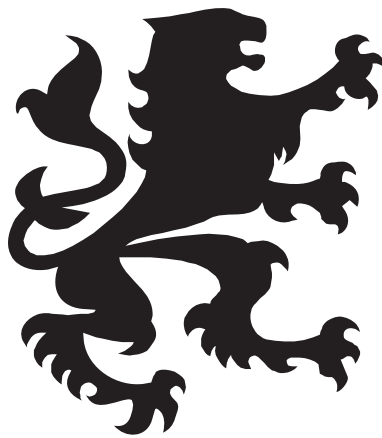


# LAKSON MONEY MARKET FUND

## 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](http://www.li.com.pk)  
E-mail: [info@li.com.pk](mailto: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**

Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Dubai Islamic Bank Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
National Bank of Pakistan  
Sindh 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**

AA+(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 Money Market Fund ("LMMF") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended December 31, 2023.

### **Fund Objective**

The objective of the fund is to provide stable and competitive returns with low volatility that are in line with the money markets and consistent with capital preservation. Accordingly, the fund consists of a liquid portfolio of low risk, short-term investments.

### **Principal activities**

The Fund is an open-end money market fund and is listed on Pakistan Stock Exchange Limited. The Fund invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts, and other short-term instruments. The weighted average maturity of the portfolio is kept below 3 months. LMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. An in-depth credit analysis is conducted before taking any exposure to any counter party to mitigate the credit risk. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund. LMMF is allowed to borrow up to 15% of Net Assets to meet redemptions; however, LMMF did not utilize this facility during the period under review.

### **Fund performance**

The LMMF generated return of 21.92% in 2QFY24 compared to Benchmark (70% average 3M T-Bills yield + 30% average 3M TDR rate of minimum AA rated banks) return of 22.24%. The LMMF underperformed the benchmark by -0.32%. Asset allocation was concentrated in T-bill at 26.2%, Placement with banks and DFIs at 10.8%, Cash at 2.8% and others at 60.2%. The weighted average maturity (WAM) of the LMMF portfolio stands at 27 days and fund size as of December 31, 2023 is PKR 33,936 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.

### **Income Distribution**

The Chief Executive Officer under the authority from Board of Directors of the Management Company during the period declared the interim payouts of PKR 9.4018 per unit (9.4018%) of face value of PKR 100/- amounting to PKR 2,095 million distributions in cash during the period ended December 31, 2023.

### **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

**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 منی مارکیٹ فنڈ

31 دسمبر 2023ء کو ختم ہونے والی مدت کے لیے

مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن منی مارکیٹ فنڈ ("LMMF") کی مینجمنٹ کمپنی، لیکسن انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز کیلئے 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 فنڈ کا مقصد کم اتار چڑھاؤ کے ساتھ مستحکم اور مسابقتی منافع جات فراہم کرنا ہے جو منی مارکیٹس سے ہم آہنگ اور سرمائے کے تحفظ سے مطابقت رکھتے ہوں۔ اسی طرح یہ سرمایہ کم خطرات، مختصر مدتی سرمایہ کاری کے لیکویڈ پورٹ فولیو پر مشتمل ہے۔

### نمایاں سرگرمیاں

فنڈ ایک اوپن اینڈ منی مارکیٹ فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ فنڈ گورنمنٹ سیکورٹیز، سرٹیفکیٹس آف انویسٹمنٹ، Clean Placements، ٹرم ڈپازٹ ریسیٹس اور دیگر مختصر مدتی انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی 3 ماہ سے کم رکھی جاتی ہے۔ LMMF صرف ان سیکورٹیز میں سرمایہ کاری کرتا ہے جنہیں پاکستان میں کسی ریٹنگ ایجنسی نے کم از کم "AA" ریٹنگ دے رکھی ہو اور جن کی میچورٹی 6 ماہ سے کم ہو۔ کریڈٹ رسک کم کرنے کے لیے سرمایہ کاری سے پہلے مقابل پارٹی کا کریڈٹ کے حوالے سے باریک بینی سے تجزیہ کیا جاتا ہے۔ پورٹ فولیو کی مختصر میچورٹی یونٹ ہولڈرز کو شرح سود کے اتار چڑھاؤ کے خلاف تحفظ دیتی ہے، جب کہ فنڈ کی لیکویڈیٹی میں اضافہ کرتی ہے۔ LMMF کوریڈیمیشن کی تکمیل کے لیے خالص اثاثوں کے 15% تک قرض لینے کی اجازت ہے، تاہم LMMF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

### فنڈ کی کارکردگی

LMMF نے بیچ مارک منافع (سہ ماہی T بلز کے اوسط منافع جات کا 70% + کم از کم AA ریٹڈ پنکس کے اوسط سہ ماہی TDR ریٹ کا 30%) 22.24% کے مقابلے میں مالی سال 2024 کی دوسری سہ ماہی میں 21.92% منافع کمایا۔ فنڈ نے بیچ مارک کے مقابلے میں 0.32% کمتر کارکردگی کا مظاہرہ کیا۔ اثاثوں کی تفویض 26.2% ٹی۔ بلز میں، 10.8% بینکوں اور زڈی ایف آئیز، 2.8% کیش میں اور 60.2% دیگر میں مرکوز رہی۔ LMMF پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی 27 دن ہے اور 31 دسمبر 2023ء کے مطابق فنڈ کا حجم 33,936 ملین روپے ہے۔



### فی یونٹ آمدنی (EPU)

فی یونٹ 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۔

### آمدنی کی تقسیم

چیف ایگزیکٹو آفیسر نے منجھٹ کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے دیئے گئے اختیار کے تحت 31 دسمبر 2023ء کو ختم ہونے والی مدت کے لیے فی یونٹ 9.4018 روپے (100 روپے کی فیس ویلیو کا 9.4018%) کی عبوری کیش ادائیگی کا اعلان کیا ہے، جس کی مالیت 2,095 ملین روپے بنتی ہے۔

### معاشی جائزہ

جون میں آئی ایم ایف اور پاکستان کے درمیان 9 ماہ کے لیے اسٹینڈ بائی ارینجمنٹ (SBA) کے تحت ہیل 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 ر مبادلہ 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 ہیں۔ 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۔

### فلسڈ انکم مارکیٹ کا جائزہ

مالی سال 2024ء کی پہلی ششماہی کا آغاز اسٹیٹ بینک آف پاکستان کی جانب سے پالیسی ریٹ کو 22 فیصد پر برقرار رکھنے کے ساتھ ہوا۔ مانیٹری پالیسی کمیٹی کے مطابق افراط زر میں کمی کا امکان ہے اور حقیقی شرح سود بدستور بالائی سطح پر برقرار رہے گی۔ دسمبر کے اختتام تک 3 ماہ، 6 ماہ اور 12 ماہ کے لیے منافع جات بالترتیب 21.4480 فیصد، 21.999 فیصد اور 21.4300 فیصد تک پہنچ گئے۔ اسی طرح PIB کے منافع جات میں بھی کمی واقع ہوئی، 3 سالہ بانڈ کا منافع 17.1999 فیصد تک پہنچ گیا جبکہ 5 اور 10 سالہ بانڈز کا 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 بلین 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 بلین امریکی ڈالر کے نئے قرضوں کی منظوری سے تقویت ملی، جس سے فی الحال زر مبادلہ کے ذخائر تیزی سے بڑھ کر 7.5 بلین امریکی ڈالر تک پہنچ گئے ہیں (اب بھی امپورٹ کور سے 2 بلین 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 مکوں نے 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، مقابلہ طویل مدتی اوسط 7.5x ہے، جبکہ کے ایس ای 100 کی مارکیٹ کپچلر نیشن 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 منجانب بورڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 27 فروری 2024ء

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**

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S.M.C.H.S., Main Shakra-e-Faisal  
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**TRUSTEE REPORT TO THE UNIT HOLDERS**

**LAKSON MONEY MARKET 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 Money Market 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 22, 2024



 **YOUSUF ADIL**

**Yousuf Adil**  
Chartered Accountants

Cavish Court, A-35, Block 7 & 8  
KCHSU, Shahrah-e-Faisal  
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## **INDEPENDENT AUDITOR'S REVIEW REPORT**

### **TO THE UNIT HOLDERS' OF LAKSON MONEY MARKET FUND**

#### **Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Lakson Money Market 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). The Management Company **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 engagement resulting in this independent auditor's review report is Arif Nazeer.



**Chartered Accountants**

**Place:** Karachi

**Date:** February 28, 2024

**UDIN:** RR202310099rP6EdlcQ3

**LAKSON MONEY MARKET FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT DECEMBER 31, 2023**

		December 31 2023 (Unaudited) ----- (Rupees) -----	June 30, 2023 (Audited)
	Note		
<b>ASSETS</b>			
Bank balances	5	943,506,792	350,383,820
Investments	6	12,682,444,337	22,713,782,212
Markup accrued on bank balances		1,077,197,872	51,571,257
Advance tax		19,154,001	17,453,982
Deposits, prepayments and other receivables	7	19,434,212,130	100,000
<b>TOTAL ASSETS</b>		<b>34,156,515,132</b>	<b>23,133,291,271</b>
<b>LIABILITIES</b>			
Payable to the Management Company	8	60,332,594	46,692,031
Remuneration payable to the Trustee		1,834,291	1,143,068
Annual fee payable to Securities and Exchange Commission of Pakistan		2,114,138	3,328,597
Payable against government securities		-	-
Accrued expenses and other liabilities	9	156,450,903	115,475,182
<b>TOTAL LIABILITIES</b>		<b>220,731,926</b>	<b>166,638,878</b>
<b>NET ASSETS</b>		<b>33,935,783,206</b>	<b>22,966,652,393</b>
<b>UNIT HOLDERS' FUND (as per statement of movement in unit holders' fund)</b>		<b>33,935,783,206</b>	<b>22,966,652,393</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	10		
		(Number of units)	
Number of units in issue		326,090,375	223,824,425
		(Rupees)	
Net assets value per unit		104.0687	102.6102

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

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

**CHIEF EXECUTIVE OFFICER**

**CHIEF FINANCIAL OFFICER**

**DIRECTOR**

**LAKSON MONEY MARKET FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
**FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

		Half Year Ended December 31,		Quarter ended December 31,	
		2023	2022	2023	2022
Note		----- (Rupees) -----			
<b>INCOME</b>					
Realized gain / (loss) on sale of investments at fair value through profit and loss - net		11,015,144	(2,236,287)	202,339	(1,949,904)
Unrealised gain on appreciation of investments classified as financial asset at fair value through profit or loss' - net		49,568,470	3,964,059	48,787,329	2,443,157
		60,583,614	1,727,772	48,989,668	493,253
Markup on:					
- Bank balances calculated using effective interest method		117,708,976	82,854,092	40,921,913	7,645,954
- Government and other debt securities using effective interest method	11	3,069,625,430	1,105,481,529	1,757,879,140	627,502,160
		3,187,334,406	1,188,335,621	1,798,801,053	635,148,114
		3,247,918,020	1,190,063,393	1,847,790,721	635,641,367
<b>EXPENSES</b>					
Remuneration of the Management Company	8.1	105,636,248	33,648,200	62,624,932	17,045,625
Sindh Sales tax on remuneration to the Management Company	8.2	13,733,053	4,374,276	8,141,248	2,215,939
Remuneration of the Trustee		9,272,343	4,838,284	5,290,508	2,559,347
Annual fee to Securities and Exchange Commission of Pakistan		11,189,472	1,556,970	6,384,361	823,603
SECP supervisory fee		1,288	1,288	644	644
Auditors' remuneration		458,805	456,766	229,392	248,013
Fees and subscription		292,182	222,273	146,096	237,177
Legal and professional charges		476,686	386,340	251,344	-
Printing charges		23,730	-	6,780	-
Brokerage, settlement and bank charges		1,612,397	963,408	661,569	415,004
<b>Total Expenses</b>		142,696,204	46,447,805	83,736,874	23,545,352
Net income from operating activities		3,105,221,816	1,143,615,588	1,764,053,847	612,096,015
<b>Net income for the period before taxation</b>		3,105,221,816	1,143,615,588	1,764,053,847	612,096,015
Taxation	12	-	-	-	-
<b>Net income for the period after taxation</b>		3,105,221,816	1,143,615,588	1,764,053,847	612,096,015
<b>Allocation of Net Income for the year</b>					
Net income for the year after taxation		3,105,221,816	1,143,615,588	1,764,053,847	612,096,015
Income already paid on units redeemed		(561,708,130)	(200,213,882)	(419,209,860)	(123,514,998)
		2,543,513,686	943,401,706	1,344,843,987	488,581,017
<b>Accounting income available for distribution</b>		56,187,571	-	46,051,983	-
Relating to capital gains		2,487,326,115	943,401,706	1,298,792,004	488,581,017
Excluding capital gains		2,543,513,686	943,401,706	1,344,843,987	488,581,017
<b>Accounting income available for distribution</b>		2,543,513,686	943,401,706	1,344,843,987	488,581,017

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

For Lakson Investments Limited  
(Management Company)

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

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

	Half Year Ended		Quarter ended	
	December 31,		December 31,	
	2023	2022	2023	2022
	(Rupees)			
<b>Net income for the period after taxation</b>	<b>3,105,221,816</b>	1,143,615,588	<b>1,764,053,847</b>	612,096,015
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b><u>3,105,221,816</u></b>	<u>1,143,615,588</u>	<b><u>1,764,053,847</u></b>	<u>612,096,015</u>

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

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

**CHIEF EXECUTIVE OFFICER**

**CHIEF FINANCIAL OFFICER**

**DIRECTOR**



**LAKSON MONEY MARKET FUND**  
**CONDENSED INTERIM STATEMENT OF UNIT HOLDERS' 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)					
<b>Net assets at beginning of the period</b>	22,611,566,002	355,086,391	22,966,652,393	18,351,100,752	145,863,650	18,496,964,402
<b>Issuance of 544,742,363 units (2022: 332,752,147 units)</b>						
-Capital value	55,896,122,816	-	55,896,122,816	33,611,109,403	-	33,611,109,403
- Element of income / (loss)	693,559,104	-	693,559,104	262,638,709	-	262,638,709
	56,589,681,920	-	56,589,681,920	33,873,748,112	-	33,873,748,112
<b>Redemption of 447,843,596 units (2022: 315,786,651 units)</b>						
-Capital value	(45,953,320,954)		(45,953,320,954)	(31,889,801,446)	-	(31,889,801,446)
-Element of income / (loss)	(115,742,056)	(561,708,130)	(677,450,186)	(69,595,918)	(200,213,882)	(269,809,800)
	(46,069,063,010)	(561,708,130)	(46,630,771,140)	(31,959,397,364)	(200,213,882)	(32,159,611,246)
<b>Total comprehensive income for the period</b>	-	3,105,221,816	3,105,221,816	-	1,143,615,588	1,143,615,588
<b>Distribution during the period</b>		(2,095,001,783)	(2,095,001,783)	(144,701,678)	(723,374,056)	(868,075,734)
<b>Net assets at end of the period</b>	33,132,184,912	803,598,294	33,935,783,206	20,120,749,822	365,891,300	20,486,641,122
<b>Undistributed income brought forward</b>						
Realized gain		355,086,391			145,863,650	
Unrealised gain		-			-	
		355,086,391			145,863,650	
<b>Accounting (loss) / income available for distribution</b>						
Relating to capital gain		56,187,571			-	
Excluding capital gain		2,487,326,115			943,401,706	
		2,543,513,686			943,401,706	
Cash Distributions during the period		(2,095,001,783)			(723,374,056)	
<b>Undistributed income at end of the period</b>		803,598,294			365,891,300	
<b>Undistributed income brought forward:</b>						
Realized gain		754,029,824			361,927,241	
Unrealised gain		49,568,470			3,964,059	
<b>Undistributed income at end of the period</b>		803,598,294			365,891,300	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			102.6102			101.4435
Net assets value per unit at end of the period			104.0687			102.7914

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

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

**CHIEF EXECUTIVE OFFICER**

**CHIEF FINANCIAL OFFICER**

**DIRECTOR**

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

		Half year ended December 31,	
		2023	2022
		----- (Rupees) -----	
Note			
	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	Net income for the period before taxation	3,105,221,816	1,143,615,588
	<b>Adjustments for:</b>		
	Profit from bank deposits	(117,708,976)	(82,854,092)
	Mark-up on treasury bills	(2,779,930,654)	(1,028,794,037)
	Mark-up on commercial papers	(36,241,447)	(32,391,464)
	Mark-up on clean placements	(253,453,329)	(44,296,028)
		<u>(82,112,590)</u>	<u>(44,720,033)</u>
	<b>(Increase) / decrease in assets</b>		
	Investments - net	17,785,454,972	449,906,634
	Profit receivable	-	-
	Advance tax	(1,700,019)	-
	Deposit and other receivables	(19,434,112,130)	13,701
		<u>(1,650,357,177)</u>	<u>449,920,335</u>
	<b>(Decrease) / increase in liabilities</b>		
	Payable to the Management Company	13,640,563	535,270
	Remuneration payable to the Trustee	691,223	79,399
	Payable to the Securities and Exchange Commission of Pakistan	(1,214,459)	(925,765)
	Accrued expenses and other liabilities	40,975,721	(36,911,341)
		<u>54,093,048</u>	<u>(37,222,437)</u>
	Profit received on bank profits	(907,917,639)	250,186,847
	Mark-up received on treasury bills	2,779,930,654	1,060,593,219
	Mark-up received on commercial papers	36,241,447	-
	Mark-up received on clean placements	253,453,329	44,296,028
		<u>483,331,072</u>	<u>1,723,053,959</u>
	<b>Net cash (used in) / generated from operating activities</b>		
	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	Received on issuance of units	56,589,681,920	33,873,748,112
	Paid against redemption of units	(46,630,771,140)	(32,159,611,246)
	Dividend paid	(2,095,001,783)	(868,077,756)
	<b>Net cash (used in) / generated from financing activities</b>	<u>7,863,908,997</u>	<u>846,059,110</u>
	<b>Net decrease in cash and cash equivalents during the period</b>	<u>8,347,240,069</u>	<u>2,569,113,069</u>
	Cash and cash equivalents at beginning of the period	350,383,820	17,970,529,578
	<b>Cash and cash equivalents at end of the period</b>	<u><u>8,697,623,889</u></u>	<u><u>20,539,642,647</u></u>
	<b>Cash and cash equivalents</b>		
	Bank balances	5 943,506,792	4,632,942,276
	Investments maturing within 3 months	6 7,754,117,097	15,906,700,371
		<u><u>8,697,623,889</u></u>	<u><u>20,539,642,647</u></u>

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

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

**Chief Executive Officer**

**Chief Financial Officer**

**Director**

**LAKSON MONEY MARKET FUND**  
**NOTES TO THE FINANCIAL STATEMENTS (Un-Audited)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

**1 LEGAL STATUS AND NATURE OF BUSINESS**

1.1 The Lakson Money Market Fund (the "Fund") was established under the Trust Deed executed on September 2, 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.

1.2 The Fund is an open end mutual fund and 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 is categorised as "Money Market Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and the Fund primarily invests in Government securities, certificates of investment, certificates of deposits, term deposit receipts, commercial papers, reverse repo, 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.

1.3 Pakistan Credit Rating Company Limited (PACRA) has maintained the rating of the Management Company of the Fund to the scale 'AM2+' (stable outlook) vide its report dated 25 August 2023. Pakistan Credit Rating Company Limited (PACRA) has maintained the rating of the Fund as AA+(f) dated September 08, 2023.

1.4 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trust Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Trusts including Collective Investment Scheme, 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. Accordingly, on January 31, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

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

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

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 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 and the NBFC Regulations have been followed.

The comparative Statement of Assets and Liabilities presented in these condensed interim financial information as at December 31, 2013 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 movement in unitholders' fund have been extracted from the unaudited condensed interim financial information for the period ended December 31, 2022.

2.2 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 audited financial statements of the Fund for the year ended June 30, 2023.

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

This condensed interim financial information has been prepared under the historical cost convention, except for investments that are stated at fair values.

## 2.5 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of rupees.

## 2.6 Significant Judgements and Estimates

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

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

## 3. 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)	
<b>5 BANK BALANCES</b>			
In profit and loss sharing accounts	5.1	943,499,694	350,376,722
In current accounts		7,098	7,098
		<u>943,506,792</u>	<u>350,383,820</u>

- 5.1 These represents profit and loss account maintained with banks carrying mark-up rates ranging from 19.50% to 21.90% (June 30, 2023: 12.75% to 19.75%) per annum.

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	(Rupees)	
<b>6 INVESTMENTS</b>			
<b>Financial assets classified as fair value through profit or loss</b>			
<b>Government securities</b>			
Market Treasury Bills	6.1	8,955,506,803	18,566,556,500
Pakistan investment bonds	6.2	-	1,795,678,930
		<u>8,955,506,803</u>	<u>20,362,235,430</u>
<b>Financial assets classified as amortised cost</b>			
Commercial Paper	6.3	-	340,894,727
Letter of placements	6.4	3,726,937,534	2,010,652,055
		<u>12,682,444,337</u>	<u>22,713,782,212</u>

	-----Number of treasury bills-----				Balance as at December 31, 2023			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
Date of Issue	As at July 01. 2023	Acquired during the period	Disposed / matured during the period	As at December 31. 2023	Carrying value	Market value	Unrealized appreciation / (diminution)		

-----No. of Units-----

-----Rupees-----

**6.1 Market Treasury Bills (Face value of Rs.100)**

3 Months Market Treasury Bill	15-Jun-23	15,000,000	97,100,000	112,100,000	-	-	-	-	-
3 Months Market Treasury Bill	4-May-23	50,000,000	-	50,000,000	-	-	-	-	-
3 Months Market Treasury Bill	25-Jul-23	-	50,000,000	50,000,000	-	-	-	-	-
3 Months Market Treasury Bill	10-Aug-23	-	153,250,000	153,250,000	-	-	-	-	-
3 Months Market Treasury Bill	18-May-23	36,000,000	69,700,000	105,700,000	-	-	-	-	-
3 Months Market Treasury Bill	1-Jun-23	-	9,000,000	9,000,000	-	-	-	-	-
3 Months Market Treasury Bill	22-Jun-23	-	183,500,000	183,500,000	-	-	-	-	-
3 Months Market Treasury Bill	13-Jul-23	-	52,840,000	52,840,000	-	-	-	-	-
3 Months Market Treasury Bill	20-Apr-23	87,500,000	-	87,500,000	-	-	-	-	-
3 Months Market Treasury Bill	7-Sep-23	-	92,280,700	92,280,700	-	-	-	-	-
3 Months Market Treasury Bill	24-Aug-23	-	67,530,000	67,530,000	-	-	-	-	-
3 Months Market Treasury Bill	30-Nov-23	-	21,520,000	-	21,520,000	2,089,579,134	2,088,505,240	(1,073,894)	6.15%
3 Months Market Treasury Bill	19-Oct-23	-	7,000,000	5,000,000	2,000,000	198,812,462	198,813,600	1,138	0.59%
3 Months Market Treasury Bill	2-Nov-23	-	20,937,500	8,000,000	12,937,500	1,276,017,074	1,275,814,744	(202,330)	3.76%
3 Months Market Treasury Bill	16-Nov-23	-	5,000,000	-	5,000,000	489,708,428	489,413,000	(295,428)	1.44%
3 Months Market Treasury Bill	21-Sep-23	-	51,491,000	51,491,000	-	-	-	-	-
6 Months Market Treasury Bill	20-Apr-23	-	20,000,000	20,000,000	-	-	-	-	-
6 Months Market Treasury Bill	30-Nov-23	-	25,880,000	6,880,000	19,000,000	1,749,145,222	1,746,609,200	(2,536,022)	5.15%
6 Months Market Treasury Bill	2-Nov-23	-	19,437,500	-	19,437,500	1,815,300,122	1,814,166,019	(1,134,103)	5.35%
6 Months Market Treasury Bill	16-Nov-23	-	10,000,000	-	10,000,000	927,747,603	926,247,000	(1,500,603)	2.73%
6 Months Market Treasury Bill	19-Oct-23	-	5,000,000	5,000,000	-	-	-	-	-
12 Months Market Treasury Bill	14-Dec-23	-	5,000,000	-	5,000,000	416,373,986	415,938,000	(435,986)	1.23%
<b>Total as at December 31, 2023</b>					<b>8,962,684,030</b>	<b>8,955,506,803</b>	<b>(7,177,227)</b>	<b>26.39%</b>	<b>70.61%</b>
Total as at June 30, 2023					18,578,497,668	18,566,556,500	(11,941,168)	80.84%	81.74%

Date of Issue	-----Number of treasury bills-----				Balance as at December 31, 2023			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
	As at July 01. 2023	Acquired during the period	Disposed / matured during the period	As at December 31. 2023	Carrying value	Market value	Unrealized appreciation / (diminution)		

## 6.2 Pakistan Investment Bonds (Face value of Rs.100)

		-----No. of Units-----				-----Rupees-----			
2 Years Pakistan Investment Bond	26-Aug-21	18,000,000	17,500,000	35,500,000	-	-	-	-	-
2 Years Pakistan Investment Bond	30-Dec-21	-	194,341,000	194,341,000	-	-	-	-	-
2 Years Pakistan Investment Bond	22-Oct-20	-	52,000,000	52,000,000	-	-	-	-	-
<b>Total as at December 31, 2023</b>					-	-	-	<b>0.00%</b>	<b>0.00%</b>
Total as at June 30, 2023					1,796,918,515	1,795,680,000	(1,238,515)	8.00%	8.00%

## 6.3 Commercial Papers

						Balance as at December 31, 2023		
	As at July 01. 2023	Acquired during the period	Disposed / matured during the period	As at December 31. 2023	Carrying value	Carrying value as % of total investments	Carrying Value as % of net assets	Face value as % of size of the issue
		-----Number of Commercial Papers-----				----- (Rupees) -----		
Lucky Electric Power Company Limited	315	-	315	-	-	-	-	-
<b>Total as at December 31, 2023</b>					-	-	-	-
Total as at June 30, 2023					340,894,727	1.50%	1.50%	6.30%

6.3.1 Face value of these commercial papers are Rs.1,000,000 per certificate.

## 6.4 Letter of Placements

Name of security	Note	Placement Date	Maturity Date	Term (Number of Days)	Mark-up Rate	Balance as at December 31, 2023					Carrying value as % of total investments	Carrying value as % of net assets
						Holding as at July 01, 2023	Purchases during the period	Disposed / matured during the period	Holding as at December 31, 2023	Carrying Value as at December 31, 2023		
						(Rupees)					(%)	
Pak Kuwait Investment Company		10-Jul-23	13-Jul-23	3	21.60%	2,000,000,000	-	2,000,000,000	-	-	-	-
Saudi Pak investment Company		11-Jul-23	12-Jul-23	1	21.75%	-	2,300,000,000	2,300,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		13-Jul-23	17-Jul-23	4	21.55%	-	300,000,000	300,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		13-Jul-23	17-Jul-23	4	21.55%	-	2,300,000,000	2,300,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		17-Jul-23	21-Jul-23	4	21.25%	-	2,300,000,000	2,300,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		17-Jul-23	21-Jul-23	4	21.25%	-	1,500,000,000	1,500,000,000	-	-	-	-
Pak Oman Investment Co COI		22-Jun-23	24-Jul-23	32	21.60%	-	800,000,000	800,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		17-Jul-23	1-Aug-23	15	21.50%	-	2,300,000,000	2,300,000,000	-	-	-	-
Pak Oman Investment Co LOP		24-Jul-23	1-Aug-23	8	21.30%	-	2,300,000,000	2,300,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		1-Aug-23	2-Aug-23	1	21.10%	-	2,300,000,000	2,300,000,000	-	-	-	-
Lucky Electric Power Company Limited-- SUKUK 7		14-Feb-23	16-Aug-23	183	22.72%	-	600,000,000	600,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		16-Aug-23	17-Aug-23	1	22.25%	-	400,000,000	400,000,000	-	-	-	-
Pak Oman Investment Co LOP		10-Aug-23	18-Aug-23	8	22.00%	-	400,000,000	400,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		24-Aug-23	25-Aug-23	1	21.90%	-	1,050,000,000	1,050,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		25-Aug-23	28-Aug-23	3	21.75%	-	2,200,000,000	2,200,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		28-Aug-23	29-Aug-23	1	21.50%	-	2,000,000,000	2,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		29-Aug-23	30-Aug-23	1	21.10%	-	2,540,000,000	2,540,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		30-Aug-23	1-Sep-23	2	21.20%	-	2,600,000,000	2,600,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		7-Sep-23	8-Sep-23	1	21.20%	-	2,600,000,000	2,600,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		7-Sep-23	15-Sep-23	8	21.50%	-	50,000,000	50,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		7-Sep-23	15-Sep-23	8	21.50%	-	2,600,000,000	2,600,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		8-Sep-23	15-Sep-23	7	21.40%	-	2,275,000,000	2,275,000,000	-	-	-	-
Pak Brunei Investment Company LOP		13-Sep-23	15-Sep-23	2	21.50%	-	170,000,000	170,000,000	-	-	-	-
Pak Brunei Investment Company LOP		13-Sep-23	15-Sep-23	2	21.50%	-	2,700,000,000	2,700,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		15-Sep-23	18-Sep-23	3	21.10%	-	2,600,000,000	2,600,000,000	-	-	-	-
Pak Brunei Investment Company LOP		15-Sep-23	18-Sep-23	3	21.11%	-	2,900,000,000	2,900,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		18-Sep-23	19-Sep-23	1	21.10%	-	1,600,000,000	1,600,000,000	-	-	-	-
Pak Brunei Investment Company LOP		18-Sep-23	19-Sep-23	1	21.10%	-	2,900,000,000	2,900,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		18-Sep-23	19-Sep-23	1	21.10%	-	1,750,000,000	1,750,000,000	-	-	-	-
Pak Brunei Investment Company LOP		19-Sep-23	20-Sep-23	1	21.10%	-	3,000,000,000	3,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		19-Sep-23	21-Sep-23	2	21.10%	-	3,000,000,000	3,000,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		19-Sep-23	21-Sep-23	2	21.20%	-	2,800,000,000	2,800,000,000	-	-	-	-
Pak Brunei Investment Company LOP		21-Sep-23	22-Sep-23	1	21.10%	-	2,500,000,000	2,500,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		21-Sep-23	22-Sep-23	1	21.00%	-	2,800,000,000	2,800,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		22-Sep-23	25-Sep-23	3	21.05%	-	2,800,000,000	2,800,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		25-Sep-23	26-Sep-23	1	21.10%	-	3,000,000,000	3,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		26-Sep-23	27-Sep-23	1	21.75%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		25-Sep-23	28-Sep-23	3	21.10%	-	2,000,000,000	2,000,000,000	-	-	-	-
Pak Brunei Investment Company LOP		27-Sep-23	28-Sep-23	1	21.50%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		21-Sep-23	6-Oct-23	15	21.50%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		21-Sep-23	6-Oct-23	15	21.50%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		10-Oct-23	11-Oct-23	1	22.10%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		11-Oct-23	12-Oct-23	1	22.30%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Kuwait Investment Company LOP		12-Oct-23	13-Oct-23	1	22.30%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		23-Oct-23	24-Oct-23	1	21.60%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		24-Oct-23	25-Oct-23	1	21.70%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		24-Oct-23	25-Oct-23	1	21.70%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		25-Oct-23	26-Oct-23	1	21.75%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		25-Oct-23	26-Oct-23	1	21.80%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		26-Oct-23	27-Oct-23	1	21.70%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		26-Oct-23	27-Oct-23	1	21.70%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		2-Nov-23	10-Nov-23	8	21.25%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		3-Nov-23	16-Nov-23	13	21.35%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		16-Nov-23	17-Nov-23	1	21.65%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		21-Nov-23	22-Nov-23	1	21.80%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		17-Nov-23	24-Nov-23	7	21.95%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		23-Nov-23	24-Nov-23	1	22.10%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		14-Dec-23	15-Dec-23	1	21.75%	-	1,000,000,000	1,000,000,000	-	-	-	-
Zarai Taraqati Bank Limited LOP		15-Dec-23	18-Dec-23	3	21.25%	-	1,000,000,000	1,000,000,000	-	-	-	-
Pak Oman Investment Co LOP		18-Dec-23	4-Jan-24	17	22.30%	-	3,000,000,000	-	3,000,000,000	3,025,660,273.97	23.86%	8.92%
Pak Oman Investment Co LOP		29-Dec-23	5-Jan-24	7	22.20%	-	700,000,000	-	700,000,000	701,277,260.27	5.53%	2.07%
Total as at December 31, 2023							97,935,000,000	96,235,000,000	3,700,000,000	3,726,937,534	29.39%	10.98%
Total as at June 30, 2023							52,657,000,000	50,657,000,000	2,000,000,000	2,010,652,055	8.85%	8.75%

		December 31, 2023 (Unaudited) (Rupees)	June 30, 2023 (Audited)
<b>7.</b>	<b>Deposits, prepayments and other receivables</b>		
	Security deposits:		
	- Central Depository Company of Pakistan Limited	100,000	100,000
	Prepayments	12,130	-
	Receivable against redemption of government securities	19,434,100,000	-
		<u>19,434,212,130</u>	<u>100,000</u>

**8. PAYABLE TO THE MANAGEMENT COMPANY**

Remuneration payable to the Management Company	8.1	21,857,022	9,786,029
Sales tax payable on remuneration to the Management Company	8.2	2,841,753	1,272,184
Federal excise duty payable on remuneration to the Management Company	8.3	35,633,819	35,633,818
		<u>60,332,594</u>	<u>46,692,031</u>

**8.1** As per regulation 61 of the NBFC and Notified Entities Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of the management fee as disclosed in the Offering Document subject to the total expense ratio limit. As per offering document, the Management Company can charge management fee up to 1% of average annual net assets of the fund, calculated on daily basis. The effective management fee rate for the period ended December 31, 2023 is 0.37% of average annual net assets calculated on daily basis.

**8.2** 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 Excises Duty which is not paid due to the case pending for adjudication in Supreme Court of Pakistan as disclosed in note 8.3.

**8.3** 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, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 35.63 million (2022: 35.63 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. 0.11 (June 30, 2023: Rs.0.16) per unit.



		<b>December 31, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
	<b>Note</b>	<b>----- (Rupees) -----</b>	
<b>9. ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Auditors' remuneration		<b>517,586</b>	516,161
Brokerage payable		<b>156,202</b>	681,113
Rating fee payable		<b>820,731</b>	542,631
Withholding tax payable		<b>70,441,199</b>	17,442,290
Professional fee payable		-	11,493
Dividend payable		<b>872,255</b>	12,342,943
Others	9.1	<b>83,642,930</b>	83,938,550
		<b><u>156,450,903</u></b>	<b><u>115,475,181</u></b>

- 9.1** This amount includes excess profit credited by a bank. During year ended June 30, 2022, bank credited an amount of Rs. 79.58 million. The Management Company is of the view after recomputing the profit due from the bank that excess profit was not due to the Fund. The matter was raised with the bank and is yet to finalised. Management Company, being prudent, has not recorded any income against the amount received and has recorded an accrued liability.

## **10. CONTINGENCIES AND COMMITMENTS**

There are no contingencies and commitments as at December 31, 2023

		<b>December 31, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
		<b>----- (Rupees) -----</b>	
<b>11. PROFIT / MARKUP INCOME</b>			
Profit from bank deposits		<b>117,708,976</b>	82,854,092
Mark-up on treasury bills		<b>2,779,930,654</b>	1,028,794,037
Mark-up on commercial papers		<b>36,241,447</b>	32,391,464
Mark-up on clean placements		<b>253,453,329</b>	44,296,028
		<b><u>3,187,334,406</u></b>	<b><u>1,188,335,621</u></b>

## **12. TAXATION**

- 12.1** The Fund's income is exempt from Income Tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, 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. Since the Management Company has distributed 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.
- 12.2** A new section 4B was introduced in the Income Tax Ordinance, 2001 vide the Finance Act, 2015, according to which super tax has been imposed for Tax Year 2015 on the income of individuals, association of persons and companies who are earning income of Rs. 500 million or above in Tax Year 2015 at the rate of 3% other than banking companies

During year ended June 30, 2017, the Management Company received an order under the aforementioned section for the recovery of super tax not paid with return of income in respect of the Fund for the Tax Year 2015. The Deputy Commissioner considered that the Fund was required to pay super tax as the income of the Fund was more than Rs. 500 million and raised a demand of Rs. 18.819 million in this respect.

The Management Company had filed an appeal before Commissioner Appeals (Inland Revenue) against the order which was decided in favour of the Fund whereby super tax demand was deleted. The department had filed an appeal against the decision at the Appellate Tribunal which is pending adjudication and no provision has been made for super tax in these financial statements.

The Fund has also received an order for Tax Year 2016 whereby demand amounting to Rs. 24 million has been created mainly on account of the fact that the Fund has made less than 90% distribution out of its distributable profit due to the misinterpretation of the facts of the case. The Fund has filed an appeal against the said order to Commissioner Income Tax (Appeals) which was decided against the fund. The fund filed an appeal against the decision at the Appellate Tribunal which is pending adjudication and considers that the case will be decided in Fund's favor. Hence, no provision has been in these financial statements.

The Fund has also received an order for Tax Year 2018 whereby demand amounting to Rs. 100.2 million has been created mainly on account of the fact that the Fund has made less than 90% distribution out of its distributable profit due to the misinterpretation of the facts of the case. The Fund has filed an appeal against the said order to Commissioner Income Tax (Appeals) whereby CIP (Appeals) remand back the case for fresh proceedings as clarified by FBR vide its letter dated February 25, 2021 and considers that the case will be in fund's favour. Hence, no provision has been in these financial statements.

The Fund has also received an order for Tax Year 2019 whereby demand amounting to Rs. 227.8 million has been created mainly on account of the fact that the Fund has made less than 90% distribution out of its distributable profit due to the misinterpretation of the facts of the case. The Fund has filed an appeal against the said order to Commissioner Income Tax (Appeals) whereby CIP (Appeals) remand back the case for fresh proceedings as clarified by FBR vide its letter dated February 25, 2021 and considers that the case will be in fund's favor. Hence, no provision has been in these financial statements.

During the year ended June 30, 2020, the Fund received show-cause notice under section 4B of the Income Tax Ordinance, 2001 for the recovery of super tax not paid with return of income in respect of the stated Fund for the Tax year 2019. The Deputy Commissioner considered that the Fund has failed to pay super tax on the profit of debt income earned during the tax year 2019, as the total profit of debt income of the Fund was Rs.916 million and raised a demand of Rs.18.321 million in this respect. The Fund filed an appeal against the said order to Commissioner Income Tax (Appeals) which was decided against the Fund. The Fund had filed an appeal against the decision at the Appellate Tribunal which is pending adjudication and considers that the case will be decided in Fund's favor. Hence, no provision has been in these financial statements.

During the year ended June 30, 2022, the Fund has received order u/s 122(1) in respect of Audit for Tax Year 2015 whereby element of loss and capital losses included in the prices of units issued less in units redeemed- net amounting to Rs. 404.8 million, dividend distribution at Rs. 129 million , sales tax and FED on management fee amounting to Rs. 11.5 and Rs. 10.6 million respectively have been added by Deputy Commissioner resulting in demand of Rs. 180.2 million. The Fund has filed an appeal against the said order with Commissioner Income Tax (Appeals) which is pending adjudication. The Management Company considers that it has a good arguable case which will be decided in fund's favor. Hence, no provision has been in these financial statements.

### **13. EARNINGS PER UNIT**

Earnings per unit (EPU) has not been disclosed in this 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. DISTRIBUTIONS DURING THE PERIOD

December 31, 2023				
	Per unit rate	Declaration date	Distribution of income	Refund of Capital
			(Rupees)	
First interim distribution	1.9217	Aug 02, 2023	380,069,470	63,520,112
Second interim distribution	1.9585	Sep 03, 2023	401,335,563	96,282,252
Third interim distribution	1.6343	Oct 04, 2023	349,416,157	133,993,101
Fourth interim distribution	1.9894	Nov 07, 2023	488,855,429	143,531,345
Fifth interim distribution	1.8979	Dec 12, 2023	475,325,164	114,573,865
			<u>2,095,001,783</u>	<u>551,900,675</u>
June 30, 2023				
	Per unit rate	Declaration date	Distribution of income	Refund of Capital
			(Rupees)	
First interim distribution	0.5267	14-Jul-22	65,036,021	3,343,946
Second interim distribution	0.7489	4-Aug-22	89,024,088	6,559,950
Third interim distribution	1.3654	8-Sep-22	154,675,974	12,882,507
Fourth interim distribution	1.1279	6-Oct-22	123,124,498	44,983,825
Fifth interim distribution	1.3772	10-Nov-22	159,311,143	38,692,510
Sixth interim distribution	1.0665	7-Dec-22	132,202,332	38,238,939
Seventh interim distribution	1.4674	11-Jan-23	221,843,489	70,285,279
Eighth interim distribution	1.2369	10-Feb-23	168,832,751	34,329,462
Ninth interim distribution	0.9748	8-Mar-23	124,448,512	27,584,748
Tenth interim distribution	1.4417	5-Apr-23	193,987,957	35,729,022
Eleventh interim distribution	1.9831	10-May-23	265,264,758	70,308,262
Twelfth interim distribution	1.5586	7-Jun-23	226,177,797	55,003,631
Thirteenth interim distribution	0.7293	21-Jun-23	123,287,305	22,748,839
			<u>2,047,216,625</u>	<u>460,690,920</u>

#### 15. TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the fund, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having holding more than 10% in the units of the Funds as 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)
<b>15.1 Details of balance with related parties / connected persons at the period ended</b>		
<b>Lakson Investments Limited - Management Company</b>		
Remuneration payable	<u>21,857,022</u>	<u>9,786,029</u>
Sindh Sales Tax payable on Management Company's remuneration*	<u>2,841,753</u>	<u>1,272,184</u>
Federal Excise Duty	<u>35,633,819</u>	<u>35,633,818</u>
<b>Central Depository Company of Pakistan Limited - Trustee of the Fund</b>		
Remuneration payable	<u>1,834,291</u>	<u>1,143,068</u>
Security deposit	<u>100,000</u>	<u>100,000</u>
	<u>December 31,</u>	
	<u>2023</u>	<u>2022</u>
	<u>(Unaudited)</u>	
	<u>(Rupees)</u>	
<b>15.2 Details of transaction with related parties / connected persons at the period ended</b>		
<b>Lakson Investments Limited - Management Company</b>		
Remuneration to the Management Company	<u>105,636,248</u>	<u>33,648,200</u>
Sindh Sales Tax on Management Company's remuneration*	<u>13,733,053</u>	<u>4,374,276</u>
<b>Central Depository Company of Pakistan Limited - Trustee of the Fund</b>		
Remuneration for the period	<u>8,205,613</u>	<u>4,281,667</u>
Sindh Sales Tax on Trustee remuneration*	<u>1,066,730</u>	<u>556,617</u>
Settlement charges	<u>565</u>	<u>-</u>

15.3 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	Refund / Adjustment of units as element of	Units redeemed during the period	Number of units as at December 31, 2023	Balance as at July 01, 2023	Units issued during the period	Units redeemed during the period	Gross Dividend during the period	Balance as at December 31, 2023
Lakson Investments Limited - Management Company	6,564,164	34,386,008	620,543	34,098,912	7,471,802	673,550,173	3,596,906,563	3,567,406,563	-	777,580,740
Directors, Chief Executive and their spouse and minors	53,426,157	186,012,072	2,913,893	201,310,771	41,041,351	5,482,068,687	19,434,433,784	21,021,672,093	224,033,081	4,271,120,084
Key management personnel, employees and connected persons of the Management Company	66,862	368,932	4,432	215,548	224,678	6,860,740	38,411,724	22,524,300	966,294	23,381,978
<b>Holding company / associated companies / undertakings of the Management Company</b>										
Accuray Surgical Limited Employees Contributory Provident Fund	107,672	23,164	192	131,026	-	11,048,202	2,398,745	13,598,105	498,745	-
Accuray Surgicals Limited	2,919,720	2,496,400	27,279	3,470,312	1,973,087	299,593,097	259,300,071	359,739,333	24,009,575	205,336,604
Alan Private Limited	3,330,532	317,716	600	-	3,648,848	341,746,568	32,717,161	-	32,608,424	379,730,903
Baluchistan Polyproducts Private Limited	74,807	415,550	3,635	24,235	469,756	7,675,884	43,019,303	2,500,000	3,843,409	48,886,938
Century Insurance Co. Ltd., GF	176,505	27,278	13	98,196	105,600	18,111,277	2,804,830	10,210,000	1,604,830	10,989,672
Century Insurance Company Limited	1,592,216	7,632,066	136,817	7,766,307	1,594,792	163,377,636	798,281,706	812,043,223	-	165,967,978
Century Insurance Company Limited Employees Contributory Provident Fund Trust	164,057	28,373	42	192,472	-	16,833,912	2,920,658	20,021,098	745,658	-
Century Paper & Board Mills Limited ECPFT	1,743,846	190,040	2,022	1,935,908	-	178,936,395	19,724,990	201,157,237	5,899,990	-
Century Paper & Board Mills Limited EGF	1,647,334	415,350	305	1,830,101	232,888	169,033,256	42,711,019	190,220,000	13,711,019	24,236,318
Colgate Palmolive Pakistan Limited	28,744,962	21,311,980	215,512	5,801,568	44,470,886	2,949,526,250	2,211,374,729	600,000,000	366,323,211	4,628,027,273
Colgate Palmolive Pakistan Limited ECPFT	970,495	155,786	1,886	1,090,731	37,436	99,582,755	16,194,437	113,260,577	2,944,437	3,895,938
Colgate Palmolive Pakistan Limited EGF	1,806,103	979,870	8,243	2,518,837	275,379	185,324,603	101,570,115	261,380,000	15,495,115	28,658,300
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	771,523	185,356	2,028	958,907	-	79,166,129	19,255,508	99,620,407	2,830,508	-
Express Publications Private Limited	45,483	3,647	-	-	49,130	4,666,975	374,948	-	441,116	5,112,884
Hasanali & Gulbanoo Lakhani Foundation	427,222	183,838	323	306,462	304,920	43,837,296	18,919,576	31,608,392	3,294,082	31,732,679
Hasanali Karabhai Foundation ECPFT Trust	24,155	34,972	430	59,556	-	2,478,515	3,649,344	6,203,970	-	-
Lakson Investments Limited ECPFT	96,364	45,003	447	29,581	112,233	9,887,961	4,673,700	3,080,000	973,700	11,679,988
Lakson Power Limited	3,883	297	0	243	3,936	398,569	30,525	25,000	35,811	409,660
Merit Packaging Limited Employees Contributory Provident Fund Trust	169,854	40,260	339	210,453	-	17,428,778	4,169,602	21,892,904	1,119,602	-
Merit Packaging Limited Employees Gratuity Fund	109,315	24,892	47	78,972	55,282	11,216,792	2,562,993	8,200,000	912,993	5,753,162
Premier Fashions Private Limited	5,069,217	364,631	1,380	5,435,228	-	520,153,390	37,579,488	563,313,050	18,448,283	-
Siza Commodities Private Limited	3,925,687	661,859	2,119	4,589,665	-	402,815,542	68,258,747	472,671,045	39,093,140	-
Siza Foods Private Limited Employees Contributory Provident Fund Trust	948,526	51,035	139	999,700	-	97,328,429	5,256,939	104,002,951	4,356,939	-
Siza Private Limited	1,951,239	2,062,948	2,847	3,975,224	41,810	200,216,982	213,500,855	413,000,000	10,175,486	4,351,069
Siza Services Private Limited	12,579,113	5,799,262	46,138	4,131,244	14,293,269	1,290,745,258	600,651,627	428,500,000	113,495,007	1,487,481,912
Siza Services Private Limited Employees Countributory Provident Fund Trust	43,795	43,826	87	64,459	23,249	4,493,745	4,514,363	6,694,475	264,363	2,419,519
Sybird (Private) Limited ECPFT	179,638	10,323	44	190,006	-	18,432,693	1,065,196	19,717,719	665,196	-
Sybird Private Limited	6,321	710	1	-	7,032	648,565	73,062	-	62,328	731,768
Television Media Network Pvt Ltd	1,656	1,688,383	13,404	1,687,160	16,283	169,931	174,733,845	175,000,000	5,569,229	1,694,563
Orthopaedic & Medical Institute Private Limited	4,822,770	702,634	-	677,269	4,848,135	494,865,368	73,000,001	69,785,293	3,453,929	504,539,097
Cyber Internet Services Pvt Limited	4,471,365	6,366,062	51,881	958,628	9,930,681	458,807,653	659,287,441	100,000,000	69,668,841	1,033,473,049
Ice Animations (Private)Limited	1,162	114,822	387	115,884	487	119,232	11,881,880	12,000,000	96,330	50,722
<b>Trustee / Custodian</b>										
Central Depository Company of Pakistan Limited	2,781,855	197,470	12	337,526	2,641,811	285,446,742	20,301,458	35,000,000	23,708,048	274,929,843
<b>Holding more than 10% units</b>										
Pakistan Petroleum Limited	-	32,906,838	118,986	-	33,025,824	-	996,671,204	-	118,436,711	3,436,954,540

Half year ended December 31, 2022										
-----Number of units-----						-----Rupees-----				
Number of units as at July 01, 2022	Units issued during the period	Refund / Adjustment of units as element of income	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	Gross Dividend during the period	Balance as at December 31, 2022
Lakson Investments Limited - Management Company	2,536,558	26,683,884	243,205	23,473,585	5,990,062	257,317,339	2,738,289,750	2,409,759,320	101,987,210	615,726,815
Directors, Chief Executive and their spouse and minors	29,106,868	73,048,863	585,943	56,729,888	46,011,786	2,952,702,592	7,486,110,435	5,824,786,694	76,399,096	4,729,615,881
Key management personnel, employees and connected persons of the Management Company	92,734	103,046	824	92,655	103,950	9,407,295	10,585,587	9,523,983	245,342	10,685,147
<b>Holding company / associated companies / undertakings of the Management Company</b>										
Accuray Surgical Limited Employees Contributory Provident Fund	60,998	124,918	1,271	176,943	10,244	6,187,819	12,822,764	18,175,864	172,352	1,053,030
Accuray Surgicals Limited	572,036	30,371	-	-	602,407	58,029,341	3,085,751	-	3,630,295	61,922,220
Alan Private Limited	2,829,465	251,292	246	-	3,081,003	287,030,808	25,553,554	-	18,298,299	316,700,590
Baluchistan Polyproducts Private Limited	3	59,636	604	54,880	5,362	281	6,118,477	5,625,000	139,385	551,138
Century Insurance Co. Ltd., GF	10,332	217,949	1,754	200,964	29,071	1,048,150	22,376,525	20,630,916	42,921	2,988,281
Century Insurance Company Limited	1,220,211	5,431,436	55,952	5,292,576	1,415,023	123,782,466	557,539,165	543,364,053	2,323,661	145,452,196
Century Insurance Company Limited Employees Contributory Provident Fund Trust	1,137,296	227,920	-	1,194,667	170,549	8,507,758	54,031,569	48,362,150	242,845	14,859,236
Century Paper & Board Mills Limited ECPFT	1,137,296	2,325,603	13,543	1,892,150	1,584,291	115,371,335	237,808,683	193,039,569	4,180,962	162,851,530
Century Paper & Board Mills Limited EGF	100,945	1,405,125	8,817	1,007,196	507,692	10,240,213	143,756,861	103,166,934	1,076,377	52,186,371
Colgate Palmolive Pakistan Limited	13,608,786	7,503,013	33,909	2,923,512	18,222,196	1,380,522,842	768,060,785	300,000,000	80,071,512	1,873,084,993
Colgate Palmolive Pakistan Limited ECPFT	1,181,201	1,969,943	11,240	1,702,888	1,459,496	119,825,154	201,418,497	173,806,230	4,077,270	150,023,590
Colgate Palmolive Pakistan Limited EGF	139,538	1,260,629	3,415	964,716	438,867	14,155,228	128,569,676	98,802,463	625,569	45,111,735
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	502,140	1,352,940	8,182	1,071,045	792,217	50,938,820	138,374,174	109,340,203	2,187,294	81,433,115
Express Publications Private Limited	39,954	2,121	-	-	42,075	4,053,044	215,523	-	253,557	4,324,941
Gam Corporation Private Limited Employees Contributory Provident Fund	260,414	654,937	4,331	603,115	316,568	26,417,348	67,222,419	61,767,745	1,063,074	32,540,495
Hasanali & Gulbanoo Lakhani Foundation	273,615	282,641	2,194	117,644	440,805	27,756,424	28,981,473	12,000,000	1,454,674	45,311,001
Hasanali Karabhai Foundation ECPF Trust	9,230	49,167	355	39,882	18,869	936,287	5,048,228	4,089,288	-	-
Lakson Investments Limited ECPFT	8,986	167,832	1,237	144,779	33,276	911,545	17,228,930	14,865,538	16,933	3,420,516
Lakson Power Limited	3,600	189	-	197	3,593	365,245	19,244	20,000	22,640	369,359
Merit Packaging Limited Employees Contributory Provident Fund Trust	4,748	30,454	106	34,304	1,003	481,661	3,106,648	3,515,051	16,099	103,107
Merit Packaging Limited Employees Gratuity Fund	-	168,736	1,595	142,687	27,645	-	17,303,886	14,670,302	74,569	2,841,617
Premier Fashions Private Limited	1,235,426	57,090	-	588,977	703,540	125,325,956	5,799,990	60,000,000	6,823,518	-
Siza Commodities Private Limited	1,832,294	1,296,209	2,598	-	3,131,101	185,874,366	131,970,724	-	14,255,167	321,850,299
Siza Foods Private Limited Employees Contributory Provident Fund Trust	113,168	1,064,215	9,373	1,024,348	162,409	11,480,131	109,293,677	105,175,679	338,233	16,694,228
Siza Private Limited	2,021,744	3,025,282	6,343	2,747,241	2,306,129	205,092,798	308,109,414	282,000,000	10,476,658	237,050,179
Siza Services Private Limited	5,088,771	1,216,789	5,952	781,633	5,529,879	516,222,694	124,178,207	80,000,000	33,197,974	568,424,042
Siza Services Private Limited Employees Countributory Provident Fund Trust	7,488	68,315	519	45,304	31,018	759,621	7,015,369	4,656,691	24,444	3,188,333
Sybrid (Private) Limited ECPFT	29,952	378,546	3,163	358,928	52,734	3,038,485	38,875,526	36,848,353	94,557	5,420,573
Sybrid Private Limited	721	50	-	-	771	73,139	5,055	-	4,606	79,216
Television Media Network Pvt Ltd	1,455	77	-	-	1,532	147,577	7,848	-	9,232	157,477
Orthopaedic & Medical Institute Private Limited	6,648,647	-	-	1,549,702	5,098,946	674,462,056	-	158,011,958	2,517,779	524,127,780
Cyber Internet Services Pvt Limited	3,955,824	1,219,603	2,497	-	5,177,924	401,292,663	124,135,215	-	28,394,371	532,246,026
<b>Trustee / Custodian</b>										
Central Depository Company of Pakistan Limited	-	2,562,738	10,696	-	2,573,434	-	261,167,666	-	13,134,070	264,526,875
<b>Connected person due to holding more than 10% units</b>										
Fauji Fertilizer Company Limited	-	71,937,772	-	34,270,249	37,667,523	-	7,351,036,954	3,509,838,989	-	3,871,897,374

## 16 TOTAL EXPENSE RATIO

As per the SECP circular vide direction no. 23 dated July 20, 2016 and as referred in Regulations 60 (5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations"), Total Expense Ratio (TER) calculated inclusive of Sindh Sales Tax and SECP fee is 0.96% as of December 31, 2023 and this includes 0.18% representing Government levies and SECP fee etc. As per NBFC Regulation the total expense ratio of the Money Market Scheme shall be capped up to 2% (excluding government levies).

## 17 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 close of trading i.e. period end date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

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

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

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

Investments of the Fund are categorised as follows:

		December 31, 2023 (Unaudited)					
		Carrying amount			Fair Value		
Financial assets measured at fair value		Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3
	Note	(Rupees)					
Government Securities	6.1	8,955,506,803	-	8,955,506,803	-	8,955,506,803	8,955,506,803
<b>Financial assets not measured at fair value</b>	17.1						
Bank balances	5	-	943,506,792	943,506,792	-	-	-
Profit receivable		-	1,077,197,872	1,077,197,872	-	-	-
Investments - Letter of placements		-	3,726,937,534	3,726,937,534	-	-	-
Deposits		-	19,434,212,130	19,434,212,130	-	-	-
		-	25,181,854,328	25,181,854,328	-	-	-
<b>Financial liabilities not measured at fair value</b>	17.1						
Payable to the Management Company	8.1	-	24,698,775	24,698,775	-	-	-
Payable to the Trustee		-	1,834,291	1,834,291	-	-	-
Accrued expenses and other liabilities	9	-	86,009,704	86,009,704	-	-	-
		-	112,542,770	112,542,770	-	-	-

		June 30, 2023 (Audited)						
		Carrying amount			Fair Value			
		Fair value through profit or loss	Amortised cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at fair value</b>	Note	----- (Rupees) -----						
Government Securities								
Market treasury bills	6.1	18,566,556,500	-	18,566,556,500	-	18,566,556,500	-	18,566,556,500
Pakistan investment bonds	6.2	1,795,678,930	-	1,795,678,930	1,795,678,930	-	-	1,795,678,930
		<u>20,362,235,430</u>	<u>-</u>	<u>20,362,235,430</u>	<u>1,795,678,930</u>	<u>18,566,556,500</u>	<u>-</u>	<u>20,362,235,430</u>
<b>Financial assets not measured at fair value</b>	17.1							
Bank balances	5	-	350,383,820	350,383,820	-	-	-	-
Profit receivable		-	51,571,257	51,571,257	-	-	-	-
Investments - Commercial papers	6.3	-	340,894,727	340,894,727	-	-	-	-
Letter of placements	6.4	-	2,010,652,055	2,010,652,055	-	-	-	-
Deposits		-	100,000	100,000	-	-	-	-
		<u>-</u>	<u>2,753,601,859</u>	<u>2,753,601,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities not measured at fair value</b>	17.1							
Payable to the Management								
Company	8.1	-	11,058,213	11,058,213	-	-	-	-
Payable to the Trustee		-	1,143,068	1,143,068	-	-	-	-
Accrued expenses and other								
liabilities		-	18,452,891	18,452,891	-	-	-	-
		<u>-</u>	<u>30,654,172</u>	<u>30,654,172</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**17.1** 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.

## **18 GENERAL**

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

**18.2** Figures have been rounded off to the nearest rupee

## **19 DATE OF AUTHORIZATION FOR ISSUE**

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

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

**CHIEF EXECUTIVE OFFICER**

**CHIEF FINANCIAL OFFICER**

**DIRECTOR**





A Lakson Group Company

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