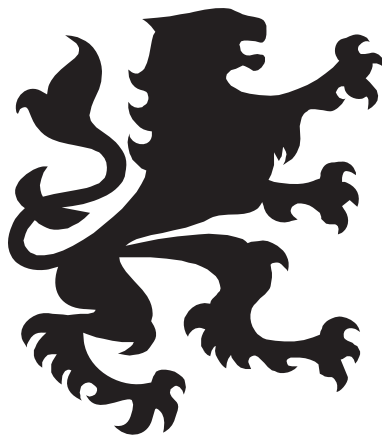


LAKSON INCOME FUND

Half Yearly Report (December 31, 2023)



LAKSON INVESTMENTS
WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

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Fund's Information

Management Company

Lakson Investments Limited
Head Office
Lakson Square, Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan.
Phone: (9221) 3840.0000
Fax: (9221) 3568.1653
Web site: www.li.com.pk
E-mail: info@li.com.pk

**Board of Directors of
the Management Company**

Mr. Iqbal Ali Lakhani - Chairman
Mr. Babar Ali Lakhani - Chief Executive Officer
Mr. Jamil Ahmed Mughal
Mr. Amin Mohammed Lakhani

Chief Financial Officer

Mr. Junaid Arshad

**Company Secretary
of the Management Company**

Ms. Nobia Shams

Audit Committee

Mr. Amin Mohammed Lakhani
Mr. Iqbal Ali Lakhani
Mr. Jamil Ahmed Mughal

**Human Resource and
Remuneration Committee**

Mr. Iqbal Ali Lakhani - Chairman
Mr. Babar Ali Lakhani

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahra-e-Faisal,
Karachi, Pakistan.

Auditors

Yousuf Adil Chartered Accountants
Cavish Court, A-35 Shahrah-e-Faisal,
K.C.H.S.U Block 7 & 8 Bangalore Town,
Karachi, Pakistan.

Bankers to the Fund

AlBaraka Bank Pakistan Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Finca Microfinance Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
Mobilink Microfinance Bank Limited
National Bank of Pakistan
NRSP Microfinance Bank Limited
Silk Bank Limited
Sindh Bank Limited
Telenor Microfinance Bank Limited
U Microfinance Bank Limited
United Bank Limited

Legal Adviser

Fazleghani Advocates
F-72/I, Block 8, KDA-5,
Kehkashan, Clifton,
Karachi, Pakistan.

Registrar

Lakson Investments Limited
Lakson Square Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan

Distributor

Adam Securities
Amir Noorani
BMA Capital Management Limited
Elixir Securities Pvt Limited
Ismail Iqbal Securities
Metro Capital Pvt Limited
Pearl Securities Pvt Limited
Pyramid Financial Consultants
Rabia Fida
Topline Securities Pvt Limited
Vector Capital Pvt Limited

Rating

A+(f) Fund Stability Rating by PACRA
AM2+ : Asset Manager Rating by PACRA

Review Report of the Directors of the Management Company For the half year ended December 31, 2023

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Income Fund ("LIF") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended December 31, 2023.

Fund Objective

The investment objective of the Scheme is to provide competitive total returns through investment in a diversified portfolio of fixed income securities. The Scheme shall invest in various fixed income securities with a mix of short term, medium term, and longer-term maturities depending on the assessment by the Management Company of interest rate trends and prospective returns.

Principal Activities

The Fund is an open-end income fund and is listed on Pakistan Stock Exchange Limited. LIF invests in Investment-grade Debt Securities, Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, and other fixed income instruments. The overall duration of the portfolio is kept below 4 years while at least 25% of Net Assets are kept in the form of cash or Treasury Bills of maximum 90 days maturity. LIF is managed through a team-driven, top-down process utilizing active sector rotation, duration and yield curve management. Economic conditions are constantly monitored to forecast interest rate changes. The added value for LIF comes from identifying opportunities to shift investments between various maturities and between different instruments. LIF is allowed to borrow up to 15% of Net Assets to meet redemptions however LIF did not utilize this facility during the period under review.

Fund Performance

The LIF posted an annualized return of 10.26% in the 2QFY24 against the benchmark return of 22.53% p.a. The LIF underperformed by -12.27%. As of December 31, 2023, the LIF portfolio maintains 8.2% in cash, 3.9% in TFCs/Sukuks, 49.3% in T-bills, 16.7% in PIBs and 21.8% in others while the weighted average maturity of the LIF portfolio stood at 482 days. The fund size of the LIF as of December 31, 2023 is PKR 4,752 mln.

Earning per Unit (EPU)

EPU has not been disclosed as we feel the determination of weighted average units for calculating EPU is not practicable for open end funds

Economic Review

Post IMF and Pakistan staff-level agreement in June for the provision of USD 3bn in bailout funds under a stand-by arrangement (SBA) for nine months, This development helped Pakistan to unlocked funding from bilateral and multilateral sources helping in rebuilding FX reserves. As of Dec'23 end, SBP reserves reached to USD8.2bn versus less than USD4bn earlier. This has averted the risk of near term default as reflected by the stunning recovery of Pakistan International Eurobonds. The government took several actions, including increasing fuel and energy prices, implementing tax policies, securing commitments from friendly nations, and making adjustments to the PKR and interest rate.

Elevated food prices, coupled with multiple FX devaluations, budgetary measures, and hikes in petroleum product prices and electricity tariffs, have markedly heightened inflationary pressures, resulting in an average headline figure of 28.8% in 1HFY24. We foresee a deceleration in CPI starting from Feb'24 due to high base-effect with the exception of any potential increase in gas and electricity tariffs. We expect an avg. inflation of 24.82% for FY24.

In 5MFY24, there was a 16% YoY decline in imports, totaling to USD21.6bn, while exports remained flat YoY to USD12.1bn. This resulted in a 33% YoY decline in trade deficit, which reached to USD9.4bn.

Resultantly, country current account balance is USD1.1bn deficit (down 64% YoY). This reflects the implementation of administrative controls aimed at limiting the import bill along with the weak economic demand. On fiscal front, FBR tax collection was above target PKR98bn to PKR4,466bn. The tax collection is expected to improve in coming months due to ease in imports restrictions

**Equity Market Review**

The KSE100 gained 42% in 1HFY24 but is still some way off its mean valuations let alone the peaks. Despite a sharp rally, KSE-100 index is still trading at an attractive forward P/E multiple of 4.7x vs. 5 & 10-year average of 6.0x & 7.2x, respectively. If Pakistan is able to manage its top-down risks, Pakistan equities have the potential to deliver a multiyear bull run. Supportive factors include significant room for valuation rerating, strong corporate profitability and immense space for institutional money (both domestic and foreign) to rotate into equities. However, traded value also increased by 88% to USD 44.1mn. while market cap rose by 39% to USD26,453mn. Moreover, foreign participation also witnessed of inflow of USD71mn against an outflow of USD2,252mn in last 7 years. Given that foreign institutions own less than 5% of the KSE100's market capitalization vs. the 2015 peak of 10%, there is evidently still some way to go.

Fixed Income Market Review

The semi-annual 2024 started with the State Bank maintaining the policy rate at 22%. The monetary policy committee cited that inflation is projected to remain on the downwards trajectory and real interest rates continues to remain in forward territory. By Dec end, cut-off yields for 3months, 6months and 12months reached to 21.4480%, 21.999% and 21.4300%, respectively. Similarly, PIB yield were also adjusted downward as 3 year bond yield reached to 17.1999%, 5 year & 10 year bond was recorded at the cut off yield at 15.88% & 15%.

Future Outlook

The market took the postponement of the IMF board meeting into January in its stride, convinced that the disbursement of the US\$700mn tranche should be a formality. This sentiment is backed by the World Bank and the ADB together approving new loans of c US\$1.5bn, which have helped FX reserves rebounding quickly to c US\$7.5bn at present (still less than 2m import cover). Discipline is sustaining, with the SBP keeping the policy rate unchanged at 22% for the 4th straight MPC meeting, while the current account registered a surplus in November without visible import restrictions. Despite the World Bank's apprehensions that vested interests could roll back ongoing reforms after elections, we believe economic discipline has a good chance of sustaining, with the default scare six months ago still fresh in the mind of authorities. We expect monetary easing from March onwards, when inflation turns the corner more decisively. The PKR should be stable in the near-term but will likely need to see FDI narrowing the remaining funding gap (estimated at US\$3-4bn) to ensure it continues to hold up. In this regard, Aramco has bought a 40% stake in Gas & Oil Pakistan Ltd but other, larger, transactions involving state-owned entities are still awaited (e.g. Reko Diq).

The KSE100 has gained 60% FYTD in US\$, but is still some way off its mean valuations let alone the peaks. Forward P/E for our coverage universe is estimated at 3.7x vs. the long-term average of 7.5x, while the KSE100's market capitalization of US\$33.3bn continues to look small compared to a high of US\$100bn in 2017. If Pakistan is able to manage its top-down risks, Pakistan equities have the potential to deliver a multiyear bull run.

Acknowledgement

The Board is thankful to its valued investors, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustee of the Fund - Central Depository Company of Pakistan Limited and the management of the Pakistan Stock Exchange Limited for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the growth and the prudent management of the Fund.

For and on Behalf of the Board

Chief Executive Officer

Director

Dated: February 27, 2024



لیکسن انکم فنڈ

31 دسمبر 2023ء کو ختم ہونے والی مدت کے لیے

بینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انکم فنڈ ("LIF") کی بینجمنٹ کمپنی، لیکسن انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز کے لیے 31 دسمبر 2023ء کو ختم ہونے والی مدت کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرنا باعث مسرت ہے۔

فنڈ کا مقصد

اس اسکیم کی سرمایہ کاری کا مقصد فلسفہ انکم سیکیورٹیز کے متنوع پورٹ فولیو میں سرمایہ کاری کے ذریعے مسابقتی مجموعی منافع جات فراہم کرنا ہے۔ یہ اسکیم مختصر مدتی، وسط مدتی اور طویل مدتی میچورٹیز کے امتزاج کے ساتھ مختلف فلسفہ انکم سیکیورٹیز میں سرمایہ کاری کرے گی، جس کا انحصار بینجمنٹ کمپنی کی جانب سے شرح سود کے رجحانات اور ممکنہ منافع کے تخمینے پر ہوگا۔

نمایاں سرگرمیاں

LIF ایک اوپن اینڈ انکم فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ LIF انویسٹمنٹ گریڈ ڈیٹ سیکیورٹیز، گورنمنٹ سیکیورٹیز، سرٹیفکیٹس آف انویسٹمنٹس، Clean Placements، بزم ڈپازٹ ریسیٹس اور دیگر فلسفہ انکم انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کا مجموعی دورانیہ 4 سال سے کم رکھا جاتا ہے اور خالص اثاثوں کا کم از کم 25% کیش یا زیادہ سے زیادہ 90 دن کی میچورٹی والے ٹریژری بلز کی شکل میں رکھا جاتا ہے۔ LIF کا نظم و نسق فعال سیکٹر گردش، دورانیے اور yield curve management سے استفادہ کرتے ہوئے ٹیم کے بل بوتے پر پیش قدمی کرنے والے ٹاپ ڈاؤن پروسس کے ذریعے چلایا جاتا ہے۔ شرح سود میں تبدیلیوں کی پیش گوئی کے لیے معاشی صورت حال کی مسلسل نگرانی کی جاتی ہے۔ LIF کی قدر و قیمت میں اضافہ مختلف میچورٹیز اور مختلف انسٹرومنٹس کے درمیان سرمایہ کاری کو منتقل کرنے کے مواقع کی نشاندہی سے ہوتا ہے۔ LIF کو ریڈیہپشز کی تکمیل کے لیے خالص اثاثوں کے 15% تک قرض لینے کی اجازت ہے، تاہم LIF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

فنڈ کی کارکردگی

LIF نے سالانہ بینچ مارک منافع 22.53% کے مقابلے میں مالی سال 2024 کی دوسری سہ ماہی میں 10.26% سالانہ منافع حاصل کیا۔ LIF نے بینچ مارک کے مقابلے میں 12.27% کم تر کارکردگی کا مظاہرہ کیا۔ 31 دسمبر 2023 کے مطابق LIF کے پورٹ



فولیو میں 8.2% حصہ کیش، 3.9% TFCs/سکوکس، 49.3% ٹی بلز، 16.7% پی آئی بیز اور 21.8% دیگر کا ہے، جبکہ LIF پورٹ فولیو کی تخمینہ شدہ اوسط مہجورٹی 482 دن ہے۔ 31 دسمبر 2023 کے مطابق LIF کے فنڈ کا حجم 4,752 ملین روپے ہے۔

فی شیئر آمدنی (EPU)

فی شیئر آمدنی (EPU) ظاہر نہیں کی گئی، کیوں کہ ہم محسوس کرتے ہیں کہ EPU شمار کرنے کے لیے موزوں اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

معاشی جائزہ

جون میں آئی ایم ایف اور پاکستان کے درمیان 9 ماہ کے لیے اسٹینڈ بائی آرینجمنٹ (SBA) کے تحت بیل آؤٹ فنڈز میں 3 ارب ڈالر کی فراہمی کے معاہدے کی صورت میں پیش رفت سے پاکستان کو دو طرفہ اور کثیرالجہتی ذرائع سے فنڈنگ حاصل کرنے میں مدد ملی جو زرمبادلہ ذخائر کی بحالی میں بھی معاون ثابت ہوئی۔ دسمبر 2023 کے اختتام تک اسٹیٹ بینک کے ذخائر 8 ارب 20 کروڑ ڈالر تک پہنچ گئے جو پہلے 4 ارب ڈالر سے بھی کم تھے۔ اس سے مستقبل قریب میں ڈیفالٹ کا خطرہ ٹل گیا ہے جیسا کہ پاکستان انٹرنیشنل یورو بانڈز کی حیرت انگیز بحالی سے ظاہر ہوتا ہے۔ حکومت نے ایندھن اور توانائی کی قیمتوں میں اضافہ، ٹیکس پالیسیوں پر عمل درآمد، دوست ممالک سے وعدوں کی تعمیل کرانے اور پاکستانی روپے اور شرح سود میں ایڈجسٹمنٹ سمیت متعدد اقدامات کیے۔

اشیائے خورد و نوش کی قیمتوں میں اضافے کے ساتھ ساتھ شرح مبادلہ میں متعدد بار کمی، بجٹ اقدامات اور پیٹرولیم مصنوعات کی قیمتوں اور بجلی کے نرخوں میں اضافے نے افراط زر کے دباؤ میں واضح طور پر اضافہ کیا ہے، جس کے نتیجے میں 2024 کی پہلی ششماہی میں اوسط ہیڈ لائن افراط زر کی شرح 28.8 فیصد رہی۔ ہم توقع کرتے ہیں کہ گیس اور بجلی کے نرخوں میں کسی بھی ممکنہ اضافے کے استثنیٰ کے ساتھ وسیع بنیادی اثرات کی وجہ سے فروری 2024 سے CPI میں کمی آئے گی۔ ہمیں مالی سال 2024 کے لئے 24.82 فیصد اوسط افراط زر کی توقع ہے۔

مالی سال 2024 کے 5 ماہ کے دوران درآمدات میں سال بہ سال 16 فیصد کمی واقع ہوئی جو مجموعی طور پر 21.6 ارب ڈالر رہی جبکہ برآمدات سال بہ سال بنیادوں پر بدستور 12.1 ارب ڈالر رہیں۔ اس کے نتیجے میں تجارتی خسارہ سال بہ سال 33 فیصد کم ہوا جو 9.4 ارب ڈالر تک پہنچ گیا۔ یوں ملک کا کرنٹ اکاؤنٹ بیلنس منفی 1.1 بلین امریکی ڈالر (سال بہ سال 64 فیصد کم) ہے۔ یہ کمزور معاشی طلب کے ساتھ ساتھ درآمدی بل کو محدود کرنے کے مقصد سے انتظامی پابندیوں کے نفاذ کی عکاسی کرتا ہے۔

مالی محاذ پر ایف بی آر کی ٹیکس وصولی، ہدف سے 98 بلین روپے بڑھ کر 466 بلین روپے رہی۔ درآمدی پابندیوں میں نرمی کی وجہ سے آنے والے مہینوں میں ٹیکس وصولی میں مزید بہتری کی توقع ہے۔



ایکویٹی مارکیٹ کا جائزہ

کے ایس ای 100 انڈیکس میں مالی سال 2024 کی پہلی ششماہی کے دوران 42 فیصد اضافہ ریکارڈ کیا گیا لیکن یہ اب بھی اپنی بالائی سطح تو کجا، اوسط قیمتوں تک بھی نہیں پہنچا۔ انتہائی تیزی کے باوجود کے ایس ای 100 انڈیکس اب بھی 5 اور 10 سال کی اوسط بالترتیب 6.0x اور 7.2x کے مقابلے میں 4.7x کی پرکشش فارورڈ P/E ملتی پل پڑیڈ کر رہا ہے۔ اگر پاکستان تمام تر خطرات سے نمٹنے میں کامیاب ہو جاتا ہے تو پاکستانی مارکیٹ میں کئی سالوں پر محیط تیزی کا دور شروع ہو سکتا ہے۔ معاون عوامل میں ویلیویشن ری ریٹنگ کی وسیع گنجائش، مستحکم کارپوریٹ منافع اور ادارہ جاتی رقوم (ملکی اور غیر ملکی دونوں) کی ایکویٹیز میں گردش کے لئے بہت زیادہ گنجائش شامل ہیں۔ تاہم ٹریڈنگ ویلیو بھی 88 فیصد اضافے کے ساتھ 4 کروڑ 41 لاکھ ڈالر تک پہنچ گئی جبکہ مارکیٹ کیپ 39 فیصد اضافے کے ساتھ 26,453 ملین ڈالر تک جا پہنچی۔ اس کے علاوہ غیر ملکی سرمایہ کاری میں بھی 71 ملین ڈالر کی آمد دیکھی گئی جبکہ گزشتہ 7 سالوں میں 2,252 ملین امریکی ڈالر کی کمی دیکھی گئی تھی۔ یہ دیکھتے ہوئے کہ غیر ملکی اداروں کے پاس کے ایس ای 100 کی مارکیٹ کیپٹلائزیشن کا 5 فیصد سے بھی کم حصہ ہے جو 2015 میں 10 فیصد کی بلند ترین سطح پر تھا، واضح طور پر ابھی کافی راستہ طے کرنا باقی ہے۔

فکسڈ انکم مارکیٹ کا جائزہ

نیم سالانہ 2024 کا آغاز اسٹیٹ بینک کی جانب سے پالیسی ریٹ 22 فیصد پر برقرار رکھنے کے ساتھ ہوا۔ مانیٹری پالیسی کمیٹی نے حوالہ دیا کہ افراط زر میں کمی کا امکان ہے اور حقیقی شرح سود آگے کے علاقے میں برقرار رہے گی۔ دسمبر کے اختتام تک 3 ماہ، 6 ماہ اور 12 ماہ کی کٹ آف پیداوار بالترتیب 21.4480 فیصد، 21.999 فیصد اور 21.4300 فیصد تک پہنچ گئی۔ اسی طرح پی آئی بی کے منافع کو بھی کم کیا گیا کیونکہ 3 سالہ بانڈز کا منافع 17.1999 فیصد تک پہنچ گیا، 5 سالہ اور 10 سالہ بانڈز کا کٹ آف منافع 15.88 فیصد اور 15 فیصد ریکارڈ کیا گیا۔

مستقبل کا منظر نامہ

مارکیٹ نے آئی ایم ایف بورڈ اجلاس کے جنوری میں ملتوی ہونے کو پرسکون انداز میں لیا، اس یقین کے ساتھ کہ 700 ملین امریکی ڈالر کی قسط جاری ہونا محض ایک رسمی کارروائی ہے۔ اس تاثر کو عالمی بینک اور ایشیائی ترقیاتی بینک کی جانب سے 1.5 ملین امریکی ڈالر کے نئے قرضوں کی منظوری سے تقویت ملی، جس سے فی الحال زرمبادلہ کے ذخائر تیزی سے بڑھ کر 7.5 ملین امریکی ڈالر تک پہنچ گئے ہیں (اب بھی اپورٹ کور سے 2 ملین ڈالر کم)۔ اسٹیٹ بینک کی جانب سے مانیٹری پالیسی کمیٹی (MPC) کے مسلسل چوتھے اجلاس میں پالیسی ریٹ کو 22 فیصد پر برقرار رکھنے کے ساتھ مالیاتی نظم و ضبط برقرار ہے جبکہ کرنٹ اکاؤنٹ نے نومبر میں درآمدات پر واضح پابندیوں کے بغیر سرپلس ریکارڈ کیا۔ عالمی بینک کے ان خدشات کے باوجود کہ انتخابات کے بعد جاری اصلاحات کو مفاد پرست عناصر واپس لے سکتے ہیں،



ہم سمجھتے ہیں کہ معاشی نظم و ضبط برقرار رہنے کے اچھے امکانات ہیں، کیونکہ چھ ماہ قبل والا ڈیفالٹ کا خوف حکام کے ذہن میں اب بھی تازہ ہے۔ ہم مارچ کے بعد سے مالیاتی نرمی کی توقع کرتے ہیں، جب افراط زر میں مزید نمایاں کمی آئے گی۔ پاکستانی روپے کو مستقبل قریب میں مستحکم ہونا چاہئے لیکن ممکنہ طور پر براہ راست بیرونی سرمایہ کاری (FDI) سے فنڈنگ کے باقی ماندہ فرق (تخمینہ 3 تا 4 ارب امریکی ڈالر) کو کم کرنے کی ضرورت ہوگی تاکہ اس استحکام کو برقرار رکھا جاسکے۔ اس سلسلے میں آرا مکونے گیس اینڈ آئل پاکستان لمیٹڈ میں 40 فیصد حصص خریدے ہیں لیکن سرکاری اداروں سے متعلق دیگر بڑی ٹرانزیکشنز (مثلاً ریکوڈک) کا ابھی انتظار ہے۔

کے ایس ای 100 انڈیکس میں امریکی ڈالر میں FYTD بنیادوں پر 60 فیصد اضافہ ہوا ہے لیکن یہ اب بھی اپنی بالائی سطح تو کجا، اوسط قیمتوں تک بھی نہیں پہنچا۔ ہماری کوریج یونیورس کے لئے فارورڈ P/E کا تخمینہ 3.7x بمقابلہ طویل مدتی اوسط 7.5x ہے، جبکہ کے ایس ای 100 کی مارکیٹ کپٹلایزیشن 33.3 بلین امریکی ڈالر ہے جو 2017 میں 100 بلین امریکی ڈالر کی بلند ترین سطح کے مقابلے میں بدستور کم دکھائی دے رہی ہے۔ اگر پاکستان تمام تر خطرات سے نمٹنے میں کامیاب ہو جاتا ہے تو پاکستانی مارکیٹ میں کئی سالوں پر محیط تیزی کا دور شروع ہو سکتا ہے۔

اظہار تشکر

بورڈ اپنے قابل قدر سرمایہ کاروں، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کی انتظامیہ کا ان کے مسلسل تعاون اور مدد پر شکریہ ادا کرتا ہے۔ مینجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانشمندانہ انتظام و انصرام کے لیے مینجمنٹ کمپنی کی ٹیم کی کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے و مخانب بورڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 27 فروری 2024ء

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.
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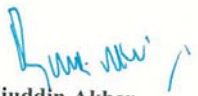
TRUSTEE REPORT TO THE UNIT HOLDERS

LAKSON INCOME FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Lakson Income Fund (the Fund) are of the opinion that Lakson Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund;
- (iii) The management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework; and
- (iv) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 23, 2024

 **YOUSUF ADIL**

Yousuf Adil
Chartered Accountants

Cavish Court, A-35, Block 7 & 8
KCHSU, Shahrah-e-Faisal
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Pakistan

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE UNIT HOLDERS' OF LAKSON INCOME FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Lakson Income Fund** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial information for the six months period ended **December 31, 2023** (here-in-after referred to as the condensed interim financial information). **Lakson Investments Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial information in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

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

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months' period ended December 31, 2023.

The engagement partner on the review resulting in this independent auditor's review report is Arif Nazeer.



Chartered Accountants

Place: Karachi

Date: February 28, 2024

UDIN: RR202310099qm0Hzd35C

Independent Correspondent Firm to
Deloitte Touche Tohmatsu Limited

LAKSON INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023

		December 31, 2023 (Unaudited) (Rupees)	June 30, 2023 (Audited)
	Note		
ASSETS			
Bank balances	5	393,011,476	39,589,225
Investments	6	3,354,732,900	537,133,989
Receivable from Margin Trading System		26,049	-
Profit / mark-up receivable	7	58,321,170	8,546,993
Deposits, prepayments and other receivables	8	984,286,713	18,304,734
TOTAL ASSETS		4,790,378,308	603,574,941
LIABILITIES			
Payable to the Management Company	9	20,849,279	18,870,811
Payable to the Trustee		299,066	39,725
Annual fee payable to Securities and Exchange Commission of Pakistan		264,611	219,604
Accrued expenses and other liabilities	10	6,936,805	8,188,977
Payable redemption of units		10,000,000	-
TOTAL LIABILITIES		38,349,761	27,319,117
NET ASSETS		4,752,028,547	576,255,824
UNIT HOLDERS' FUND (as per statement of movement in unit holders' fund)		4,752,028,547	576,255,824
CONTINGENCIES AND COMMITMENTS			
	11		
		(Number of units)	
Number of units in issue		44,306,732	5,650,860
		(Rupees)	
Net assets value per unit		107.2529	101.9766

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

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE HALF YEAR & QUARTER ENDED DECEMBER 31, 2023

		Half year Ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
Note		(Rupees)			
INCOME					
	Realized gain / (loss) on sale of investment at fair value through profit or loss - net	7,274,414	(9,848,875)	8,085,350	(7,423,317)
	Unrealised (loss) on re-measurement of investments	(34,200,024)	(29,139,608)	(1,412,723)	(24,524,474)
		(26,925,610)	(38,988,483)	6,672,627	(31,947,791)
Markup on:					
	- Bank balances	10,565,409	26,138,058	8,695,279	1,114,330
	- Government and other debt securities	170,446,219	91,327,082	137,912,327	29,029,926
		181,011,628	117,465,140	146,607,606	30,144,256
	Income / (loss) from Margin Trading System	5,837	530,886	(78,389)	330,338
		154,091,855	79,007,543	153,201,844	(1,473,197)
EXPENSES					
	Remuneration to the Management Company 9.1	5,494,663	8,723,170	5,020,811	2,403,912
	Sindh Sales tax on remuneration to the Management Company 9.2	714,702	1,134,009	652,708	312,505
	Remuneration to the Trustee	719,448	687,954	587,047	181,508
	Annual fee to the Securities and Exchange Commission of	636,680	162,349	519,511	42,834
	Annual Supervisory fee of SECP on PSX Listing Fee	1,288	1,247	644	619
	Auditors' remuneration	340,952	417,196	170,476	207,665
	Fees and subscription	665,073	891,882	339,176	435,460
	Brokerage, custody, settlement and bank charges	727,085	134,865	602,563	91,311
	Printing charges	17,119	-	9,752	-
		9,317,010	12,152,672	7,902,688	3,675,815
	Net income / (loss) from operating activities	144,774,845	66,854,871	145,299,156	(5,149,012)
	Net income / (loss) for the period before taxation	144,774,845	66,854,871	145,299,156	(5,149,012)
	Taxation 12	-	-	-	-
	Net income / (loss) for the period after taxation	144,774,845	66,854,871	145,299,156	(5,149,012)
Allocation of Net Income for the period:					
	Net income for the year after taxation	144,774,845	66,854,871	145,299,156	(5,149,012)
	Income already paid on units redeemed	(2,604,864)	(51,998,749)	(2,604,864)	-
		142,169,981	14,856,122	142,694,292	(5,149,012)
Accounting income available for distribution					
	Relating to capital gains	-	-	-	-
	Excluding capital gains	142,169,981	14,856,122	142,694,292	-
	Accounting income available for distribution	142,169,981	14,856,122	142,694,292	-

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

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR & QUARTER ENDED DECEMBER 31, 2023

	Half year Ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	(Rupees)			
Net income / (loss) for the period after taxation	144,774,845	66,854,871	145,299,156	(5,149,012)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>144,774,845</u>	<u>66,854,871</u>	<u>145,299,156</u>	<u>(5,149,012)</u>

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

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON INCOME FUND
CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS'S FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year Ended December 31,						
	2023			2022		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
(Rupees)						
Net assets at beginning of the period	531,233,960	45,021,864	576,255,824	2,575,601,975	42,744,662	2,618,346,637
Issuance of 56,708,825 units (2022: 35,547,439 units)						
-Capital Value	5,782,973,132	-	5,782,973,132	3,604,410,782	-	3,604,410,782
-Element of Income	138,105,272	-	138,105,272	43,134,595	-	43,134,595
	5,921,078,404	-	5,921,078,404	3,647,545,377	-	3,647,545,377
Redemption of 18,052,952 units (2022: 54,926,939 units)						
-Capital Value	(1,840,978,711)	-	(1,840,978,711)	(5,569,437,819)	-	(5,569,437,819)
-Element of Income /(loss)	(46,496,950)	(2,604,864)	(49,101,814)	(42,946,469)	(51,998,749)	(94,945,218)
	(1,887,475,661)	(2,604,864)	(1,890,080,525)	(5,612,384,288)	(51,998,749)	(5,664,383,037)
Total comprehensive income for the period	-	144,774,845	144,774,845	-	66,854,871	66,854,871
Net assets at end of the period	4,564,836,702	187,191,845	4,752,028,547	610,763,064	57,600,784	668,363,848
Undistributed income brought forward						
- Realized income		46,702,062			41,578,656	
Unrealized (loss) / income		(1,680,198)			1,166,006	
		45,021,864			42,744,662	
Accounting income available for distribution						
Relating to capital gains		-			-	
Excluding capital gains		142,169,981			14,856,122	
		142,169,981			14,856,122	
Undistributed income at end of the period		187,191,845			57,600,784	
Undistributed income carried forward comprises of:						
- Realized income		221,391,869			86,740,392	
Unrealized (loss)		(34,200,024)			(29,139,608)	
		187,191,845			57,600,784	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		101.9766			101.3972	
Net assets value per unit at end of the period		107.2529			103.7323	

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

For Lakson Investments Limited
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

LAKSON INCOME FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

		Half year ended December 31,	
		2023	2022
		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period		144,774,845	66,854,871
Adjustments for:			
Profit from bank deposits		(10,565,409)	(26,138,058)
Mark-up on term finance certificates and commercial papers		-	(60,217,571)
Mark-up on government securities		(170,446,219)	(31,109,511)
Income from Margin Trading System		(5,837)	(530,886)
Unrealised gain on re-measurement of investments classified as financial asset at fair value through profit or loss - net		34,200,024	29,139,608
		(2,042,596)	(22,001,547)
Decrease / (Increase) in assets			
Investments - net		(1,931,066,835)	1,336,246,413
Receivable against Margin Trading System		(26,049)	-
Advances, deposits and other receivables		(965,981,979)	9,930,567
		(2,897,074,863)	1,346,176,980
(Decrease) / Increase in liabilities			
Payable to the Management Company		1,978,468	(2,163,935)
Payable to the Trustee		259,341	(147,203)
Annual fee payable to Securities and Exchange Commission of Pakistan		45,007	(637,186)
Payable against purchase of investments		10,000,000	-
Accrued expenses and other liabilities		(1,252,172)	(17,449,458)
		11,030,644	(20,397,782)
Profit received from bank deposits		5,904,500	37,129,844
Mark-up received on term finance certificates and CPs		27,859,978	94,646,348
Mark-up received government securities		97,352,659	31,109,511
Mark-up received from Margin Trading System		5,070	530,886
Mark-up received from RBFS Exposure		121,081	-
Net cash generated from operating activities		(2,756,843,528)	1,467,194,240
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		5,921,078,404	3,647,545,377
Cash paid on redemption of units		(1,890,080,525)	(5,664,383,037)
Net cash used in financing activities		4,030,997,879	(2,016,837,660)
Net decrease in cash and cash equivalent during the period		1,274,154,351	(549,643,420)
Cash and cash equivalent at the beginning of the period		39,589,225	698,062,481
Cash and cash equivalent at the end of the period		1,313,743,577	148,419,061
Cash and cash equivalents			
Bank balances	5	393,011,476	38,944,662
Investments maturing within 3 months	6.1	920,732,101	109,474,399.05
		1,313,743,577	148,419,061

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

For Lakson Investments Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

LAKSON INCOME FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

The Lakson Income Fund (the "Fund") was established under the Trust Deed executed on August 18, 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14-Ali Block, New Garden Town, Lahore.

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

The Fund is categorised as "Income Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and it primarily invests in Government securities, certificates of investment, certificates of deposits, term deposit receipts, commercial papers, reverse repo, preference shares, spread transactions and corporate debt securities, etc. subject to the guidelines issued by SECP from time to time.

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

The Pakistan Credit Rating Agency Limited (PACRA) has maintained A+(f) (Fund Stability Rating) dated September 08, 2023 and has also maintained asset manager rating of the Company to AM2+ (stable outlook), on August 26, 2022.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

The accounting and reporting standards applicable in Pakistan comprise of:

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

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

The comparative Statement of Assets and Liabilities presented in these condensed interim financial information as at 31 December has been extracted from the audited financial statements of the Company for the year ended 30 June 2023, whereas the comparative profit and loss account, statement of comprehensive income, the cash flow statement and statement of changes in equity for the half year ended 31 December 2023 have been extracted from the unaudited condensed interim financial information for the half year ended 31 December, 2022.

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

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

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2023.

2.4 Basis of measurement

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

2.5 Functional And Presentation Currency

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

2.6 Significant judgement and estimates

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

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

During the period, the Company adopted Disclosure of Accounting Policy (Amendments IAS 1) from January 01, 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves.

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

4 FINANCIAL RISK MANAGEMENT

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

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
5 BANK BALANCES			
Local currency:			
In profit and loss sharing accounts	5.1	392,985,281	39,581,751
In current accounts		26,195	7,474
		<u>393,011,476</u>	<u>39,589,225</u>
5.1	These represents profit and loss account maintained with banks carrying profit rates ranging from 18% to 23.9% (June 30, 2023: 11.25% to 19.5%) per annum.		

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	----- (Rupees) -----	
6 INVESTMENTS			
At fair value through profit or loss			
Government Securities			
-Market Treasury Bills	6.1	2,364,903,810	200,873,402
-Pakistan Investment Bonds	6.2	802,800,990	-
		<u>3,167,704,800</u>	<u>200,873,402</u>
-Term Finance Certificates - Unlisted	6.4	187,028,100	336,260,587
		<u>3,354,732,900</u>	<u>537,133,989</u>

6.1 Market Treasury Bills

							Balance as at December 31, 2023			Market value as a percentage of net assets of Fund	Market value as a percentage of total investments
Name of security	Date of issue	Date of maturity	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealised (diminution)/ appreciation		
----- (Rupees) -----											
Treasury Bills - 03 months	4-May-23	27-Jul-23	-	180,000	180,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	10-Aug-23	2-Nov-23	-	13,570,000	13,570,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	22-Jun-23	14-Sep-23	1,485,000	3,835,000	5,320,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	7-Sep-23	30-Nov-23	-	21,820,000	21,820,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	21-Sep-23	14-Dec-23	-	2,500,000	2,500,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	24-Aug-23	16-Nov-23	-	7,000,000	7,000,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	30-Nov-23	22-Feb-24	-	6,740,000	-	6,740,000	654,444,241	654,113,630	(330,611)	13.76%	19.50%
Treasury Bills - 03 months	19-Oct-23	11-Jan-24	-	2,000,000	2,000,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 03 months	2-Nov-23	25-Jan-24	-	2,700,000	-	2,700,000	266,287,860	266,256,990	(30,870)	5.60%	7.94%
Treasury Bills - 03 months	20-Apr-23	13-Jul-23	600,000	-	600,000	-	-	-	-	0.00%	0.00%
Treasury Bills - 01 Year	30-Nov-23	22-Feb-24	-	2,400,000	-	2,400,000	201,845,539	201,017,760	(827,779)	4.23%	5.99%
Treasury Bills - 01 Year	19-Oct-23	18-Oct-24	-	500,000	-	500,000	42,813,856	42,757,250	(56,606)	0.90%	1.27%
Treasury Bills - 01 Year	2-Nov-23	1-Nov-24	-	14,600,000	6,000,000	8,600,000	731,069,101	730,318,020	(751,081)	15.37%	21.77%
Treasury Bills - 01 Year	16-Nov-23	15-Nov-24	-	4,000,000	-	4,000,000	338,460,011	337,340,000	(1,120,011)	7.10%	10.06%
Treasury Bills - 01 Year	14-Dec-23	13-Dec-24	-	1,600,000	-	1,600,000	133,239,676	133,100,160	(139,516)	2.80%	3.97%
Total as at December 31, 2023							2,368,160,284	2,364,903,810	(3,256,473)	49.77%	70.49%
Total as at June 30, 2023							201,130,084	200,873,402	(256,682)	34.86%	37.40%

6.2 Pakistan Investment Bonds

Name of security	Date of issue	Date of maturity	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Balance as at December 31, 2023			Market value as a percentage of net assets of Fund	Market value as a percentage of total investments
							Carrying value	Market value	Unrealised (diminution)/ appreciation		
							----- (Rupees) -----				
Pakistan Investment Bond - 2 Year	30-Dec-21	30-Dec-23	-	5,000,000	5,000,000	-	-	-	-	0.00%	0.00%
Pakistan Investment Bond - 3 Year	22-Oct-20	22-Oct-23	-	4,500,000	4,500,000	-	-	-	-	0.00%	0.00%
Pakistan Investment Bond - 5 Year	19-Oct-23	19-Oct-28	-	2,723,000	-	2,723,000	264,794,657	263,940,390	(854,267)	5.55%	7.87%
Pakistan Investment Bond - 5 Year	14-Dec-23	14-Dec-28	-	5,580,000	-	5,580,000	539,261,240	538,860,600	(400,640)	11.34%	16.06%
Total as at December 31, 2023							804,055,897	802,800,990	(1,254,907)	16.89%	23.93%
Total as at June 30, 2023							-	-	-	-	-

6.3 Listed equity securities (Spread Transaction) - At fair value through profit or loss

Name of the investee company

	Holding as at 01 July 2023	Purchases during the year	Disposed during the year	Holding as at December 31, 2023	Carrying value before revaluation as of December 31, 2023	Market value as of December 31, 2023 (after revaluation)	Unrealised gain / (loss) - net	Market value as percentage of total investments	Market value as percentage of net assets	% of holding in investee company
(Number of Shares)					(Rupees)			%		
Refinery										
Attock Refinery	-	187,500	187,500	-	-	-	-	-	-	-
Pakistan Refinery Limited	-	1,820,000	1,820,000	-	-	-	-	-	-	-
Cement										
Maple Leaf Cement	-	1,067,500	1,067,500	-	-	-	-	-	-	-
Oil and Gas Exploration Companies										
Oil and Gas Development Company Limited	-	175,000	175,000	-	-	-	-	-	-	-
Pakistan Petroleum Limited	-	500	500	-	-	-	-	-	-	-
Oil and Gas Marketing Companies										
Pakistan State Oil Company Limited	-	836,500	836,500	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	-	540,000	540,000	-	-	-	-	-	-	-
Technology and Communication										
TRG Pakistan Limited	-	869,000	869,000	-	-	-	-	-	-	-
Total as at December 31, 2023					-	-	-	-	-	-
Total as at June 30, 2023					-	-	-	-	-	-

6.4 Term Finance Certificates - Un-listed

Name of security	Issue Date	Rate	----- (Number of certificates) -----				Balance as at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
			Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealised (diminution) / appreciation		
----- (Rupees) -----											
Performing											
Commercial Banks											
Bank Al Habib Limited Tier-II 10 years (face value of Rs.	6-Dec-18	23.14%	12,600	-	1,500	11,100	55,638,300	56,136,752	498,451	1.18%	1.67%
Samba Bank Limited TFC (face value of Rs. 100,000 each)	1-Mar-21	24.56%	360	-	-	360	35,937,662	35,911,349	(26,313)	0.76%	1.07%
Jahangir Siddiqui Company Limited PPTFC (face value of Rs. 5,000 each)	18-Jul-17	0.00%	15,000	-	15,000	-	-	-	-	0.00%	0.00%
Jahangir Siddiqui Bank Limited (face value of Rs. 100,000 each)	28-Dec-21	24.97%	1,250	-	1,000	250	25,147,225	24,980,000	(167,225)	0.53%	0.74%
NRSP Micro Finance Bank (face value of Rs. 100,000 each)	9-Jul-21	25.89%	700	-	-	700	70,000,000	70,000,000	-	1.47%	2.09%
Total as at December 31, 2023							186,723,187	187,028,101	304,913	3.94%	5.58%
Total as at June 30, 2023							804,352,687	817,962,008	13,609,321	33.68%	46.84%

				----- (Number of certificates) -----				Balance as at December 31, 2023			Market value as a percentage of net assets	Market value as a percentage of total investments
Name of security	Note	Issue Date	Rate	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Impairment	Market value		
----- (Rupees) -----												
Non-performing												
Silk Bank Limited PPTFC - 08 years (face value of Rs. 5,000 each)	6.4.1	10-Aug-17	0.00%	16,000	-	-	16,000	31,968,000	31,968,000	-	-	-
Total as at December 31, 2023								31,968,000	31,968,000	-	-	-
Total as at June 30, 2023								63,934,400	(31,966,400)	31,968,000	-	-

- 6.4.1** This represents unlisted term finance certificates issued by Silk Bank Limited. Total size of the issue is Rs. 2,000 million and the term of the TFCs is eight years commencing from the date of issue of TFCs which was August 2017 and ending on August 2025. Profit on the instrument shall be payable semi-annually in arrears on the outstanding balance and the first such profit payment shall fall due 6 months from the issue date and subsequently every six months thereafter. Profit rate shall be the average six months KIBOR + 1.85% per annum. The instrument will be structured to redeem 0.14% of the issue amount during the first 7 years and remaining 99.86% in the last two semi annual instalments of 49.93% each. The instrument is unsecured and subordinated to all other indebtedness of the Bank. The latest available rating of the instrument is BBB+ rated on Dec 23, 2021, after that there is no credit rating available as the TFC in non- performing.

During the previous year 2022, the issuer defaulted the coupon payment which was due on February 10, 2022, as a result the investment was classified as non-performing asset on February 25, 2022 and the markup income / coupon was suspended accordingly. As per the requirements of Circular No. 33 of 2012 issued by the SECP on October 24, 2012, the profit accrued upto February 10, 2022 was reversed and an unrealised loss of Rs. 15.98 million, which is 20% of outstanding principal amount of Rs. 79.93 million was recorded as an unrealised loss in the year ended June 30, 2022. Till June 2023, further provision of Rs 31.97 million was recorded , which is 40% of the principal amount followed by an another provision of Rs. 31.98 million during the half year ended December 31, 2023 which is remaining 40% of principal amount.

- 6.4.2** The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 date July 07, 2010 prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for category assigned to such schemes or with the investment requirement of their consecutive documents. The Securities and Exchange Commission of Pakistan vide circular 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorization criteria a laid down in the circular. Lakson Asset Management Limited (the Management Company) classified Lakson Income Fund (the Fund) as an 'Income Scheme' in accordance with the said circular. As at December 31, 2023, the Fund is compliant with all the requirements of the said circular except for clause 9 (v) which requires the rating of any security in the portfolio shall not be lower than the investment grade. The following are the details of non-compliant investments held by the Fund:

Name of Non-compliant investment	Note	Type of Investment	Value of investment before provision	Provision held (if any)	Value of Investment after provision	Investment as percentage of Net Assets
----- (Rupees) -----						
Silk Bank Limited	6.4.1	Term Finance Certificate	70,827,654	70,827,654	-	-

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	(Rupees)	
7	PROFIT / MARK-UP RECEIVABLE		
Profit / return receivables on:			
Profit and loss sharing accounts		5,210,556	549,647
Term finance certificates		7,438,586	7,997,346
Margin trading system		767	-
Government Securities		45,671,261	-
		<u>58,321,170</u>	<u>8,546,993</u>

8 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

Security deposits:

- Central Depository Company of Pakistan Limited		100,000	100,000
- National Clearing Company of Pakistan Limited	8.1	2,750,000	2,750,000
Advance tax	8.2	13,731,002	13,626,153
Receivables against redemption of securities		500,048,278	48,278
Other receivables		16,005	1,780,303
Investment in future securities		467,641,428	-
		<u>984,286,713</u>	<u>18,304,734</u>

8.1 This represent deposit with NCCPL in respect of the trading of listed securities.

8.2 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. The amount of withholding tax deducted on markup on bank deposits has been shown as advance tax as at December 31, 2023, as in the opinion of the management, the amount of tax deducted at source will be refunded.

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	(Rupees)	
9	PAYABLE TO THE MANAGEMENT COMPANY		
Remuneration payable	9.1	2,038,516	288,009
Sindh Sales Tax on remuneration to Management Company	9.2	265,403	37,442
Federal Excise Duty on remuneration to Management Company	9.3	18,545,360	18,545,360
		<u>20,849,279</u>	<u>18,870,811</u>

9.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, of an amount not exceeding 1.5% per annum of the average annual net assets of the Fund. The effective management fee rate for the half year ended December 31, 2023 is 0.33%. Remuneration is paid to the Management company in arrears on a monthly basis.

9.2 The Sindh Revenue Board has levied Sindh Sales Tax (SST) at the rate of 13% (June 30, 2023: 13%) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011. This includes Sindh Sales Tax charged on Federal Excise Duty which is not paid due to the case pending for adjudication in Supreme Court of Pakistan as disclosed in note 9.3.

- 9.3** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016. During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, being prudent the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 18.54 million (2022: 18.54 million) is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the net asset value of the Fund as at December 31, 2023 would have been higher by Rs. 0.42 (June 30, 2023: Rs.3.28) per unit.

	Note	December 31, 2023 (Unaudited) (Rupees)	June 30, 2023 (Audited)
10 ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration		348,463	418,177
Brokerage payable		421,550	72,154
NCCPL payable		132,440	275,015
Printing and stationery payable		8,644	-
Dividend payable		-	360,935
Withholding tax payable		302,817	1,592,719
PACRA rating fee payable		588,095	544,047
Others		5,134,796	4,925,930
		<u>6,936,805</u>	<u>8,188,977</u>
11 CONTINGENCIES AND COMMITMENTS			
11.1 Contingencies			
There are no contingencies as at December 31, 2023.			
11.2 Commitments			
Future settlement of equity scripts		<u>467,641,290</u>	<u>-</u>

12 TAXATION

The Fund is exempt from taxation under Clause 99 of the Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The 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.

13 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial information as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the trustee and the custodian, SIZA Services (Private) Limited being holding company of the Management Company, associated companies of the Management Company, key management personnel and other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having more than 10% holding in the units of the Fund as at December 31, 2023.

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

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

		December 31, 2023 (Unaudited) (Rupees)	June 30, 2023 (Audited)
14.1	Details of balance with related parties / connected persons for the period ended		
	Lakson Investments Limited - Management Company		
	Remuneration payable	<u>2,038,516</u>	<u>288,009</u>
	Sindh Sales Tax payable on Management Company's remuneration*	<u>265,403</u>	<u>37,442</u>
	Federal Excise Duty	<u>18,545,360</u>	<u>18,545,360</u>
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration payable	<u>264,660</u>	<u>35,155</u>
	Sindh Sales Tax payable on Trustee remuneration*	<u>34,405</u>	<u>4,570</u>
	Security deposit	<u>100,000</u>	<u>100,000</u>
		December 31,	
		2023	2022
		(Unaudited)	
		(Rupees)	
14.2	Details of transaction with related parties / connected persons during the period ended		
	Lakson Investments Limited - Management Company		
	Remuneration to the Management Company	<u>5,494,663</u>	<u>8,723,170</u>
	Sindh Sales Tax on Remuneration to the Management Company	<u>714,702</u>	<u>1,134,009</u>
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration to the Trustee	<u>636,680</u>	<u>608,808</u>
	Sindh Sales Tax on Trustee remuneration*	<u>82,768</u>	<u>79,145</u>
	Settlement charges	<u>143</u>	<u>10,622</u>

14.3 Details of transaction and balances with directors, key management personnel, employees, associated company/ undertaking of the Mangement Company and connected person are as follows:

	Half Year Ended December 31, 2023							
	-----Number of units-----				-----Rupees-----			
	Number of units as at July 01, 2023	Units issued during the period	Units redeemed during the period	Number of holdings at the end of the period	Balance as at July 01, 2023	Units issued during the period	Units redeemed during the period	Balance at the end of the period (Investment at current NAV)
Lakson Investments Limited - Management Company	2,436,757	-	-	2,436,757	248,492,201	-	-	261,349,262
Directors, Chief Executive and their spouse and minors	644,155	22,534,188	862,633	22,315,710	65,688,718	2,357,980,142	92,050,000	2,393,424,604
Associated companies								
Accuray Surgical Limited Employees Contributory Provident Fund	24,508	76,944	-	101,451	2,499,243	8,037,000	-	10,880,919
Alan Private Limited	30,959	93,327	-	124,287	3,157,056	10,000,000	-	13,330,091
Century Insurance Co. Ltd., GF	40,997	168,277	-	209,274	4,180,745	17,185,000	-	22,445,255
Century Insurance Company Limited Employees Contributory Provident Fund Trust	37,420	183,017	-	220,437	3,815,936	18,650,000	-	23,642,506
Century Paper & Board Mills Limited ECPFT	397,676	1,991,650	-	2,389,326	40,553,683	203,125,000	-	256,262,093
Century Paper & Board Mills Limited EGF	375,308	1,621,588	-	1,996,896	38,272,681	168,100,000	-	214,172,934
Colgate Palmolive Pakistan Limited ECPFT	362,675	1,835,603	-	2,198,278	36,984,344	186,890,000	-	235,771,710
Colgate Palmolive Pakistan Limited EGF	413,366	1,877,419	-	2,290,785	42,153,652	194,025,000	-	245,693,370
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	205,514	1,061,431	-	1,266,945	20,957,574	108,100,000	-	135,883,576
Hasanali & Gulbanoo Lakhani Foundation	153,318	-	393	152,925	15,634,858	-	39,437	16,401,622
Hasanali Karabhai Foundation ECPF Trust	5,546	4,685	-	10,231	565,595	478,000	-	1,097,354
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	5,975	-	-	5,975	609,337	-	-	640,817
Lakson Investments Limited ECPFT	24,209	46,218	-	70,427	2,468,719	4,740,000	-	7,553,544
Merit Packaging Limited Employees Contributory Provident Fund Trust	38,745	139,316	-	178,061	3,951,056	14,565,000	-	19,097,593
Merit Packaging Limited Employees Gratuity Fund	24,816	83,562	-	108,378	2,530,618	8,555,000	-	11,623,882
Premier Fashions Private Limited	-	519,864	-	519,864	-	55,251,314	-	55,756,933
Siza Commodities Private Limited	-	4,408,254	56,186	4,352,068	-	468,510,558	6,000,000	466,771,894
Siza Foods Private Limited Employees Contributory Provident Fund Trust	216,282	1,044,329	-	1,260,611	22,055,735	106,925,000	-	135,204,219
Siza Services Private Limited Employees Countributory Provident Fund Trust	18,394	93,127	-	111,521	1,875,784	9,475,000	-	11,960,939
Sybrid (Private) Limited ECPFT	41,009	199,414	-	240,423	4,182,911	20,300,000	-	25,786,083
Sybrid Private Limited	733	-	-	733	74,732	-	-	78,598
Accuray Surgicals Limited	-	940,908	-	940,908	-	100,000,000	-	100,915,127

Half Year Ended December 31, 2022							
-----Number of units-----				-----Rupees-----			
Number of units as at July 01, 2022	Units issued during the period	Units redeemed during the period	Number of units as at December 31, 2022	Balance as at July 01, 2022	Units issued during the period	Units redeemed during the period	Balance as at December 31, 2022

Lakson Investments Limited - Management Company	4,731,345		2,486,627	2,244,718	479,745,098	-	-	232,849,770
Directors, Chief Executive and their spouse and minors	11,264,336	47,991	10,499,609	812,718	1,142,172,080	5,013,339	1,088,345,487	84,305,088

Associated companies

Accuray Surgical Limited Employees Contributory Provident Fund	66,608	-	52,249	14,359	6,753,859	-	-	1,489,500
Alan Private Limited	28,819	-	-	28,819	2,922,197	-	-	2,989,493
Century Insurance Co. Ltd., GF	137,690	-	91,796	45,894	13,961,393	-	-	4,760,731
Century Insurance Company Limited	689,220	-	631,778	57,443	69,885,024	-	-	5,958,676
Century Insurance Company Limited Employees Contributory Provident Fund Trust	153,348	-	119,376	33,972	15,549,009	-	-	3,523,966
Century Paper & Board Mills Limited ECPFT	1,238,383	-	645,254	593,129	125,568,562	-	-	61,526,597
Century Paper & Board Mills Limited EGF	1,227,783	-	678,235	549,548	124,493,743	-	-	57,005,907
Colgate Palmolive Pakistan Limited ECPFT	459,111	-	253,617	205,494	46,552,576	-	-	21,316,357
Colgate Palmolive Pakistan Limited EGF	679,863	-	301,290	378,573	68,936,194	-	-	39,270,285
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	766,914	-	478,210	288,703	77,762,926	-	-	29,947,876
Gam Corporation Private Limited Employees Contributory Provident Fund	551,315	-	351,967	199,348	55,901,792	-	-	20,678,847
Hasanali & Gulbanoo Lakhani Foundation	140,840	1,872		142,712	14,280,750	195,550	-	14,803,806
Hasanali Karabhai Foundation ECPF Trust	27,072	-	21,827	5,245	2,745,072	-	263,000	544,104
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	5,630	-	-	5,630	570,916	-	-	584,064
Lakson Investments Limited ECPFT	106,345	-	76,606	29,739	10,783,081	-	-	3,084,901
Merit Packaging Limited Employees Contributory Provident Fund Trust	82,313	-	74,788	7,525	8,346,298	-	300,000	780,550
Merit Packaging Limited Employees Gratuity Fund	25,513	-	18,116	7,398	2,586,956	-	-	767,368
Siza Commodities Private Limited	-	5,859	-	5,859	-	612,103	-	607,819
Siza Foods Private Limited Employees Contributory Provident Fund Trust	468,090	-	304,477	163,612	47,462,965	-	-	16,971,896
Siza Private Limited	3,248	-	-	3,248	329,301	-	-	336,885
Siza Services Private Limited	-	1,340		1,340	-	140,027	-	139,047
Siza Services Private Limited Employees Countributory Provident Fund Trust	94,831	-	63,404	31,427	9,615,604	-	-	3,259,972
Sybrid (Private) Limited ECPFT	199,699	-	126,790	72,909	20,248,926	-	-	7,563,007
Sybrid Private Limited	682	-	-	682	69,170	-	-	70,763

15 TOTAL EXPENSE RATIO (TER)

Securities and Exchange Commission of Pakistan (SECP) vide its Directive No. SCD/PRDD/Direction/18/2016 dated 20 July 2016, required that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the half year ended December 31, 2023 is 1.10% (2022: 0.78%) which includes 0.18% (2022: 0.03%) representing government levies (comprising of Government Levies and SECP fee, etc.). As per NBFC Regulation the total expense ratio of the Income Scheme shall be capped up to 2.5%.

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 Asset Management Company 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:

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

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

		December 31, 2023 (Un-audited)						
		Carrying amount			Fair value			
		Mandatory at fair value through profit or loss	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Note		-----Rupees-----						
Financial assets measured at fair value								
Government securities								
- Market Treasury Bills	6.1	2,364,903,810	-	2,364,903,810	-	2,364,903,810	-	2,364,903,810
- Pakistan Investment Bonds	6.2	802,800,990	-	802,800,990	-	802,800,990	-	802,800,990
-Term Finance Certificates - Listed	6.4	187,028,100	-	187,028,100	-	187,028,100	-	187,028,100
		<u>3,354,732,900</u>	<u>-</u>	<u>3,354,732,900</u>	<u>-</u>	<u>3,354,732,900</u>	<u>-</u>	<u>3,354,732,900</u>
Financial assets not measured at fair value								
Bank balances	5	-	393,011,476	393,011,476	-	-	-	-
Mark-up accrued	7	-	58,321,170	58,321,170	-	-	-	-
Deposits and other receivables	8	-	2,866,005	2,866,005	-	-	-	-
		<u>-</u>	<u>454,198,651</u>	<u>454,198,651</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value								
Remuneration payable to the Management Compa	9.1	-	2,038,516	2,038,516	-	-	-	-
Remuneration payable to the Trustee		-	299,066	299,066	-	-	-	-
Accrued expenses and other liabilities	10	-	6,936,805	6,936,805	-	-	-	-
		<u>-</u>	<u>9,274,387</u>	<u>9,274,387</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

		June 30, 2023 (Audited)						
		Carrying amount			Fair value			
	Mandatory at fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total	
-----Rupees-----								
Financial assets measured at fair value								
Government securities								
- Market Treasury Bills	6.1	200,873,402	-	200,873,402	-	200,873,402	-	200,873,402
Term Finance Certificates - Listed	6.4	336,260,587	-	336,260,587	304,292,587	-	31,968,000	336,260,587
		537,133,989	-	537,133,989	304,292,587	200,873,402	31,968,000	537,133,989
Financial assets not measured at fair value								
	16.1							
Bank balances	5	-	39,589,225	39,589,225	-	-	-	-
Mark-up accrued	7	-	8,546,993	8,546,993	-	-	-	-
Deposits and other receivables	8	-	4,630,303	4,630,303	-	-	-	-
		-	52766521	52766521	-	-	-	-
Financial liabilities not measured at fair value								
	16.1							
Remuneration payable to the Management Compa	9.1	-	288,009	288,009	-	-	-	-
Remuneration payable to the Trustee		-	39,725	39,725	-	-	-	-
Accrued expenses and other liabilities		-	1,965,323	1,965,323	-	-	-	-
		-	2,293,057	2,293,057	-	-	-	-

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

17 GENERAL

- 17.1** The corresponding figures have been re-classified wherever necessary

- 17.2** Figures have been rounded off to the nearest rupee

18 DATE OF AUTHORIZATION OF ISSUE

This condensed interim financial statements were authorized for issue on February 27, 2024 by the Board of Directors of the Management Company.

**For Lakson Investments Limited
(Management Company)**

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR



A Lakson Group Company

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