 1,360,464 (June 2023: 1,360,464)	219,551,683	198,478,096

15.2.1 The amount disclosed represents the amount of brokerage expense / payable to a related party and not the purchase or sale value of securities transacted through them. The purchase or sale value have not been treated as transactions with related party as ultimate counter-parties are not related.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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

As at September 30, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

	----- As at September 30, 2023 -----			
ASSETS	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss'				
Listed equity securities	1,355,652,387	-	-	1,355,652,387
Available-for-sale investments	-	-	-	-
	<u>1,355,652,387</u>	<u>-</u>	<u>-</u>	<u>1,355,652,387</u>
	----- As at June 30, 2023 -----			
ASSETS	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss'				
Listed equity securities	1,345,102,716	-	-	1,345,102,716
Available-for-sale investments	-	-	-	-
	<u>1,345,102,716</u>	<u>-</u>	<u>-</u>	<u>1,345,102,716</u>

17 GENERAL

17.1 Figures have been rounded off to the nearest rupee and have been reclassified where ever necessary.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

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Abdullah Haroon road, Saddar,
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021-111-222-626

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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC HYBRID FUND OF FUNDS 3



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NOISSIM

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of every investor, offering
diverse and innovative
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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co, Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of **JS Islamic Hybrid Fund of Funds - 3** (the Fund) for the period ended September 18, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The performance of the Allocation Scheme of the Fund for the period ended September 18, 2023, is tabulated below. The total net assets of the Fund PKR 84.40 million as at June 30, 2023, and matured on September 18, 2023.

Allocation Scheme	Net Assets (PKR in millions)	Return	Benchmark Return
JS Islamic Hybrid Fund of Funds 3 - JSICPAP-7	-	3.87%	1.75%

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.



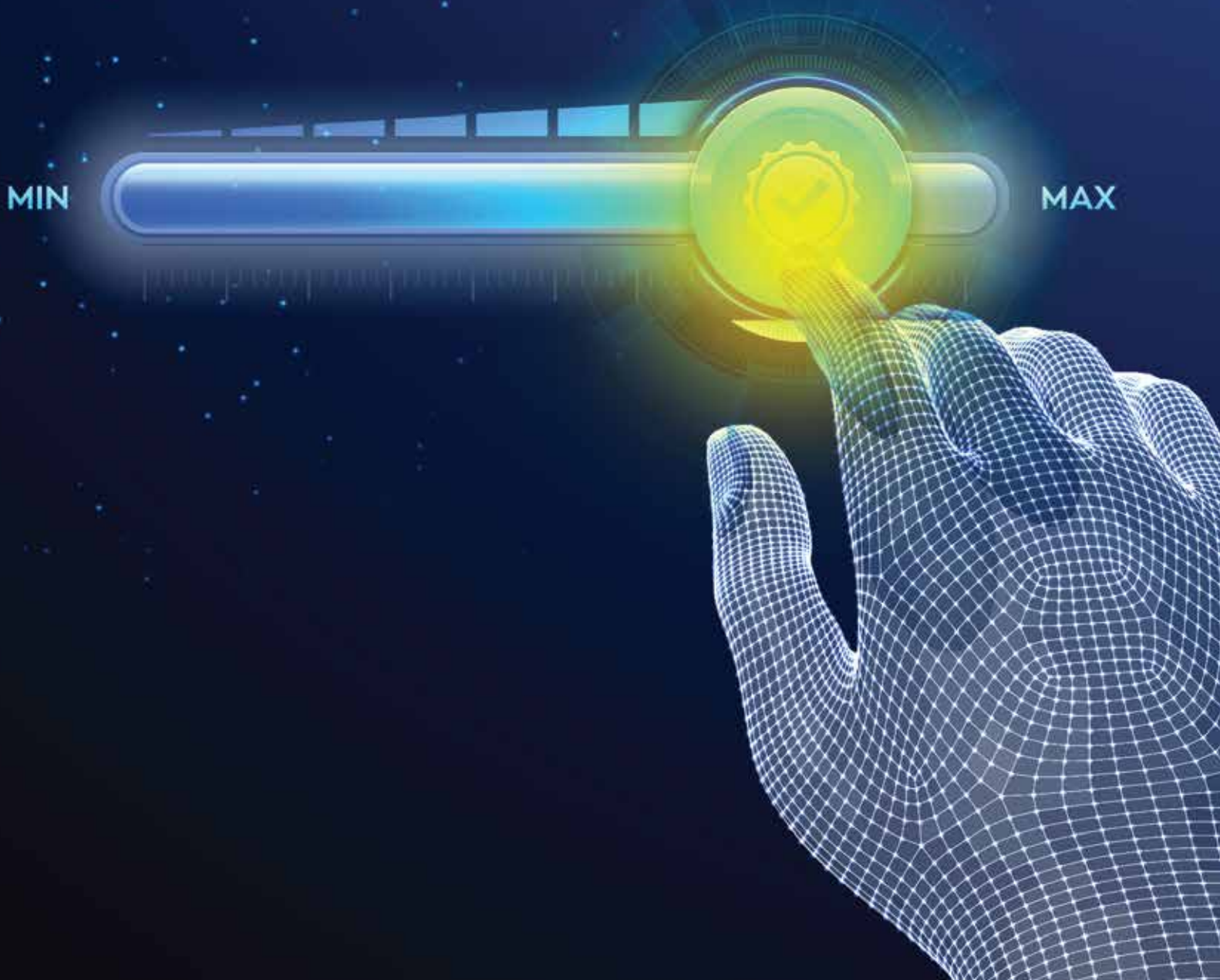
Director

October 20, 2023
 Karachi



Chief Executive Officer
 Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

		September 18, 2023	September 30, 2022		
		JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total
Note		(Rupees)	(Rupees)		
INCOME					
	Profit earned	51,229	47,123	35,814	82,937
	Dividend income	2,197,771	2,368,940	1,947,000	4,315,940
	Net unrealised diminution on re-measurement of investments classified as 'at fair value through profit or loss'	-	(453,674)	(462,670)	(916,344)
		-	(453,674)	(462,670)	(916,344)
	Total income / (loss)	2,249,000	1,962,389	1,520,144	3,482,533
EXPENSES					
	Remuneration of the JS Investments Limited - Management Company	4 3,551	3,303	1,852	5,155
	Sindh sales tax on remuneration of the Management Company	4 461	425	241	666
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	5.1 21,949	46,594	40,009	86,603
	Sindh sales tax on remuneration of the Trustee	5.2 2,854	6,057	5,202	11,259
	Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	6 8,281	4,660	4,001	8,661
	Bank charges	-	-	1,698	1,698
	PSX Listing fees	30,750	1,564	1,656	3,220
	SECP Supervisory Fee On Listing Fee	-	545	514	1,059
	Auditor's remuneration	237,600	105,531	88,265	193,796
	Shariah advisory fee	7,001	20,826	19,246	40,072
	Printing and stationery charges	22,730	9,616	9,615	19,231
	Total operating expenses	335,177	199,121	172,300	371,421
	Net income / (loss) from operating activities	1,913,823	1,763,268	1,347,844	3,111,112
	Net income / (loss) for the period before taxation	1,913,823	1,763,268	1,347,844	3,111,112
	Taxation	7 -	-	-	-
	Net income / (loss) for the period after taxation	1,913,823	1,763,268	1,347,844	3,111,112
	Allocation of net income for the period				
	Net income for the period	1,913,823	1,763,268	1,347,844	3,111,112
	Income already paid on units redeemed	(1,913,823)	(103,308)	(324,199)	(427,507)
		-	1,659,960	1,023,645	2,683,605
	Accounting income available for distribution				
	- Relating to capital gains	-	(453,674)	(462,670)	(916,344)
	- Excluding capital gains	-	2,113,634	1,486,315	3,599,949
		-	1,659,960	1,023,645	2,683,605

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

	September 18, 2023	September 30, 2022		
	JS Islamic Capital Preservation Allocation Plan 7	JS Islamic Capital Preservation Allocation Plan 6	JS Islamic Capital Preservation Allocation Plan 7	Total
	(Rupees)	(Rupees)		
Net income / (loss) for the period after taxation	1,913,823	1,763,268	1,347,844	3,111,112
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>1,913,823</u>	<u>1,763,268</u>	<u>1,347,844</u>	<u>3,111,112</u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

Net assets at the beginning of the period (audited)

Issuance of units:

- JS ICPAP 7: Nil
- Capital value
 - Element of income

Redemption of units:

- JS ICPAP 7: 542,274
- Capital value
 - Element of loss

Total comprehensive income for the period

Net assets at the end of the period (unaudited)

Undistributed loss brought forward comprising of:

- Realised loss
- Unrealised loss

Accounting income available for distribution:

- Relating to capital gains
- Excluding capital gains

Undistributed loss carried forward

Undistributed loss carried forward comprising of:

- Realised loss
- Unrealised loss

Net asset value per unit at the beginning of the period

Net assets value per unit at the end of the period

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For the period ended September 18, 2023

JS Islamic Capital Preservation Allocation Plan 7

Capital value	Accumulated losses	Total
----- (Rupees) -----		
94,172,502	(43,957,358)	50,215,144
-	-	-
-	-	-
(50,215,144)	-	(50,215,144)
-	(1,913,823)	(1,913,823)
(50,215,144)	(1,913,823)	(52,128,967)
-	1,913,823	1,913,823
43,957,358	(43,957,358)	-

-
-
-

-
-
-

-
-

-
-
-

(Rupees)

92.60

-



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

For the period ended September 30, 2022									
JS Islamic Capital Preservation Allocation Plan 6			JS Islamic Capital Preservation Allocation Plan 7			Total			
Capital value	Accumulated losses	Total	Capital value	Accumulated losses	Total	Capital value	Accumulated losses	Total	
(Rupees)									
Net assets at the beginning of the period (audited)	140,858,175	(48,024,675)	92,833,500	128,283,034	(43,876,526)	84,406,508	947,957,458	(79,905,637)	868,051,821
Issuance of units:									
JS ICPAP 6: Nil									
JS ICPAP 7: Nil									
- Capital value	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-
Redemption of units:									
JS ICPAP 6: 27,243									
JS ICPAP 7: 139,418									
- Capital value	(2,573,555)	-	(2,573,555)	(12,940,143)	-	(12,940,143)	(15,513,698)	-	(15,513,698)
- Element of income	75,735	-	75,735	164,983	-	164,983	240,718	-	240,718
- Income paid on redemption	-	(103,308)	(103,308)	-	(324,199)	(324,199)	-	(427,507)	(427,507)
	(2,497,820)	(103,308)	(2,601,128)	(12,775,160)	(324,199)	(13,099,359)	(15,272,980)	(427,507)	(15,700,487)
Total comprehensive loss for the period	-	1,763,268	1,763,268	-	1,347,844	1,347,844	-	3,111,112	3,111,112
Net assets at the end of the period (unaudited)	138,360,355	(46,364,715)	91,995,640	115,507,874	(42,852,881)	72,654,993	932,684,478	(77,222,032)	855,462,446
Undistributed (loss) / income brought forward comprising of:									
- Realised (loss) / income	(45,595,456)			(41,006,826)			(86,602,282)		
- Unrealised income	(2,429,219)			(2,869,700)			(5,298,919)		
	(48,024,675)			(43,876,526)			(91,901,201)		
Accounting income available for distribution									
- Relating to capital gains	(453,674)			(462,670)			(916,344)		
- Excluding capital gains	2,113,634			1,486,315			3,599,949		
	1,659,960			1,023,645			2,683,605		
Undistributed (loss) / income carried forward	(46,364,715)			(42,852,881)			(89,217,596)		
Undistributed (loss) / income carried forward comprising of:									
- Realised (loss) / income	(45,911,041)			(42,390,211)			(88,301,252)		
- Unrealised income / (loss)	(453,674)			(462,670)			(916,344)		
	(46,364,715)			(42,852,881)			(89,217,596)		
Net asset value per unit at the beginning of the period	94.47			92.82					
Net assets value per unit at the end of the period	96.29			94.36					

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Hybrid Fund of Funds - 3 (the Fund) was established under a Trust Deed executed between JS Investments Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on February 27, 2020 and was approved by Securities and Exchange Commission of Pakistan (the SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Management Company has been licensed by the Securities and Exchange Commission of Pakistan (SECP) to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investment Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 JS Islamic Hybrid Fund of Funds - 3 is a 'Shariah Compliant Unit Trust Scheme' in the Fund of Funds category as per the criteria for categorisation of open-end collective investment schemes specified by SECP.

1.3 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

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

1.5 Investment plans offered under JS Islamic Hybrid Fund of Funds - 3 are JS Islamic Capital Preservation Allocation Plan 7 (JSICPAP 7). The Fund operates following basket:

1.5.1 JS Islamic Capital Preservation Allocation Plan 7

JS Islamic Capital Preservation Allocation Plan 7 aims to earn a potentially high return through dynamic asset allocation between shariah compliant equities and shariah compliant sovereign income / money market based Collective Investment Schemes (CISs) and shariah compliant bank saving accounts and term deposits.

The Plan was of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from July 15, 2019 and September 5, 2019. The Management Company, with the approval of the Securities and Exchange Commission of Pakistan in its, letter No. SCD/AMCW/JSIHFOF/271/2021 dated June 16, 2021 has approved extension, the plan shall mature on September 16, 2023. After the end of this period, the Management Company may announce an extended subsequent maturity for certain period if it feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable back end load / contingent load.

During the current year, JS Islamic Capital Preservation Allocation Plan 7 matured on September 18, 2023 as per the provisions of the offering document.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

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 as 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
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 with the requirements of IAS 34, 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, 2023

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 Board of 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 September 30, 2023.

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

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

3.3 Standards 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 1, 2023. 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.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 MANAGEMENT COMPANY REMUNERATION JS INVESTMENTS LIMITED - RELATED PARTY

- 4.1 As per Regulation 61 of the NBFC Regulations, 2008, the Management Company 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 1% (June 30, 2023: 1%) per annum for JS ICPAP 7 of average daily net assets of the allocation basket.
- 4.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

5 TRUSTEE REMUNERATION CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

- 5.1 According to the provisions of the Trust Deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund as follows:

0.070% per annum of net assets, only applies if the Fund has the objective to invest in the scheme being managed by the same asset management company and the same Trustee.

However, if the Fund invest in the scheme not being managed by the same Asset Management Company then the following tariff applies :

On net assets:

- | | |
|--------------------------------|---|
| - up to rupees one billion | 0.20% per annum of net assets. |
| - exceeding rupees one billion | Rs. 2 million plus 0.10% per annum of net assets on amount exceeding Rs. 1 billion. |

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

6 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

7 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 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. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2023 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 (June 30, 2023).

9 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are executed on an arms' length basis, and essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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 the market rates.

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

9.2 Details of transactions with connected persons / related parties during the period:

	September 30, 2023 (Unaudited)	September 30, 2022 (Unaudited)		
	JS ICPAP 7	JS ICPAP 6	JS ICPAP 7	Total
	----- (Rupees) -----	----- (Rupees) -----		
JS Investments Limited -				
Management Company				
Remuneration of the Management Company	3,551	3,303	1,852	5,155
Sindh sales tax on remuneration of the Management Company	461	425	241	666
Printing and stationery charges	22,730	9,616	9,615	19,231
Shariah advisory fee	7,001	20,826	19,246	40,072
Disposal by the Management Company	-	996,347	-	996,347
Redemption of units (Number of units)	-	10,380	-	10,380
Central Depository Company of				
Pakistan Limited -Trustee				
Remuneration of the Trustee	21,949	46,594	40,009	86,603
Sindh sales tax on remuneration of the Trustee	2,854	6,057	5,202	11,259

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 18, 2023

	September 30, 2023 (Unaudited)	September 30, 2022 (Unaudited)		
	JS ICPAP 7 ----- (Rupees) -----	JS ICPAP 6	JS ICPAP 7	Total
JS Islamic Daily Dividend Fund (Fund Under JS Investment Limited Management)				
Investment by the Plan	2,197,771	2,366,203	1,945,296	4,311,499
Issuance of units (Number of units)	21,978	23,662	19,453	43,115
Disposal by the Plan	52,920,612	-	-	-
Redemption of units (Number of units)	529,206	-	-	-
BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)				
Interest income	-	747	-	747

10 GENERAL

10.1 Figures have been rounded off to the nearest rupee.

10.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

10.3 JS Islamic Hybrid Fund of Funds (JS Islamic Capital Preservation Allocation Plan VII) has been matured on September 18, 2023 therefore statements of asset and liabilities and statement of cash flow are not shown in this condensed interim financial statement.

11 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 20, 2023 by the Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

Ground Floor, No.25, Block -13,
Plot No. 1- 4, Usman Block,
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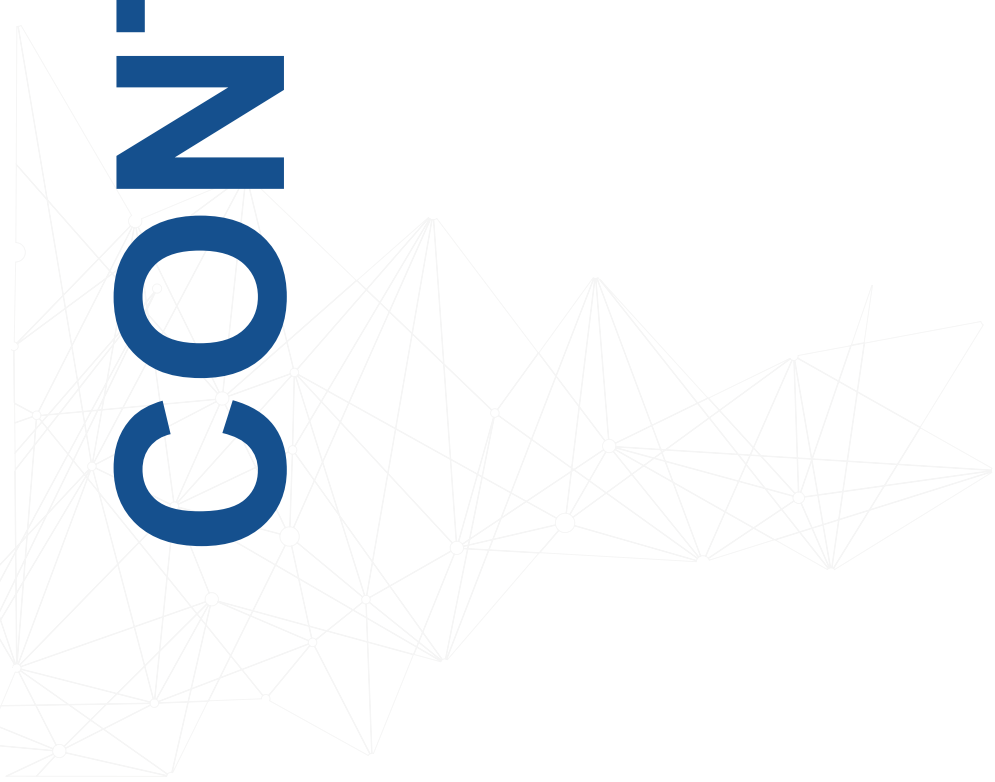
QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC HYBRID FUND OF FUNDS



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NOISSIM

To be the preferred choice
of every investor, offering
diverse and innovative
investment solutions



MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Umair Khatri

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of JS Islamic Hybrid Fund of Funds (the Fund) for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Review of Fund Performance

The performance of the two Allocation Schemes of the Fund for the quarter ended September 30, 2023 is tabulated below. Total net assets of the Fund moved from PKR 139.44 million as at June 30, 2022 to million to PKR 38.17 million as at September 30, 2023. The total expense ratios (TER) of the Mutanasib and JSICPAP-8 schemes are 0.85% and 1.30% which includes 0.35% and 0.30% of government levies on the schemes, respectively.

Allocation Scheme	Net Assets (PKR in millions)	Return	Benchmark Return
JS Islamic Hybrid Fund of Funds - Mutanasib	1.85	4.65%	2.04%
JS Islamic Hybrid Fund of Funds - JSICPAP-8	36.33	4.84%	2.44%

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



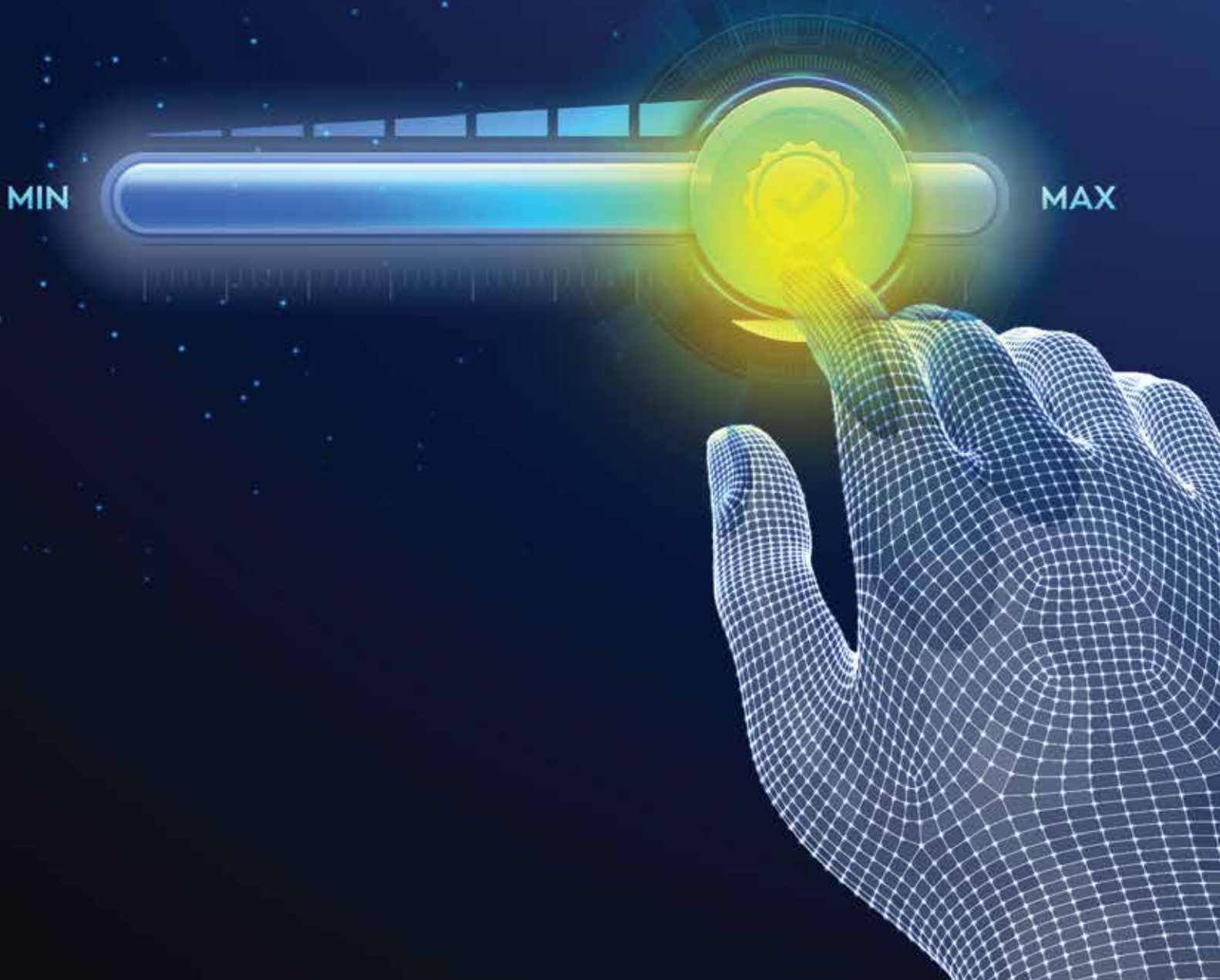
Director

October 20, 2023
 Karachi



Chief Executive Officer
 Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

September 30, 2023 (UN-AUDITED)				
		MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total
	Note	-----Rupees-----		
Assets				
Bank balances	4	85,632	248,567	334,199
Investments	5	1,706,682	38,037,091	39,743,773
Deposits, prepayments and other receivables	6	139,804	12,369	152,173
Total assets		1,932,118	38,298,027	40,230,145
Liabilities				
Payable to Management Company (Wakeel)	7	74,014	1,031,009	1,105,023
Payable to Digital Custodian Company Limited - Trustee	8	1,510	40,170	41,680
Annual fee payable to Securities and Exchange Commission of Pakistan	9	113	4,250	4,363
Accrued expenses and other liabilities	10	8,001	896,598	904,599
Total liabilities		83,638	1,972,027	2,055,665
Contingency and commitment	13			
Net assets		1,848,480	36,326,000	38,174,480
Unit holders' funds		1,848,480	36,326,000	38,174,480
Number of units in issue	14	41,054	398,458	
Net assets value per unit		45.03	91.17	

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2023

				June 30, 2023 (AUDITED)		
				MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total
				-----Rupees-----		
Assets						
Bank balances	4	102,483	2,831,676	2,934,159		
Investments	5	1,625,227	139,239,900	140,865,127		
Deposits, prepayments and other receivables	6	105,750	7,641	113,391		
Total assets		1,833,460	142,079,217	143,912,677		
Liabilities						
Payable to Management Company (Wakeel)	7	61,232	1,014,869	1,076,101		
Payable to Digital Custodian Company Limited - Trustee	8	518	41,276	41,794		
Annual fee payable to Securities and Exchange Commission of Pakistan	9	487	38,857	39,344		
Accrued expenses and other liabilities	10	4,706	3,312,635	3,317,341		
Total liabilities		66,943	4,407,637	4,474,580		
Contingency and commitment	13					
Net assets		1,766,517	137,671,580	139,438,097		
Unit holders' funds		1,766,517	137,671,580	139,438,097		
Number of units in issue	14	41,054	1,583,009			
Net assets value per unit		43.03	86.97			

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

		MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total
		-----Rupees-----		
Income	Note			
Mark-up / interest income on bank balances		4,301	16,274	20,575
Unrealised (loss) on investments at fair value through P&L - net		-	(248,021)	(248,021)
Realized (loss) on investments at fair value through P&L - net		-	-	-
Dividend Income		81,433	5,659,917	5,741,350
Other income		18,917	-	18,917
Total Income		104,651	5,428,170	5,532,821
Expenses				
Remuneration of the Management Company (Wakeel)	7.1	-	4,577	4,577
Sindh sales tax on Management Company's remuneration		-	595	595
Remuneration of Digital Custodian Company Limited - Trustee	8.1	2,301	110,813	113,114
Sindh sales tax on Trustee remuneration		299	14,406	14,705
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	339	22,083	22,422
Shariah Advisory fee		287	18,740	19,027
Listing Fees		3,531	3,531	7,062
SECP Supervisory Fees		313	313	626
Auditors' remuneration		2,483	192,179	194,662
Accounting and operational charges	7.2	452	-	452
Printing Charges		12,683	12,683	25,366
Total Expenses		22,688	379,920	402,608
Taxation	12			
Net (loss) / income for the period after taxation		81,963	5,048,250	5,130,213
Allocation of net income for the period				
- Net Income for the period		81,963	5,048,250	5,048,250
- Income already paid on units redeemed		-	(3,373,462)	(3,373,462)
		81,963	1,674,788	1,674,788
Accounting Income available for distribution:				
- Relating to Capital Gain		-	(248,021)	(248,021)
- Excluding Capital Gain		81,963	1,922,809	1,922,809
		81,963	1,674,788	1,674,788

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

		MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total	
		-----Rupees-----			
Income					
	Mark-up / interest income on bank balances	5,022	19,813	24,835	
	Unrealised (loss) on investments at fair value through P&L - net	(41,548)	(1,261,060)	(1,302,608)	
	Realized (loss) on investments at fair value through P&L - net	(60,652)	-	(60,652)	
	Dividend Income	-	6,466,342	6,466,342	
	Other income	15,208	-	15,208	
	Total Income	(81,970)	5,225,095	5,143,125	
Expenses					
	Remuneration of the Management Company (Wakeel)	7.1	-	2,011	2,011
	Sindh sales tax on Management Company's remuneration		-	263	263
	Remuneration of Digital Custodian Company Limited - Trustee	8.1	2,112	111,313	113,425
	Sindh sales tax on Trustee remuneration		275	14,471	14,746
	Annual fee to the Securities and Exchange Commission of Pakistan	9.1	240	12,584	12,824
	Shariah Advisory fee		1,142	61,950	63,092
	Amortization of deferred formation costs		-	109,219	109,219
	Listing Fees		3,125	3,125	6,250
	SECP Supervisory Fees		312	312	624
	Auditors' remuneration		3,867	202,763	206,630
	Accounting and operational charges	7.2	1,199	-	1,199
	Printing Charges		9,563	9,563	19,126
	Bank charges		565	3,682	4,247
	Total Expenses		22,400	531,256	553,656
	Taxation	12			
	Net (loss) / income for the period after taxation		(104,370)	4,693,839	4,589,469
Allocation of net income for the period					
	- Net Income for the period		-	4,693,839	4,693,839
	- Income already paid on units redeemed		-	(33,848)	(33,848)
			-	4,659,991	4,659,991
Accounting Income available for distribution:					
	- Relating to Capital Gain		-	(1,261,060)	(1,261,060)
	- Excluding Capital Gain		-	5,921,051	5,921,051
			-	4,659,991	4,659,991

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total
	-----Rupees-----		
Net (loss) / income for the period after taxation	81,963	5,048,250	5,130,213
Other comprehensive income for the period	-	-	-
Total comprehensive income / (loss) for the period	81,963	5,048,250	5,130,213

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	MUTANASIB	JS Islamic Capital Preservation Allocation Plan 8	Total
	-----Rupees-----		
Net (loss) / income for the period after taxation	(104,370)	4,693,839	4,589,469
Other comprehensive income for the period	-	-	-
Total comprehensive income / (loss) for the period	(104,370)	4,693,839	4,589,469

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Mutanasib	JSICPAP-8	Total
-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period after taxation	81,963	5,048,250	5,130,213
Adjustments for:			
Mark-up / interest income on held for trading investments	(4,301)	(16,274)	(20,575)
Unrealised (gain) / loss on remeasurement of held for trading investments - net	-	248,021	248,021
Dividend Income	(81,433)	(5,659,917)	(5,741,350)
Other Income	(18,917)	-	(18,917)
	(22,688)	(379,920)	(402,608)
(Increase) / Decrease in assets			
Deposits and Prepayments	(15,092)	(11,532)	(26,624)
	(15,092)	(11,532)	(26,624)
Increase / (decrease) in liabilities			
Payable to Management Company (Wakeel)	12,782	16,140	28,922
Payable to Digital Custodian Company Limited - Trustee	992	(1,106)	(114)
Annual fee payable to Securities and Exchange Commission of Pakistan	(374)	(34,607)	(34,981)
Accrued expenses and other liabilities	3,295	(2,416,037)	(2,412,742)
	16,695	(2,435,610)	(2,418,915)
	(21,085)	(2,827,062)	(2,848,147)
Profit receipt on bank deposits	4,256	23,078	27,334
Dividend Received	81,433	5,659,917	5,741,350
Sale / (Purchase) of investments	(81,455)	100,954,788	100,873,333
Net cash flows from operating activities	(16,851)	103,810,721	103,793,870
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount paid on redemption of units	-	(106,393,830)	(106,393,830)
Net cash flows from financing activities	-	(106,393,830)	(106,393,830)
(Decrease) / increase in cash and cash equivalents during the period	(16,851)	(2,583,109)	(2,599,960)
Cash and cash equivalents at beginning of the period	102,483	2,831,676	2,934,159
Cash and cash equivalents at end of the period	85,632	248,567	334,199

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Mutanasib	JSICPAP-8	Total
-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the period after taxation	(104,370)	4,693,839	4,589,469
Adjustments for:			
Loss on sale of held for trading investments - net	60,652	-	60,652
Mark-up / interest income on held for trading investments	(5,022)	(19,813)	(24,835)
Unrealised (gain) / loss on remeasurement of held for trading investments - net	41,548	1,261,060	1,302,608
Dividend Income	-	(6,466,342)	(6,466,342)
Other Income	(15,208)	-	(15,208)
	(22,400)	(531,256)	(553,656)
(Increase) / Decrease in assets			
Formation cost	-	109,219	109,219
Deposits and Prepayments	143,609	(10,313)	133,296
	143,609	98,906	242,515
Increase / (decrease) in liabilities			
Payable to Management Company (Wakeel)	46,927	49,562	96,489
Payable to Digital Custodian Company Limited - Trustee	(867)	865	(2)
Annual fee payable to Securities and Exchange Commission of Pakistan	(1,605)	(59,430)	(61,035)
Accrued expenses and other liabilities	(33,932)	(1,022,527)	(1,056,459)
	10,523	(1,031,530)	(1,021,007)
	131,732	(1,463,880)	(1,332,148)
Profit receipt on bank deposits	4,852	19,311	24,163
Dividend Received	-	6,466,342	6,466,342
Sale / (Purchase) of investments	6,000,000	(38,390)	5,961,610
Net cash flows from operating activities	6,136,584	4,983,383	11,119,967
CASH FLOWS FROM FINANCING ACTIVITIES			
Amount received on issuance of units	-	-	-
Amount paid on redemption of units	(5,972,770)	(5,230,511)	(11,203,281)
Net cash flows from financing activities	(5,972,770)	(5,230,511)	(11,203,281)
(Decrease) / increase in cash and cash equivalents during the period	163,814	(247,128)	(83,314)
Cash and cash equivalents at beginning of the period	142,533	259,384	401,917
Cash and cash equivalents at end of the period	306,347	12,256	318,603

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Mutanasib			JSICPAP-8			Total		
	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
Note	-----Rupees-----								
Net assets at beginning of the period	19,769,353	(18,002,836)	1,766,517	231,480,521	(93,808,941)	137,671,580	251,249,874	(111,811,777)	139,438,097
Issue of units									
- Capital value	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-
- Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-
Redemption of units									
- Capital value	-	-	-	(96,271,412)	-	(96,271,412)	(96,271,412)	-	(96,271,412)
- Refund / adjustment on units as element of income	-	-	-	(6,748,956)	(3,373,462)	(10,122,418)	(6,748,956)	(3,373,462)	(10,122,418)
Total payments on redemption of units	-	-	-	(103,020,368)	(3,373,462)	(106,393,830)	(103,020,368)	(3,373,462)	(106,393,830)
Total comprehensive income / (loss) for the period	-	81,963	81,963	-	5,048,250	5,048,250	-	5,130,213	5,130,213
Distribution during the period	-	-	-	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	81,963	81,963	-	5,048,250	5,048,250	-	5,130,213	5,130,213
Net assets at end of the period	19,769,353	(17,920,873)	1,848,480	128,460,153	(92,134,153)	36,326,000	148,229,506	(110,055,026)	38,174,480
Undistributed (loss) / income brought forward									
- Realised income		(18,002,836)			(92,297,068)			(110,299,904)	
- Unrealised (loss) / income		-			(1,511,873)			(1,511,873)	
		(18,002,836)			(93,808,941)			(111,811,777)	
Income already paid on units redeemed		-			-			-	
Accounting income available for distribution									
- Relating to capital gains		-			(248,021)			(248,021)	
- Excluding capital gains		81,963			1,922,809			2,004,772	
		81,963			1,674,788			1,756,751	
Net loss for the period after taxation		-			-			-	
Undistributed loss carried forward		(17,920,873)			(92,134,153)			(110,055,026)	
Undistributed loss carried forward									
- Realised (loss) / income		(17,920,873)			(91,886,132)			(109,807,005)	
- Unrealised income / (loss)		-			(248,021)			(248,021)	
		(17,920,873)			(92,134,153)			(110,055,026)	
Net assets value per unit at beginning of the period									
Net assets value per unit at end of the period									

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Mutanasib			JSICPAP-8			Total		
	Capital Value	Income	Total	Capital Value	Income	Total	Capital Value	Income	Total
Rupees									
Net assets at beginning of the period	25,946,902	(17,709,686)	8,237,216	344,197,980	(94,430,468)	249,767,512	370,144,882	(112,140,154)	258,004,728
Issue of units									
- Capital value	-	-	-	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-	-	-	-
- Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-
Redemption of units									
- Capital value	(6,063,310)	-	(6,063,310)	(5,173,149)	-	(5,173,149)	(11,236,458)	-	(11,236,458)
- Refund / adjustment on units as element of income	90,540	-	90,540	(23,515)	(33,848)	(57,362)	67,025	(33,848)	33,177
Total payments on redemption of units	(5,972,770)	-	(5,972,770)	(5,196,663)	(33,848)	(5,230,511)	(11,169,433)	(33,848)	(11,203,281)
Total comprehensive income / (loss) for the period	-	(104,370)	(104,370)	-	4,693,839	4,693,839	-	4,589,469	4,589,469
Distribution during the period	-	-	-	-	-	-	-	-	-
Net income / (loss) for the period less distribution	-	(104,370)	(104,370)	-	4,693,839	4,693,839	-	4,589,469	4,589,469
Net assets at end of the period	19,974,132	(17,814,056)	2,160,076	339,001,317	(89,770,477)	249,230,840	358,975,449	(107,584,533)	251,390,916
Undistributed (loss) / income brought forward									
- Realised income	(15,201,162)			(89,509,051)			(104,710,213)		
- Unrealised (loss) / income	(2,508,524)			(4,921,417)			(7,429,941)		
	(17,709,686)			(94,430,468)			(112,140,154)		
Income already paid on units redeemed	-			-			-		
Accounting income available for distribution									
- Relating to capital gains	-			(1,261,060)			(1,261,060)		
- Excluding capital gains	-			5,921,051			5,921,051		
	-			4,659,991			4,659,991		
Net loss for the period after taxation	(104,370)			-			(104,370)		
Undistributed loss carried forward	(17,814,056)			(89,770,477)			(107,584,533)		
Undistributed loss carried forward									
- Realised (loss) / income	(17,772,508)			(88,509,417)			(106,281,925)		
- Unrealised income / (loss)	(41,548)			(1,261,060)			(1,302,608)		
	(17,814,056)			(89,770,477)			(107,584,533)		
Net assets value per unit at beginning of the period				(Rupees)			(Rupees)		
				47.70			86.69		
Net assets value per unit at end of the period				47.39			88.35		

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Hybrid Fund of Funds was established in Karachi, Pakistan as an open-end Fund under a Trust Deed, dated October 28, 2016 registered under the Trust Act, 1882 by and between JS Investments Limited, as the Management Company (Wakeel) and Digital Custodian Company Limited, as the Trustee, and registered by Securities and Exchange Commission of Pakistan (SECP) as a notified entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations").

The Management Company of the Fund has obtained license to act as an Asset Management Company under the Rules from Securities & Exchange Commission of Pakistan (SECP). Registered office of JS Investment Limited is situated at The Centre, 19th Floor, Plot No. 28 SB-5, Haroon Road, Saddar Karachi, Pakistan.

Title to the assets of the Fund is held in the name of Digital Custodian Company as a Trustee of the Fund.

- 1.2** JS Islamic Hybrid Fund of Funds is a 'Shariah Compliant Unit Trust Scheme' in the Fund of Funds category as per the criteria for categorization of open-end collective investment schemes specified by SECP, as amended from time to time. It invests in Collective Investment Schemes and is a perpetual Fund.
- 1.3** JS Islamic Hybrid Fund of Funds currently offers five different Allocation Baskets/Plans with varying mix of exposure of low / high risk asset classes via underlying mutual funds. Three existing baskets/plans i.e. Munafa, JS Islamic Active Allocation Plan 1 and Mustanad have ceased to exist with effect from 10 October 2019, 20 September 2019 and 08 November 2020 respectively. Further, on 27th December 2019, the Fund launched an other Basket / Plan namely, JS Islamic Capital Preservation and Allocation Plan - 8 with limited term of 2 years.
- 1.4** JS Islamic Hybrid Fund of Funds Comprises of the following allocation basket / plan:

1.4.1 Mufeed

Mufeed is a Balanced Basket / Plan with equity preference. The aim of Mufeed Basket / Plan is to offer an enhanced growth potential to its Investors by taking high exposure in Shariah Compliant Equity Funds (Equity Portion), while keeping an appropriate exposure to Shariah Compliant Sovereign, Income and Money Market Funds (Income Portion), to optimize the risk. Under the offering document, the Basket can invest / maintain balances up to 30% of Net Assets based on rolling 90 days average under the Income Portion, up to 100% of Net Assets based on rolling 90 days average under Equity Portion up to 10% of Net Assets based on rolling 90 days average in cash or near cash instrument. In the year 2021, all units of this plan were redeemed and the plan was wound up with effect from September 02, 2021.

1.4.2 Mustahkem

Mustahkem is a Balanced Basket / Plan and aims to provide its investors with a low risk Basket / Plan primarily investing in Shariah compliant sovereign / income / money market funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis. The basket / plan attempts to enhance the returns through limited exposure to Shariah compliant Equity Funds (Equity Portion) up to 30% of the net assets on a 90 days average rolling basis. In addition this Basket can also maintain up to 10% of its net assets on 90 days average rolling basis in cash or near cash instruments. In the year 2021, all units of this plan were redeemed and the plan was wound up with effect from December 30, 2021.

1.4.3 Mutanasib

Mutanasib is an Active Allocation Basket and follows an active asset allocation strategy between Shariah Compliant Equity Funds and Shariah Compliant Sovereign Income and Money Market Funds, to achieve high risk-adjusted returns. Under the offering document, the Basket can invest / maintain balances up to 100% of Net Assets based on rolling 90 days average under Income and Equity Portion and up to 10% of net assets based on rolling 90 days average in Cash or near cash instruments

1.4.4 Mustanad

Mustanad is an income focused Basket / Plan and aims to provide its investors a stable stream of income by investing solely in Shariah compliant Sovereign / Income and Money Market Funds (Income portion) up to 100% of its Net Assets on 90 days average rolling basis and cash or near cash instruments up to 10% of its net assets. In the year 2021, all units of this plan were redeemed and the plan was wound up with effect from 8 November 2020.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1.4.5 JS Islamic Active Allocation Plan - I

JS Islamic Active Allocation Plan - I aimed to generate superior returns by dynamically managing the plan's exposure in "Income Portion" and "Equity Portion" based on the investment view on the different asset classes. All the units were redeemed and the plan was wound up with effect from 21 September 2019.

1.4.6 JS Islamic Capital Preservation Allocation Plan-8

JS Islamic Capital Preservation Allocation Plan – 8" aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Sovereign Income / Money Market based Collective Investment Schemes and Shariah Compliant bank saving accounts / term deposits, while providing principal preservation of the Initial Investment Value at completion of the life of the Plan. This basket was launched during the year. The Plan is of two years maturity from the clearance of all outstanding proceeds from Pre-Initial Offering Period (Pre-IOP) and Initial Offering Period (IOP) i.e. from October 15, 2019 to December 20, 2019. The Management Company (Wakeel) has further extended the maturity period for two years, which shall close on December 26, 2023. After the end of this period, the Management Company (Wakeel) may announce a subsequent maturity for certain period where Management Company (Wakeel) feels appropriate in the interest of unit holders. During the extended period, unit holders shall have the option to either remain invested in the allocation plan or exit the allocation plan without any applicable back end load / contingent load.

1.4.7 Munafa

Munafa Basket / Plan was wound up with effect from 10 October 2019 and all units of this plan were redeemed in the previous year. All the balances of the Basket / Plan were settled in this period.

1.5 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

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 had been introduced. The Management Company has registered the Trust Deed of the Collective Investment Scheme under Sindh Trusts Act, 2020.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 The condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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 VIII A 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).

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does 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, 2023.

2.3 The comparative balance sheet presented in these condensed interim financial statements as at September 30, 2023 have been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the three months period ended September 30, 2023 have been extracted from the unaudited condensed interim financial information for the period then ended.

2.4 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 information give a true and fair view of the state of the Fund's affairs as at September 30, 2023.

2.5 Basis of measurement

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

2.6 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1 The accounting policies applied in this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements as at and for the year ended June 30, 2023.

3.2 The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2023.



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

4 BANK BALANCES

	Note	September 30, 2023 (Unaudited)			June 30, 2023 (audited)		
		Mutanasib	JSICPAP - 8	Total	Mutanasib	JSICPAP - 8	Total
In profit and loss sharing accounts							
- shariah arrangements	4.1	75,632	248,567	324,199	92,483	2,831,676	2,924,159
- current account	4.2	10,000	-	10,000	10,000	-	10,000
	Rupees	85,632	248,567	334,199	102,483	2,831,676	2,934,159

4.1 These include balance of Rs.0.045 million (June 30, 2023: Rs.0.042 million) held by the above respective Baskets / plans with Bank Islami Pakistan Limited (a related party) carrying profit at the rate of 19.00% (June 30, 2023: 19.75%) per annum. Other PLS accounts of the Fund carry profit at the rates of 15.50% to 18.50% (June 30, 2023: 14.50% to 19.00%).

4.2 These balance are held with JS Bank Limited (a related party).

5 INVESTMENTS

		September 30, 2023 (Unaudited)			June 30, 2023 (audited)		
		Mutanasib (Note 5.1)	JSICPAP - 8 (Note 5.2)	Total	Mutanasib	JSICPAP - 8	Total
At fair value through income statement - held for trading							
Open end mutual Funds - quoted		1,706,682	38,037,091	39,743,773	1,625,227	139,239,900	140,865,127
	Rupees	1,706,682	38,037,091	39,743,773	1,625,227	139,239,900	140,865,127

Number of units

Sectors / Collective Investment Schemes	Holding at start of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value before revaluation as at 30 September 2023	Market value/ carrying value as at 30 September 2023	% of Net Assets	% of Investee Capital
						(after revaluation)		
						Rupees-----		

5.1 Investment in Open End CIS by Mutanasib Allocation Basket

Managed by JS Investments Limited - Related Party

JS Islamic Daily Dividend Fund	16,252	815	-	17,067	1,706,682	1,706,682	92.33	0.06
Investments as at September 30, 2023					1,706,682	1,706,682	-	
Cost of held for trading investments as at September 30, 2023					1,706,682			

5.2 Investment in Open End CIS by JSICPAP-8 Basket

Managed by JS Investments Limited - Related Party

JS Islamic Daily Dividend Fund	1,329,523	56,002	1,065,550	319,975	31,997,514	31,997,514	88.08	1.06
JS Islamic Dedicated Equity Fund	131,926	-	-	131,926	6,287,598	6,039,577	16.63	100.00
Investments as at September 30, 2023					38,285,112	38,037,091	104.71	
Cost of held for trading investments as at September 30, 2023					40,461,148			

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	JS Islamic Capital Preservation Allocation Plan 8			JS Islamic Capital Preservation Allocation Plan 8		
	Mutanasib		Total	Mutanasib		Total
	----- (Rupees) -----					
Advance Tax	34,454	-	34,454	34,454	-	34,454
Accrued markup on bank balances	1,725	837	2,562	1,680	7,641	9,321
Receivable from Management Company (Wakeel)	92,093	-	92,093	69,616	-	69,616
Prepaid Listing	11,532	11,532	23,064	-	-	-
	139,804	12,369	152,173	105,750	7,641	113,391

6.1 This represents amount receivable from Management Company (Wakeel) on account of the adjustment relating to total expense ratio.

7 PAYABLE TO THE MANAGEMENT COMPANY (WAKEEL)

Details of the movement in the balance due to the Management Company (Wakeel) are as follows:

	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	JS Islamic Capital Preservation Allocation Plan 8			JS Islamic Capital Preservation Allocation Plan 8		
	Mutanasib		Total	Mutanasib		Total
	----- (Rupees) -----					
Remuneration payable to Management Company	-	270	270	-	555	555
Accounting and operational charges	149	-	149	144	-	144
Deferred formation cost	-	944,302	944,302	-	944,302	944,302
Printing charges payable	73,662	73,660	147,322	60,979	60,977	121,956
Others reimbursements	203	12,777	12,980	109	9,035	9,144
	74,014	1,031,009	1,105,023	61,232	1,014,869	1,076,101

7.1 Under the provision of the Non-Banking Finance Companies and Notified Entities Regulations 2008, the Management Company (Wakeel) is entitled to a remuneration for services rendered to the Fund up to a maximum of 1% per annum based on the average monthly net assets of the allocation baskets / plans under the Fund on the daily basis during the period. However, no management fee will be charged on the portion which is invested in schemes managed by JS Investments. The management has not charged any remuneration on Mutanasib, where as remuneration fee of 1% of the average monthly net assets was charged on JS Islamic Capital Preservation Allocation Plan 8.

7.2 ACCOUNTING AND OPERATIONAL CHARGES

Under clause 60(s) of the NBFC Regulations, 2008 the Management Company (Wakeel) is allowed to charge fees and expenses relating to registrar services, accounting, operation and valuation services related to the CIS up to the actual expenses. The management has decided not to charge any accounting and operational charges for JS Islamic Capital Preservation Allocation Plan 8 effective from September 01, 2020 and onward.

8 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

8.1 The Trustee remuneration is charged as per Trust Deed and is charged as follows:

Net Assets

- up to rupees one billion Rs. 450,000 or 0.0875% per annum of the daily average net assets, whichever is higher.
 - exceeding rupees one billion Rs. 875,000 plus 0.0645% per annum of the daily average net assets.

9 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

9.1 The annual SECP fee have been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended September 30, 2023.

10 ACCRUED EXPENSES AND OTHER LIABILITIES	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	JS Islamic Capital Preservation Allocation Plan 8			JS Islamic Capital Preservation Allocation Plan 8		
	Mutanasib		Total	Mutanasib		Total
	----- (Rupees) -----					
Zakat Payable	-	33,085	33,085	-	33,084	33,084
Withholding tax payable	1,262	4,746	6,008	451	2,612,963	2,613,414
Audit fee payable	6,721	858,767	865,488	4,237	666,588	670,825
Capital gain tax payable	18	-	18	18	-	18
	8,001	896,598	904,599	4,706	3,312,635	3,317,341

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

11 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended September 30, 2023 is 0.85% and 1.30% YTD which including 0.35% and 0.30% representing government levies on the Fund as federal excise duty and sales taxes, Workers' Welfare Fund, annual fees payable to SECP, etc for Mutansib & JSICPAP-8 respectively. This ratio is within the limit of 2.5% per annum of average net asset value case management fee is charged and 0.5% in case no management fee is charge.

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 realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-anking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. 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. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unitholders in the form of cash.

13 CONTINGENCY AND COMMITMENT

The Fund has no contingencies or commitments for the quarter ended September 30, 2023. (June 30, 2023 Nil).

14 NUMBER OF UNITS IN ISSUE

	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	----- Units -----			----- Units -----		
Total units outstanding at beginning of the period	41,054	1,583,009	1,624,063	172,693	2,881,056	3,053,748
Units issued during the period	-	-	-	-	152,478	152,478
Units redeemed during the period	-	(1,184,551)	(1,184,551)	(131,639)	(1,450,524)	(1,582,163)
Total units in issue at the end of the period	41,054	398,458	439,512	41,054	1,583,009	1,624,063

15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, Bank Islami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

15.1 Balances of the Fund held with related parties / connected persons as at the period end are as follows:

	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	----- (Rupees) -----			----- (Rupees) -----		
JS Investments Limited (Management Company - Wakeel)						
Payable to Management Company	-	241	241	-	494	494
Sales tax payable on Management remuneration *	-	29	29	-	61	61
Accounting and Operational charges and other expenses relating to the Fund payable to the Management Company (Wakeel)	149	-	149	144	-	144
Formation cost payable	-	944,302	944,302	-	944,302	944,302
Other reimbursement	203	12,777	12,980	109	9,035	9,144
Printing charges payable	73,662	73,660	147,322	60,979	60,977	121,956
Receivable from Management Company	92,093	-	92,093	69,616	-	69,616

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	----- (Rupees) -----			----- (Rupees) -----		
Digital Custodian Company Limited - Trustee						
Remuneration payable to the Trustee	1,337	35,549	36,886	458	36,527	36,985
Sales tax payable on Trustee remuneration **	173	4,621	4,794	60	4,749	4,809
JS Islamic Dedicated Equity Fund (Fund Under the Management of JSIL)						
Unit held as at period end	Units	131,926	131,926	131,926	131,926	131,926
	Amount	6,039,577	6,039,577	6,287,598	6,287,598	6,287,598
JS Islamic Daily Dividend Fund (Fund Under the Management of JSIL)						
Unit held as at period end	Units	319,975	337,042	1,329,523	1,345,775	1,345,775
	Amount	31,997,514	33,704,196	132,952,302	134,577,529	134,577,529
JS Bank Limited - Parent Company of JSIL						
Bank balance	10,000	-	10,000	10,000	-	10,000
Bank Islami Pakistan Limited (Fellow subsidiary of JSBL)						
Bank balance	44,571	-	44,571	42,406	-	42,406
Profit receivable	435	-	435	450	-	450
Unit holder holding 10% or more of units in issue	Units held	122,119	154,755	1,157,042	1,189,678	1,189,678
	Amount	11,133,599	12,603,210	100,627,944	102,032,282	102,032,282

* Paid / payable to the Management Company (Wakeel) for onward payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.

15.2 Details of transactions with related parties / connected persons during the period:

	September 30, 2023 (Unaudited)			September 30, 2022 (Unaudited)		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	----- (Rupees) -----			----- (Rupees) -----		
JS Investments Limited (Management Company - Wakeel)						
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds	Units	-	-	61,443	-	61,443
	Amount	-	-	2,951,129	-	2,951,129
Remuneration of the Management Company (Wakeel)	-	4,577	4,577	-	2,011	2,011
Sindh sales tax on Management Company's (Wakeel) *	-	595	595	-	263	263
Accounting and Operational charges	452	-	452	1,199	-	1,199
Expense incurred	12,970	31,423	44,393	10,705	71,513	82,218
Formation cost expenses	-	-	-	-	109,219	109,219
Digital Custodian Company Limited - Trustee						
Remuneration to the Trustee	2,301	110,813	113,114	2,112	111,313	113,425
Sales tax on Trustee remuneration **	299	14,406	14,705	275	14,471	14,746



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	September 30, 2023 (Unaudited)			September 30, 2022 (Unaudited)		
	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total	Mutanasib	JS Islamic Capital Preservation Allocation Plan 8	Total
	----- (Rupees) -----			----- (Rupees) -----		
Bank Islami Pakistan Limited (Fellow subsidiary of JSBL) Return on bank balances	2,150	-	2,150	1,304	-	1,304
JS Islamic Dedicated Equity Fund (Fund under JSIL Management) Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds						
<i>Units</i>	-	-	-	102,514	-	102,514
<i>Amount</i>	-	-	-	6,000,000	-	6,000,000
JS Islamic Daily Dividend Fund (Fund under JSIL Management) Reinvest in lieu of Dividend paid:						
<i>Units</i>	815	56,002	56,817	-	64,664	64,664
<i>Amount</i>	81,455	5,600,212	5,681,667	-	6,466,393	6,466,393
Disposals by the Allocation Baskets of JS Islamic Hybrid Fund of Funds						
<i>Units</i>	-	1,065,550	1,065,550	-	64,280	64,280
<i>Amount</i>	-	106,555,000	106,555,000	-	6,428,000	6,428,000

* Paid / payable to the Management Company (Wakeel) for onward payment to the Government.

** Paid / payable to the Trustee for onwards payment to the Government.

- 15.3** Remuneration payable to the Management Company (Wakeel) and the Trustee has been determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively.
- 15.4** Purchase and redemptions of the units of other mutual funds are made at respective rates and amount declared by the said funds. Similarly purchase and redemption of the Fund's unit by related parties / connected persons are recorded at the applicable net asset value per unit. Dividend income are recorded at the rates and amount declared by the investee entities. Other transactions are at agreed rates.
- 15.5** Details of the Fund's investments in related parties are disclosed in note 5.

16 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 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 financial liabilities is considered not significantly different from book value.

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

These are valued on the basis of Net Asset Value quoted on the respective Funds website.

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

As at September 30, 2023 and June 30, 2023, the Fund held the following instruments measured at fair values:

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

September 30, 2023 (Unaudited)

At Fair value through Profit & Loss -
Held for Trading Investments

June 30, 2023 (Audited)

At Fair value through Profit & Loss -
Held for Trading Investments

September 30, 2023		
Mutanasib	JSICPAP-8 Level 2	Total
1,706,682	38,037,091	39,743,773
1,706,682	38,037,091	39,743,773

June 30, 2023		
Mutanasib	JSICPAP-8 Level 2	Total
1,625,227	139,239,900	140,865,127
1,625,227	139,239,900	140,865,127

17 GENERAL

17.1 Figures have been rounded off to the nearest Rupee.

18 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by Board of Directors of management company on October 20, 2023.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

Karachi (Head Office)

19th Floor, The Centre,
Plot No. 28, SB-5
Abdullah Haroon road, Saddar,
Karachi - South
021-111-222-626

Lahore

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Plot No. 1- 4, Usman Block,
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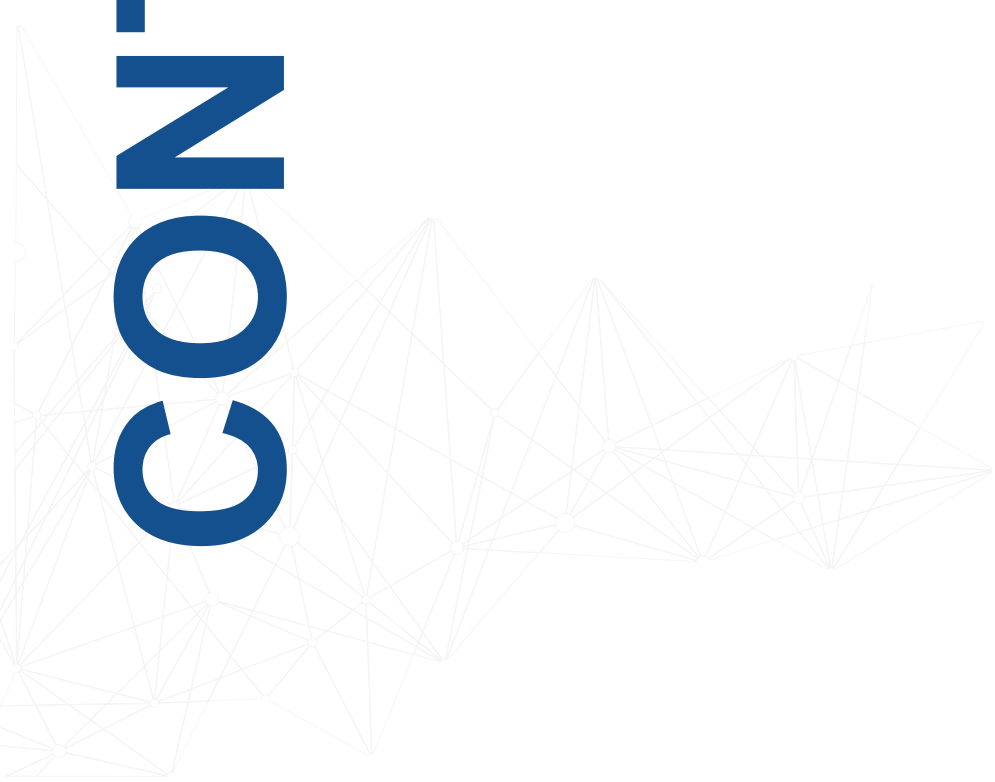
QUARTERLY REPORT
SEPTEMBER 30, 2023

JS ISLAMIC PENSION SAVINGS FUND



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COMPANY INFORMATION

Management Company

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

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited



DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Islamic Pension Savings Fund** (the Fund), has the pleasure of presenting the unaudited financial statements of the Fund for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income / Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The fund was launched on June 16, 2008, for contributions by eligible participants under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), to assist and facilitate them in planning for their retirement. The fund has three sub-funds: Equity sub-fund, Debt sub-fund, and Money Market sub-fund.

The Equity sub-funds return was 9.53% for the quarter ended September 30, 2023. Net Assets moved from PKR 76.36 million (June 30, 2023) to PKR 42.99 million as of September 30, 2023. The total expense ratio (TER) of the sub-Fund is 3.52%, which includes 0.43% of government levies on the Fund.

The Debt sub-fund's annualized return was 16.27% for the quarter ended September 30, 2023. Net Assets moved from PKR 30.97 million (June 30, 2023) to PKR 29.96 million as of September 30, 2023. The total expense ratio (TER) of the sub-fund is 2.34%, which includes 0.28% of government levies on the Fund.

The Money Market sub-fund's annualized return was 23.19% for the quarter ended September 30, 2023. Net Assets were moved from PKR 44.25 million (June 30, 2023) to PKR 86.61 million as of September 30, 2023. The sub-fund's total expense ratio (TER) is 0.83%, including 0.12% of government levies on the Fund.

The Fund has 342 participants as on September 30, 2023.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



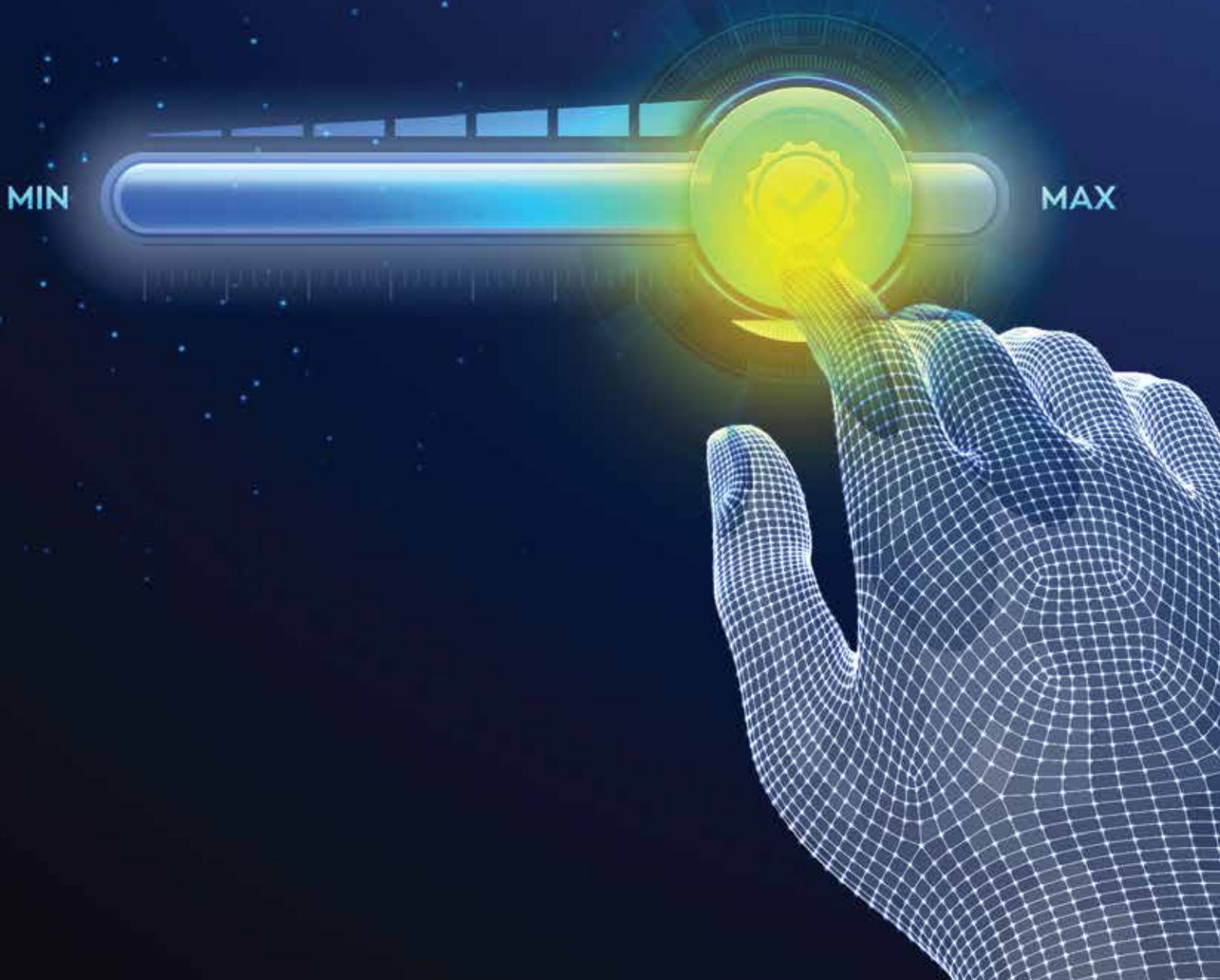
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30, 2023

	Note	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
ASSETS									
Bank balances	4	8,082,645	18,589,904	71,459,435	98,131,984	4,725,621	17,986,027	36,940,640	59,652,288
Investments	5	37,188,770	10,582,028	13,000,000	60,770,798	74,473,226	12,619,090	7,000,000	94,092,316
Profit receivable	6	103,073	1,319,479	3,004,938	4,427,490	42,391	835,848	725,101	1,603,340
Dividend Receivable		522,325	-	-	522,325	-	-	-	-
Deposits and other receivable	7	388,910	262,059	219,878	870,847	388,910	262,059	219,878	870,847
Total assets		46,285,723	30,753,470	87,684,251	164,723,444	79,630,148	31,703,024	44,885,619	156,218,791
LIABILITIES									
Payable to JS Investments Limited - Pension Fund Manager	8	899,034	557,044	465,273	1,921,351	937,086	549,291	474,831	1,961,208
Payable to Central Depository Company of Pakistan Limited - Trustee	9	8,902	5,946	14,639	29,487	14,874	6,151	8,639	29,664
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	6,916	3,035	5,739	15,690	32,052	11,089	15,578	58,719
Payable against redemption of units		72,769	43,553	394,171	510,493	72,769	43,553	15,872	132,194
Accrued expenses and other liabilities	11	2,304,641	183,511	189,687	2,677,839	2,217,653	119,802	121,104	2,458,559
Total liabilities		3,292,262	793,089	1,069,509	5,154,860	3,274,434	729,886	636,024	4,640,344
NET ASSETS		42,993,461	29,960,381	86,614,742	159,568,584	76,355,714	30,973,138	44,249,595	151,578,447
Participants' sub-funds (as per statement attached)		42,993,461	29,960,381	86,614,742	159,568,584	76,355,714	30,973,138	44,249,595	151,578,447
Contingencies and commitments	12								
		(Number of units)				(Number of units)			
NUMBER OF UNITS IN ISSUE	14	67,110	96,412	299,000		130,549	103,759	161,682	
		(Rupees)				(Rupees)			
NET ASSET VALUE PER UNIT		640.64	310.75	289.68		584.88	298.51	273.68	

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the quarter ended September 30, 2023				For the quarter ended September 30, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
INCOME	(Rupees)				(Rupees)				
Profit on bank balances and investments	215,218	1,432,614	2,716,207	4,364,039	449,235	1,044,610	1,382,643	2,876,488	
Dividend income	492,427	-	-	492,427	1,715,894	-	-	1,715,894	
(Loss) / Gain on sale of investments - net	7,085,358	-	600,000	7,685,358	116,696	45,990	-	162,686	
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	5.7	1,211,684	(34,459)	-	1,177,225	(3,824,550)	(255,075)	-	(4,079,625)
Total (loss) / income	9,004,687	1,398,155	3,316,207	13,719,049	(1,542,725)	835,525	1,382,643	675,443	
EXPENSES	(Rupees)				(Rupees)				
Remuneration of JS Investments Limited - Pension Fund Manager	8.1	260,299	76,518	6,617	343,434	327,255	52,839	48,104	-
Sindh sales tax on remuneration of the Pension Fund Manager	8.2	33,839	9,947	860	44,646	42,543	6,869	6,254	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	32,934	14,657	27,859	75,450	41,836	14,906	18,583	-
Sindh sales tax on remuneration of the Trustee	9.2	4,281	1,905	3,621	9,807	5,438	1,938	2,416	-
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	6,940	3,061	5,764	15,765	7,642	2,689	3,358	-
Auditors' remuneration		56,779	57,396	56,162	170,337	56,280	56,280	56,280	-
Printing and stationery charges		8,502	8,594	8,409	25,505	6,388	6,375	6,375	-
Securities transaction cost		202,620	1,625	8,772	213,017	78,630	2,018	1,695	-
Bank and settlement charges		1,704	1,722	842	4,268	-	-	-	-
Total operating expenses		607,898	175,425	118,906	902,229	566,012	143,914	143,065	852,991
Net (loss) / income from operating activities		8,396,789	1,222,730	3,197,301	12,816,820	(2,108,737)	691,611	1,239,578	(177,548)
Net (loss) / income for the period before taxation		8,396,789	1,222,730	3,197,301	12,816,820	(2,108,737)	691,611	1,239,578	(177,548)
Taxation	13	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		8,396,789	1,222,730	3,197,301	12,816,820	(2,108,737)	691,611	1,239,578	(177,548)

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the quarter ended September 30, 2023				For the quarter ended September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----				----- (Rupees) -----			
Net (loss) / income for the period after taxation	8,396,789	1,222,730	3,197,301	12,816,820	(2,108,737)	691,611	1,239,578	(177,548)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	8,396,789	1,222,730	3,197,301	12,816,820	(2,108,737)	691,611	1,239,578	(177,548)

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the quarter ended September 30, 2023				For the quarter ended September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)				(Rupees)			
CASH FLOWS FROM OPERATING ACTIVITIES								
Net (loss) / income for the period before taxation	8,396,789	1,222,730	3,197,301	12,816,820	(2,108,736)	691,611	1,239,578	(177,547)
Adjustments for:								
Net unrealised loss on revaluation of investments classified at 'fair value through profit or loss' 5.7	(1,211,684)	34,459	-	(1,177,225)	3,824,550	255,075	-	4,079,625
Loss / (gain) on sale of investments - net	(7,085,358)	-	(600,000)	(7,685,358)	(116,696)	(45,990)	-	(162,686)
Profit on bank balance and investments	-	-	-	-	(449,235)	(1,044,610)	(1,382,643)	(2,876,488)
Dividend income	(492,427)	-	-	(492,427)	(1,715,894)	-	-	(1,715,894)
	(392,680)	1,257,189	2,597,301	3,954,237	(566,011)	(143,914)	(143,065)	(852,990)
(Increase) / Decrease in assets								
Investments-net	45,581,498	2,002,603	(5,400,000)	42,184,101	(13,216,084)	6,366,158	5,000,000	(1,849,926)
Profit receivable	(60,682)	(483,631)	(2,279,837)	(2,824,150)	608,656	831,476	1,519,587	2,959,719
Deposits and other receivable	(29,898)	-	-	(29,898)	789,319	-	-	789,319
	45,490,918	1,518,972	(7,679,837)	39,330,053	(11,818,109)	7,197,634	6,519,587	1,899,112
(Decrease) / increase in liabilities								
Payable to JS Investments Limited - Pension Fund Manager	(38,052)	7,753	(9,558)	(39,857)	6,237	20,585	5,775	32,597
Payable to Central Depository Company of Pakistan Limited - Trustee	(5,972)	(205)	6,000	(177)	(301)	166	(186)	(321)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(25,136)	(8,054)	(9,839)	(43,029)	(28,816)	(17,898)	(18,488)	(65,202)
Payable against redemption of units	-	-	378,299	378,299	-	-	-	-
Accrued expenses and other liabilities	86,988	63,709	68,583	219,280	(292,769)	61,308	60,443	(171,018)
	17,828	63,203	433,485	514,516	(315,649)	64,161	47,544	(203,944)
Net cash generated from / (used in) operating activities	45,116,066	2,839,364	(4,649,051)	43,798,806	(12,699,769)	7,117,881	6,424,066	842,178
CASH FLOWS FROM FINANCING ACTIVITIES								
Amount received against issuance of units	2,097,594	7,738,786	49,972,113	59,808,493	969,503	4,065,805	13,120,331	18,155,639
Amount paid against redemption of units	(43,856,636)	(7,842,625)	(12,935,915)	(64,635,176)	(863,102)	(4,553,408)	(15,093,110)	(20,509,620)
Reallocation of units	-	(2,131,648)	2,131,648	-	-	-	-	-
Net cash generated (used in) / from financing activities	(41,759,042)	(2,235,487)	39,167,846	(4,826,683)	106,401	(487,603)	(1,972,779)	(2,353,981)
Net (decrease) / increase in cash and cash equivalents during the period	3,357,024	603,877	34,518,795	38,479,696	(12,593,368)	6,630,278	4,451,287	(1,511,803)
Cash and cash equivalents at the beginning of the period	4,725,621	17,986,027	36,940,640	59,652,288	19,659,419	10,875,151	31,466,318	62,000,888
Cash and cash equivalents at the end of the period	8,082,645	18,589,904	71,459,435	98,131,984	7,066,051	17,505,429	35,917,605	60,489,085

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	For the quarter ended September 30, 2023				For the quarter ended September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)				(Rupees)			
Net assets at the beginning of the period (audited)	76,355,714	30,973,138	44,249,595	151,578,447	86,500,861	30,449,357	36,619,536	153,569,754
Issuance of units	2,097,594	7,738,786	49,972,113	59,808,493	969,503	4,065,805	13,120,331	18,155,639
Redemption of units	(43,856,636)	(7,842,625)	(12,935,915)	(64,635,176)	(863,102)	(4,553,408)	(15,093,110)	(20,509,620)
Reallocation of units	-	(2,131,648)	2,131,648	-	-	-	-	-
	(41,759,042)	(2,235,487)	39,167,846	(4,826,683)	106,401	(487,603)	(1,972,779)	(2,353,981)
(Loss) / Gain on sale of investments - net	7,085,358	-	600,000	7,685,358	116,696	45,990	-	162,686
Net unrealised loss on revaluation of investments classified 'at fair value through profit or loss'	1,211,684	(34,459)	-	1,177,225	(3,824,550)	(255,075)	-	(4,079,625)
Other income for the period - net of expenses	99,747	1,257,189	2,597,301	3,954,237	1,599,118	900,696	1,239,578	3,739,392
Total comprehensive (loss) / income for the period	8,396,789	1,222,730	3,197,301	12,816,820	(2,108,736)	691,611	1,239,578	(177,547)
Net assets at the end of the period (unaudited)	42,993,461	29,960,381	86,614,742	159,568,584	84,498,526	30,653,366	35,886,335	151,038,227

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on February 29, 2008. It has been constituted under a Trust Deed, dated January 08, 2008, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Pension Fund Manager (PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at, 19th Floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.

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 September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open-end fund and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document the Fund shall not distribute any income from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

1.4 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited (Pension Fund Manager) with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

1.5 Title to the assets of the Fund is held in the name of Central Depository Company (CDC) of Pakistan Limited as Trustee of the Fund.

1.6 The Fund consists of three sub-funds namely, JS Islamic Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Islamic Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Islamic Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the Sub-Funds). Investment policy for each of the Sub-Funds are as follows:

Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of the Net Assets of an Equity Sub-Fund shall be invested in listed equity securities. Investments may be made in equity securities of any single company upto ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager (PFM) may invest up to maximumthirty percent (30%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Stock Exchange. The PFM may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the SECP. The PFM shall not deposit more than ten percent (10%) of Net Assets of the Equity Sub-fund in a single bank.

Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

Money Market Sub-Fund

The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days except for assets of shariah compliant Money Market Sub-Fund, where time to maturity may be upto one year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months except in the case of shariah compliant Money Market Sub-Fund, where time to maturity of shariah compliant Government securities such as Government Ijarah Sukuks may be up to three (3) years. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of a Money Market Sub-Fund.

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

- 1.7 The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS rules vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated sub-funds. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

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. Such standards comprise of:

- International Accounting Standards (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
- Voluntary Pension Rules, 2005 (the VPS Rules) 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 VPS Rules 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 VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

- 2.2 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 June 30, 2023.
- 2.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in participants' sub funds are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2022.
- 2.4 In compliance with Schedule V of the NBFC Regulations, 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 September 30, 2023.

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

- 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, 2023.
- 3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

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 1, 2023. 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.

4	BANK BALANCES	Note	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			----- (Rupees) -----				----- (Rupees) -----			
	In saving accounts	4.1	8,010,995	18,589,904	71,459,435	98,060,334	4,653,971	17,986,027	36,940,640	59,580,638
	In current accounts		71,650	-	-	71,650	71,650	-	-	71,650
			<u>8,082,645</u>	<u>18,589,904</u>	<u>71,459,435</u>	<u>98,131,984</u>	<u>4,725,621</u>	<u>17,986,027</u>	<u>36,940,640</u>	<u>59,652,288</u>

4.1 These include bank balances held by Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund of Rs. 0.04 million (30 June: 2023: 0.04 million), Rs. Nil (June 30, 2023: Nil) and Rs. Nil (June 30, 2023: 0.002) respectively maintained with BankIslami Pakistan Limited (a related party) carrying profit at the rate of 19.00% (June 30, 2023: 19.75%) per annum. Other profit and loss sharing accounts carry profit rates ranging from 7.00% to 19.70% (June 30, 2023: 7.00% to 19.75%). Above balances are held with the Islamic Banks / Islamic window operations of the conventional Banks.

5	INVESTMENTS	Note	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Financial assets 'at fair value through profit or loss'		----- (Rupees) -----				----- (Rupees) -----			
	Listed equity securities	5.1	37,188,770	-	-	37,188,770	74,473,226	-	-	74,473,226
	GOP Ijarah - Sukuk	5.2	-	-	-	-	-	-	-	-
	Listed debt securities	5.3	-	8,582,028	-	8,582,028	-	8,619,090	-	8,619,090
	Short term sukuk certificates	5.4	-	2,000,000	13,000,000	15,000,000	-	-	1,000,000	1,000,000
	Musharaka	5.5	-	-	-	-	-	4,000,000	6,000,000	10,000,000
			<u>37,188,770</u>	<u>10,582,028</u>	<u>13,000,000</u>	<u>60,770,798</u>	<u>74,473,226</u>	<u>12,619,090</u>	<u>7,000,000</u>	<u>94,092,316</u>

5.1 Listed equity securities - 'at fair value through profit or loss'

5.1.1 Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right issue	Sold during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
						----- (Number of shares) -----			----- (%) -----		
						----- (Rupees) -----			----- (%) -----		
Commercial Banks											
BankIslami Pakistan Limited (Related Party)	202,000	-	-	115,468	86,532	1,536,808	1,513,445	(23,364)	0.04	0.04	0.01
Meezan Bank Limited	60,610	-	-	38,400	22,210	1,918,278	2,545,488	627,210	0.06	0.07	0.00
						3,455,086	4,058,933	603,847	0.09	0.11	0.01
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	5,625	-	-	4,050	1,575	2,385,558	2,457,158	71,600	0.06	0.07	0.00
Oil & Gas Development Company Limited	42,619	25,000	-	37,000	30,619	2,462,111	2,953,509	491,397	0.07	0.08	0.00
Pakistan Oilfields Limited	15,450	-	-	15,450	-	-	-	-	-	-	0.00
Pakistan Petroleum Limited	35,831	62,000	-	39,500	58,331	3,784,710	4,320,577	535,867	0.10	0.12	0.00
						8,632,380	9,731,243	1,098,864	0.23	0.26	0.00
Oil & Gas Marketing Companies											
Pakistan State Oil Company Limited	25,426	-	-	10,200	15,226	1,690,238	1,868,839	178,601	0.04	0.05	0.00
Sui Northern Gas Pipelines Limited	89,250	-	-	89,250	-	-	-	-	-	-	-
						1,690,238	1,868,839	178,601	0.04	0.05	0.00

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Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right issue	Sold during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
						(Rupees)			(%)		
Fertilizers											
Engro Corporation Limited	4,017	10,000	-	5,817	8,200	2,178,326	1,969,148	(209,178)	0.05	0.05	0.00
Engro Fertilizers Limited	107,000	-	-	107,000	-	-	-	-	-	-	-
						2,178,326	1,969,148	(209,178)	0.05	0.05	0.00
Cement											
Cherat Cement Company Limited	-	21,650	-	16,500	5,150	677,932	665,277	(12,655)	0.01	0.01	0.00
D.G. Khan Cement Company Limited	30,000	48,600	-	78,600	-	-	-	-	-	-	-
Lucky Cement Limited	3,170	2,800	-	3,900	2,070	1,162,409	1,168,184	5,775	0.03	0.03	0.00
Maple Leaf Cement Factory Limited	137,250	127,350	-	187,500	77,100	2,293,598	2,308,374	14,776	0.05	0.06	0.01
						4,133,939	4,141,835	7,896	0.08	0.09	0.01
Chemical											
Engro Polymer & Chemicals Limited	16,000	40,000	-	10,000	46,000	2,028,642	1,808,260	(220,382)	0.04	0.05	0.01
Lotte Chemical Pakistan Limited	-	-	-	-	-	-	-	-	-	-	-
						2,028,642	1,808,260	(220,382)	0.04	0.05	0.01
Pharmaceuticals											
AGP Limited	37,600	-	-	37,600	-	-	-	-	-	-	-
City Pharma Limited	29,000	-	-	29,000	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	9,000	-	-	9,000	-	-	-	-	-	-	-
Highnoon Laboratories Limited	7,012	-	-	1,500	5,512	1,852,964	2,094,059	241,095	0.05	0.06	0.01
						1,852,964	2,094,059	241,095	0.05	0.06	0.01
Technology & Communications											
Air Link Communication Limited	55,712	-	-	55,712	-	-	-	-	-	-	-
Avanceon Limited	28,750	-	-	10,000	18,750	825,750	880,688	54,938	0.02	0.02	0.01
Octopus Digital Limited	14,950	-	-	14,950	-	-	-	-	-	-	-
Systems Limited	17,150	15,000	-	17,100	15,050	6,293,932	5,927,142	(366,791)	0.14	0.16	0.01
						7,119,682	6,807,829	(311,853)	0.16	0.18	0.02
Glass & Ceramics											
Tariq Glass Industries Limited	-	29,000	-	29,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Engineering											
Aisha Steel Mills Limited	-	375,000	-	-	375,000	2,361,875	2,156,250	(205,625)	0.05	0.06	0.04
Mughal Iron and Steel Industries Limited	-	30,000	-	-	30,000	1,689,702	1,495,800	(193,902)	0.03	0.04	0.01
						4,051,578	3,652,050	(399,528)	0.09	0.10	0.05
Refinery											
Attock Refinery Limited	9,000	5,000	-	14,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
Power Generation & Distribution											
Hub Power Company Limited	54,215	-	-	42,450	11,765	818,609	1,039,202	220,594	0.02	0.03	0.00
						818,609	1,039,202	220,594	0.02	0.03	0.00
Miscellaneous											
Synthetic Product Limited (Face value of Rs. 5 each)	1,504	-	-	-	1,504	15,642	17,371	1,730	0.00	0.00	0.00
						15,642	17,371	1,730	0.00	0.00	0.00
As at September 30, 2023						35,977,086	37,188,770	1,211,684	0.85	1.26	
As at June 30, 2023						81,823,796	74,473,226	(7,350,570)			

5.1.2 The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

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In this regard, a constitutional petition had been filed by Collective Investment Schemes / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs / VPSs. The petition was based on the fact that because CISs / VPSs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs / VPSs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs / VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs / VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs / VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPSs.

The Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on the Pakistan stock exchange issuing bonus shares to the shareholders of the company to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Equity Sub-Fund during the period were not withheld by the investee companies.

Name of the Company	September 30, 2023		June 30, 2022	
	Bonus Shares			
	Number of shares withheld	Market value as at September 30, 2023 (Rupees)	Number of shares withheld	Market value as at June 30, 2023
Synthetic Products Enterprise Limited	1,504	17,371	1,504	15,642

5.2 Government of Pakistan (GoP) - Ijarah Sukuk of Rs. 100 each - 'at fair value through profit or loss'

5.2.1 Money Market Sub-Fund

Name of the investee company	Maturity date	Profit / Mark-up Rate	As at July 1, 2023	Purchased during the period	Redeemed / sold during the period	As at September 30, 2023	As at September 30, 2023			Market value as a percentage of	
							Carrying value	Market value	Unrealised loss	net assets of the sub-fund	total investments of the sub-fund
						(Rupees)			(%)		
GoP Ijarah Sukuk (March 08, 2023)	March 08, 2024	25.54%	-	600	600	-	-	-	-	-	-
Total as at September 30, 2023						-	-	-	-	-	-
Total as at June 30, 2023						-	-	-	-	-	-

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.3 Listed debt securities - sukuks of Rs. 5,000 each (unless stated otherwise) - 'at fair value through profit or loss'

5.3.1 Debt Sub-Fund

Name of the investee company	Maturity date	As at July 1, 2023	Purchased during the period	Matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-fund	total investments of the sub-fund
----- (Number of certificates) -----						----- (Rupees) -----			----- (%) -----	
Hub Power Holdings Limited (November 12, 2020) Face value: Rs. 100,000	November 12, 2025	45	-	-	45	4,618,290	4,581,228	(37,062)	15.29	43.29
Pakistan Energy Sukuk - II (May 21, 2020)	May 21, 2030	800	-	-	800	3,998,197	4,000,800	2,603	13.35	37.81
Total as at September 30, 2023		845	-	-	845	8,616,487	8,582,028	(34,459)	28.64	81.10
Total as at June 30, 2023						8,518,897	8,619,090	100,193		

5.4 Short Term Sukuk Certificate - 'at fair value through profit or loss'

5.4.1 Debt Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Sub-fund	total investments of the sub-fund
----- (Number of certificates) -----						----- (Rupees) -----			----- (%) -----		
K-Electric Limited (Sukuk) STS-XX (September 22, 2023) (Face Value : Rs 1,000,000 each)	March 22, 2024	23.49%	-	2	-	2	2,000,000	2,000,000	-	6.68	18.90
Total as at September 30, 2023							2,000,000	2,000,000	-	6.68	18.90
Total as at June 30, 2023							-	-	-		

5.4.2 Money Market Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at September 30, 2023	Balance as at September 30, 2023			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Sub-fund	total investments of the sub-fund
----- (Number of certificates) -----						----- (Rupees) -----			----- (%) -----		
K-Electric Limited (Sukuk) STS-XIX (August 28, 2023) (Face Value : Rs 1,000,000 each)	February 28, 2024	23.61%	-	5	-	5	5,000,000	5,000,000	-	5.77	38.46
K-Electric Limited (Sukuk) STS-XX (September 22, 2023) (Face Value : Rs 1,000,000 each)	March 22, 2024	23.49%	-	7	-	7	7,000,000	7,000,000	-	8.08	53.85
The Hub Power Company Running Finance (May 18, 2023) (Face Value : Rs 1,000,000 each)	November 17, 2023	22.34%	1	-	-	1	1,000,000	1,000,000	-	1.15	7.69
Total as at September 30, 2023							13,000,000	13,000,000	-	15.01	100
Total as at June 30, 2023							1,000,000	1,000,000	-		

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FOR THE QUARTER ENDED SEPTEMBER 30, 2023

5.5 Musharaka

5.5.1 Debt Sub-Fund

Name of Investee Company	Maturity date	Face Value			
		As at 01 July 2022	Purchased during the year	Matured during the year	As at 30 June 2023
----- (Rupees) -----					
UBL Ameen	July 24, 2023	4,000,000	-	4,000,000	-
Total as at September 30, 2023		4,000,000	-	4,000,000	-
Total as at June 30, 2023					4,000,000

5.5.1 Money Market Sub-Fund

Name of Investee Company	Maturity date	Face Value			
		As at 01 July 2022	Purchased during the year	Matured during the year	As at 30 June 2023
----- (Rupees) -----					
UBL Ameen	July 24, 2023	6,000,000	-	6,000,000	-
Total as at September 30, 2023		6,000,000	-	6,000,000	-
Total as at June 30, 2023					6,000,000

5.6 Significant terms and conditions of sukuk outstanding as at September 30, 2023 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Interest rate per annum	Maturity date	Secured / unsecured	Rating
----- (Rupees) -----							

Listed debt securities

Pakistan Energy Sukuk - II	800	5,000	4,000,000	6 months KIBOR - 0.1%	May 21, 2030	Secured	unrated
Hub Power Holdings Limited (Sukuk)	45	100,000	4,500,000	6 Months KIBOR + 2.50%	November 12, 2025	Unsecured	AA+

5.7 Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----								
Market value of investments	37,188,770	10,582,028	13,000,000	60,770,798	74,473,226	8,619,090	7,000,000	90,092,316
Less: carrying value of investments	(35,977,085)	(10,616,487)	(13,000,000)	(59,593,572)	(81,823,796)	(8,518,897)	(7,000,000)	(97,342,693)
	1,211,685	(34,459)	-	1,177,226	(7,350,570)	100,193	-	(7,250,377)

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

6 PROFIT RECEIVABLE

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Profit receivable on:								
Bank balances	103,073	329,889	2,770,454	3,203,416	42,391	334,027	668,430	1,044,848
Investments	-	989,590	234,484	1,224,074	-	501,821	56,671	558,492
	103,073	1,319,479	3,004,938	4,427,490	42,391	835,848	725,101	1,603,340

7 DEPOSITS AND OTHER RECEIVABLE

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Note								
Security Deposit with Central Depository								
Company of Pakistan Limited	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Advance tax 7.1	288,910	162,059	119,878	570,847	288,910	162,059	119,878	570,847
	388,910	262,059	219,878	870,847	388,910	262,059	219,878	870,847

7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding taxes on dividend, profit on bank deposits and profit on debt securities paid to the Fund were deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The aggregate tax withheld on dividends, profit on bank deposits and profit on debt securities amounts to Rs.0.57 million (2023: Rs.0.57 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Pension Fund Manager) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Pension Fund Manager and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding taxes deducted on dividends, profit on bank deposits and profit on debt securities have been shown as other receivable as at June 30, 2023 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Note								
Remuneration payable to the Pension Fund Manager 8.1	53,304	23,758	1,842	78,904	94,501	24,502	17,741	136,744
Sindh sales tax payable on remuneration of the Pension Fund Manager 8.2	108,886	66,037	53,778	228,701	114,243	66,134	55,846	236,223
Federal excise duty payable on remuneration of the Pension Fund Manager 8.3	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable	49,152	67,917	49,059	166,128	40,650	59,323	40,650	140,623
	899,034	557,044	465,273	1,921,351	937,086	549,291	474,831	1,961,208

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- 8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at the rate of 1.5% of average daily net assets of each of the Sub-Funds. During the period, the Pension Fund Manager charged management fee at the rate of 1.50% (June 30, 2023: 1.50%) per annum for Equity Sub-Fund, 0.50% - 1.00% (June 30, 2023: 0.50% - 1.00%) per annum for Debt Sub-Fund and Nil - 0.50% (June 30, 2023: 0.50%) per annum for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.
- 8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023:13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.
- 8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Managers as a result of which FED at the rate of 16 percent on the remuneration of the Pension Fund Manager and sales load was applicable with effect from June 13, 2013. The Pension Fund Manager was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Pension Fund Manager together with various other pension fund managers challenging the levy of FED.

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

During the year ended 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 Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provisions for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.69 million (June 30, 2023: Rs. 0.69 million) for Equity Sub-Fund, Rs. 0.40 million (June 30, 2023: Rs. 0.40 million) for Debt Sub-Fund and Rs. 0.36 million (June 30, 2023: Rs 0.36 million) for Money Market Sub-Fund are being retained in the condensed interim financial statements of the respective Sub-Funds as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at September 30, 2023 would have been higher by Rs. 10.25 (June 30, 2023: Rs. 4.14) per unit, Rs. 4.14 (June 30, 2023: Rs. 3.85) per unit and Rs. 1.21 (June 30, 2023: Rs. 2.23) per unit per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Remuneration payable to the Trustee	7,050	4,707	12,834	24,591	12,632	4,912	7,114	24,658
Sindh sales tax payable on remuneration of the Trustee	916	612	1,668	3,196	1,642	639	925	3,206
Settlement charges payable	936	627	137	1,700	600	600	600	1,800
	8,902	5,946	14,639	29,487	14,874	6,151	8,639	29,664

- 9.1 The Trustee is entitled to remuneration of Rs. 300,000 or 0.15% per annum of the average value of net assets values of the Fund, whichever is higher up to net assets of Rs. 1 billion. The rates applicable for Trustee's remuneration on net assets exceeding Rs. 1 billion are as follows:

-above Rs. 1 billion to Rs. 3 billion	Rs. 1.5 million plus 0.10% per annum of net assets, on on amount exceeding Rs. 1 billion.
-above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.
-above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.

- 9.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2023: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to the Securities and Exchange Commission of Pakistan (the SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one twenty fifth of 1% of the average annual net assets of each of the Sub-Funds.

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----							
Auditors' remuneration payable	160,776	161,393	160,163	482,332	103,997	103,997	104,001	311,995
Withholding tax payable	78,397	7,822	5,683	91,902	72,582	2,006	1,647	76,235
Charity payable	871,484	-	-	871,484	841,586	-	-	841,586
Zakat payable	3,549	14,296	16,080	33,925	3,549	13,799	15,456	32,804
Brokerage and equity settlement payable	1,190,435	-	7,761	1,198,196	1,195,939	-	-	1,195,939
	2,304,641	183,511	189,687	2,677,839	2,217,653	119,802	121,104	2,458,559

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 (June 30, 2023)

13 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001

14 NUMBER OF UNITS IN ISSUE

	September 30, 2023 (Unaudited)			June 30, 2023 (Audited)		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	----- Units -----					
Total units in issue at the beginning of the period / year	130,549	103,759	161,682	145,002	114,757	154,890
Units issued during the period / year	3,213	25,550	175,768	9,890	66,635	225,192
Units redeemed during the period / year	(66,652)	(25,924)	(45,953)	(20,882)	(73,902)	(230,600)
Reallocation of units	-	(6,973)	7,502	(3,461)	(3,731)	12,200
Total units in issue at the end of the period / year	67,110	96,412	299,000	130,549	103,759	161,682

15 CONTRIBUTION TABLE

	For the quarter ended September 30, 2023							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
From:								
Individuals / Corporate	3,213	2,097,594	25,550	7,738,786	175,768	49,972,113	204,532	59,808,493

	For the quarter ended September 30, 2022							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
From:								
Individuals / Corporate	1,594	969,503	14,976	4,065,805	54,732	13,120,331	71,302	18,155,639

16 TOTAL EXPENSE RATIO

The total expense ratio (TER) of JS Islamic Pension Savings Fund - Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund for the period ended September 30, 2023 is 3.52%, 2.34% and 0.28% (2022: 2.62%, 1.90% and 1.49%) respectively which includes 0.43%, 0.28% and 0.12% (2022: 0.32%, 0.21% and 0.17%) representing government levies on the Fund as sales taxes, annual fees payable to SECP, etc. This ratio is within the prescribed threshold of 4.5%, 2.5% and 2% for Equity Sub fund, Debt Sub fund and Money Market Sub Fund respectively.

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment 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 the market rates.

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions during the period and balances at period / year end with connected persons / related parties are as follows:

17.1 Details of transactions with connected persons / related parties during the period are as follows:

	September 30, 2023 (Unaudited)				September 30, 2022 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Investments Limited -								
Pension Fund Manager								
Remuneration for the period	260,299	76,518	6,617	343,434	327,255	52,839	48,104	428,198
Sindh sales tax on remuneration of the Pension Fund Manager	33,839	9,947	860	44,646	42,543	6,869	6,254	55,666
Printing and stationery charges	8,502	8,594	8,409	25,505	-	-	-	-
Expense incurred	-	-	-	-	6,388	6,375	6,375	19,138
Amount paid against redemption of units	42,500,000	-	-	42,500,000	-	-	-	-
Units redeemed (Number of units)	64,603	-	-	64,603	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee								
Remuneration for the period	32,934	14,657	27,859	75,450	41,836	14,906	18,583	75,325
Sindh sales tax on remuneration of the Trustee	4,281	1,905	3,621	9,807	5,438	1,938	2,416	9,792
Settlement charges	1,704	1,722	842	4,268	3,455	1,796	1,695	6,946
BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)								
Profit on bank balances	67	-	-	67	-	-	-	-
JS Global Capital Limited (Fellow subsidiary of Parent Company)								
Brokerage expense	42,517	-	-	42,517	16,935	-	-	16,935
Key Management Personnel								
Amount received against issuance of units	141,961	2,475,432	4,741,241	7,358,634	290,997	88,361	365,158	744,516
Units issued (Number of units)	214	8,243	16,932	25,389	492	329	1,512	2,333
Amount paid against redemption of units	211,094	2,431,648	150,619	2,793,361	241,365	-	-	241,365
Units redeemed (Number of units)	331	7,976	549	8,856	402	-	-	402

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

17.2 Details of balances with connected persons / related parties as at period / year end:

	September 30, 2023 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
JS Investments Limited - Pension Fund Manager								
Remuneration payable to the Pension Fund Manager	53,304	23,758	1,842	78,904	94,501	24,502	17,741	136,744
Sindh sales tax payable on remuneration of the Pension Fund Manager	108,886	66,037	53,778	228,701	114,243	66,134	55,846	236,223
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable	49,152	67,917	49,059	166,128	40,650	59,323	40,650	140,623
Investment at period / year end	23,801,333	7,062,530	572,339	31,436,201	59,514,582	6,784,347	540,727	66,839,656
Units outstanding (Number of units)	37,152	22,727	1,976	61,856	101,755	22,727	1,976	126,458
Central Depository Company of Pakistan Limited - Trustee								
Remuneration of Trustee	7,050	4,707	12,834	24,591	12,632	4,912	7,114	24,658
Sindh sales tax on remuneration of the Trustee	916	612	1,668	3,196	1,642	639	925	3,206
Settlement charges payable	936	627	137	1,700	600	600	600	1,800
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)								
Bank balances	43,154	-	-	43,154	43,087	-	2,254	45,341
JS Global Capital Limited (Fellow subsidiary of Parent Company)								
Brokerage Payable	-	-	-	-	316	-	-	316
Key management personnel								
Investment at period / year end	-	355,677	4,921,064	5,276,741	-	-	174,656	174,656
Units outstanding (Number of units)	-	1,145	16,988	18,133	-	-	585	585

18 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.

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

NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2023

As at September 30, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

	As at September 30, 2023 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees)				(Rupees)			
Equity Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
Listed equity securities	37,188,770	-	-	37,188,770	74,473,226	-	-	74,473,226
	<u>37,188,770</u>	<u>-</u>	<u>-</u>	<u>37,188,770</u>	<u>74,473,226</u>	<u>-</u>	<u>-</u>	<u>74,473,226</u>

	As at September 30, 2023 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees)				(Rupees)			
Debt Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
Listed debt securities	-	8,582,028	-	8,582,028	-	8,619,090	-	8,619,090
Short term sukuk certificates	-	2,000,000	-	2,000,000	-	-	-	-
Musharaka	-	-	-	-	-	4,000,000	-	4,000,000
	<u>-</u>	<u>10,582,028</u>	<u>-</u>	<u>10,582,028</u>	<u>-</u>	<u>12,619,090</u>	<u>-</u>	<u>12,619,090</u>

	As at September 30, 2023 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
ASSETS	(Rupees)				(Rupees)			
Money Market Sub-Fund								
Financial assets classified 'at fair value through profit or loss'								
Short term sukuk	-	13,000,000	-	13,000,000	-	1,000,000	-	1,000,000
Musharaka	-	-	-	-	-	6,000,000	-	6,000,000
	<u>-</u>	<u>13,000,000</u>	<u>-</u>	<u>13,000,000</u>	<u>-</u>	<u>7,000,000</u>	<u>-</u>	<u>7,000,000</u>

19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

19.2 Figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended September 30, 2023 and September 30, 2022 have not been subject to limited scope review by the statutory auditors of the Fund.

19.3 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

20 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on October 20, 2023 by the Board of Directors of the Pension Fund Manager.



Chief Financial Officer



Chief Executive Officer



Director



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QUARTERLY REPORT
SEPTEMBER 30, 2023

JS PENSION SAVINGS FUND



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MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



COMPANY INFORMATION

Management Company

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Website: www.jsil.com

Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

Legal Advisors

Bawaney and Partners
3rd & 4th Floor, 68-C, Lane-13
Bokhari Commercial Area
Phase-VI DHA, Karachi

Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
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DIRECTORS' REPORT TO THE PARTICIPANTS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Pension Savings Fund** (the Fund), has the pleasure of presenting the fund's unaudited financial statements for the quarter ended September 30, 2023.

Economy Review:

In the first quarter of the fiscal year 2024, the country continued to confront a challenging economic environment. Notably, the Stand-By Arrangement, secured at the last moment, delivered short-term relief from the looming risk of default and aided the depleting forex reserves. Consequently, SBP reserves rose from USD 4.5bn in June 2023 to USD 7.6bn in September 2023. However, concerns over elevated inflation, substantial currency devaluation, and increased political uncertainty persisted during the period.

The current account exhibited a deficit of USD 935mn in 2MFY24, in contrast to the USD 2.04bn deficit in the same period last year. The narrowing deficit is attributed to restrictive measures on imports, currency devaluation, and muted economic activity, causing imports to decline faster than exports. Concurrently, remittances experienced a decline of approximately 21.6% Y-o-Y, amounting to USD 4.1bn during 2MFY24 compared to USD 5.3bn in 2MFY23. This decline resulted from the economic slowdown in host countries and increased usage of informal channels due to a significant disparity between the open market and official exchange rates.

During 1QFY24, inflation averaged 29.04%, as opposed to the 25.12% observed in 1QFY23, driven by tariff adjustments in the energy sector, a weaker currency, and escalated commodity prices. In response to this persistent inflationary pressure, SBP maintained the policy rate at 22% during the quarter.

Looking ahead, the trajectory of economic progress hinges on the effective management of external account challenges, maintenance of political stability amidst upcoming general elections, containment of inflation, and implementation of the IMF policies under the Stand-By Arrangement. These strategies will also serve as the cornerstone for negotiations concerning a potential comprehensive, long-term IMF program.

Income & Money Market Review:

In 1QFY24, Pakistan's prevailing economic and political conditions continued to steer money managers towards favoring the shorter end of the yield curve, primarily in response to a contractionary monetary policy. During the period, SBP borrowed PKR 8.3tr in T-bills auctions, slightly below the PKR 8.7tr target; however, funding through PIB auctions fell short at PKR 83.4bn against a PKR 320bn target. The bidding patterns in the T-Bill auctions during the quarter consistently indicated a preference for the shorter 3-month tenor, reflecting a cautious approach towards duration risk.

At the end of the quarter, secondary market yields for 3-month and 3-year tenors stood at 22.46% and 19.11%, respectively, and this continued to demonstrate the presence of a yield curve inversion. In the foreseeable future, the bond market will closely monitor any possible indications of a shift toward monetary policy easing, particularly as headline inflation is expected to subside mainly due to the high base effect. Nevertheless, the external account situation will significantly influence this outlook.

Equity Market Review:

During 1QFY24, the KSE 100 index showcased an impressive 11.5% increase, gaining 4,779.90 points before closing at 46,232.59 points. The overall trading activity witnessed an increase of ~32% Y-o-Y, as the volumes rose to 143.2mn shares, compared to 108.6mn shares in 1QFY23. Similarly, the value of shares traded displayed a growth of 12%, averaging around USD 27.3mn in 1QFY24.

Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & distribution outperformed the market, while Fertilizer, Technology and communication, and Paper & Board were notable underperformers.

In the forthcoming period, the government's commitment to complying with IMF policies outlined within the SBA and preserving political stability in the lead-up to the imminent general elections will notably affect the market performance.

Review of Fund Performance

The fund was launched on June 26, 2007, for contributions by eligible participants under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), to assist and facilitate them in planning for their retirement. The fund has three sub-funds: Equity Sub-Fund, Debt Sub-Fund, and Money Market Sub-Fund.

The Equity Sub-fund's return was 9.59% for the quarter ended September 30, 2023. Net Assets moved from PKR 114.08 million (June 30, 2023) to PKR 97.90 million as of September 30, 2023. The total expense ratio (TER) of the Equity Sub Fund is 2.72%, which includes 0.01% of government levies on the Fund.

The Debt Sub-fund's annualized return was 20.25% for the quarter ended September 30, 2023. Net Assets moved from PKR 202.04 million (June 30, 2023) to PKR 190.34 million as of September 30, 2023. The total expense ratio (TER) of the Debt Sub Fund is 1.32%, which includes 0.05% of government levies on the Fund.

The Money Market Sub-fund's annualized return was 21.70% for the quarter ended September 30, 2023. Net Assets were moved from PKR 276.99 million (June 30, 2023) to PKR 379.19 million as of September 30, 2023. The total expense ratio (TER) of the Money Market Sub Fund is 0.75%, which includes 0.03% of government levies on the Fund.

The Fund has 184 participants as on September 30, 2023.

Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has assigned Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



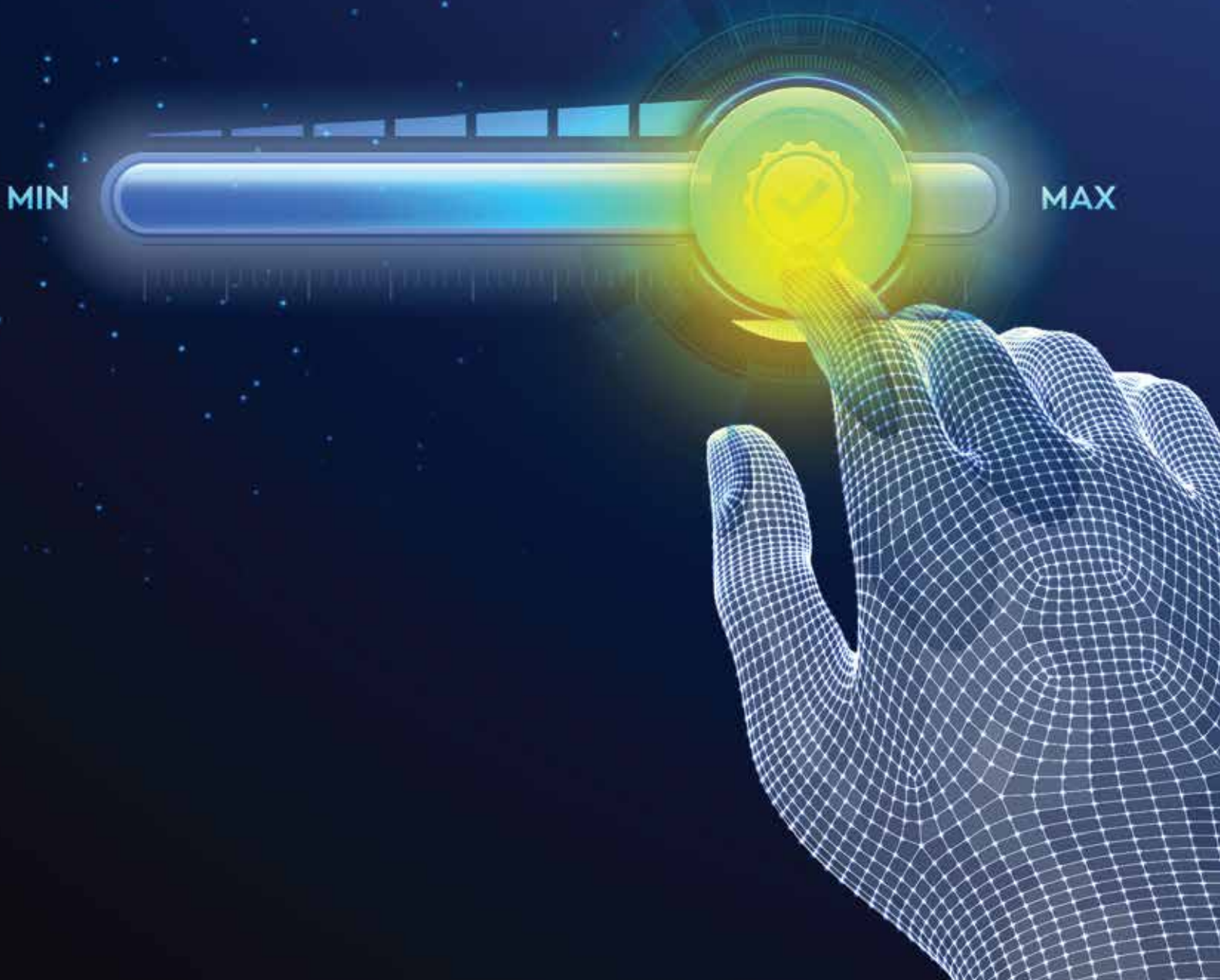
Director

October 20, 2023
Karachi



Chief Executive Officer
Iffat Zehra Mankani

CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT SEPTEMBER 30 2023

Note	September 30, 2023				June 30, 2023				
	(Un-Audited)				(Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Rupees -----				----- Rupees -----					
Assets									
Bank balances	4	16,045,901	18,940,998	41,300,072	76,286,971	10,883,726	7,050,894	14,646,803	32,581,423
Investments	5	83,029,659	166,747,468	326,820,300	576,597,427	106,066,538	191,188,645	259,793,545	557,048,728
Dividend receivable		409,974	-	-	409,974	3,709	-	-	3,709
Profit/Markup receivable		-	6,085,888	12,240,789	18,326,677	-	5,293,600	3,655,632	8,949,232
Advances, deposits, prepayment and other receivables		434,016	214,716	213,880	862,612	434,016	162,633	213,880	810,529
Total assets		99,919,550	191,989,070	380,575,041	672,483,661	117,387,989	203,695,772	278,309,860	599,393,621
Liabilities									
Remuneration payable to the Pension Fund Manager	15	118,652	153,248	152,483	424,383	137,997	165,424	110,797	414,218
Sales Tax payable on Pension Fund Manager's remuneration	15.1	139,530	177,926	138,012	455,468	142,044	179,508	132,592	454,144
Federal Excise Duty payable on Pension Fund Manager's remuneration	6	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686
Remuneration payable to the Trustee		11,865	22,987	45,745	80,597	13,799	24,814	33,239	71,852
Sales Tax payable on Trustee remuneration		1,542	2,988	5,947	10,477	1,794	3,226	4,321	9,341
Audit fee payable		154,122	154,122	154,122	462,366	102,009	102,009	102,009	306,027
Annual fee payable to Securities and Exchange Commission of Pakistan		10,888	18,868	31,460	61,216	47,551	82,246	109,257	239,054
Accrued expenses and other liabilities	7	738,086	56,095	65,111	859,292	2,023,869	38,172	40,147	2,102,188
Total liabilities		2,014,593	1,645,782	1,384,110	5,044,485	3,308,971	1,654,947	1,323,592	6,287,510
Contingencies & Commitments									
	8								
Net assets		97,904,957	190,343,288	379,190,931	667,439,176	114,079,018	202,040,825	276,986,268	593,106,111
Participants' Sub-Funds (as per statement attached)		97,904,957	190,343,288	379,190,931	667,439,176	114,079,018	202,040,825	276,986,268	593,106,111
Number of units in issue	11	213,641	462,495	1,116,155		272,809	515,973	859,917	
Net assets value per unit		458.27	411.56	339.73		418.16	391.57	322.11	

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

Note	September 30, 2023				September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Income								
Profit / mark-up income	589,327	9,997,952	16,507,258	27,094,537	520,622	8,131,450	7,633,246	16,285,318
Unrealised gain / (loss) on remeasurement of investment at fair value through profit and loss	3,863,729	331	728,517	4,592,577	(7,446,992)	128,639	388	(7,317,965)
Net gain / (loss) on sale of investments	7,874,312	66,122	461,956	8,402,390	571,422	331,432	3,446,284	4,349,138
Dividend income	1,613,383	-	-	1,613,383	2,948,015	-	-	2,948,015
Total (loss) / income	13,940,751	10,064,405	17,697,731	41,702,887	(3,406,933)	8,591,521	11,079,918	16,264,506
Expenses								(3,748)
Remuneration of JS Investments Limited - Pension Fund Manager 15	408,723	472,148	393,562	1,274,433	474,275	403,055	368,327	1,245,657
Sindh sales tax on remuneration of the Pension Fund Manager 15.1	53,135	61,380	51,164	165,679	61,656	52,393	47,882	161,931
Remuneration of Central Depository Company of Pakistan Ltd. - Trustee	40,873	70,805	118,040	229,718	47,427	87,451	110,498	245,376
Sindh sales tax on remuneration of the Trustee	5,312	9,204	15,345	29,861	6,366	11,112	14,542	32,020
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10,888	18,868	31,459	61,215	11,070	20,434	25,812	57,316
Auditors' remuneration	52,113	52,113	52,113	156,339	51,336	51,894	51,336	154,566
Securities' transaction cost	245,435	1,930	9,880	257,245	57,576	25,757	12,264	95,597
Bank and settlement charges	7,590	12,783	1,736	22,109	1,872	1,749	1,611	5,232
Printing and stationery charges	16,663	16,663	16,663	49,989	6,660	7,160	7,090	20,910
Total expenses	840,732	715,894	689,962	2,246,588	718,238	661,005	639,362	2,018,605
Net income / (loss) for the period before taxation	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901
Taxation 9	-	-	-	-	-	-	-	-
Net income / (loss) for the period after taxation	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

	September 30, 2023				September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net income / (loss) for the period after taxation	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

	September 30, 2023				September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Cash Flows from Operating Activities								
Net income / (loss) for the period before taxation	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901
Adjustments for:								
(Gain) / loss on sale of investments - net	(7,874,312)	(66,122)	(461,956)	(8,402,390)	(571,422)	(331,432)	(3,446,284)	(4,349,138)
Profit / mark-up on debt securities	(589,327)	(9,997,952)	(16,507,258)	(27,094,537)	(520,622)	(8,131,450)	(7,633,246)	(16,285,318)
Net unrealized (gain) / loss on investment at fair value through profit and loss	(3,863,729)	(331)	(728,517)	(4,592,577)	7,446,992	(128,639)	(388)	7,317,965
	772,651	(715,894)	(689,962)	(633,205)	2,229,777	(661,005)	(639,362)	929,410
Operating Assets								
Dividend receivable	(406,265)	-	-	(406,265)	(65,905)	-	-	(65,905)
Deposits and other receivables	-	(52,083)	-	(52,083)	(1,908,574)	(44,004,269)	(248,694,975)	(294,607,818)
	(406,265)	(52,083)	-	(458,348)	(1,974,479)	(44,004,269)	(248,694,975)	(294,673,723)
Operating Liabilities								
Remuneration payable to the Pension Fund Manager	(21,859)	(13,758)	47,106	11,489	(9,928)	111,234	2,862	104,168
Remuneration payable to the Trustee	(2,186)	(2,065)	14,132	9,881	(801)	1,102	1,191	1,492
Annual fee payable to Securities and Exchange Commission of Pakistan	(36,663)	(63,378)	(77,797)	(177,838)	(52,964)	(70,877)	(82,896)	(206,737)
Accrued expenses and other liabilities	(1,233,670)	70,036	77,077	(1,086,557)	57,506	96,392	94,701	248,599
	(1,294,378)	(9,165)	60,518	(1,243,025)	(6,187)	137,851	15,858	147,522
	(927,992)	(777,142)	(629,444)	(2,334,578)	249,111	(44,527,423)	(249,318,479)	(293,596,791)
Net proceeds / (payments) from investments	34,774,920	24,507,630	(65,836,282)	(6,553,732)	(11,426,212)	(97,554,442)	(1,281,989)	(110,262,643)
Profit received on bank balances & investments	589,327	9,205,664	7,922,101	17,717,092	-	3,819,842	6,223,290	10,043,132
Cash generated / (used in) from operating activities - net	35,364,247	33,713,294	(57,914,181)	11,163,360	(11,426,212)	(93,734,600)	4,941,301	(100,219,511)
Cash Flows from Financing Activities - net								
Cash received on issue of units	2,987,223	15,689,007	127,197,998	145,874,228	725,382	6,392,883	47,216,652	54,334,917
Cash paid on redemption of units	(32,261,303)	(36,735,055)	(42,001,104)	(110,997,462)	(3,444,832)	(36,823,153)	(63,595,158)	(103,863,143)
Net cash (used in) / generated from financing activities	(29,274,080)	(21,046,048)	85,196,894	34,876,766	(2,719,450)	(30,430,270)	(16,378,506)	(49,528,226)
Increase / (Decrease) in cash and cash equivalents - net	5,162,175	11,890,104	26,653,269	43,705,548	(13,896,551)	(168,692,293)	(260,755,684)	(443,344,528)
Cash and cash equivalents at the beginning of the period	10,883,726	7,050,894	14,646,803	32,581,423	22,222,469	169,029,283	261,092,140	452,343,892
Cash and cash equivalents at end of the period	16,045,901	18,940,998	41,300,072	76,286,971	8,325,918	336,990	336,456	8,999,364

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

	September 30, 2023				September 30, 2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
Net assets at beginning of the period	114,079,018	202,040,825	276,986,268	593,106,111	127,304,826	227,511,410	294,453,729	649,269,965
Amount received on issue of units	2,987,223	15,689,007	127,197,998	145,874,228	725,382	6,392,883	47,216,652	54,334,917
Amount paid on redemption of units	(32,261,303)	(36,735,055)	(42,001,104)	(110,997,462)	(3,444,832)	(36,823,153)	(63,595,158)	(103,863,143)
Total comprehensive income / (loss) for the period	13,100,019	9,348,511	17,007,769	39,456,299	(4,125,171)	7,930,516	10,440,556	14,245,901
Net assets at end of the period	97,904,957	190,343,288	379,190,931	667,439,176	120,460,205	205,011,656	288,515,779	613,987,640

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



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on June 17, 2007. It has been constituted under a Trust Deed, dated June 6, 2007, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee. The Pension Fund Manager (the PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28, SB-5 Abdullah Haroon Road, Saddar, Karachi.

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 September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open-end mutual fund and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 The objective of the Fund is to provide a secure source of savings and retirement income to individuals. It is a portable pension scheme allowing individuals the flexibility of contributions and portfolio customisation through allocation of such contributions in equity and fixed income investment avenues suited to their specific needs and risk profile.

1.4 The Pakistan Credit Rating Agency has assigned Management Quality Rating of "AM2+" (AM-Two Plus) with a "stable" outlook to JS Investments Limited (Pension Fund Manager) with effect from December 27, 2022 (June 30, 2022: 'AM2' with 'positive outlook').

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

1.6 The Fund consists of three sub-funds namely, JS Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the Sub-Funds are as follows:

1.6.1 Equity Sub-Fund

- Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of Net Assets of an Equity Sub-Fund shall remain invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund or the index weight whichever is higher; subject to maximum thirty five percent (35%) of net assets of equity sub-fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the Commission. The Pension Fund Manager shall not deposit more than ten per cent (10%) of net assets of the Equity Sub-Fund in a single bank.

1.6.2 Debt Sub-Fund

- The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

1.6.3 Money Market Sub-Fund

- The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed twenty per cent (20%) of net assets of the Money Market Sub-Fund.

1.7 The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated sub-funds. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

2. BASIS OF PRESENTATION

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. Such standards comprise of:

- International Accounting Standards (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
- Voluntary Pension Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the VPS Rules 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 VPS Rules and the requirements of the Trust Deed have been followed.

2.2 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 June 30, 2023.

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

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, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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 June 30, 2023.

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 1, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

4 BANK BALANCES

	Note	September 30, 2023 (Un audited)				June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
In saving accounts	4.1	16,045,901	18,940,998	41,300,072	76,286,971	10,883,726	7,050,894	14,646,803	32,581,423
		16,045,901	18,940,998	41,300,072	76,286,971	10,883,726	7,050,894	14,646,803	32,581,423

4.1 These include bank balances held by Equity Sub-Fund and Money Market Sub-Fund with JS Bank Limited (a related party) that carry profit at the rate of 20.82% (30 June 2023: 19.60%) per annum and in Money Market Sub-Fund with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 19.00% (30 June 2023: 19.75%) per annum. Other saving accounts of the Fund carry profit rates ranging from 18.50% to 20.50% (30 June 2023: from 12.25% to 19.50%) per annum.

5 INVESTMENTS

Investments by category	Note	September 30, 2023 (Un audited)				June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
At fair value through profit or loss - held for trading									
Listed equity securities	5.1	83,029,659	-	-	83,029,659	106,066,538	-	-	106,066,538
Government Securities	5.2.1	-	114,680,401	270,820,300	385,500,701	-	139,036,335	240,793,545	379,829,880
Unlisted Debt Securities	5.2.2	-	33,741,915	-	33,741,915	-	33,678,910	-	33,678,910
Listed debt securities	5.2.4	-	18,325,152	-	18,325,152	-	18,473,400	-	18,473,400
Sukuk certificates - unlisted		-	-	56,000,000	56,000,000	-	-	19,000,000	19,000,000
		83,029,659	166,747,468	326,820,300	576,597,427	106,066,538	191,188,645	259,793,545	557,048,728



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

5.1 At fair value through P&L - Listed equity securities - held by Equity Sub-Fund

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless otherwise stated)	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market value as at September 30, 2023	% of net assets of the Sub-Fund	% of paid up capital of investee company
	Number of shares					Rupees		%	
Oil & Gas marketing companies									
Sui Northern Gas Pipelines Limited	114,000	-	-	114,000	-	-	-	-	-
Pakistan State Oil Company Limited	33,000	6,000	-	6,400	32,600	3,680,742	4,001,324	4.09	0.01
						3,680,742	4,001,324	4.09	0.01
Oil & Gas exploration companies									
Oil and Gas Development Company Limited	64,750	36,200	-	41,500	59,450	4,777,674	5,734,547	5.86	0.00
Pakistan Oilfields Limited	15,050	5,500	-	15,050	5,500	2,414,460	2,143,680	2.19	0.00
Pakistan Petroleum Limited	51,354	124,400	-	50,000	125,754	8,361,033	9,314,599	9.51	0.00
Mari Petroleum Company Limited	5,139	-	-	2,000	3,139	4,754,455	4,897,154	5.00	0.00
						20,307,622	22,089,980	22.56	-
Fertilizer									
Engro Corporation Limited	5,666	10,000	-	5,666	10,000	2,654,238	2,401,400	2.45	0.00
Engro Fertilizer Limited	70,200	-	-	70,200	-	-	-	-	-
Fauji Fertilizer Company Limited	105,500	-	-	95,009	10,491	1,032,734	973,984	0.99	0.00
						3,686,972	3,375,384	3.45	-
Chemicals									
Engro Polymer & Chemicals Limited	25,000	58,000	-	16,000	67,000	2,949,198	2,633,770	2.69	0.00
Sectors / companies (Ordinary shares have a face value of Rs 10 each unless otherwise stated)									
Pharmaceuticals									
Citi Pharma Limited	45,000	-	-	-	45,000	960,300	990,000	1.01	0.02
Ferozsons Laboratories Limited	9,000	-	-	9,000	-	-	-	-	-
Hinoon Laboratories Limited	9,007	-	-	-	9,007	3,027,883	3,421,849	3.50	0.02
						3,988,183	4,411,849	4.51	0.04
Cement									
D.G Khan Cement Company Limited	-	117,350	-	117,350	-	-	-	-	-
Maple Leaf Cement Factory Limited	212,500	120,800	-	167,000	166,300	4,864,357	4,979,022	5.09	0.02
Lucky Cement Limited	4,593	4,200	-	4,350	4,443	2,498,132	2,507,363	2.56	0.00
Cherat Cement Company Limited	-	32,150	-	20,300	11,850	1,558,004	1,530,783	1.56	0.01
						8,920,493	9,017,168	9.21	0.03
Glass and Ceramics									
Tariq Glass Industries Limited	-	42,000	-	42,000	-	-	-	-	-
Engineering									
Aisha Steel Limited	328,500	220,000	-	-	548,500	3,210,880	3,153,875	3.22	0.06
Mughal Iron & Steel Industries Limited	-	40,000	-	-	40,000	2,254,721	1,994,400	2.04	0.01
						5,465,601	5,148,275	5.26	0.07
Refinery									
Attock Refinery Limited	12,500	5,000	-	17,500	-	-	-	-	-
Commercial Banks									
Habib Bank Limited	80,300	-	-	31,000	49,300	3,610,239	4,458,692	4.55	0.00
Bank Alfalah Limited	154,500	4,000	-	59,000	99,500	3,065,019	3,827,765	3.91	0.01
Faysal Bank Limited	3,709	-	-	-	3,709	74,848	82,711	0.08	0.00
Askari Commercial Bank Limited	-	150,000	-	-	150,000	2,403,860	2,338,500	2.39	0.01
Bank Islami Pakistan Limited (related party)	202,000	50,000	-	143,996	108,004	1,941,459	1,888,990	1.93	0.01
National Bank of Pakistan Limited	-	200,000	-	75,000	125,000	2,906,250	2,877,500	2.94	0.01
United Bank Limited	56,600	-	-	36,200	20,400	2,397,816	2,929,440	2.99	0.00
						16,399,491	18,403,598	18.80	0.04
Power Generation & Distribution									
The Hub power Company Limited	69,596	-	-	49,700	19,896	1,384,364	1,757,414	1.80	0.00
Technology & Communication									
Airlink Communication Limited	65,000	-	-	65,000	-	-	-	-	-
AVN-AVANCEON Limited	40,250	-	-	-	40,250	1,772,610	1,890,543	1.93	0.01
Systems Limited	23,900	4,500	-	5,550	22,850	9,320,699	8,999,014	9.19	0.01
Octopus Digital Limited	34,500	-	-	-	34,500	1,289,955	1,301,340	1.33	0.03
						12,383,264	12,190,897	12.45	0.05
Total as at September 30, 2023						79,165,930	83,029,659	84.81	0.24
Cost of Investment as at September 30, 2023						88,390,640			

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

5.2 At fair value through P&L - held by Debt Sub-Fund

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market value as at September 30, 2023	% of net assets of the Sub-Fund
	----- Number of certificates -----			----- Rupees -----			
5.2.1 Government securities (face value of Rs. 100,000 each)							
Treasury Bills - 3 Months	750	1,100	1,350	500	47,849,816	47,822,401	25.12
Pakistan Investment Bonds - 3 Years	170	-	-	170	17,011,193	16,983,000	8.92
Pakistan Investment Bonds - 5 Years	500	-	-	500	52,876,390	49,875,000	26.20
					69,887,583	66,858,000	35.12
5.2.2 Sukuk certificates - Unlisted face value of Rs 100,000/-each							
Hub Power Holdings Limited	180	-	-	180	18,473,400	18,325,152	9.63
5.2.3 Term finance certificates- Unlisted face value of Rs 5,000/-each							
Bank Alfalah Limited	2,800	-	-	2,800	13,230,350	13,528,171	7.11
5.2.4 Sukuk certificates - Listed face value of Rs 5,000/-each							
K-Electric Limited	4,000	-	-	4,000	20,448,560	20,213,744	10.62
Total as at September 30, 2023					169,889,709	166,747,468	87.60
Cost of Investment as at September 30, 2023					164,358,629		
5.3 At fair value through P&L - held by Money Market Sub-Fund							
5.3.1 Government securities (face value of Rs. 100,000 each)							
Treasury Bills - 3 Months	950	8,260	8,210	1,000	96,298,483	96,257,800	25.39
Treasury Bills - 6 Months	-	700	700	-	-	-	-
					96,298,483	96,257,800	25.39
Pakistan Investment Bonds - 2 Years	1,500	1,750	1,500	1,750	179,317,821	174,562,500	91.71
5.3.2 Sukuk certificates - Unlisted face value of Rs 100,000/-each							
K-Electric STS XX	-	12	-	12	12,000,000	12,000,000	6.30
K-Electric STS XIX	-	25	-	25	25,000,000	25,000,000	13.13
					37,000,000	37,000,000	19.44
5.3.3 Term finance certificates- Unlisted face value of Rs 5,000/-each							
Hub Power Company Limited	19	-	-	19	19,000,000	19,000,000	9.98
Total as at September 30, 2023					331,616,304	326,820,300	146.52
Cost of Investment as at September 30, 2023					329,972,283		



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

5.4 At Fair Value through profit or loss

5.4.1 At Fair Value through profit or loss - held by Debt Sub-Fund

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market value as at September 30, 2023	% of net assets of the Sub-Fund	Credit Rating
<i>Note</i>								
	----- Number of certificates -----				----- Rupees -----			

Unlisted debt securities

- face value Rs. 5,000 each

Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs)

Privately Placed Term Finance Certificate - 6th issue	5.4.1.1	128	-	-	128	640,000	-	-
Less: Provision for impairment						(640,000)	-	-
						-	-	-

5.4.1.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 0.64 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

5.4.2 At Fair Value through profit or loss - held by Money Market Sub-Fund

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at September 30, 2023	Market value as at September 30, 2023	% of net assets of the Sub-Fund	Credit Rating
<i>Note</i>								
	----- Number of certificates -----				----- Rupees -----			

Unlisted debt securities

- face value Rs. 5,000 each

Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs)

Privately Placed Term Finance Certificate - 6th issue	5.4.2.1	642	-	-	642	3,210,000	-	-
Less: Provision for impairment						(3,210,000)	-	-
						-	-	-

5.4.2.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 3.21 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenor of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

6 PROVISION FOR FEDERAL EXCISE DUTY ON REMUNERATION OF THE MANAGEMENT COMPANY

The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till June 30, 2016 amounting to Rs 839,908, Rs 1,059,548 and Rs 791,230 is being retained for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively in these financial statements as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value (NAV) of the Fund as at September 30, 2023 would have been higher by Rs. 3.93 (June 30, 2023: Rs. 3.08) per unit, Rs. 2.29 (June 30, 2023: Rs. 2.05) per unit and Rs. 0.71 (June 30, 2023: Rs. 0.92) per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub Fund respectively.

7 ACCRUED EXPENSES AND OTHER LIABILITIES

Settlement charges payable
Zakat payable
Payable against transactions in equity securities
Payable against printing and stationery
Brokerage payable
Withholding tax payable

September 30, 2023			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
1,000	565	565	2,130
1,199	10,690	11,756	23,645
688,314	-	-	688,314
42,910	42,910	42,910	128,730
4,663	1,930	9,880	16,473
-	-	-	-
738,086	56,095	65,111	859,292

Settlement charges payable
Zakat payable
Payable against transactions in equity securities
Payable against printing and stationery
Brokerage payable
Withholding tax payable

June 30, 2023			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
700	500	500	1,700
1,199	10,690	11,581	23,470
1,989,349	-	-	1,989,349
26,247	26,247	26,247	78,741
4,663	650	1,566	6,879
1,711	85	253	2,049
2,023,869	38,172	40,147	2,102,188

8 CONTINGENCIES & COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2023 and June 30, 2023

9 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

10 CONTRIBUTION TABLE

Contributions (net of front end fee) received during the period.

	September 30, 2023						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	(Rupees)
From:							
Individuals	6,524	2,987,223	39,242	15,689,007	383,759	127,197,998	145,874,228

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

	September 30, 2022						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	(Rupees)
From:							
Individuals	1,728	725,382	18,771	6,392,883	166,331	47,216,652	54,334,917

11 NUMBER OF UNITS IN ISSUE

	September 30, 2023			June 30, 2023		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	(Number)					
Total units outstanding at beginning of the period	272,809	515,973	859,917	302,416	679,851	1,070,283
Units issued	6,524	39,242	383,759	1,728	18,771	166,331
Units redeemed	(65,692)	(92,721)	(127,521)	(8,263)	(106,675)	(224,720)
Total units in issue at end of the period	213,641	462,495	1,116,155	295,882	591,947	1,011,894

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.21% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at September 30, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

12.1 Details of balances of the Fund held with related parties / connected person as at period / year end:

	September 30, 2023 (Un-Audited)				June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
JS Investments Limited (Pension Fund Manager)									
Remuneration payable	118,652	153,248	152,483	424,383	137,997	165,424	110,797	414,218	
Sales tax payable on pension fund manager's remuneration	139,530	177,926	138,012	455,468	142,044	179,508	132,592	454,144	
Federal Excise Duty payable on pension fund manager's remuneration	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686	
Sales Load payable	-	-	-	-	429	768	1,063	2,260	
Printing and stationery charges payable	42,910	42,910	42,910	128,730	26,247	26,247	26,247	78,741	
Amount held	36,847,210	25,285,131	28,886,666	91,019,008	59,136,320	24,057,000	27,388,467	110,581,787	
Units outstanding	Number	80,405	61,437	85,028	226,870	141,421	61,437	85,028	287,886

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

Note	September 30, 2023 (Un-Audited)				June 30, 2023 (Audited)				
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total	
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund		
-----Rupees-----									
Central Depository Company of Pakistan Limited (Trustee)									
Remuneration payable	11,865	22,987	45,745	80,597	13,799	24,814	33,239	71,852	
Sales Tax payable on Trustee remuneration	1,542	2,988	5,947	10,477	1,794	3,226	4,321	9,341	
Settlement charges payable	1,000	565	565	2,130	700	500	500	1,700	
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000	
BankIslami Pakistan Limited (Fellow Subsidiary of JSBL)									
Bank Balance	-	-	2,226	2,226	-	-	2,226	2,226	
JS Bank Limited (Parent Company of JSIL)									
Bank Balance	199,389	-	62	199,451	152,790	-	62	152,852	
JS Global Capital Limited (Fellow Subsidiary of JSBL)									
Brokerage payable	12.3	-	-	-	2,232	-	-	2,232	
Key management personnel									
Amount held	1,497,446	4,529,480	25,997,437	32,024,363	-	21,914,089	21,924,844	43,838,933	
Units outstanding	Number	3,268	11,006	76,524	90,798	-	55,965	68,066	124,031

12.2 Details of transactions with related parties / connected person during the period:

Note	September 30, 2023				September 30, 2022			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
-----Rupees-----								
JS Investments Limited (Management Company)								
Remuneration of the Pension Fund Manager	408,723	472,148	393,562	1,274,433	474,275	403,055	368,327	1,245,657
Sales tax on pension fund manager's remuneration	53,135	61,380	51,164	165,679	61,656	52,393	47,882	161,931
Printing and stationery charges	16,663	16,663	16,663	49,989	6,660	7,160	7,090	20,910
Sales load for the period	-	-	-	-	399	679	956	2,034
Amount paid on redemption of units	30,000,000	-	-	30,000,000	-	-	-	-
Units redeemed	Number	61,015	-	61,015	-	-	-	-
Central Depository Company of Pakistan Limited (Trustee)								
Remuneration for the period	40,873	70,805	118,040	229,718	47,427	87,451	110,498	245,376
Sales Tax on remuneration of the Trustee	5,312	9,204	15,345	29,861	6,366	11,112	14,542	32,020
Settlement charges	7,494	1,760	1,760	11,014	1,872	1,749	1,611	5,232
JS Bank Limited (Parent Company of JSIL)								
Return on bank balances	18,216	-	-	18,216	-	-	-	-
JS Global Capital Limited (Fellow subsidiary of JSBL)								
Brokerage expense	12.3	47,591	-	47,591	7,938	-	-	7,938



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

Note	September 30, 2023				September 30, 2022			
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund	
-----Rupees-----								
Key management personnel								
Amount received on issue of units	1,511,740	4,431,742	25,255,324	31,198,806	-	-	-	-
Units issued	3,268	11,191	77,423	91,882	-	-	-	-
Amount paid on Redemption of units	-	22,224,615	22,464,580	44,689,195	-	-	-	-
Units Redeemed	-	56,150	68,965	125,115	-	-	-	-

12.3 The amount disclosed represents the amount of brokerage paid to related party and not the purchase or sale value of securities transacted through them. The purchase or sale value have not been treated as transactions with related party as ultimate counter- parties are not known.

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

12.5 Details of related party transactions and balances in respect of investments made by the Fund have been disclosed in note 5 of these condensed interim financial statements.

13 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.

13.1 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

As at September 30, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

September 30, 2023 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Listed equity securities

Equity Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
83,029,659	-	-	83,029,659
83,029,659	-	-	83,029,659

September 30, 2023 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities
Unlisted debt securities
Listed debt securities

Debt Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	114,680,401	-	114,680,401
-	33,741,915	-	33,741,915
-	18,325,152	-	18,325,152
-	166,747,468	-	166,747,468

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FOR THE QUARTER ENDED SEPTEMBER 30 2023

September 30, 2023 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities
Unlisted debt securities

Money Market Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	270,820,300	-	270,820,300
-	56,000,000	-	56,000,000
-	326,820,300	-	326,820,300

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'
Listed equity securities

Equity Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
106,066,538	-	-	106,066,538
106,066,538	-	-	106,066,538

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities
Unlisted debt Securities
Listed debt securities

Debt Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	139,036,335	-	139,036,335
-	33,678,910	-	33,678,910
-	18,473,400	-	18,473,400
-	191,188,645	-	191,188,645

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'
Government securities
Unlisted debt securities

Money Market Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	240,793,545	-	240,793,545
-	19,000,000	-	19,000,000
-	259,793,545	-	259,793,545

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of JS Pension Savings Fund - Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund for the period ended September 30, 2023 is 2.72% , 1.32% and 0.75% respectively which includes 0.01%, 0.05% and 0.03% representing government levies on the Fund as sales taxes, annual fees payable to SECP, etc. This ratio is within the prescribed threshold of 4.50%, 2.50% and 2.00% for Equity Sub fund, Debt Sub fund and Money Market Sub Fund respectively.

15 PENSION FUND MANAGER FEE

As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at the rate of 1.5% of average daily net assets of each of the Sub-Funds. During the period, the Pension Fund Manager charged management fee at the rate of 1.50% (June 30, 2023: 1.50%) per annum for Equity Sub-Fund, 1.00% (June 30, 2023: 0.50%) per annum for Debt Sub-Fund and 0.50% (June 30, 2023: 0.50%) for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in

15.1 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023:13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30 2023

16 GENERAL

16.1 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

16.2 Figures have been rounded off to the nearest Rupee.

17 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 20, 2023 by the Board of Directors of the Pension Fund Manager.



Chief Financial Officer



Chief Executive Officer



Director



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