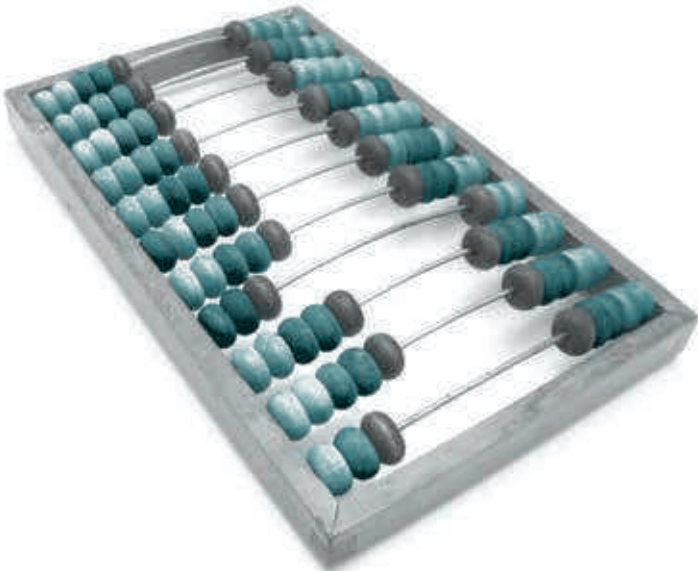


# Faysal Halal Amdani Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited  
Dubai Islamic Bank  
Zarai Taraqjati Bank Limited  
Habib bank Limited (Islamic Banking)  
Habib Metropolitan (Islamic Banking)  
Meezan Bank Limited  
Allied Bank Limited (Islamic Banking)  
UBL (Ameen) Islamic Banking

## **MISSION AND VISION**

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## **MISSION STATEMENT**

Faysal Halal Amdani Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shariah compliant securities.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahro-e-Faisal  
Karachi - 74400, Pakistan  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL HALAL AMDANI 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 Faysal Halal Amdani Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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.

  
**Baduddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 22, 2024



**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS**

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Halal Amdani 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

**Scope of Review**

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

**Conclusion**

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR2023100683ErC18nKy

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427038/32424740; <[www.pwc.com/pk](http://www.pwc.com/pk)>

## Statement of Assets and Liabilities

As at December 31, 2023

|   |      | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   | Note | ----- (Rupees) -----                 |                               |
| <b>Assets</b>   |      |                                      |                               |
| Balances with banks   | 4    | 27,666,582,666                       | 30,236,104,406                |
| Investments   | 5    | 13,801,572,564                       | 10,263,000,000                |
| Advances, deposits and other receivables                            | 6    | 1,309,137,439                        | 658,384,699                   |
| Receivable against issuance of units                                |      | 88,668,192                           | 14,545,000                    |
| Preliminary expenses and floatation costs                           | 7    | 154,595                              | 256,715                       |
| <b>Total assets</b>   |      | <u>42,866,115,456</u>                | <u>41,172,290,820</u>         |
| <b>Liabilities</b>  |      |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company     | 8    | 133,257,435                          | 97,850,512                    |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 9    | 2,203,898                            | 2,020,969                     |
| Payable to the Securities and Exchange Commission of Pakistan       | 10   | 2,664,201                            | 6,695,337                     |
| Payable against redemption of units                                 |      | 38,249,748                           | 66,172,469                    |
| Dividend payable  |      | 23,587                               | 2,180,824                     |
| Accrued expenses and other liabilities                              | 11   | 39,030,224                           | 130,506,989                   |
| <b>Total liabilities</b>  |      | <u>215,429,093</u>                   | <u>305,427,100</u>            |
| <b>Net assets</b>   |      | <u>42,650,686,363</u>                | <u>40,866,863,720</u>         |
| <b>Unit holders' fund (as per statement attached)</b>               |      | <u>42,650,686,363</u>                | <u>40,866,863,720</u>         |
| <b>Contingencies and commitments</b>                                | 12   |                                      |                               |
|   |      | ----- (Number of units) -----        |                               |
| <b>Number of units in issue</b>                                     |      | <u>380,359,358</u>                   | <u>402,940,855</u>            |
|   |      | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                     |      | <u>112.1326</u>                      | <u>101.4215</u>               |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

| Note  | Half year ended<br>December 31, |                 | Quarter ended<br>December 31, |               |
|---|---------------------------------|-----------------|-------------------------------|---------------|
|   | 2023                            | 2022            | 2023                          | 2022          |
| (Rupees)  |                                 |                 |                               |               |
| <b>Income</b>   |                                 |                 |                               |               |
|   | 2,689,609,500                   | 1,509,902,386   | 1,263,349,556                 | 893,108,660   |
| Profit on balances with banks   | 463,300,122                     | 549,319,837     | 212,052,856                   | 308,006,758   |
| Profit on sukuk certificates  | 819,962,056                     | -               | 485,098,275                   | -             |
| Profit on islamic certificates of musharakah / murabaha                     | 102,327,542                     | 11,630,137      | 102,327,542                   | -             |
| Profit on islamic term deposit receipts                                     | 290,095,298                     | 91,388,283      | 158,799,970                   | 91,388,283    |
| Profit on bai muajjal   | 4,365,294,518                   | 2,162,240,643   | 2,221,628,199                 | 1,292,503,701 |
| <b>Total income</b>   |                                 |                 |                               |               |
| <b>Expenses</b>   |                                 |                 |                               |               |
| Remuneration of Faysal Asset Management Limited -<br>Management Company     | 8.1                             | 148,326,833     | 57,132,688                    | 85,909,240    |
| Sindh Sales Tax on remuneration of the Management Company                   | 8.2                             | 19,282,488      | 7,427,249                     | 11,168,201    |
| Selling and marketing expenses  | 8.3                             | 45,395,976      | 29,169,805                    | 13,244,128    |
| Allocated Expenses  | 8.4                             | 18,435,546      | -                             | 7,863,161     |
| Remuneration of Central Depository Company of Pakistan<br>Limited - Trustee | 9.1                             | 11,277,503      | 7,865,185                     | 5,712,382     |
| Sindh Sales Tax on remuneration of the Trustee                              | 9.2                             | 1,466,075       | 1,022,474                     | 742,610       |
| Fee of the Securities and Exchange Commission of Pakistan                   | 10.1                            | 15,378,415      | 2,860,068                     | 7,789,614     |
| Transaction charges   |                                 | 1,857,903       | 459,391                       | 485,152       |
| Bank and settlement charges   |                                 | 19,527          | 20,583                        | 7,506         |
| Auditors' remuneration  |                                 | 355,193         | 278,526                       | 182,933       |
| Fees and subscription   |                                 | 156,176         | 146,034                       | 78,044        |
| Legal and professional charges  |                                 | 106,584         | 39,345                        | 71,581        |
| Shariah advisory fee  |                                 | 86,767          | 62,597                        | 43,332        |
| Printing charges  |                                 | 4,969           | 16,464                        | 2,484         |
| Amortisation of preliminary expenses and flotation costs                    | 7.1                             | 102,120         | 102,120                       | 52,725        |
| <b>Total expenses</b>   |                                 | 262,252,075     | 106,602,529                   | 133,353,093   |
| <b>Net income for the period before taxation</b>                            |                                 | 4,103,042,443   | 2,055,638,114                 | 2,088,275,106 |
| Taxation  | 15                              | -               | -                             | -             |
| <b>Net income for the period after taxation</b>                             |                                 | 4,103,042,443   | 2,055,638,114                 | 2,088,275,106 |
| <b>Earnings per unit</b>  | 16                              |                 |                               |               |
| <b>Allocation of net income for the period</b>                              |                                 | 4,103,042,443   | 2,055,638,114                 |               |
| Net income for the period after taxation                                    |                                 | (1,088,330,160) | (462,234,944)                 |               |
| Income already paid on units redeemed                                       |                                 | 3,014,712,283   | 1,593,403,170                 |               |
| <b>Accounting income available for distribution</b>                         |                                 | -               | -                             |               |
| - Relating to capital gains   |                                 | 3,014,712,283   | 1,593,403,170                 |               |
| - Excluding capital gains   |                                 | 3,014,712,283   | 1,593,403,170                 |               |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended<br>December 31, |                      | Quarter ended<br>December 31, |                      |
|--|---------------------------------|----------------------|-------------------------------|----------------------|
|  | 2023                            | 2022                 | 2023                          | 2022                 |
|  | ----- (Rupees) -----            |                      |                               |                      |
| <b>Net income for the period after taxation</b>  | 4,103,042,443                   | 2,055,638,114        | 2,088,275,106                 | 1,228,033,321        |
| Other comprehensive income for the period        | -                               | -                    | -                             | -                    |
| <b>Total comprehensive income for the period</b> | <u>4,103,042,443</u>            | <u>2,055,638,114</u> | <u>2,088,275,106</u>          | <u>1,228,033,321</u> |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023 |                      |                       | Half year ended December 31, 2022 |                      |                       |
|--|-----------------------------------|----------------------|-----------------------|-----------------------------------|----------------------|-----------------------|
|  | Capital value                     | Undistributed income | Total                 | Capital value                     | Undistributed income | Total                 |
|  | (Rupees)                          |                      |                       | (Rupees)                          |                      |                       |
| <b>Net assets at the beginning of the period (audited)</b>                   | 40,474,298,560                    | 392,565,160          | 40,866,863,720        | 20,665,256,742                    | 68,701,125           | 20,733,957,867        |
| Issuance of 580,300,623 units (2022: 993,627,942 units)                      |                                   |                      |                       |                                   |                      |                       |
| - Capital value (at net asset value per unit at the beginning of the period) | 58,854,959,636                    | -                    | 58,854,959,636        | 100,000,206,525                   | -                    | 100,000,206,525       |
| - Element of income  | 2,914,535,704                     | -                    | 2,914,535,704         | 4,288,910,118                     | -                    | 4,288,910,118         |
| Total proceeds on issuance of units  | 61,769,495,340                    | -                    | 61,769,495,340        | 104,289,116,643                   | -                    | 104,289,116,643       |
| Redemption of 602,882,120 (2022: 889,662,500) units                          |                                   |                      |                       |                                   |                      |                       |
| - Capital value (at net asset value per unit at the beginning of the period) | (61,145,208,934)                  | -                    | (61,145,208,934)      | 89,536,968,494                    | -                    | 89,536,968,494        |
| - Element of loss  | (1,855,176,046)                   | (1,088,330,160)      | (2,943,506,206)       | (182,599,649,401)                 | (462,234,944)        | (183,061,884,345)     |
| Total payments on redemption of units  | (63,000,384,980)                  | (1,088,330,160)      | (64,088,715,140)      | (93,062,680,907)                  | (462,234,944)        | (93,524,915,851)      |
| Total comprehensive income for the period                                    | -                                 | 4,103,042,443        | 4,103,042,443         | -                                 | 2,055,638,114        | 2,055,638,114         |
| <b>Net assets at the end of the period (un-audited)</b>                      | <b>39,243,408,920</b>             | <b>3,407,277,443</b> | <b>42,650,686,363</b> | <b>31,891,692,478</b>             | <b>1,662,104,295</b> | <b>33,553,796,773</b> |
| <b>Undistributed income brought forward</b>                                  |                                   |                      |                       |                                   |                      |                       |
| - Realised income  |                                   | 392,565,160          |                       |                                   | 68,701,125           |                       |
| - Unrealised income  |                                   | -                    |                       |                                   | -                    |                       |
|  |                                   | 392,565,160          |                       |                                   | 68,701,125           |                       |
| Accounting income available for distribution                                 |                                   |                      |                       |                                   |                      |                       |
| - Relating to capital gains  |                                   | -                    |                       |                                   | -                    |                       |
| - Excluding capital gains  |                                   | 3,014,712,283        |                       |                                   | 1,593,403,170        |                       |
|  |                                   | 3,014,712,283        |                       |                                   | 1,593,403,170        |                       |
| Undistributed income carried forward   |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
| <b>Undistributed income carried forward</b>                                  |                                   |                      |                       |                                   |                      |                       |
| - Realised income  |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
| - Unrealised income  |                                   | -                    |                       |                                   | -                    |                       |
|  |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
|  |                                   |                      | (Rupees)              |                                   |                      | (Rupees)              |
| Net asset value per unit at the beginning of the period                      |                                   |                      | 101.4215              |                                   |                      | 100.6415              |
| Net asset value per unit at the end of the period                            |                                   |                      | 112.1326              |                                   |                      | 108.2439              |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | <b>Half year ended December 31,</b> |                              |
|---|-------------------------------------|------------------------------|
|   | <b>2023</b>                         | <b>2022</b>                  |
| <b>Note</b>   | <b>----- (Rupees) -----</b>         |                              |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                         |                                     |                              |
| Net income for the period before taxation                           | 4,103,042,443                       | 2,055,638,114                |
| <b>Adjustments for:</b>   |                                     |                              |
| Amortisation of preliminary expenses and flotation costs            | 7.1 <u>102,120</u>                  | <u>102,120</u>               |
|   | 4,103,144,563                       | 2,055,740,234                |
| <b>Decrease / (increase) in assets</b>                              |                                     |                              |
| Investments   | <u>3,161,427,436</u>                | <u>(3,349,630,137)</u>       |
| Advances, deposits and other receivables                            | <u>(650,752,740)</u>                | <u>(456,537,074)</u>         |
|   | 2,510,674,696                       | (3,806,167,211)              |
| <b>(Decrease) / increase in liabilities</b>                         |                                     |                              |
| Payable to Faysal Asset Management Limited - Management Company     | <u>35,406,923</u>                   | <u>10,498,721</u>            |
| Payable to Central Depository Company of Pakistan Limited - Trustee | <u>182,929</u>                      | <u>939,794</u>               |
| Payable to the Securities and Exchange Commission of Pakistan       | <u>(4,031,136)</u>                  | <u>(192,564)</u>             |
| Accrued expenses and other liabilities                              | <u>(91,476,765)</u>                 | <u>(37,253,850)</u>          |
|   | (59,918,049)                        | (26,007,899)                 |
| <b>Net cash generated from / (used in) operating activities</b>     | <u>6,553,901,210</u>                | <u>(1,776,434,876)</u>       |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                         |                                     |                              |
| Receipt against issuance of units                                   | <u>61,695,372,148</u>               | <u>104,289,116,643</u>       |
| Payment against redemption of units                                 | <u>(64,116,637,861)</u>             | <u>(93,258,389,056)</u>      |
| Cash dividend paid  | <u>(2,157,237)</u>                  | <u>-</u>                     |
| <b>Net cash (used in) / generated from financing activities</b>     | <u>(2,423,422,950)</u>              | <u>11,030,727,587</u>        |
| <b>Net increase in cash and cash equivalents during the period</b>  | <u>4,130,478,260</u>                | <u>9,254,292,711</u>         |
| Cash and cash equivalents at the beginning of the period            | <u>30,236,104,406</u>               | <u>16,049,184,430</u>        |
| <b>Cash and cash equivalents at the end of the period</b>           | <u>13 <u>34,366,582,666</u></u>     | <u><u>25,303,477,141</u></u> |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

#### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Halal Amdani Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on July 31, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open end 'Shariah Compliant Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 11, 2019 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 According to the Trust Deed, the objective of the Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shari'ah Compliant bank deposits, money market and debt securities. The investment objectives and policies are explained in the Fund's offering document.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (2022: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" stability rating to Faysal Halal Amdani Fund as of October 18, 2023 (2022: AA(f) as pf October 14, 2022).
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

#### 2 BASIS OF PREPARATION

##### 2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

|                      | Note                       | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|----------------------|----------------------------|--------------------------------------|-------------------------------|
| ----- (Rupees) ----- |                            |                                      |                               |
| <b>4</b>             | <b>BALANCES WITH BANKS</b> |                                      |                               |
|                      | Savings accounts           | 4.1                                  | 27,365,582,666                |
|                      | Current Account            | 4.2                                  | 28,996,104,406                |
|                      |                            |                                      | 301,000,000                   |
|                      |                            |                                      | <u>1,240,000,000</u>          |
|                      |                            |                                      | <u>27,666,582,666</u>         |
|                      |                            |                                      | <u>30,236,104,406</u>         |

4.1 These include a balance of Rs. 26,806.946 million (June 30, 2023: Rs. 21,335.286 million) maintained with Faysal Bank Limited (a related party) that carries profit at 21.50% (June 30, 2023: 20.40%) per annum. Other savings accounts of the Fund carry profit rates ranging from 6.50% to 20.50% (June 30, 2023: 6.50% to 20.40%) per annum.

4.2 These include a balance of Rs. 301 million (June 30, 2023: 1,240 million) maintained with Faysal Bank Limited (a related party).

|                      | Note  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|----------------------|---|--------------------------------------|-------------------------------|
| ----- (Rupees) ----- |   |                                      |                               |
| <b>5</b>             | <b>INVESTMENTS</b>                          |                                      |                               |
|                      | <b>At fair value through profit or loss</b> |                                      |                               |
|                      | Corporate sukuk certificates                | 5.1                                  | 4,735,000,000                 |
|                      | Certificates of musharakah / murabaha       | 5.2                                  | 3,000,000,000                 |
|                      | Islamic term deposit receipts               | 5.3                                  | 6,250,000,000                 |
|                      | Bai muajjal                                 | 5.4                                  | 3,700,000,000                 |
|                      |   |                                      | -                             |
|                      |   |                                      | 2,366,572,564                 |
|                      |   |                                      | <u>13,801,572,564</u>         |
|                      |   |                                      | <u>10,263,000,000</u>         |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 5.1 Corporate sukuk certificates

| Name of the security   | Profit payments / principal redemptions | Profit rate                         | Issue Date         | Maturity date      | Face value (Rupees) |                             |  | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets |
|--|---|-------------------------------------|--------------------|--------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|---|--|
|  |   |                                     |                    |                    | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period |                         |  |                                      |   |  |
|  |   |                                     |                    |                    | (Rupees)            |                             |  |                         |  |                                      |   |  |
| China Power Hub Generation Company Short Term Sukuk Certificate-II (A1+, PACRA)      | Semi-annually                           | 6 months kibar + base rate of 0.70% | March 28, 2023     | September 28, 2023 | 500,000,000         | -                           | 500,000,000                              | -                       | -                                      | -                                    | -   | -  |
| K-Electric Limited Short Term Sukuk Certificate-XIII (A1+, VIS)                      | Semi-annually                           | 6 months kibar + base rate of 1.00% | February 9, 2023   | August 9, 2023     | 400,000,000         | 400,000,000                 | 800,000,000                              | -                       | -                                      | -                                    | -   | -  |
| K-Electric Limited Short Term Sukuk Certificate-XVI (A1+, VIS)                       | Semi-annually                           | 6 months kibar + base rate of 0.30% | April 11, 2023     | October 11, 2023   | 750,000,000         | 5,250,000,000               | 6,000,000,000                            | -                       | -                                      | -                                    | -   | -  |
| K-Electric Limited Short Term Sukuk Certificate-XVII (A1+, VIS)                      | Semi-annually                           | 6 months kibar + base rate of 0.45% | May 18, 2023       | November 18, 2023  | 750,000,000         | 4,200,000,000               | 4,950,000,000                            | -                       | -                                      | -                                    | -   | -  |
| Lucky Electric Power Company Limited Short Term Sukuk Certificate-VII (A1+, PACRA)   | Semi-annually                           | 6 months kibar + base rate of 0.40% | March 29, 2023     | September 29, 2023 | 400,000,000         | -                           | 400,000,000                              | -                       | -                                      | -                                    | -   | -  |
| Lucky Electric Power Company Limited Short Term Sukuk Certificate-VIII (A1+, PACRA)  | Semi-annually                           | 6 Month Kibar + base rate of 0.30%  | April 12, 2023     | October 12, 2023   | 533,000,000         | -                           | 533,000,000                              | -                       | -                                      | -                                    | -   | -  |
| Lucky Electric Power Company Limited Short Term Sukuk Certificate-IX (A1+, PACRA)    | Semi-annually                           | 6 months kibar + base rate of 0.40% | April 28, 2023     | October 30, 2023   | 680,000,000         | -                           | 680,000,000                              | -                       | -                                      | -                                    | -   | -  |
| K-Electric Limited Short Term Sukuk Certificate-XVIII (AA, PACRA)                    | Semi-annually                           | 6 months kibar + base rate of 0.6%  | August 9, 2023     | February 9, 2024   | -                   | 2,195,000,000               | 1,460,000,000                            | 735,000,000             | 735,000,000                            | 735,000,000                          | 5.33%   | 1.72%                                      |
| K-Electric Limited Short Term Sukuk Certificate-XX (A1+, VIS)                        | Semi-annually                           | 6 months kibar + base rate of 0.55% | September 22, 2023 | March 22, 2024     | -                   | 750,000,000                 | -  | 750,000,000             | 750,000,000                            | 750,000,000                          | 5.43%   | 1.76%                                      |
| Pakistan Telecommunication Company Limited Short Term Sukuk Certificate-I (A1+, VIS) | Semi-annually                           | 6 months kibar + base rate of 0.2%  | December 20, 2023  | June 20, 2024      | -                   | 750,000,000                 | -  | 750,000,000             | 750,000,000                            | 750,000,000                          | 5.43%   | 1.76%                                      |
| Lucky Electric Power Company Limited Short Term Sukuk Certificate-XIV (A1+, PACRA)   | Semi-annually                           | 6 months kibar + base rate of 0.3%  | December 20, 2023  | June 28, 2024      | -                   | 500,000,000                 | -  | 500,000,000             | 500,000,000                            | 500,000,000                          | 3.62%   | 1.17%                                      |
| Lucky Electric Power Company Limited Short Term Sukuk Certificate-XIII (A1+, PACRA)  | Quarterly                               | 3 months kibar + base rate of 0.45% | October 11, 2023   | April 11, 2024     | -                   | 1,000,000,000               | -  | 1,000,000,000           | 1,000,000,000                          | 1,000,000,000                        | 7.25%   | 2.34%                                      |
| Nishat Mills Limited- Short Term Sukuk Certificate-III (A1+, PACRA)                  | Quarterly                               | 3 months kibar + base rate of 0.15% | November 23, 2023  | May 23, 2024       | -                   | 1,000,000,000               | -  | 1,000,000,000           | 1,000,000,000                          | 1,000,000,000                        | 7.25%   | 2.34%                                      |
| <b>Total as at December 31, 2023</b>   |   |                                     |                    |                    |                     |                             |  | <u>4,735,000,000</u>    | <u>4,735,000,000</u>                   |                                      |   |  |
| <b>Total as at June 30, 2023</b>   |   |                                     |                    |                    |                     |                             |  | <u>4,013,000,000</u>    | <u>4,013,000,000</u>                   |                                      |   |  |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 5.2 Certificates of musharakah / murabaha

| Name of the security                   | Profit rate | Maturity date      | Face value (Rupees) |                             |  |                         | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets |
|--|-------------|--------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|---|--|
|  |             |                    | As at July 1, 2023  | Purchased during the period | Disposed off / matured during the period | As at December 31, 2023 |  |                                      |   |  |
|  |             |                    | (Rupees)            |                             |  |                         |  |                                      |   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | October 18, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | November 2, 2023   | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | November 20, 2023  | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | December 1, 2023   | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | December 4, 2023   | -                   | 800,000,000                 | 800,000,000                              | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.05%      | July 21, 2023      | -                   | 4,000,000,000               | 4,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.15%      | August 25, 2023    | -                   | 3,800,000,000               | 3,800,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.20%      | November 10, 2023  | -                   | 2,650,000,000               | 2,650,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.15%      | November 17, 2023  | -                   | 2,800,000,000               | 2,800,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.10%      | November 24, 2023  | -                   | 4,100,000,000               | 4,100,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.00%      | December 1, 2023   | -                   | 4,000,000,000               | 4,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Faysal Bank Limited (A1+, VIS)         | 21.25%      | October 20, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | August 2, 2023     | -                   | 3,000,000,000               | 3,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | August 4, 2023     | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.90%      | August 28, 2023    | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | September 8, 2023  | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.50%      | November 17, 2023  | -                   | 3,900,000,000               | 3,900,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.65%      | November 30, 2023  | -                   | 4,000,000,000               | 4,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Meezan Bank Limited (A1+, VIS)         | 20.60%      | December 6, 2023   | -                   | 4,400,000,000               | 4,400,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 20.25%      | July 21, 2023      | 3,600,000,000       | -                           | 3,600,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.25%      | August 2, 2023     | -                   | 4,100,000,000               | 4,100,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.10%      | September 4, 2023  | -                   | 3,800,000,000               | 3,800,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 20.90%      | September 15, 2023 | -                   | 3,800,000,000               | 3,800,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.10%      | October 18, 2023   | -                   | 3,700,000,000               | 3,700,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.00%      | November 8, 2023   | -                   | 3,900,000,000               | 3,900,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.05%      | December 15, 2023  | -                   | 3,900,000,000               | 3,900,000,000                            | -                       | -                                      | -                                    | -   |  |
| United Bank Limited (A1+, VIS)         | 21.25%      | January 5, 2024    | -                   | 3,000,000,000               | -  | 3,000,000,000           | 3,000,000,000                          | 21.74%                               | 7.03%   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 20.37%      | July 7, 2023       | 1,150,000,000       | -                           | 1,150,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.00%      | July 7, 2023       | 1,500,000,000       | -                           | 1,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | July 18, 2023      | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | July 21, 2023      | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | August 18, 2023    | -                   | 3,000,000,000               | 3,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | August 30, 2023    | -                   | 3,500,000,000               | 3,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | September 1, 2023  | -                   | 3,200,000,000               | 3,200,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 20.90%      | October 13, 2023   | -                   | 1,500,000,000               | 1,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.25%      | October 13, 2023   | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | October 13, 2023   | -                   | 1,172,000,000               | 1,172,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.00%      | November 1, 2023   | -                   | 3,000,000,000               | 3,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | November 24, 2023  | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.15%      | November 24, 2023  | -                   | 1,700,000,000               | 1,700,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | December 4, 2023   | -                   | 3,000,000,000               | 3,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | December 18, 2023  | -                   | 3,000,000,000               | 3,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.15%      | December 12, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.55%      | December 22, 2023  | -                   | 1,100,000,000               | 1,100,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.55%      | December 21, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| <b>Total as at December 31, 2023</b>   |             |                    |                     |                             |  | <b>3,000,000,000</b>    | <b>3,000,000,000</b>                   |                                      |   |  |
| <b>Total as at June 30, 2023</b>       |             |                    |                     |                             |  | <b>6,250,000,000</b>    | <b>6,250,000,000</b>                   |                                      |   |  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.3 Islamic term deposit receipts

| Name of the security                   | Profit rate | Maturity date     | Face value (Rupees) |                             |  |                         | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets |
|--|-------------|-------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|---|--|
|  |             |                   | As at July 1, 2023  | Purchased during the period | Disposed off / matured during the period | As at December 31, 2023 |  |                                      |   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | November 3, 2023  | -                   | -                           | -  | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.00%      | December 20, 2023 | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | November 10, 2023 | -                   | 4,000,000,000               | 4,000,000,000                            | -                       | -                                      | -                                    | -   |  |
| Bank Alfalah Limited (A1+, VIS)        | 21.25%      | January 22, 2024  | -                   | 2,200,000,000               | -  | 2,200,000,000           | 2,200,000,000                          | 2,200,000,000                        | 15.94%  | 5.16%                                      |
| Bank Alfalah Limited (A1+, VIS)        | 21.25%      | January 12, 2024  | -                   | 1,500,000,000               | -  | 1,500,000,000           | 1,500,000,000                          | 1,500,000,000                        | 10.87%  | 3.52%                                      |
| <b>Total as at December 31, 2023</b>   |             |                   |                     |                             |  | <u>3,700,000,000</u>    | <u>3,700,000,000</u>                   |                                      |   |  |
| <b>Total as at June 30, 2023</b>       |             |                   |                     |                             |  | <u>-</u>                | <u>-</u>                               |                                      |   |  |

### 5.4 Bai muajjal

| Name of the counterparty                                   | Profit rate | Maturity date     | Total transaction price | Total deferred income | Accrued profit for the period | Carrying value as at December 31, 2023 | As a percentage of total investments | As a percentage of net assets |
|--|-------------|-------------------|-------------------------|-----------------------|-------------------------------|--|--------------------------------------|-------------------------------|
|  |             |                   |                         |                       |                               |  |                                      |                               |
| Pak Brunei Investment Company Limited (A1+, VIS)           | 21.15%      | August 31, 2023   | 1,590,069,246           | -                     | 24,876,960                    | -                                      | -                                    | -                             |
| Pak Kuwait Investment Company Private Limited (A1+, PACRA) | 21.30%      | October 31, 2023  | 660,356,219             | -                     | 16,185,060                    | -                                      | -                                    | -                             |
| Pak Kuwait Investment Company Private Limited (A1+, PACRA) | 21.25%      | September 4, 2023 | 2,046,531,739           | -                     | 40,042,909                    | -                                      | -                                    | -                             |
| Pak Oman Investment Company Limited (A1+, VIS)             | 21.28%      | September 4, 2023 | 1,589,109,863           | -                     | 29,647,130                    | -                                      | -                                    | -                             |
| Pak Kuwait Investment Company Private Limited (A1+, PACRA) | 21.30%      | October 27, 2023  | 1,630,363,356           | -                     | 39,959,536                    | -                                      | -                                    | -                             |
| Pak Oman Investment Company Limited (A1+, VIS)             | 21.25%      | October 30, 2023  | 2,280,246,000           | -                     | 55,380,019                    | -                                      | -                                    | -                             |
| Pak Oman Investment Company Limited (A1+, VIS)             | 21.00%      | April 30, 2024    | 1,596,599,764           | 110,230,997           | 57,871,274                    | 1,596,599,764                          | 11.57%                               | 3.74%                         |
| Pak Oman Investment Company Limited (A1+, VIS)             | 21.00%      | May 3, 2024       | 769,972,800             | 54,488,760            | 26,136,885                    | 769,972,800                            | 5.58%                                | 1.81%                         |
| <b>Total as at December 31, 2023</b>                       |             |                   | <u>164,719,757</u>      | <u>290,099,773</u>    | <u>2,366,572,564</u>          |  |                                      |                               |
| <b>Total as at June 30, 2023</b>                           |             |                   | <u>-</u>                | <u>-</u>              | <u>-</u>                      |  |                                      |                               |



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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|  | Note  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|---|--------------------------------------|-------------------------------|
| ----- (Rupees) -----   |   |                                      |                               |
| <b>6</b>   | <b>ADVANCES, DEPOSITS AND OTHER RECEIVABLES</b> |                                      |                               |
| Profit receivable on:  |   |                                      |                               |
| Balances with banks  | 6.1   | 960,991,775                          | 431,052,223                   |
| Corporate sukuk certificates   |   | 198,714,489                          | 198,284,655                   |
| Bai muajjal  |   | 82,699,722                           | -                             |
| Certificates of musharakah / murabaha                                |   | 23,236,661                           | 24,636,375                    |
| Islamic term deposit receipts  |   | 41,018,869                           | -                             |
|  |   | 1,306,661,516                        | 653,973,253                   |
| Advance Tax  |   | 2,034,488                            | 2,034,488                     |
| Security deposit with Central Depository Company of Pakistan Limited |   | 200,000                              | 200,000                       |
| Prepaid listing fee  |   | 241,435                              | 99,989                        |
| Other receivables  |   | -                                    | 2,076,969                     |
|  |   | <u>1,309,137,439</u>                 | <u>658,384,699</u>            |

- 6.1 This includes profit receivable amounting to Rs. 426.5 million (June 30, 2023: Rs. 167.9 million) on balance held with Faysal Bank Limited, a related party.

|  | Note   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|--|--------------------------------------|-------------------------------|
| ----- (Rupees) -----   |  |                                      |                               |
| <b>7</b>   | <b>PRELIMINARY EXPENSES AND FLOATATION COSTS</b> |                                      |                               |
| Preliminary expenses and floatation costs at the beginning of the period |  |                                      |                               |
|  |  | 256,715                              | 458,735                       |
| Less: amortisation during the period                                     | 7.1  | (102,120)                            | (202,020)                     |
| At the end of the period   |  | <u>154,595</u>                       | <u>256,715</u>                |

- 7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from October 10, 2019 as per the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

|   | Note   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|--|--------------------------------------|-------------------------------|
| ----- (Rupees) -----                                      |  |                                      |                               |
| <b>8</b>  | <b>PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b> |                                      |                               |
| Remuneration payable                                      | 8.1  | 29,753,843                           | 14,661,739                    |
| Sindh Sales Tax on remuneration of the Management Company | 8.2  | 3,868,000                            | 1,906,026                     |
| Selling and marketing expenses payable                    | 8.3  | 29,861,255                           | 36,038,005                    |
| Allocated expenses payable                                | 8.4  | 25,931,086                           | 4,633,689                     |
| Sales load payable  |  | 43,843,251                           | 40,611,053                    |
|   |  | <u>133,257,435</u>                   | <u>97,850,512</u>             |

- 8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates between 0.35% to 1% (June 30, 2023: 0% to 0.45%) of the average annual net asset of the Fund.

The remuneration is payable to the Management Company monthly in arrears.

- 8.2 During the period, an amount of Rs. 19,282 million (December 31, 2023 Rs. 7,427 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

- 8.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the overall return, the annual plan and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rates between 0.01% to 0.35% (June 30, 2023: 0.16% to 0.4%) of the average annual net asset of the Fund.

- 8.4 In accordance with Regulation 60 of the NBFC Regulations, 2008, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

During the period ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. The Management Company has, therefore charged the expense to the Fund at the rates between 0.05% to 0.15% (June 30, 2023: 0% to 0.17%) of the average annual net asset of the Fund, during the period ended December 31, 2023.

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
| ----- (Rupees) -----   |      |                                      |                               |
| <b>9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b> |      |                                      |                               |
| Remuneration payable   | 9.1  | 1,950,352                            | 1,788,468                     |
| Sindh Sales Tax on remuneration of the Trustee                               | 9.2  | 253,546                              | 232,501                       |
|  |      | <u>2,203,898</u>                     | <u>2,020,969</u>              |

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (June 30, 2023: 0.055%) per annum of average annual net assets of the Fund.

- 9.2 During the period, an amount of Rs. 1.466 million (December 31, 2022: 1.023 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
| ----- (Rupees) -----  |      |                                      |                               |
| <b>10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b> |      |                                      |                               |
| Fee payable   | 10.1 | <u>2,664,201</u>                     | <u>6,695,337</u>              |

- 10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shari'ah Money Market Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

|  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|--------------------------------------|-------------------------------|
| ----- (Rupees) -----                             |                                      |                               |
| <b>11 ACCRUED EXPENSES AND OTHER LIABILITIES</b> |                                      |                               |
| Auditor's remuneration payable                   | 275,077                              | 355,749                       |
| Brokerage payable                                | 609,261                              | 322,284                       |
| Withholding tax payable                          | 2,169,132                            | 2,774,793                     |
| Capital gain tax payable                         | 16,046,587                           | 107,301,455                   |
| Printing charges payable                         | 26,982                               | 35,096                        |
| Shariah advisor fee payable                      | 244,403                              | 157,636                       |
| Legal and professional charges payable           | 323,064                              | 216,480                       |
| Fees and subscription payable                    | -                                    | 7,778                         |
| Payable to central zakat fund                    | 1,214,793                            | 1,214,793                     |
| Other payable                                    | 18,120,925                           | 18,120,925                    |
|  | <u>39,030,224</u>                    | <u>130,506,989</u>            |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

|   | Note | December 31,<br>2023<br>(Un-audited) | December 31,<br>2022<br>(Un-audited) |
|---|------|--------------------------------------|--------------------------------------|
| ----- (Rupees) -----                            |      |                                      |                                      |
| <b>13 CASH AND CASH EQUIVALENTS</b>             |      |                                      |                                      |
| Balances with banks                             | 4    | 27,666,582,666                       | 20,475,070,224                       |
| Certificates of musharakah / murabaha - 1 month | 5.2  | 3,000,000,000                        | -                                    |
| Islamic term deposit receipts - 1 month         | 5.3  | 3,700,000,000                        | -                                    |
| Bai Muajjal - 2 months                          |      | -                                    | 1,609,660,890                        |
| Bai Muajjal - 3 months                          |      | -                                    | 3,218,746,027                        |
|   |      | <u>34,366,582,666</u>                | <u>25,303,477,141</u>                |

### 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 1.279% (December 31, 2022: 0.75%) which includes 0.177% (December 31, 2022: 0.08%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'money market scheme'.

### 15 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is 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.

### 16 EARNINGS PER UNIT

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

### 17 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

17.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent units / net assets of the Fund.

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

17.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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- 17.5 Allocated and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 17.6 The details of transactions carried out by the Fund with connected persons during the year and balances with them as at year end are as follows:

| Transactions during the period   | Half year ended December 31, |                |
|--|------------------------------|----------------|
|  | 2023                         | 2022           |
|  | (Un-audited)                 |                |
|  | (Rupees)                     |                |
| <b>Faysal Asset Management Limited - Management Company</b>              |                              |                |
| Remuneration of Faysal Asset Management Limited - Management Company     | 148,326,833                  | 57,132,688     |
| Sindh Sales Tax on remuneration of the Management Company                | 19,282,488                   | 7,427,249      |
| Selling and marketing expenses   | 45,395,976                   | 29,169,805     |
| Allocated expenses   | 18,435,546                   | -              |
| Units issued: 13,249,265 units (December 31, 2022: 9,147,608 units)      | 1,419,817,826                | 941,266,556    |
| Units redeemed: 15,061,698 units (December 31, 2022: 9,147,608 units)    | 1,621,378,354                | 946,837,611    |
| <b>Faysal Bank Limited (Group / Associated company)</b>                  |                              |                |
| Profit on balance with bank  | 2,164,712,436                | 382,847,879    |
| Bank charges   | 8,237                        | 13,943         |
| Units issued: 82,910,333 units (December 31, 2022: 51,865,283 units)     | 8,900,000,000                | 5,415,000,000  |
| Units redeemed: 85,225,017 units (December 31, 2022: 47,242,322 units)   | 9,011,930,547                | 4,918,634,741  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>          |                              |                |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee | 11,277,503                   | 7,865,185      |
| Sindh Sales Tax on remuneration of the Trustee                           | 1,466,075                    | 1,022,474      |
| Settlement charges   | 1,836,696                    | 1,130          |
| <b>Faysal Asset Management Limited - Employee Provident Fund</b>         |                              |                |
| Units issued: 96,151 units (December 31, 2022: 20,325 units)             | 10,552,500                   | 2,113,899      |
| <b>Faysal Asset Management Limited - Staff Gratuity Fund</b>             |                              |                |
| Units issued: 100,206 units (December 31, 2022: 7116 units)              | 11,003,447                   | 740,095        |
| <b>Faysal Bank Limited - Staff Provident Fund</b>                        |                              |                |
| Units issued: Nil units (December 31, 2022: 4,886,546 units)             | -                            | 528,938,956    |
| Units redeemed: 5,672,258 units (December 31, 2022: Nil units)           | 615,091,823                  | -              |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund</b>              |                              |                |
| <b>- Faysal Shariah Capital Preservation Plan IV</b>                     |                              |                |
| Units redeemed: Nil units (December 31, 2022: 748,872 units)             | -                            | 76,775,214     |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund</b>              |                              |                |
| <b>- Faysal Shariah Capital Preservation Plan V</b>                      |                              |                |
| Units issued: Nil units (December 31, 2022: 12,513,529 units)            | -                            | 1,306,089,943  |
| Units redeemed: Nil units (December 31, 2022: 13,564,914 units)          | -                            | 1,419,121,546  |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund</b>              |                              |                |
| <b>- Faysal Shariah Capital Preservation Plan VI</b>                     |                              |                |
| Units issued: Nil units (December 31, 2022: 32,037,255 units)            | -                            | 3,317,285,999  |
| Units redeemed: Nil units (December 31, 2022: 33,490,220 units)          | -                            | 3,474,993,748  |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund</b>              |                              |                |
| <b>- Faysal Shariah Capital Preservation Plan VII</b>                    |                              |                |
| Units issued: 4,229,533 units (December 31, 2022: 104,099,745 units)     | 440,016,047                  | 10,945,769,520 |
| Units redeemed: 4,229,533 units (December 31, 2022: 104,848,675 units)   | 440,251,435                  | 11,046,893,660 |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund</b>              |                              |                |
| <b>- Faysal Shariah Capital Preservation Plan VIII</b>                   |                              |                |
| Units issued: 48,832,991 units (December 31, 2022: 209,246,583 units)    | 5,090,775,600                | 21,742,305,978 |
| Units redeemed: 48,832,991 units (December 31, 2022: 233,377,101 units)  | 5,093,532,517                | 24,212,154,288 |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Transactions during the period  | Half year ended December 31, |                  |
|---|------------------------------|------------------|
|   | 2023                         | 2022             |
|   | (Un-audited)                 |                  |
|   | (Rupees)                     |                  |
| <b>CDC Trustee - Faysal Shariah Planning Fund</b>                       |                              |                  |
| - Faysal Shariah Capital Preservation Plan IX                           |                              |                  |
| Units issued: 100,224,103 units (December 31, 2022: 99,673,124 units)   | 10,745,349,020               | 10,610,000,000   |
| Units redeemed: 100,224,103 units (December 31, 2022: 99,673,124 units) | 10,751,196,108               | 10,631,555,849   |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund - II</b>        |                              |                  |
| - Faysal Shariah Capital Preservation Plan X                            |                              |                  |
| Units issued: 22,303,958 units (December 31, 2022: 70,542,016 units)    | 2,375,000,000                | 7,373,204,764    |
| Units redeemed: 22,303,958 units (December 31, 2022: 70,542,016 units)  | 2,376,292,502                | 7,379,519,300    |
| <b>Directors and Key Management Personnel of the Management Company</b> |                              |                  |
| Units issued: 348,952 units (December 31, 2022: 93,555 units)           | 37,373,534                   | 9,685,238        |
| Units redeemed: 312,930 units (December 31, 2022: 56,580 units)         | 33,643,478                   | 5,965,104        |
| <b>Amounts / balances outstanding as at period end / year</b>           | <b>December 31,</b>          | <b>June 30,</b>  |
|   | <b>2023</b>                  | <b>2023</b>      |
|   | <b>(Un-audited)</b>          | <b>(Audited)</b> |
|   | <b>(Rupees)</b>              |                  |
| <b>Faysal Asset Management Limited - Management Company</b>             |                              |                  |
| Management remuneration payable   | 29,753,843                   | 14,661,739       |
| Sindh Sales Tax on remuneration of the Management Company               | 3,868,000                    | 1,906,026        |
| Selling and marketing expenses payable                                  | 29,861,255                   | 36,038,005       |
| Allocated expenses payable  | 25,931,086                   | 4,633,689        |
| Sales load payable  | 43,843,251                   | 40,611,053       |
| Outstanding: Nil units (June 30, 2023: 1,812,433 units)                 | -                            | 183,819,674      |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                              |                  |
| Trustee fee payable   | 1,950,352                    | 1,788,468        |
| Sindh Sales Tax on remuneration of the Trustee                          | 253,546                      | 232,501          |
| Security deposit  | 200,000                      | 200,000          |
| <b>Faysal Bank Limited (Group / Associated company)</b>                 |                              |                  |
| Balance with bank   | 27,107,945,550               | 22,575,285,513   |
| Profit receivable on balances with bank                                 | 426,479,945                  | 167,907,279      |
| Outstanding: 12,505,650 units (June 30, 2023: 14,820,334 units)         | 1,402,291,049                | 1,503,100,505    |
| <b>Faysal Bank Limited - Staff Provident Fund</b>                       |                              |                  |
| Outstanding: Nil units (June 30, 2023: 5,672,258 units)                 | -                            | 575,288,915      |
| <b>Faysal Asset Management Limited - Employee Provident Fund</b>        |                              |                  |
| Outstanding: 119,744 units (June 30, 2023: 23,593 units)                | 13,427,206                   | 2,392,837        |
| <b>Faysal Asset Management Limited - Staff Gratuity Fund</b>            |                              |                  |
| Outstanding: 108,465 units (June 30, 2023: 8,259 units)                 | 12,162,462                   | 837,640          |
| <b>Directors and Key Management Personnel of the Management Company</b> |                              |                  |
| Outstanding: 145,515 units (June 30, 2023: 109,493 units)               | 16,316,975                   | 11,104,944       |

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

### 18 FAIR VALUE MEASUREMENT

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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

#### 18.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| Un-audited   |         |                       |       |                       |
|--|---------|-----------------------|-------|-----------------------|
| As at December 31, 2023  |         |                       |       |                       |
| Level 1  | Level 2 | Level 3               | Total |                       |
| (Rupees)   |         |                       |       |                       |
| <b>Financial assets 'at fair value through profit or loss'</b> |         |                       |       |                       |
| Corporate sukuk certificates*                                  | -       | 4,735,000,000         | -     | 4,735,000,000         |
| Bai muajjal*   | -       | 2,366,572,564         | -     | 2,366,572,564         |
| Certificates of musharakah / murabaha                          | -       | 3,000,000,000         | -     | 3,000,000,000         |
| Islamic term deposit receipts                                  | -       | 3,700,000,000         | -     | 3,700,000,000         |
|  | -       | <u>13,801,572,564</u> | -     | <u>13,801,572,564</u> |

| Audited  |         |                       |       |                       |
|--|---------|-----------------------|-------|-----------------------|
| As at June 30, 2023  |         |                       |       |                       |
| Level 1  | Level 2 | Level 3               | Total |                       |
| (Rupees)   |         |                       |       |                       |
| <b>Financial assets 'at fair value through profit or loss'</b> |         |                       |       |                       |
| Corporate sukuk certificates*                                  | -       | 4,013,000,000         | -     | 4,013,000,000         |
| Certificates of musharakah / murabaha                          | -       | 6,250,000,000         | -     | 6,250,000,000         |
|  | -       | <u>10,263,000,000</u> | -     | <u>10,263,000,000</u> |

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

#### 19 GENERAL

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

#### 20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

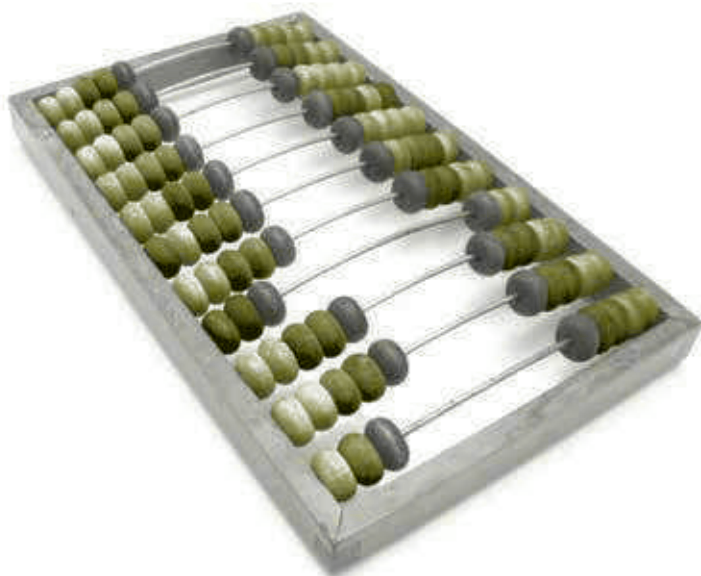
\_\_\_\_\_  
Director



# Faysal Islamic Cash Fund

Condensed Interim Financial Statements

For The Quarter Ended September 30, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited  
Dubai Islamic Bank  
Zarai Taraqati Bank Limited  
Habib bank Limited (Islamic Banking)  
Habib Metropolitan (Islamic Banking)  
Meezan Bank Limited  
Allied Bank Limited (Islamic Banking)  
UBL (Ameen) Islamic Banking

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Cash Fund is to provide competitive rate of return with maximum possible preservation of capital by investing in liquid and low risk Shariah compliant securities.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block-BF  
S.M.C.H.S., Main Shahr-e-Faisal  
Karachi - 74400, Pakistan,  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021-23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL ISLAMIC CASH 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 Faysal Islamic Cash Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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



**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS**

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Cash 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

**Scope of Review**

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

**Conclusion**

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR2023100684Fzr8JG5N

## Statement of Assets and Liabilities

As at December 31, 2023

|   |      | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   | Note | ----- (Rupees) -----                 |                               |
| <b>Assets</b>   |      |                                      |                               |
| Balances with banks   | 4    | 11,222,248,603                       | 13,361,278,804                |
| Investments   | 5    | 10,424,572,564                       | 7,071,000,000                 |
| Advance, deposits and other receivable                              |      | 959,903,508                          | 460,510,581                   |
| Preliminary expenses and floatation costs                           | 6    | 157,645                              | 206,957                       |
| Receivable against issuance of units                                |      | 761,222,128                          | 620,664,340                   |
| <b>Total assets</b>   |      | <u>23,368,104,448</u>                | <u>21,513,660,682</u>         |
| <b>Liabilities</b>  |      |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company     | 7    | 65,018,472                           | 32,306,337                    |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8    | 1,422,330                            | 998,299                       |
| Payable to the Securities and Exchange Commission of Pakistan       | 9    | 1,716,097                            | 4,539,752                     |
| Payable against redemption of units                                 |      | 10,735,396                           | -                             |
| Accrued expenses and other liabilities                              | 10   | 80,802,865                           | 22,054,045                    |
| <b>Total liabilities</b>  |      | <u>159,695,160</u>                   | <u>59,898,433</u>             |
| <b>Net assets</b>   |      | <u>23,208,409,288</u>                | <u>21,453,762,249</u>         |
| <b>Unit holders' fund (as per the statement attached)</b>           |      | <u>23,208,409,288</u>                | <u>21,453,762,249</u>         |
| <b>Contingencies and commitments</b>                                |      |                                      |                               |
|   | 11   | ----- (Number of units) -----        |                               |
| <b>Number of unit in issue</b>                                      |      | <u>232,083,988</u>                   | <u>214,537,518</u>            |
|   |      | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                     |      | <u>100.00</u>                        | <u>100.00</u>                 |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended      |                      | Quarter ended        |                      |
|---|----------------------|----------------------|----------------------|----------------------|
|   | December 31,<br>2023 | December 31,<br>2022 | December 31,<br>2023 | December 31,<br>2022 |
| <b>Note</b>   | (Rupees)             |                      |                      |                      |
| <b>Income</b>   |                      |                      |                      |                      |
| Profit on savings accounts with banks                                       | 1,558,869,393        | 1,051,469,069        | 673,579,303          | 854,422,469          |
| Profit on sukuk certificates  | 419,088,076          | 442,119,425          | 175,025,169          | 396,420,980          |
| Profit on islamic term deposit receipts                                     | 520,565,402          | 11,630,137           | 513,085,956          | -                    |
| Profit on certificate of musharaka  | 57,125,479           | -                    | (147,663,962)        | -                    |
| Profit on bai muajjal   | 290,099,773          | 91,388,283           | 158,804,440          | 91,388,283           |
| <b>Total income</b>   | <u>2,845,748,123</u> | <u>1,596,606,914</u> | <u>1,372,830,906</u> | <u>1,342,231,732</u> |
| <b>Expenses</b>   |                      |                      |                      |                      |
| Remuneration of Faysal Asset Management Limited -<br>Management Company     | 7.1                  | 51,406,893           | 42,462,641           | 24,793,365           |
| Sindh Sales Tax on remuneration of the Management Company                   | 7.2                  | 6,682,896            | 5,520,144            | 3,223,147            |
| Selling and marketing expenses  | 7.3                  | 40,496,660           | 26,874,349           | 13,138,071           |
| Allocated expenses  | 7.4                  | 5,545,579            | -                    | 2,054,024            |
| Remuneration of Central Depository Company of Pakistan<br>Limited - Trustee | 8.1                  | 7,395,194            | 5,782,611            | 3,572,691            |
| Sindh Sales Tax on remuneration of the Trustee                              | 8.2                  | 961,375              | 751,739              | 464,457              |
| Annual fee of the Securities and Exchange Commission of<br>Pakistan         | 9.1                  | 10,084,190           | 2,102,767            | 4,871,770            |
| Amortisation of preliminary expenses and floatation cost                    | 6.1                  | 49,312               | 49,312               | 24,656               |
| Auditors' remuneration  |                      | 392,526              | 280,048              | 206,071              |
| Fees and subscriptions  |                      | 115,592              | 109,112              | 57,733               |
| Transaction charges   |                      | 2,112,361            | 461,601              | 481,337              |
| Sharia advisory fee   |                      | 86,767               | 55,246               | 43,332               |
| Legal and professional charges  |                      | 65,747               | 239,560              | 32,849               |
| Bank charges  |                      | 8,008                | 12,067               | 812                  |
| Printing charges  |                      | 4,969                | 17,112               | 2,484                |
| <b>Total expenses</b>   |                      | <u>125,408,069</u>   | <u>84,718,309</u>    | <u>52,966,799</u>    |
| <b>Net income for the period before taxation</b>                            |                      | <u>2,720,340,054</u> | <u>1,511,888,605</u> | <u>1,319,864,107</u> |
| Taxation  | 13                   | -                    | -                    | -                    |
| <b>Net income for the period after taxation</b>                             |                      | <u>2,720,340,054</u> | <u>1,511,888,605</u> | <u>1,319,864,107</u> |
| <b>Earnings per unit</b>  | 14                   |                      |                      |                      |
| <b>Allocation of net income for the period</b>                              |                      |                      |                      |                      |
| Net income for the period after taxation                                    |                      | 2,720,340,054        | 1,511,888,605        |                      |
| Income already paid on units redeemed                                       |                      | -                    | -                    |                      |
|   |                      | <u>2,720,340,054</u> | <u>1,511,888,605</u> |                      |
| <b>Accounting income available for distribution</b>                         |                      |                      |                      |                      |
| - Relating to capital gains   |                      | -                    | -                    |                      |
| - Excluding capital gains   |                      | 2,720,340,054        | 1,511,888,605        |                      |
|   |                      | <u>2,720,340,054</u> | <u>1,511,888,605</u> |                      |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended      |                      | Quarter ended        |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | December 31,<br>2023 | December 31,<br>2022 | December 31,<br>2023 | December 31,<br>2022 |
|  | ----- (Rupees) ----- |                      |                      |                      |
| Net income for the period after taxation         | 2,720,340,054        | 1,511,888,605        | 1,319,864,107        | 1,291,220,108        |
| Other comprehensive income for the period        | -                    | -                    | -                    | -                    |
| <b>Total comprehensive income for the period</b> | <u>2,720,340,054</u> | <u>1,511,888,605</u> | <u>1,319,864,107</u> | <u>1,291,220,108</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023 |                      |                       | Half year ended December 31, 2022 |                      |                       |
|--|-----------------------------------|----------------------|-----------------------|-----------------------------------|----------------------|-----------------------|
|  | Capital value                     | Undistributed income | Total                 | Capital value                     | Undistributed income | Total                 |
|  | (Rupees)                          |                      |                       | (Rupees)                          |                      |                       |
| <b>Net assets at the beginning of the period (audited)</b>                   | 40,474,298,560                    | 392,565,160          | 40,866,863,720        | 20,665,256,742                    | 68,701,125           | 20,733,957,867        |
| Issuance of 580,300,623 units (2022: 993,627,942 units)                      |                                   |                      |                       |                                   |                      |                       |
| - Capital value (at net asset value per unit at the beginning of the period) | 58,854,959,636                    | -                    | 58,854,959,636        | 100,000,206,525                   | -                    | 100,000,206,525       |
| - Element of income  | 2,914,535,704                     | -                    | 2,914,535,704         | 4,288,910,118                     | -                    | 4,288,910,118         |
| Total proceeds on issuance of units  | 61,769,495,340                    | -                    | 61,769,495,340        | 104,289,116,643                   | -                    | 104,289,116,643       |
| Redemption of 602,882,120 (2022: 889,662,500) units                          |                                   |                      |                       |                                   |                      |                       |
| - Capital value (at net asset value per unit at the beginning of the period) | (61,145,208,934)                  | -                    | (61,145,208,934)      | 89,536,968,494                    | -                    | 89,536,968,494        |
| - Element of loss  | (1,855,176,046)                   | (1,088,330,160)      | (2,943,506,206)       | (182,599,649,401)                 | (462,234,944)        | (183,061,884,345)     |
| Total payments on redemption of units  | (63,000,384,980)                  | (1,088,330,160)      | (64,088,715,140)      | (93,062,680,907)                  | (462,234,944)        | (93,524,915,851)      |
| Total comprehensive income for the period                                    | -                                 | 4,103,042,443        | 4,103,042,443         | -                                 | 2,055,638,114        | 2,055,638,114         |
| <b>Net assets at the end of the period (un-audited)</b>                      | <b>39,243,408,920</b>             | <b>3,407,277,443</b> | <b>42,650,686,363</b> | <b>31,891,692,478</b>             | <b>1,662,104,295</b> | <b>33,553,796,773</b> |
| <b>Undistributed income brought forward</b>                                  |                                   |                      |                       |                                   |                      |                       |
| - Realised income  |                                   | 392,565,160          |                       |                                   | 68,701,125           |                       |
| - Unrealised income  |                                   | -                    |                       |                                   | -                    |                       |
|  |                                   | 392,565,160          |                       |                                   | 68,701,125           |                       |
| Accounting income available for distribution                                 |                                   |                      |                       |                                   |                      |                       |
| - Relating to capital gains  |                                   | -                    |                       |                                   | -                    |                       |
| - Excluding capital gains  |                                   | 3,014,712,283        |                       |                                   | 1,593,403,170        |                       |
|  |                                   | 3,014,712,283        |                       |                                   | 1,593,403,170        |                       |
| Undistributed income carried forward   |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
| <b>Undistributed income carried forward</b>                                  |                                   |                      |                       |                                   |                      |                       |
| - Realised income  |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
| - Unrealised income  |                                   | -                    |                       |                                   | -                    |                       |
|  |                                   | 3,407,277,443        |                       |                                   | 1,662,104,295        |                       |
|  |                                   |                      | (Rupees)              |                                   |                      | (Rupees)              |
| Net asset value per unit at the beginning of the period                      |                                   |                      | 101.4215              |                                   |                      | 100.6415              |
| Net asset value per unit at the end of the period                            |                                   |                      | 112.1326              |                                   |                      | 108.2439              |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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

Chief Financial Officer

Chief Executive Officer

Director



## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | Note | Half year ended        |                        |
|---|------|------------------------|------------------------|
|   |      | December 31,<br>2023   | December 31,<br>2022   |
|   |      | ------(Rupees)-----    |                        |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                         |      |                        |                        |
| Net income for the period before taxation                           |      | 2,720,340,054          | 1,511,888,605          |
| <b>Adjustments for:</b>   |      |                        |                        |
| Amortisation of preliminary expenses and floatation cost            | 6.1  | 49,312                 | 49,312                 |
|   |      | <u>2,720,389,366</u>   | <u>1,511,937,917</u>   |
| <b>Increase in assets</b>   |      |                        |                        |
| Investments - net   |      | 946,427,436            | (5,703,037,054)        |
| Advance, deposits and other receivable                              |      | (499,392,927)          | (206,757,395)          |
|   |      | <u>447,034,509</u>     | <u>(5,909,794,449)</u> |
| <b>Increase / (decrease) in liabilities</b>                         |      |                        |                        |
| Payable to Faysal Asset Management Limited - Management Company     |      | 32,712,135             | 8,912,006              |
| Payable to Central Depository Company of Pakistan Limited - Trustee |      | 424,031                | 315,992                |
| Payable to the Securities and Exchange Commission of Pakistan       |      | (2,823,655)            | (993,913)              |
| Accrued expenses and other liabilities                              |      | 58,748,820             | 17,281,785             |
|   |      | <u>89,061,331</u>      | <u>25,515,870</u>      |
| <b>Net cash generated from / (used in) operating activities</b>     |      | <u>3,256,485,206</u>   | <u>(4,372,340,662)</u> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                         |      |                        |                        |
| Amounts received against issuance of units                          |      | 64,378,040,357         | 109,259,249,186        |
| Payments made against redemption of units                           |      | (62,753,215,710)       | (99,713,630,264)       |
| Dividend paid   |      | (2,720,340,054)        | (1,511,888,605)        |
| <b>Net cash (used in) / generated from financing activities</b>     |      | <u>(1,095,515,407)</u> | <u>8,033,730,317</u>   |
| <b>Net increase in cash and cash equivalents during the period</b>  |      | <u>2,160,969,799</u>   | <u>3,661,389,655</u>   |
| Cash and cash equivalents at beginning of the period                |      | 13,361,278,804         | 14,764,825,388         |
| <b>Cash and cash equivalents at the end of the period</b>           | 15   | <u>15,522,248,603</u>  | <u>18,426,215,043</u>  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Notes to and forming part of the Financial Statements (Un-audited) For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Cash Fund (The Fund) is an open end fund constituted under a trust deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021 the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open end 'Shari'ah compliant money market scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from August 11, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 According to the Trust Deed, the objective of the fund is to seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in shariah compliant money market securities. The investment objectives and policies are explained in the Fund's offering document.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 [June 30, 2023: 'AM2++' dated December 30, 2022]. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, VIS Credit Rating Company Limited has reaffirmed the stability rating of "AA(f)" [June 30, 2023: AA(f)" dated December 13, 2022] of the Fund dated December 15, 2023.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim financial reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- The 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 the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the published audited financial statements of the Fund for the period ended June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

2

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

- 3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

| 4                   | BALANCES WITH BANKS | Note | December 31,          | June 30,              |
|---------------------|---------------------|------|-----------------------|-----------------------|
|                     |                     |      | 2023                  | 2023                  |
|                     |                     |      | (Un-audited)          | (Audited)             |
| ------(Rupees)----- |                     |      |                       |                       |
|                     | Savings accounts    | 4.1  | 10,696,970,099        | 13,361,278,804        |
|                     | Current account     | 4.2  | 525,278,504           | -                     |
|                     |                     |      | <u>11,222,248,603</u> | <u>13,361,278,804</u> |

- 4.1 These include a balance of Rs. 9,462.511 million (June 30, 2023: Rs. 11,670 million) maintained with Faysal Limited (a related party) that carries profit at 21.50% (June 30, 2023: 19.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 7.60% to 20.50% (June 30, 2023: 6.50% to 20.40%) per annum.

- 4.2 These include a balance of Rs. 525.279 million (June 30, 2023: Nil) maintained with Faysal Bank Limited (a related party).

| 5   | INVESTMENTS                   | Note | December 31,          | June 30,             |
|---|-------------------------------|------|-----------------------|----------------------|
|   |                               |      | 2023                  | 2023                 |
|   |                               |      | (Un-audited)          | (Audited)            |
| ------(Rupees)-----                         |                               |      |                       |                      |
| <b>At fair value through profit or loss</b> |                               |      |                       |                      |
|   | Sukuk certificates            | 5.1  | 3,758,000,000         | 3,971,000,000        |
|   | Bai muajjal                   | 5.2  | 2,366,572,564         | -                    |
|   | Islamic term deposit receipts | 5.3  | 2,300,000,000         | -                    |
|   | Certificate of Musharakah     | 5.4  | 2,000,000,000         | 3,100,000,000        |
|   |                               |      | <u>10,424,572,564</u> | <u>7,071,000,000</u> |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Sukuk certificates

| Name of the security   | Profit rate                            | Maturity date      | Face value (Rupees) |                             |  | (Rupees)                |  |                                      | %  |   |
|--|--|--------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|
|  |  |                    | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments |
| K-Electric Short Term Sukuk Certificate-XIII (A1+, PACRA)                  | 6 months KIBOR plus base rate of 0.85% | August 9, 2023     | 541,000,000         | 400,000,000                 | 941,000,000                              | -                       | -                                      | -                                    | -  | -   |
| K-Electric Short Term Sukuk Certificate-XVI (A1+, VIS)                     | 6 months KIBOR plus base rate of 0.85% | October 11, 2023   | 750,000,000         | 5,250,000,000               | 6,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| K-Electric Short Term Sukuk Certificate-XVII (A1+, VIS)                    | 6 months KIBOR plus base rate of 0.85% | November 18, 2023  | 750,000,000         | 4,500,000,000               | 5,250,000,000                            | -                       | -                                      | -                                    | -  | -   |
| K-Electric Short Term Sukuk Certificate-XVIII (AA, PACRA)                  | 6 months KIBOR plus base rate of 0.6%  | February 9, 2024   | -                   | 2,190,000,000               | 1,460,000,000                            | 730,000,000             | 730,000,000                            | 730,000,000                          | -  | 7.00%   |
| K-Electric Short Term Sukuk Certificate-XX (A1+, VIS)                      | 6 months KIBOR plus base rate of 0.55% | March 22, 2024     | -                   | 750,000,000                 | -  | 750,000,000             | 750,000,000                            | 750,000,000                          | -  | 7.19%   |
| Lucky Electric Power Company Limited - Short Term Sukuk VII (A1+, PACRA)   | 6 months KIBOR plus base rate of 1.2%  | September 29, 2023 | 350,000,000         | -                           | 350,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Lucky Electric Power Company Limited - Short Term Sukuk VIII (A1+, PACRA)  | 6 months KIBOR plus base rate of 1.2%  | October 12, 2023   | 500,000,000         | -                           | 500,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Lucky Electric Power Company Limited STS- IX (A1+, PACRA)                  | 6 months KIBOR plus base rate of 1.2%  | October 30, 2023   | 680,000,000         | -                           | 680,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Lucky Electric Power Company Limited STS- XIII (A1+, PACRA)                | 3 months KIBOR plus base rate of 0.45% | April 11, 2024     | 300,000,000         | -                           | -  | 300,000,000             | 300,000,000                            | 300,000,000                          | -  | 2.88%   |
| Lucky Electric Power Company Limited STS- XIV (A1+, PACRA)                 | 6 months KIBOR plus base rate of 0.3%  | June 28, 2024      | -                   | 228,000,000                 | -  | 228,000,000             | 228,000,000                            | 228,000,000                          | -  | 2.19%   |
| China Power Hub Generation Company Short Term Sukuk-II (A1+, PACRA)        | 6 months KIBOR plus base rate of 1%    | September 28, 2023 | 400,000,000         | -                           | 400,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Pakistan Telecommunication Company Limited - Short Term Sukuk I (A1+, VIS) | 6 months KIBOR plus base rate of 0.2%  | June 20, 2024      | -                   | 750,000,000                 | -  | 750,000,000             | 750,000,000                            | 750,000,000                          | -  | 7.19%   |
| Nishat Mills Limited- Short Term Sukuk III (A1+, PACRA)                    | 3 months KIBOR plus base rate of 0.15% | May 23, 2024       | -                   | 1,000,000,000               | -  | 1,000,000,000           | 1,000,000,000                          | 1,000,000,000                        | -  | 9.59%   |
| <b>Total as at December 31, 2023</b>                                       |  |                    |                     |                             |  | <b>3,758,000,000</b>    | <b>3,758,000,000</b>                   | <b>-</b>                             |  |   |
| <b>Total as at June 30, 2023</b>   |  |                    |                     |                             |  | <b>3,971,000,000</b>    | <b>3,971,000,000</b>                   | <b>-</b>                             |  |   |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.2 Bai muajjal

| Name of the security                                  | Profit rate | Maturity date     | Face value (Rupees) |                             |  | (Rupees)                |  |                                      | %  |   |
|---|-------------|-------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|
|   |             |                   | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments |
| Pak Oman Investment Company Limited (A1+, VIS)        | 21.28%      | September 4, 2023 | -                   | 1,589,109,863               | 1,589,109,863                            | -                       | -                                      | -                                    | -  | -   |
| Pak Oman Investment Company Limited (A1+, VIS)        | 21.25%      | October 30, 2023  | -                   | 1,633,241,507               | 1,633,241,507                            | -                       | -                                      | -                                    | -  | -   |
| Pak Oman Investment Company Limited (A1+, VIS)        | 21.25%      | October 30, 2023  | -                   | 647,004,493                 | 647,004,493                              | -                       | -                                      | -                                    | -  | -   |
| Pak Oman Investment Company Limited (A1+, VIS)        | 21.00%      | April 30, 2024    | -                   | 1,596,599,764               | -  | 1,596,599,764           | 1,596,599,764                          | 1,596,599,764                        | -  | 15.32% 6.88%                                      |
| Pak Oman Investment Company Limited (A1+, VIS)        | 21.00%      | May 3, 2024       | -                   | 769,972,800                 | -  | 769,972,800             | 769,972,800                            | 769,972,800                          | -  | 7.39% 3.32%                                       |
| Pak Brunei Investment Company Limited (A1+, VIS)      | 21.15%      | August 31, 2023   | -                   | 1,590,069,246               | 1,590,069,246                            | -                       | -                                      | -                                    | -  | -   |
| Pak Kuwait Investment Company (Pvt.) Ltd (A1+, PACRA) | 21.25%      | September 4, 2023 | -                   | 1,244,037,698               | 1,244,037,698                            | -                       | -                                      | -                                    | -  | -   |
| Pak Kuwait Investment Company (Pvt.) Ltd (A1+, PACRA) | 21.25%      | September 4, 2023 | -                   | 802,494,041                 | 802,494,041                              | -                       | -                                      | -                                    | -  | -   |
| Pak Kuwait Investment Company (Pvt.) Ltd (A1+, PACRA) | 21.30%      | October 27, 2023  | -                   | 1,630,363,356               | 1,630,363,356                            | -                       | -                                      | -                                    | -  | -   |
| Pak Kuwait Investment Company (Pvt.) Ltd (A1+, PACRA) | 21.30%      | October 31, 2023  | -                   | 660,356,219                 | 660,356,219                              | -                       | -                                      | -                                    | -  | -   |
| <b>Total as at December 31, 2023</b>                  |             |                   |                     |                             |  |                         | <b>2,366,572,564</b>                   | <b>2,366,572,564</b>                 | <b>-</b>   |   |
| <b>Total as at June 30, 2023</b>                      |             |                   |                     |                             |  |                         | <b>-</b>                               | <b>-</b>                             | <b>-</b>   |   |

### 5.3 Islamic term deposit receipts

| Name of the security                   | Profit rate | Maturity date     | Face value (Rupees) |                             |  | (Rupees)                |  |                                      | %  |   |
|--|-------------|-------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|
|  |             |                   | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | July 21, 2023     | -                   | 1,500,000,000               | 1,500,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | July 17, 2023     | -                   | 1,550,000,000               | 1,550,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 20.90%      | October 13, 2023  | -                   | 500,000,000                 | 500,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.25%      | October 13, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | October 13, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | August 18, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | September 1, 2023 | -                   | 2,170,000,000               | 2,170,000,000                            | -                       | -                                      | -                                    | -  | -   |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Name of the security                   | Profit rate | Maturity date      | Face value (Rupees) |                             |  | (Rupees)                |  |                                      | %  |   |
|--|-------------|--------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|
|  |             |                    | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | August 30, 2023    | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.20%      | August 30, 2023    | -                   | 1,500,000,000               | 1,500,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.00%      | November 1, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | December 4, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | November 24, 2023  | -                   | 1,700,000,000               | 1,700,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.10%      | December 14, 2023  | -                   | 2,200,000,000               | 2,200,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.15%      | December 12, 2023  | -                   | 800,000,000                 | 800,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.55%      | December 22, 2023  | -                   | 400,000,000                 | 400,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.55%      | December 21, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.05%      | November 10, 2023  | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Zarai Taraqati Bank Limited (A1+, VIS) | 21.15%      | November 24, 2023  | -                   | 500,000,000                 | 500,000,000                              | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.25%      | August 2, 2023     | -                   | 1,100,000,000               | 1,100,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.25%      | August 2, 2023     | -                   | 1,600,000,000               | 1,600,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.10%      | September 4, 2023  | -                   | 2,600,000,000               | 2,600,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.10%      | October 18, 2023   | -                   | 2,800,000,000               | 2,800,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 20.90%      | September 15, 2023 | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.00%      | November 8, 2023   | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -  | -   |
| United Bank Limited (A1+, VIS)         | 21.05%      | December 15, 2023  | -                   | 2,300,000,000               | 2,300,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | September 8, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | August 2, 2023     | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   |
| Meezan Bank Limited (A1+, VIS)         | 20.70%      | August 4, 2023     | -                   | 600,000,000                 | 600,000,000                              | -                       | -                                      | -                                    | -  | -   |
| Meezan Bank Limited (A1+, VIS)         | 20.90%      | August 28, 2023    | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   |

## Notes to and forming part of the Financial Statements (Un-audited)

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| Name of the security                              | Profit rate | Maturity date     | Face value (Rupees) |                             |  | As at December 31, 2023 | (Rupees)                               |                                      |  | %   |  |
|---|-------------|-------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|--|
|   |             |                   | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period |                         | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets |
| Meezan Bank Limited (A1+, VIS)                    | 20.50%      | November 17, 2023 | -                   | 2,300,000,000               | 2,300,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Meezan Bank Limited (A1+, VIS)                    | 20.65%      | November 30, 2023 | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Meezan Bank Limited (A1+, VIS)                    | 20.60%      | December 6, 2023  | -                   | 2,400,000,000               | 2,400,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.05%      | July 21, 2023     | -                   | 2,600,000,000               | 2,600,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.15%      | August 25, 2023   | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.20%      | November 10, 2023 | -                   | 2,350,000,000               | 2,350,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.15%      | November 17, 2023 | -                   | 2,000,000,000               | 2,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.10%      | November 24, 2023 | -                   | 2,200,000,000               | 2,200,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.00%      | December 1, 2023  | -                   | 2,200,000,000               | 2,200,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.15%      | August 25, 2023   | -                   | 700,000,000                 | 700,000,000                              | -                       | -                                      | -                                    | -  | -   | -  |
| Faysal Bank Limited (A1+, VIS)                    | 21.15%      | November 17, 2023 | -                   | 400,000,000                 | 400,000,000                              | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | October 18, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | November 2, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | December 4, 2023  | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | November 20, 2023 | -                   | 1,000,000,000               | 1,000,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | November 3, 2023  | -                   | 500,000,000                 | 500,000,000                              | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.25%      | January 12, 2024  | -                   | 1,000,000,000               | -  | 1,000,000,000           | 1,000,000,000                          | 1,000,000,000                        | -  | 9.59%   | 4.31%                                      |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.25%      | January 22, 2024  | -                   | 800,000,000                 | -  | 800,000,000             | 800,000,000                            | 800,000,000                          | -  | 7.67%   | 3.45%                                      |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.25%      | January 22, 2024  | -                   | 500,000,000                 | -  | 500,000,000             | 500,000,000                            | 500,000,000                          | -  | 4.80%   | 2.15%                                      |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | December 4, 2023  | -                   | 800,000,000                 | 800,000,000                              | -                       | -                                      | -                                    | -  | -   | -  |
| Bank Alfalah Limited - Islamic Banking (A1+, VIS) | 21.00%      | December 20, 2023 | -                   | 600,000,000                 | 600,000,000                              | -                       | -                                      | -                                    | -  | -   | -  |
| <b>Total as at December 31, 2023</b>              |             |                   |                     |                             |  |                         | <u>2,300,000,000</u>                   | <u>2,300,000,000</u>                 | <u>-</u>   |   |  |
| <b>Total as at June 30, 2023</b>                  |             |                   |                     |                             |  |                         | <u>-</u>                               | <u>-</u>                             | <u>-</u>   |   |  |

## Notes to and forming part of the Financial Statements (Un-audited)

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### 5.4 Certificate of Musharakah

| Name of the security                 | Profit rate | Maturity date    | Face value (Rupees) |                             |  | (Rupees)                |  |                                      | %  |   |  |
|--------------------------------------|-------------|------------------|---------------------|-----------------------------|--|-------------------------|--|--------------------------------------|--|---|--|
|                                      |             |                  | As at July 1, 2023  | Purchases during the period | Disposed off / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets |
| United Bank Limited (A1+, VIS)       | 21.25%      | January 5, 2024  | -                   | 2,000,000,000               | -  | 2,000,000,000           | 2,000,000,000                          | 2,000,000,000                        | -  | 19.19%  | 8.62%                                      |
| Faysal Bank Limited (A1+, VIS)       | 21.25%      | October 20, 2023 | -                   | 2,500,000,000               | 2,500,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| United Bank Limited (A1+, VIS)       | 20.25%      | July 21, 2023    | 1,600,000,000       | -                           | 1,600,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| United Bank Limited (A1+, VIS)       | 20.37%      | July 7, 2023     | 1,500,000,000       | -                           | 1,500,000,000                            | -                       | -                                      | -                                    | -  | -   | -  |
| <b>Total as at December 31, 2023</b> |             |                  |                     |                             |  |                         | <u>2,000,000,000</u>                   | <u>2,000,000,000</u>                 | -  |   |  |
| <b>Total as at June 30, 2023</b>     |             |                  |                     |                             |  |                         | <u>3,100,000,000</u>                   | <u>3,100,000,000</u>                 | -  |   |  |

|          |  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|----------|--|--------------------------------------|-------------------------------|
| <b>6</b> | <b>PRELIMINARY EXPENSES AND FLOATATION COSTS</b>                         | <b>Note</b>                          | <b>(Rupees)</b>               |
|          | Preliminary expenses and floatation costs at the beginning of the period | 206,957                              | 304,777                       |
|          | Less: amortisation for the period  | <u>(49,312)</u>                      | <u>(97,820)</u>               |
|          | Closing balance  | 6.1 <u>157,645</u>                   | <u>206,957</u>                |

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over five years commencing from August 11, 2020 as per the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

|          |  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|----------|--|--------------------------------------|-------------------------------|
| <b>7</b> | <b>PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b> | <b>Note</b>                          | <b>(Rupees)</b>               |
|          | Remuneration payable   | 7.1 17,578,789                       | 7,229,537                     |
|          | Sindh Sales Tax on remuneration of the Management Company              | 7.2 2,285,243                        | 941,671                       |
|          | Selling and marketing expenses payable                                 | 7.3 35,462,802                       | 20,119,051                    |
|          | Allocated expenses payable   | 7.4 6,932,076                        | 1,384,666                     |
|          | Sales load payable   | <u>2,759,562</u>                     | <u>2,631,412</u>              |
|          |  | <u>65,018,472</u>                    | <u>32,306,337</u>             |

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit.

The Management Company has determined the maximum rate to be 1% and is charging the remuneration variably keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rates ranging from 0.02% to 1% (June 30, 2023: 0.1% to 0.45%).

The remuneration is payable to the Management Company monthly in arrears.

7.2 During the period, an amount of Rs. 6.683 million (December 31, 2022: Rs. 5.520 million) was charged on account of sales tax on remuneration of the management company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).



## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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- 7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate ranging from 0% to 0.55% (June 30, 2023: 0.16% to 0.45%) of the average annual net assets of the Fund while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.
- 7.4 During the period ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. Therefore, the Management Company, based on its discretion (duly authorised by the Board of Directors), has charged allocated expenses to the Fund at the rates ranging from 0% to 0.06% (June 30, 2023: Nil).

| 8        | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE | Note | December 31,     | June 30,       |
|----------|---|------|------------------|----------------|
|          |   |      | 2023             | 2023           |
|          |   |      | (Un-audited)     | (Audited)      |
| (Rupees) |   |      |                  |                |
|          | Remuneration payable  | 8.1  | 1,258,699        | 883,452        |
|          | Sindh Sales Tax on remuneration of the Trustee                      | 8.2  | 163,631          | 114,847        |
|          |   |      | <u>1,422,330</u> | <u>998,299</u> |

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.055% (June 30, 2023: 0.055%) per annum of average annual net assets of the Fund.
- 8.2 During the period, an amount of Rs. 0.961 million (December 31, 2022: 0.752 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

| 9        | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31, | June 30,  |
|----------|---|------|--------------|-----------|
|          |   |      | 2023         | 2023      |
|          |   |      | (Un-audited) | (Audited) |
| (Rupees) |   |      |              |           |
|          | Annual fee payable  | 9.1  | 1,716,097    | 4,539,752 |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shari'ah Money Market Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

| 10       | ACCRUED AND OTHER LIABILITIES          | December 31,      | June 30,          |
|----------|--|-------------------|-------------------|
|          |  | 2023              | 2023              |
|          |  | (Un-audited)      | (Audited)         |
| (Rupees) |  |                   |                   |
|          | Auditors' remuneration payable         | 451,856           | 415,730           |
|          | Legal and professional charges payable | 886,582           | 856,145           |
|          | Rating fee payable                     | 172,917           | 271,827           |
|          | Annual listing fee payable             | 16,865            | -                 |
|          | Withholding tax payable                | 76,599,955        | 18,173,812        |
|          | Printing charges payable               | 19,695            | 25,909            |
|          | Shariah advisory fee payable           | 250,073           | 163,306           |
|          | Transaction charges payable            | 808,377           | 550,771           |
|          | Other payables                         | 1,596,545         | 1,596,545         |
|          |  | <u>80,802,865</u> | <u>22,054,045</u> |

#### 11 CONTINGENCIES AND COMMITMENTS

There were no other contingencies or commitments outstanding as at December 31, 2023 and June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.05% (2022: 0.83%) which includes 0.15% (2022: 0.08%) representing government levies on the Fund such as sales taxes, federal excise duties and annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a Shari'ah money market scheme.

### 13 TAXATION

The income of the fund 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 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

### 14 EARNINGS PER UNIT

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

|                                     | December 31,<br>2023<br>(Un-audited) | December 31,<br>2022<br>(Un-audited) |
|-------------------------------------|--------------------------------------|--------------------------------------|
|                                     | (Rupees)                             |                                      |
| <b>15 CASH AND CASH EQUIVALENTS</b> |                                      |                                      |
| Balances with banks                 | 11,222,248,603                       | 18,426,215,043                       |
| Islamic term deposit receipts       | 2,300,000,000                        | -                                    |
| Certificate of Musharakah           | 2,000,000,000                        | -                                    |
|                                     | <u>15,522,248,603</u>                | <u>18,426,215,043</u>                |

### 16 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 16.1** Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding 10% or more units / net assets of the Fund.
- 16.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 16.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 16.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 16.5** Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 16.6** The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### Transactions during the period:

|  | Half year ended         |                      |
|--|-------------------------|----------------------|
|  | December 31,<br>2023    | December 31,<br>2022 |
|  | ------(Un-audited)----- |                      |
|  | ------(Rupees)-----     |                      |
| <b>Faysal Asset Management Limited - Management Company</b>  |                         |                      |
| Remuneration of the Management Company   | 51,406,893              | 42,462,641           |
| Sindh Sales Tax on remuneration of the Management Company  | 6,682,896               | 5,520,144            |
| Allocated expenses   | 5,545,579               | -                    |
| Selling and marketing expenses   | 40,496,660              | 26,874,349           |
| Units issued: Nil (2022: 2,726,402) units  | -                       | 272,640,156          |
| Units redeemed: Nil (2022: 2,744,560) units  | -                       | 274,455,974          |
| Dividend reinvested: Nil (2022: 18,158) units  | -                       | 1,815,818            |
| <b>Faysal Bank Limited (Group company / Associated Company)</b>  |                         |                      |
| Profit on balance with bank  | 1,245,585,199           | 294,416,321          |
| Bank charges   | 4,545                   | 7,540                |
| Islamic term deposit receipts - purchases  | 14,450,000,000          | -                    |
| Certificate of musharakah - purchases  | 2,500,000,000           | -                    |
| Islamic term deposit receipts - matured  | 14,450,000,000          | -                    |
| Certificate of musharakah - matured  | 2,500,000,000           | -                    |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>  |                         |                      |
| Remuneration of the Trustee  | 7,395,194               | 5,782,611            |
| Sindh Sales Tax on remuneration of the Trustee   | 961,375                 | 751,739              |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Shariah Capital Preservation Plan III</b> |                         |                      |
| Units issued: Nil (2022: 2,000,000) units  | -                       | 200,000,000          |
| Units redeemed: Nil (2022: 3,250,381) units  | -                       | 325,038,096          |
| Dividend reinvested: Nil (2022: 33,771) units  | -                       | 3,377,052            |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan IV</b>   |                         |                      |
| Units issued: Nil (2022: 1,800,000) units  | -                       | 180,000,000          |
| Units redeemed: Nil (2022: 3,860,109) units  | -                       | 386,010,939          |
| Dividend reinvested: Nil (2022: 35,937) units  | -                       | 3,539,728            |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan V</b>    |                         |                      |
| Units issued: Nil (2022: 19,833,604) units   | -                       | 1,983,360,373        |
| Units redeemed: Nil (2022: 24,510,697) units   | -                       | 2,451,069,723        |
| Dividend reinvested: Nil (2022: 214,930) units   | -                       | 21,492,986           |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VI</b>   |                         |                      |
| Units issued: Nil (2022: 62,303,129) units   | -                       | 6,230,312,912        |
| Units redeemed: Nil (2022: 63,959,776) units   | -                       | 6,395,977,571        |
| Dividend reinvested: Nil (2022: 360,508) units   | -                       | 36,050,782           |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VII</b>  |                         |                      |
| Units issued: 5,300,000 (2022: 156,861,220) units  | 530,000,000             | 15,686,121,968       |
| Units redeemed: 5,302,928 (2022: 160,967,216) units  | 530,292,810             | 16,096,721,590       |
| Dividend reinvested: 2,928 (2022: 551,116) units   | 292,810                 | 55,111,567           |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VIII</b> |                         |                      |
| Units issued: 31,000,000 (2022: 201,070,013) units   | 3,100,000,000           | 20,107,001,289       |
| Units redeemed: 31,019,534 (2022: 184,482,118) units   | 3,101,953,352           | 18,448,211,765       |
| Dividend reinvested: 19,534 (2022: 433,619) units  | 1,953,352               | 43,361,881           |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan IX</b>   |                         |                      |
| Units issued: 39,800,000 (2022: Nil) units   | 3,980,000,000           | -                    |
| Units redeemed: 39,825,156 (2022: Nil) units   | 3,982,515,568           | -                    |
| Dividend reinvested: 25,156 (2022: Nil) units  | 2,515,568               | -                    |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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**Transactions during the period:**

|  | Half year ended                            |                      |
|--|--|----------------------|
|  | December 31,<br>2023                       | December 31,<br>2022 |
|  | -----<br>(Un-audited)<br>-----<br>(Rupees) |                      |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund -</b>      |  |                      |
| <b>Faysal Sharia Capital Preservation Plan X</b>                 |  |                      |
| Units issued: 37,050,000 (2022: Nil) units                       | 3,705,000,000                              | -                    |
| Units redeemed: 37,072,570 (2022: Nil) units                     | 3,707,256,980                              | -                    |
| Dividend reinvested: 22,570 (2022: Nil) units                    | 2,256,980                                  | -                    |
| <b>CDC Trustee Faysal Sharia Planning Fund -</b>                 |  |                      |
| <b>Faysal Sharia Capital Preservation Plan IX</b>                |  |                      |
| Units issued: Nil (2022: 223,099,650) units                      | -  | 22,309,965,011       |
| Units redeemed: Nil (2022: 223,733,164) units                    | -  | 22,373,316,409       |
| Dividend reinvested: Nil (2022: 489,667) units                   | -  | 48,966,710           |
| <b>CDC Trustee - Faysal Islamic Financial Planning Fund - II</b> |  |                      |
| <b>Faysal Sharia Capital Preservation Plan X</b>                 |  |                      |
| Units issued: Nil units (2022: 145,007,134) units                | -  | 14,500,713,385       |
| Units redeemed: Nil units (2022: 137,592,064) units              | -  | 13,759,206,385       |
| <b>Unit holder having holding of 10% or more units</b>           |  |                      |
| Units issued: 81,000,000 (2022: 50,000,000) units                | 8,100,000,000                              | 5,000,000,000        |
| Units redeemed: 35,000,000 (2022: 16,034,104) units              | 3,500,000,000                              | 1,603,410,402        |
| Dividend reinvested: 4558,649 (2022: 1,078,122) units            | 455,864,873                                | 107,812,159          |

**Amounts / balances outstanding as at period / year end:**

|   | December 31,<br>2023       | June 30,<br>2023 |
|---|----------------------------|------------------|
|   | (Un-audited)               | (Audited)        |
|   | -----<br>(Rupees)<br>----- |                  |
| <b>Faysal Asset Management Limited (the Management Company)</b>     |                            |                  |
| Management remuneration payable                                     | 17,578,789                 | 7,229,537        |
| Sindh Sales Tax on remuneration of the Management Company           | 2,285,243                  | 941,671          |
| Allocated expenses payable  | 6,932,076                  | 1,384,666        |
| Selling and marketing expenses payable                              | 35,462,802                 | 20,119,051       |
| Sales load payable  | 2,759,562                  | 2,631,412        |
| Other payable   | -                          | 4,016,078        |
| <b>Faysal Bank Limited (Group company / Associated Company)</b>     |                            |                  |
| Balance with bank   | 9,987,789,487              | 11,673,589,921   |
| Profit receivable on balance with bank                              | 347,938,615                | 141,851,272      |
| <b>Central Depository Company of Pakistan Limited (the Trustee)</b> |                            |                  |
| Trustee remuneration payable  | 1,258,699                  | 883,452          |
| Sindh Sales Tax on remuneration of the Trustee                      | 163,631                    | 114,847          |
| <b>Unit holder having holding of 10% or more units</b>              |                            |                  |
| Units outstanding: 60,585,788 (June 30, 2023: 44,022,555) units     | 6,058,578,800              | 4,402,255,470    |

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

**17 FAIR VALUE MEASUREMENT**

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

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 17.1 Fair value hierarchy

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| (Un-audited)   |         |                |       |
|--|---------|----------------|-------|
| As at December 31, 2023  |         |                |       |
| Level 1  | Level 2 | Level 3        | Total |
| ----- (Rupees) -----   |         |                |       |
| <b>Financial assets 'at fair value through profit or loss'</b> |         |                |       |
| Sukuk certificates*  | -       | 3,758,000,000  | -     |
| Bai muajjal*   | -       | 2,366,572,564  | -     |
| Islamic term deposit receipts*                                 | -       | 2,300,000,000  | -     |
| Certificate of musharakah*                                     | -       | 2,000,000,000  | -     |
|  |         |                |       |
|  |         |                |       |
|  | -       | 10,424,572,564 | -     |
|  |         |                |       |
|  |         |                |       |

| (Audited)  |         |               |       |
|--|---------|---------------|-------|
| As at June 30, 2023  |         |               |       |
| Level 1  | Level 2 | Level 3       | Total |
| ----- (Rupees) -----   |         |               |       |
| <b>Financial assets 'at fair value through profit or loss'</b> |         |               |       |
| Sukuk certificates*  | -       | 3,971,000,000 | -     |
| Certificate of musharakah*                                     | -       | 3,100,000,000 | -     |
|  |         |               |       |
|  |         |               |       |
|  | -       | 7,071,000,000 | -     |
|  |         |               |       |
|  |         |               |       |

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

\* During the period ended December 31, 2023, there were no transfers between levels fair value measurement, and no transfer into and out of level 3 fair value measurement.

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

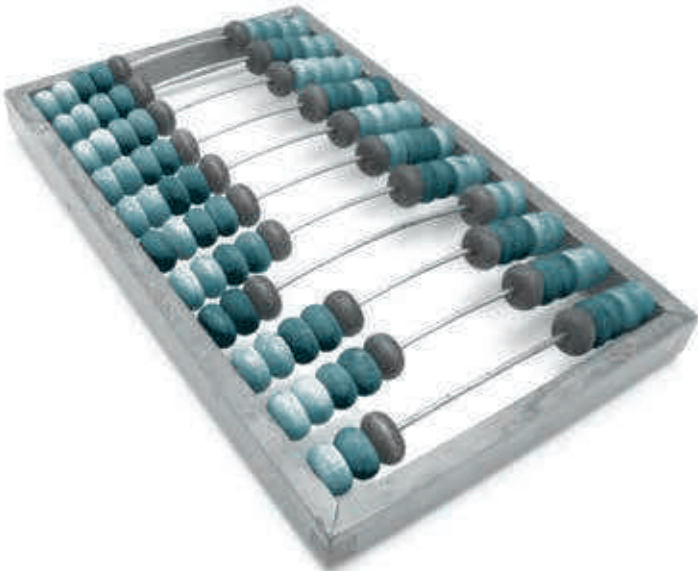
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Sovereign Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited



## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Sovereign Funds seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahr-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL ISLAMIC SOVEREIGN 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 Faysal Islamic Sovereign Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provision 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.

For the purpose of information, we would like to draw the attention of the unit holders towards clause 2.2.9 of the authorized investment of the Offering Document of the fund wherein the Fund is required to invest at least 70% of net assets in government securities on monthly average basis calculated on the end of each month. In this regard, the Fund was non-compliant with the said requirement in the month of November 2023 and December 2023 with exposure of 43.33 and 56.29 respectively. The said non-compliance has also been reported to the Commission.

  
**Baduddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi, February 23, 2024





A.F. FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Sovereign 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR2023100682xFP1G1k

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## Statement of Assets and Liabilities

As at December 31, 2023

|   | Note | (Un-audited)                       | (Audited)                          |
|---|------|------------------------------------|------------------------------------|
|   |      | December 31, 2023                  | June 30, 2023                      |
|   |      | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I |
|   |      | ------(Rupees)-----                |                                    |
| <b>Assets</b>   |      |                                    |                                    |
| Balances with banks   | 4    | 5,455,665,760                      | 923,298,056                        |
| Investments   | 5    | 25,326,326,500                     | 4,646,177,600                      |
| Advance, deposit and other receivables                              |      | 1,307,900,382                      | 235,160,714                        |
| Preliminary expenses and floatation costs                           | 6    | 417,288                            | 468,808                            |
| <b>Total assets</b>   |      | <b>32,090,309,930</b>              | <b>5,805,105,178</b>               |
| <b>Liabilities</b>  |      |                                    |                                    |
| Payable to Faysal Asset Management Limited - Management Company     | 7    | 96,661,758                         | 9,076,257                          |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8    | 1,433,780                          | 278,314                            |
| Payable to the Securities and Exchange Commission of Pakistan       | 9    | 1,730,056                          | 248,512                            |
| Payable against redemption and conversion of units                  |      | 24,443,582                         | -                                  |
| Accrued expenses and other liabilities                              | 10   | 27,737,840                         | 3,280,128                          |
| <b>Total liabilities</b>  |      | <b>152,007,016</b>                 | <b>12,883,211</b>                  |
| <b>Net assets</b>   |      | <b>31,938,302,914</b>              | <b>5,792,221,967</b>               |
| <b>Unit holders' fund (as per statement attached)</b>               |      | <b>31,938,302,914</b>              | <b>5,792,221,967</b>               |
| <b>Contingencies and commitments</b>                                | 11   | <b>(Number of units)</b>           |                                    |
| <b>Number of units in issue</b>                                     |      | <b>311,965,222</b>                 | <b>57,702,976</b>                  |
| <b>Net asset value per unit</b>                                     |      | <b>102.3778</b>                    | <b>100.3800</b>                    |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   |     | Half year ended<br>December 31, 2023 | Quarter ended<br>December 31, 2023 |
|---|-----|--------------------------------------|------------------------------------|
|   |     | Faysal Islamic<br>Sovereign Plan I   | Faysal Islamic<br>Sovereign Plan I |
| Note  |     | ------(Rupees)-----                  |                                    |
| <b>Income</b>   |     |                                      |                                    |
| Profit on balances with banks   | 4.1 | 497,486,192                          | 431,236,188                        |
| Profit on GoP ijara sukuk certificates  |     | 869,828,970                          | 589,973,438                        |
| Profit on certificate of musharakah   |     | 44,118,360                           | 44,118,360                         |
| Unrealised appreciation on re-measurement of investments classified<br>as 'financial assets at fair value through profit or loss' - net | 5.3 | 163,242,271                          | 119,707,529                        |
| Amortisation of premium on GoP ijara sukuk certificates   |     | (8,653,370)                          | (7,730,868)                        |
|   |     | 1,566,022,423                        | 1,177,304,647                      |
| <b>Expenses</b>   |     |                                      |                                    |
| Remuneration of Faysal Asset Management Limited - Management Company  | 7.1 | 102,533,796                          | 85,990,988                         |
| Sindh Sales Tax on remuneration of the Management Company   | 7.2 | 13,329,393                           | 11,178,828                         |
| Selling and marketing expenses  | 7.3 | 13,951,763                           | 9,320,561                          |
| Accounting and operational charges  | 7.4 | 3,190,554                            | 2,385,459                          |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 8.1 | 3,506,672                            | 2,621,068                          |
| Sindh Sales Tax on remuneration of the Trustee  | 8.2 | 455,867                              | 340,450                            |
| Fee to the Securities and Exchange Commission of Pakistan   | 9.1 | 4,781,825                            | 3,574,183                          |
| Auditors' remuneration  |     | 313,525                              | 159,967                            |
| Amortisation of preliminary expenses and floatation costs   | 6.1 | 51,520                               | 25,760                             |
| Bank charges  |     | 84,514                               | 50,424                             |
| Shariah advisory fee  |     | 86,768                               | 43,332                             |
| Printing charges  |     | 1,656                                | 829                                |
| Transaction charges   |     | 252,890                              | 195,260                            |
| Legal and professional charges  |     | 65,745                               | 32,847                             |
| <b>Total expenses</b>   |     | 142,606,488                          | 115,919,956                        |
| <b>Net income for the period before taxation</b>  |     | 1,423,415,935                        | 1,061,384,691                      |
| Taxation  | 13  | -                                    | -                                  |
| <b>Net income for the period after taxation</b>   |     | 1,423,415,935                        | 1,061,384,691                      |
| <b>Earnings per unit</b>  | 14  |                                      |                                    |
| <b>Allocation of net income for the period</b>  |     |                                      |                                    |
| Net income for the period after taxation  |     | 1,423,415,935                        |                                    |
| Income already paid on units redeemed   |     | (568,537,025)                        |                                    |
|   |     | 854,878,910                          |                                    |
| <b>Accounting income available for distribution</b>   |     |                                      |                                    |
| - Relating to capital gains   |     | 163,242,271                          |                                    |
| - Excluding capital gains   |     | 691,636,639                          |                                    |
|   |     | 854,878,910                          |                                    |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Half year ended<br>December 31, 2023             | Quarter ended<br>December 31, 2023 |
|--|------------------------------------|
| Faysal Islamic<br>Sovereign Plan I               | Faysal Islamic<br>Sovereign Plan I |
| ----- (Rupees) -----                             |                                    |
| Net income for the period after taxation         | 1,423,415,935                      |
| Other comprehensive income for the period        | -                                  |
| <b>Total comprehensive income for the period</b> | <b>1,061,384,691</b>               |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2023   |                       |                    |                       |
|---|-----------------------|--------------------|-----------------------|
| Faysal Islamic Sovereign Plan I   |                       |                    |                       |
| Capital value   | Undistributed income  | Total              |                       |
| ------(Rupees)-----   |                       |                    |                       |
| <b>Net assets at the beginning of the period (audited)</b>                        | 5,778,070,826         | 14,151,141         | 5,792,221,967         |
| Issuance of 845,947,821 units   |                       |                    |                       |
| - Capital value (at net asset value per unit at the beginning of the period)      | 84,916,242,272        | -                  | 84,916,242,272        |
| - Element of income   | 1,473,196,379         | -                  | 1,473,196,379         |
| <b>Total proceeds on issuance of units</b>  | 86,389,438,651        | -                  | 86,389,438,651        |
| Redemption of 591,685,575 units   |                       |                    |                       |
| - Capital value (at net asset value per unit at the beginning of the period)      | (59,393,398,019)      | -                  | (59,393,398,019)      |
| - Element of loss   | (549,978,941)         | (568,537,025)      | (1,118,515,966)       |
| <b>Total payments on redemption of units</b>                                      | (59,943,376,960)      | (568,537,025)      | (60,511,913,985)      |
| Total comprehensive income for the period   | -                     | 1,423,415,935      | 1,423,415,935         |
| Interim distribution of Rs 3.83 per unit (date of declaration: September 5, 2023) | (141,941,484)         | (97,070,359)       | (239,011,843)         |
| Interim distribution of Rs 2.46 per unit (date of declaration: October 10, 2023)  | (114,932,195)         | (71,589,716)       | (186,521,911)         |
| Interim distribution of Rs 3.16 per unit (date of declaration: November 29, 2023) | (557,726,086)         | (171,599,814)      | (729,325,900)         |
| Net income for the period less distribution                                       | (814,599,765)         | 1,083,156,046      | 268,556,281           |
| <b>Net assets at the end of the period (un-audited)</b>                           | <u>31,409,532,752</u> | <u>528,770,162</u> | <u>31,938,302,914</u> |
| <b>Undistributed income brought forward</b>                                       |                       |                    |                       |
| - Realised income   |                       | 14,151,141         |                       |
| - Unrealised income   |                       | -                  |                       |
|   |                       | <u>14,151,141</u>  |                       |
| <b>Accounting income available for distribution</b>                               |                       |                    |                       |
| - Relating to capital gains   |                       | 163,242,271        |                       |
| - Excluding capital gains   |                       | 691,636,639        |                       |
|   |                       | 854,878,910        |                       |
| Distribution during the period  |                       | (340,259,889)      |                       |
| Undistributed income carried forward  |                       | <u>528,770,162</u> |                       |
| <b>Undistributed income carried forward</b>                                       |                       |                    |                       |
| - Realised income   |                       | 365,527,891        |                       |
| - Unrealised income   |                       | 163,242,271        |                       |
|   |                       | <u>528,770,162</u> |                       |
| Net asset value per unit at the beginning of the period                           |                       |                    | (Rupees) 100.3800     |
| Net asset value per unit at the end of the period                                 |                       |                    | <u>102.3778</u>       |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Note | Half year ended<br>December 31, 2023<br>Faysal Islamic<br>Sovereign Plan I<br>(Rupees) |
|--|------|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |  |
| Net income for the period before taxation  |      | 1,423,415,935  |
| <b>Adjustments for:</b>  |      |  |
| Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.3  | (163,242,271)  |
| Amortisation of premium on GoP ijara sukuk certificates  |      | 8,653,370  |
| Amortisation of preliminary expenses and floatation costs  | 6    | 51,520   |
|  |      | 1,268,878,554  |
| <b>Increase in assets</b>  |      |  |
| Advance, deposit and other receivables   |      | (1,072,739,668)  |
| Investments - net  |      | (19,225,559,999)   |
|  |      | (20,298,299,667)   |
| <b>Increase in liabilities</b>   |      |  |
| Payable to Faysal Asset Management Limited - Management Company  |      | 87,585,501   |
| Payable to Central Depository Company of Pakistan Limited - Trustee  |      | 1,155,466  |
| Payable to the Securities and Exchange Commission of Pakistan  |      | 1,481,544  |
| Accrued expenses and other liabilities   |      | 24,457,712   |
|  |      | 114,680,223  |
| <b>Net cash used in operating activities</b>   |      | <u>(18,914,740,890)</u>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |      |  |
| Receipts against issuance and conversion of units - net of refund of capital   |      | 85,574,838,886   |
| Payments against redemption and conversion of units  |      | (60,487,470,403)   |
| Dividend paid  |      | (340,259,889)  |
| <b>Net cash generated from financing activities</b>  |      | <u>24,747,108,594</u>  |
| <b>Net increase in cash and cash equivalents during the period</b>   |      | <u>5,832,367,704</u>   |
| Cash and cash equivalents at the beginning of the period   |      | 923,298,056  |
| <b>Cash and cash equivalents at the end of the period</b>  | 15   | <u><u>6,755,665,760</u></u>  |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

#### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Sovereign Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on November 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, ST-02, main Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund is categorised as a 'Shariah Compliant Sovereign Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from February 01, 2023 and are transferable and redeemable by surrendering them to the Fund.

1.4 The Fund may offer multiple allocation plans, however one allocation plan i.e. Faysal Islamic Sovereign Fund (FISF-FISP-I) is being initially offered by the Fund. The objective of the Fund is to provide competitive regular return with capital preservation on investments as per respective allocation plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the fund and the authorised avenues are more fully explained in the funds Offering Document.

1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 [June 30, 2023: 'AM2++' dated December 30, 2022]. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

#### 2 BASIS OF PREPARATION

##### 2.1 Statement of compliance

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

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

- 3.1 The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the period ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any material impact on the Fund's financial statements and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

|          |  | (Un-audited)                    |                                 | (Audited)         |               |
|----------|--|---------------------------------|---------------------------------|-------------------|---------------|
|          |  | December 31, 2023               | June 30, 2023                   | December 31, 2023 | June 30, 2023 |
|          |  | Faysal Islamic Sovereign Plan I | Faysal Islamic Sovereign Plan I |                   |               |
| <b>4</b> | <b>BALANCES WITH BANKS</b>   | ------(Rupees)-----             |                                 |                   |               |
|          | Balances with bank in savings accounts   | 4.1                             | 5,455,665,760                   | 923,298,056       |               |
| 4.1      | These include balances of Rs. 4,457.493 million (June 30, 2023: 923.29 million) maintained with Faysal Bank Limited, (a related party), that carries profit at the rate of 21.50% (June 30, 2023: 20.40%) per annum. Other savings account of the Fund carry profit at the rate of 14.50% (June 30, 2023: 13.00%) per annum. |                                 |                                 |                   |               |

|          |                               | (Un-audited)                    |                                 | (Audited)         |               |
|----------|-------------------------------|---------------------------------|---------------------------------|-------------------|---------------|
|          |                               | December 31, 2023               | June 30, 2023                   | December 31, 2023 | June 30, 2023 |
|          |                               | Faysal Islamic Sovereign Plan I | Faysal Islamic Sovereign Plan I |                   |               |
| <b>5</b> | <b>INVESTMENTS</b>            | ------(Rupees)-----             |                                 |                   |               |
|          | GoP Ijarah sukuk certificates | 5.1                             | 24,026,326,500                  | 4,646,177,600     |               |
|          | Certificates of musharakah    | 5.2                             | 1,300,000,000                   | -                 |               |
|          |                               |                                 | 25,326,326,500                  | 4,646,177,600     |               |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 5.1 GoP Ijarah sukuk certificates

| Name of the security                         | Profit payments / principal redemptions | Issue date       | Maturity date    | Profit rate                       | As at July 01, 2023              | Purchased during the period | Sold / redeemed during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Percentage in relation to |               |
|--|---|------------------|------------------|-----------------------------------|----------------------------------|-----------------------------|-----------------------------------|-------------------------|--|--------------------------------------|--|---------------------------|---------------|
|  |   |                  |                  |                                   | -----Number of certificates----- |                             |                                   | ----- (Rupees) -----    |  |                                      | ----- % -----  |                           |               |
| GoP Ijarah Sukuk Certificates - XVIII - VRR  | Semi-annually / At maturity             | March 8, 2023    | March 8, 2024    | Weighted Average 6 months T-Bills | 2,500                            | -                           | -                                 | 2,500                   | 250,183,516                            | 250,575,000                          | 391,484  | 0.99% 0.78%               |               |
| GoP Ijarah Sukuk Certificates - XIX - VRR    | Semi-annually / At maturity             | April 17, 2023   | April 17, 2024   | Weighted Average 6 months T-Bills | 35,000                           | 10,000                      | -                                 | 45,000                  | 4,507,684,444                          | 4,526,550,000                        | 18,865,556   | 17.87% 14.17%             |               |
| GoP Ijarah Sukuk Certificates - XXII - VRR   | Semi-annually / At maturity             | May 22, 2023     | May 22, 2024     | Weighted Average 6 months T-Bills | 5,000                            | -                           | -                                 | 5,000                   | 500,145,267                            | 503,650,000                          | 3,504,733  | 1.99% 1.58%               |               |
| GoP Ijarah Sukuk Certificates - XXI - VRR    | Semi-annually / At maturity             | July 29, 2020    | July 29, 2025    | Weighted Average 6 months T-Bills | 3,954                            | -                           | -                                 | 3,954                   | 393,602,727                            | 399,354,000                          | 5,751,273  | 1.58% 1.25%               |               |
| GoP Ijarah Sukuk Certificates - XL - VRR     | Semi-annually / At maturity             | August 7, 2023   | August 7, 2024   | Weighted Average 6 months T-Bills | -                                | 5,000                       | -                                 | 5,000                   | 500,752,060                            | 506,850,000                          | 6,097,940  | 2.00% 1.59%               |               |
| GoP Ijarah Sukuk Certificates - XXXII - FRR  | Semi-annually / At maturity             | October 9, 2023  | October 9, 2024  | 22.49%                            | -                                | 12,000                      | -                                 | 12,000                  | 1,214,940,397                          | 1,219,560,000                        | 4,619,603  | 4.82% 3.82%               |               |
| GoP Ijarah Sukuk Certificates - XXXIX - VRR  | Semi-annually / At maturity             | October 9, 2023  | October 9, 2024  | Weighted Average 6 months T-Bills | -                                | 14,500                      | -                                 | 14,500                  | 1,451,417,877                          | 1,464,935,000                        | 13,517,123   | 5.78% 4.59%               |               |
| GoP Ijarah Sukuk Certificates - XL - VRR     | Semi-annually / At maturity             | December 4, 2023 | December 4, 2024 | Weighted Average 6 months T-Bills | -                                | 750                         | -                                 | 750                     | 75,000,000                             | 75,375,000                           | 375,000  | 0.30% 0.24%               |               |
| GoP Ijarah Sukuk Certificates - XXIV - VRR   | Semi-annually / At maturity             | October 29, 2021 | October 29, 2026 | Weighted Average 6 months T-Bills | -                                | 5,000                       | -                                 | 5,000                   | 497,639,524                            | 507,500,000                          | 9,860,476  | 2.00% 1.59%               |               |
| GoP Ijarah Sukuk Certificates - XLI - VRR    | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | Weighted Average 6 months T-Bills | -                                | 77,250                      | -                                 | 77,250                  | 7,883,831,285                          | 7,734,270,000                        | 50,438,715   | 30.54% 24.22%             |               |
| GoP Ijarah Sukuk Certificates - XXXIII - FRR | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | 16.19%                            | -                                | 2,250                       | -                                 | 2,250                   | 225,000,000                            | 225,787,500                          | 787,500  | 0.89% 0.71%               |               |
| GoP Ijarah Sukuk Certificates - XXVI - VRR   | Semi-annually / At maturity             | October 26, 2022 | October 26, 2027 | Weighted Average 6 months T-Bills | -                                | 8,000                       | -                                 | 8,000                   | 818,501,647                            | 814,240,000                          | (4,261,647)  | 3.21% 2.55%               |               |
| GoP Ijarah Sukuk Certificates - XLII - VRR   | Semi-annually / At maturity             | December 4, 2023 | December 4, 2028 | Weighted Average 6 months T-Bills | -                                | 58,000                      | -                                 | 58,000                  | 5,744,385,485                          | 5,797,680,000                        | 53,294,515   | 22.89% 18.15%             |               |
| <b>Total as at December 31, 2023</b>         |   |                  |                  |                                   |                                  |                             |                                   |                         | <b>23,863,084,229</b>                  | <b>24,026,326,500</b>                | <b>163,242,271</b>   | <b>94.86%</b>             | <b>75.24%</b> |
| <b>Total as at June 30, 2023</b>             |   |                  |                  |                                   |                                  |                             |                                   |                         | <b>4,645,655,325</b>                   | <b>4,646,177,600</b>                 | <b>522,275</b>   |                           |               |

#### 5.2 Certificates of musharakah

| Name of the investee company         | Maturity date     | Profit rate | (Face value)         |                             |                           |                         | Percentage in relation to |                                   |
|--------------------------------------|-------------------|-------------|----------------------|-----------------------------|---------------------------|-------------------------|---------------------------|-----------------------------------|
|                                      |                   |             | As at July 1, 2023   | Purchased during the period | Matured during the period | As at December 31, 2023 | Net assets of the Fund    | Total market value of investments |
|                                      |                   |             | ----- (Rupees) ----- |                             |                           |                         | ----- % -----             |                                   |
| <b>Modarabas</b>                     |                   |             |                      |                             |                           |                         |                           |                                   |
| OLP Modaraba (AA, PACRA)             | January 12, 2024  | 22.43%      | -                    | 200,000,000                 | -                         | 200,000,000             | 0.63%                     | 0.79%                             |
| OLP Modaraba (AA, PACRA)             | January 19, 2024  | 22.44%      | -                    | 100,000,000                 | -                         | 100,000,000             | 0.31%                     | 0.39%                             |
| First Habib Modaraba (AA+, PACRA)    | February 8, 2024  | 21.95%      | -                    | 500,000,000                 | -                         | 500,000,000             | 1.57%                     | 1.97%                             |
| First Habib Modaraba (AA+, PACRA)    | February 16, 2024 | 21.70%      | -                    | 500,000,000                 | -                         | 500,000,000             | 1.57%                     | 1.97%                             |
| <b>Total as at December 31, 2023</b> |                   |             |                      |                             |                           | <b>1,300,000,000</b>    | <b>4.08%</b>              | <b>5.12%</b>                      |
| <b>Total as at June 30, 2023</b>     |                   |             |                      |                             |                           | <b>-</b>                |                           |                                   |

## Notes to and forming part of the Financial Statements (Un-audited)

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| 5.3                 | Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss- net ' | Note      | (Un-audited)                    |  | (Audited)                       |  |
|---------------------|--|-----------|---------------------------------|--|---------------------------------|--|
|                     |  |           | December 31, 2023               |  | June 30, 2023                   |  |
|                     |  |           | Faysal Islamic Sovereign Plan I |  | Faysal Islamic Sovereign Plan I |  |
| ------(Rupees)----- |  |           |                                 |  |                                 |  |
|                     | Market value of investments  | 5.1 & 5.2 | 24,026,326,500                  |  | 4,646,177,600                   |  |
|                     | Less: carrying value of investments  | 5.1 & 5.2 | (23,863,084,229)                |  | (4,645,655,325)                 |  |
|                     |  |           | <u>163,242,271</u>              |  | <u>522,275</u>                  |  |

### 6 PRELIMINARY EXPENSES AND FLOATATION COSTS

|  |   |     |                |  |                |  |
|--|---|-----|----------------|--|----------------|--|
|  | Preliminary expenses and floatation costs at the beginning of the period / incurred |     | 468,808        |  | 510,525        |  |
|  | Less: amortisation during the period  |     | (51,520)       |  | (41,717)       |  |
|  | At the end of the period  | 6.1 | <u>417,288</u> |  | <u>468,808</u> |  |

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

| 7                   | PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY   | Note | (Un-audited)                    |  | (Audited)                       |  |
|---------------------|---|------|---------------------------------|--|---------------------------------|--|
|                     |   |      | December 31, 2023               |  | June 30, 2023                   |  |
|                     |   |      | Faysal Islamic Sovereign Plan I |  | Faysal Islamic Sovereign Plan I |  |
| ------(Rupees)----- |   |      |                                 |  |                                 |  |
|                     | Remuneration payable  | 7.1  | 46,139,367                      |  | 4,021,430                       |  |
|                     | Sindh Sales Tax payable on remuneration of the Management Company | 7.2  | 5,998,118                       |  | 522,786                         |  |
|                     | Selling and marketing expenses payable                            | 7.3  | 12,636,341                      |  | 1,743,112                       |  |
|                     | Accounting and operational charges payable                        | 7.4  | 3,755,328                       |  | 621,277                         |  |
|                     | Preliminary expenses and floatation costs payable                 |      | 510,525                         |  | 510,525                         |  |
|                     | Sales load payable  |      | 27,602,079                      |  | 1,637,127                       |  |
|                     | Other payable   |      | 20,000                          |  | 20,000                          |  |
|                     |   |      | <u>96,661,758</u>               |  | <u>9,076,257</u>                |  |

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the Total Expense Ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at rates ranging from 0.90% to 2.00% (June 30, 2023: 0.9%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

7.2 During the period, an amount of Rs 13.329 million was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13%.

7.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rates ranging from 0% to 0.40% (June 30, 2023: 0.05% to 0.20%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational charges to the Fund at the rate of 0.05% (June 30, 2023: 0.05%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023, subject to total expense charged being lower than actual expense incurred.

|          |  | (Un-audited)                       |                                    | (Audited)                          |                                    |                     |
|----------|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|---------------------|
|          |  | December 31, 2023                  |                                    | June 30, 2023                      |                                    |                     |
|          |  | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I |                     |
| <b>8</b> | <b>PAYABLE TO CENTRAL DEPOSITORY COMPANY<br/>OF PAKISTAN LIMITED - TRUSTEE</b> | Note                               |                                    |                                    |                                    | ------(Rupees)----- |
|          | Remuneration payable   | 8.1                                | 1,268,832                          |                                    | 245,754                            |                     |
|          | Sindh Sales Tax payable on remuneration of the Trustee                         | 8.2                                | 164,948                            |                                    | 32,560                             |                     |
|          |  |                                    | <u>1,433,780</u>                   |                                    | <u>278,314</u>                     |                     |

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (June 30, 2023: 0.055%) per annum of the average annual net assets of the Fund.

8.2 During the period, an amount of Rs. 0.456 million was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

|          |  | (Un-audited)                       |                                    | (Audited)                          |                                    |                     |
|----------|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|---------------------|
|          |  | December 31, 2023                  |                                    | June 30, 2023                      |                                    |                     |
|          |  | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I |                     |
| <b>9</b> | <b>PAYABLE TO THE SECURITIES AND EXCHANGE<br/>COMMISSION OF PAKISTAN</b> | Note                               |                                    |                                    |                                    | ------(Rupees)----- |
|          | Fee payable  | 9.1                                | <u>1,730,056</u>                   |                                    | <u>248,512</u>                     |                     |

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to an "Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

|           |   | (Un-audited)                       |                                    | (Audited)                          |                                    |
|-----------|---|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
|           |   | December 31, 2023                  |                                    | June 30, 2023                      |                                    |
|           |   | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I | Faysal Islamic<br>Sovereign Plan I |
| <b>10</b> | <b>ACCRUED EXPENSES AND OTHER LIABILITIES</b> | ------(Rupees)-----                |                                    |                                    |                                    |
|           | Legal and professional charges payable        |                                    | 120,426                            |                                    | 54,681                             |
|           | Auditors' remuneration payable                |                                    | 279,472                            |                                    | 262,947                            |
|           | Printing charges payable                      |                                    | 9,255                              |                                    | 16,950                             |
|           | Shariah advisory fee payable                  |                                    | 95,648                             |                                    | 45,547                             |
|           | Capital gain tax payable                      |                                    | 2,726,190                          |                                    | 1,934,341                          |
|           | Transaction charges payable                   |                                    | 249,500                            |                                    | -                                  |
|           | Withholding tax payable                       |                                    | 23,265,808                         |                                    | 650                                |
|           | Dividend payable                              |                                    | 26,529                             |                                    | -                                  |
|           | Other payable                                 |                                    | 965,012                            |                                    | 965,012                            |
|           |   |                                    | <u>27,737,840</u>                  |                                    | <u>3,280,128</u>                   |

#### 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 12 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on current period results is 2.21% which includes 0.29% representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Income Scheme".

#### 13 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

#### 14 EARNINGS PER UNIT

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

|                                      |             | (Un-audited)                    | (Audited)                       |
|--------------------------------------|-------------|---------------------------------|---------------------------------|
|                                      |             | December 31, 2023               | June 30, 2023                   |
|                                      |             | Faysal Islamic Sovereign Plan I | Faysal Islamic Sovereign Plan I |
| <b>15 CASH AND CASH EQUIVALENTS:</b> | <b>Note</b> | ----- (Rupees) -----            |                                 |
| Balances with banks                  | 4           | 5,455,665,760                   | 923,298,056                     |
| Certificates of musharakah           | 5.2         | 1,300,000,000                   | -                               |
|                                      |             | <u>6,755,665,760</u>            | <u>923,298,056</u>              |

#### 16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 16.1** Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 16.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 16.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 16.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 16.5** Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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

| Transactions during the period   | (Un-audited)                    |
|--|---------------------------------|
|  | December 31, 2023               |
|  | Faysal Islamic Sovereign Plan I |
|  | (Rupees)                        |
| <b>Faysal Asset Management Limited - Management Company</b>  |                                 |
| Remuneration of the Management Company   | 102,533,796                     |
| Sindh Sales Tax on remuneration of the Management Company  | 13,329,393                      |
| Selling and marketing expenses   | 13,951,763                      |
| Accounting and operational charges   | 3,190,554                       |
| Units issued: 7,522,098 units  | 758,351,080                     |
| Units redeemed: 12,293,215 units   | 1,253,052,050                   |
| <b>Faysal Bank Limited - Group Company</b>   |                                 |
| Profit on balances with bank   | 497,485,827                     |
| Bank charges   | 84,514                          |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>  |                                 |
| Remuneration of the Trustee  | 3,506,672                       |
| Sindh Sales Tax on remuneration of the Trustee   | 455,867                         |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VII</b>  |                                 |
| Units issued: 7,630,271 units  | 779,596,222                     |
| Units redeemed: 9,634,620 units  | 980,204,488                     |
| Dividend paid  | 1,102,438                       |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VIII</b> |                                 |
| Units issued: 45,829,245 units   | 4,670,000,000                   |
| Units redeemed: 60,475,134 units   | 6,182,415,523                   |
| <b>CDC Trustee Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan IX</b>             |                                 |
| Units issued: 123,974,302 units  | 12,600,914,143                  |
| Units redeemed: 128,985,175 units  | 13,105,391,230                  |
| Dividend paid  | 14,045,863                      |
| <b>CDC Trustee Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan X</b>              |                                 |
| Units issued: 62,271,284 units   | 6,321,883,946                   |
| Units redeemed: 66,279,982 units   | 6,728,374,856                   |
| Dividend paid  | 12,790,596                      |
| <b>Key Management Personnel of the Management Company</b>  |                                 |
| Units issued: 159,423 units  | 16,151,178                      |
| Units redeemed: 159,423 units  | 16,398,284                      |
| <b>Unit holders with more than 10% unit holding</b>  |                                 |
| Units issued: 36,195,472 units   | 3,773,415,001                   |
| Units redeemed: 4,981,072 units  | 1,104,366,713                   |
| Dividend paid  | 120,619,112                     |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Amounts / balances outstanding as at period / year end   | (Un-audited)                    |  | (Audited)                       |  |
|--|---------------------------------|--|---------------------------------|--|
|  | December 31, 2023               |  | June 30, 2023                   |  |
|  | Faysal Islamic Sovereign Plan I |  | Faysal Islamic Sovereign Plan I |  |
|  | ------(Rupees)-----             |  |                                 |  |
| <b>Faysal Asset Management Limited - Management Company</b>  |                                 |  |                                 |  |
| Remuneration payable   | 46,139,367                      |  | 4,021,430                       |  |
| Sindh Sales Tax payable on remuneration of the Management Company  | 5,998,118                       |  | 522,786                         |  |
| Selling and marketing expenses payable   | 12,636,341                      |  | 1,743,112                       |  |
| Preliminary expenses and floatation cost payable   | 510,525                         |  | 510,525                         |  |
| Accounting and operational charges payable   | 3,755,328                       |  | 621,277                         |  |
| Other payable  | 20,000                          |  | 20,000                          |  |
| Sales load payable   | 27,602,079                      |  | 1,637,127                       |  |
| Units outstanding: 29,755 units (June 30, 2023: 4,800,872 units)   | 3,046,251                       |  | 481,911,531                     |  |
| <b>Faysal Bank Limited - Group Company</b>   |                                 |  |                                 |  |
| Balances with bank   | 4,457,493,002                   |  | 923,298,056                     |  |
| Profit receivable on balance with bank   | 454,199,620                     |  | 10,584,101                      |  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>  |                                 |  |                                 |  |
| Remuneration payable   | 1,268,832                       |  | 245,754                         |  |
| Sindh Sales Tax payable on remuneration of the Trustee   | 164,948                         |  | 32,560                          |  |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VII</b>  |                                 |  |                                 |  |
| Units outstanding: Nil (June 30, 2023: 2,004,349) units  | -                               |  | 201,196,564                     |  |
| <b>CDC Trustee Faysal Islamic Financial Planning Fund - Faysal Sharia Capital Preservation Plan VIII</b> |                                 |  |                                 |  |
| Units outstanding: Nil (June 30, 2023: 14,645,889) units   | -                               |  | 1,470,154,338                   |  |
| <b>CDC Trustee Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan IX</b>             |                                 |  |                                 |  |
| Units outstanding: Nil (June 30, 2023: 5,010,873) units  | -                               |  | 502,991,410                     |  |
| <b>CDC Trustee Faysal Shariah Planning Fund - Faysal Sharia Capital Preservation Plan X</b>              |                                 |  |                                 |  |
| Units outstanding: Nil (June 30, 2023: 4,008,698) units  | -                               |  | 402,393,128                     |  |
| <b>Unit holders with more than 10% unit holding</b>  |                                 |  |                                 |  |
| Units outstanding: 31,214,400 (June 30, 2023: 15,183,969) units  | 3,195,661,600                   |  | 1,524,166,839                   |  |

### 17 FAIR VALUE MEASUREMENT

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

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

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

#### 17.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;



## Notes to and forming part of the Financial Statements (Un-audited)

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair

| (Un-audited)                  |          |                       |                       |
|-------------------------------|----------|-----------------------|-----------------------|
| December 31, 2023             |          |                       |                       |
| Level 1                       | Level 2  | Level 3               | Total                 |
| ----- Rupees -----            |          |                       |                       |
| GoP Ijarah sukuk certificates | -        | 24,026,326,500        | -                     |
| Certificates of musharakah *  | -        | 1,300,000,000         | -                     |
|                               | <u>-</u> | <u>25,326,326,500</u> | <u>-</u>              |
|                               |          |                       | <u>25,326,326,500</u> |
| (Audited)                     |          |                       |                       |
| June 30, 2023                 |          |                       |                       |
| Level 1                       | Level 2  | Level 3               | Total                 |
| ----- Rupees -----            |          |                       |                       |
| GoP Ijarah sukuk certificates | -        | 4,646,177,600         | -                     |
|                               | <u>-</u> | <u>4,646,177,600</u>  | <u>-</u>              |
|                               |          |                       | <u>4,646,177,600</u>  |

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

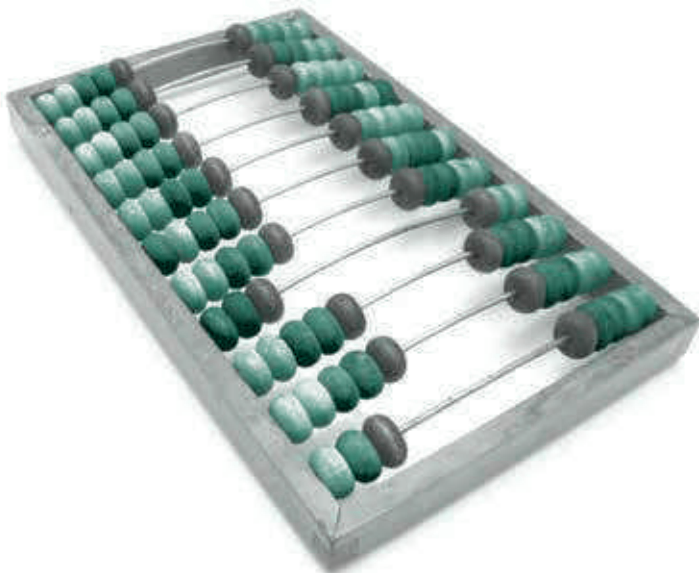
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Savings Growth Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Al-Baraka Bank Pakistan Limited  
MCB Islamic Bank Limited  
Bank Islami Pakistan Limited  
Faysal Bank Limited  
Dubai Islamic Bank  
Zarai Taraqiyati Bank Limited  
Habib bank Limited (Islamic Banking)  
Soneri Bank Limited (Islamic Banking)  
Meezan Bank Limited

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Saving Growth Funds seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

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,  
Tel : (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdcpk.com  
Email: info@cdcpc.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL ISLAMIC SAVINGS GROWTH 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 Faysal Islamic Savings Growth Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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 Akher**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 22, 2024



A.F. FERGUSON &amp; Co.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction:

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Savings Growth 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068PvW9g032e

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

### FAYSAL ISLAMIC SAVINGS GROWTH FUND CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31, 2023

|   |      | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   | Note | ----- (Rupees) -----                 |                               |
| <b>Assets</b>   |      |                                      |                               |
| Balances with banks   | 4    | 1,398,844,663                        | 1,366,844,236                 |
| Investments   | 5    | 948,096,434                          | 1,259,388,212                 |
| Receivable against issuance and conversion of units                 |      | 425,856                              | -                             |
| Advances, deposits, prepayments and other receivables               |      | 121,044,128                          | 52,460,799                    |
| <b>Total assets</b>   |      | <b>2,468,411,081</b>                 | <b>2,678,693,247</b>          |
| <b>Liabilities</b>  |      |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company     | 6    | 9,499,158                            | 3,533,635                     |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 7    | 137,884                              | 139,020                       |
| Payable to the Securities and Exchange Commission of Pakistan       | 8    | 121,874                              | 441,517                       |
| Payable against redemption and conversion of units                  |      | -                                    | 495,107                       |
| Accrued expenses and other liabilities                              | 9    | 10,162,968                           | 8,119,987                     |
| <b>Total liabilities</b>  |      | <b>19,921,884</b>                    | <b>12,729,266</b>             |
| <b>Net assets</b>   |      | <b>2,448,489,197</b>                 | <b>2,665,963,981</b>          |
| <b>Unit holders' fund (as per statement attached)</b>               |      | <b>2,448,489,197</b>                 | <b>2,665,963,981</b>          |
| <b>Contingencies and commitments</b>                                | 10   |                                      |                               |
|   |      | ----- (Number of units) -----        |                               |
| <b>Number of units in issue</b>                                     |      | <b>21,359,192</b>                    | <b>25,405,328</b>             |
|   |      | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                     |      | <b>114.63</b>                        | <b>104.94</b>                 |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Income Statement

For The Half Year And Quarter Ended December 31, 2023

**FAYSAL ISLAMIC SAVINGS GROWTH FUND  
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023**

|   | Note | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                   |
|---|------|---------------------------------|--------------------|-------------------------------|-------------------|
|   |      | 2023                            | 2022               | 2023                          | 2022              |
|   |      | ----- (Rupees) -----            |                    | ----- (Rupees) -----          |                   |
| <b>Income</b>   |      |                                 |                    |                               |                   |
| Profit on corporate sukuk certificates  |      | 86,966,464                      | 63,369,440         | 35,964,081                    | 5,295,008         |
| Profit on GoP Ijarah sukuk certificates   |      | 22,889,533                      | 51,275,827         | 11,499,706                    | 51,275,827        |
| Profit on commercial papers   |      | -                               | 710,528            | -                             | (69,669)          |
| Profit on certificates of musharakah  |      | 5,189,481                       | 24,913,031         | -                             | 12,527,626        |
| Profit on savings accounts with banks   |      | 125,016,364                     | 33,857,308         | 75,913,633                    | 13,955,979        |
| Gain / (loss) on sale of investments - net  |      | 26,287                          | (4,322,299)        | 188,000                       | (1,982,007)       |
| Unrealised diminution on re-measurement of investments classified<br>as financial assets 'at fair value through profit or loss' - net | 5.4  | (6,618,063)                     | (6,898,156)        | (3,689,277)                   | (4,196,076)       |
| <b>Total income</b>   |      | <b>233,470,066</b>              | <b>162,905,679</b> | <b>119,876,143</b>            | <b>76,806,688</b> |
| <b>Expenses</b>   |      |                                 |                    |                               |                   |
| Remuneration of Faysal Asset Management Limited - Management<br>Company   | 6.1  | 14,812,317                      | 11,993,018         | 8,530,918                     | 5,604,363         |
| Sindh Sales Tax on remuneration of the Management Company   | 6.2  | 1,925,601                       | 1,559,092          | 1,109,019                     | 728,567           |
| Selling and marketing expenses  | 6.3  | 4,650,128                       | 1,199,302          | 2,128,617                     | 560,437           |
| Accounting and operational charges  | 6.4  | 808,388                         | -                  | 374,782                       | -                 |
| Remuneration of Central Depository Company of Pakistan Limited -<br>Trustee   | 7.1  | 879,802                         | 900,007            | 451,525                       | 420,858           |
| Sindh Sales Tax on remuneration of the Trustee  | 7.2  | 114,374                         | 117,001            | 58,605                        | 54,392            |
| Auditors' remuneration  |      | 409,627                         | 306,372            | 206,705                       | 153,836           |
| Fee to the Securities and Exchange Commission of Pakistan   | 8.1  | 879,802                         | 239,860            | 451,525                       | 112,087           |
| Fees and subscription   |      | 148,505                         | 194,718            | 74,183                        | 96,967            |
| Legal and professional charges  |      | 131,492                         | 79,120             | 65,696                        | 39,560            |
| Transaction charges   |      | 14,690                          | 78,993             | 9,040                         | 25,000            |
| Printing charges  |      | 6,087                           | 15,812             | 3,603                         | 7,252             |
| Shariah advisory fee  |      | 86,768                          | -                  | 43,332                        | -                 |
| Bank charges  |      | 4,844                           | 1,309              | 4,388                         | 831               |
| <b>Total expenses</b>   |      | <b>24,872,425</b>               | <b>16,684,604</b>  | <b>13,511,938</b>             | <b>7,804,150</b>  |
| <b>Net income for the period before taxation</b>  |      | <b>208,597,641</b>              | <b>146,221,075</b> | <b>106,364,205</b>            | <b>69,002,538</b> |
| Taxation  | 12   | -                               | -                  | -                             | -                 |
| <b>Net income for the period after taxation</b>   |      | <b>208,597,641</b>              | <b>146,221,075</b> | <b>106,364,205</b>            | <b>69,002,538</b> |
| <b>Allocation of net income for the period</b>  |      |                                 |                    |                               |                   |
| Net income for the period after taxation  |      | 208,597,641                     | 146,221,075        |                               |                   |
| Income already paid on units redeemed   |      | (91,962,232)                    | (33,453,280)       |                               |                   |
|   |      | <u>116,635,409</u>              | <u>112,767,795</u> |                               |                   |
| <b>Accounting income available for distribution</b>   |      |                                 |                    |                               |                   |
| - Relating to capital gains   |      | -                               | -                  |                               |                   |
| - Excluding capital gains   |      | 116,635,409                     | 112,767,795        |                               |                   |
|   |      | <u>116,635,409</u>              | <u>112,767,795</u> |                               |                   |

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

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

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

FAYSAL ISLAMIC SAVINGS GROWTH FUND  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

|  | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                   |
|--|---------------------------------|--------------------|-------------------------------|-------------------|
|  | 2023                            | 2022               | 2023                          | 2022              |
|  | ----- (Rupees) -----            |                    | ----- (Rupees) -----          |                   |
| Net income for the period after taxation         | 208,597,641                     | 146,221,075        | 106,364,205                   | 69,002,538        |
| Other comprehensive income for the period        | -                               | -                  | -                             | -                 |
| <b>Total comprehensive income for the period</b> | <u>208,597,641</u>              | <u>146,221,075</u> | <u>106,364,205</u>            | <u>69,002,538</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

### FAYSAL ISLAMIC SAVINGS GROWTH FUND CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE HALF YEAR ENDED DECEMBER 31, 2023

|  | Half year ended December 31, 2023 |                      |                      | Half year ended December 31, 2022 |                      |                      |
|--|-----------------------------------|----------------------|----------------------|-----------------------------------|----------------------|----------------------|
|  | Capital value                     | Undistributed income | Total                | Capital value                     | Undistributed income | Total                |
|  | (Rupees)                          |                      |                      | (Rupees)                          |                      |                      |
| <b>Net assets at the beginning of the period (audited)</b>                   | 2,596,132,614                     | 69,831,367           | 2,665,963,981        | 2,712,548,999                     | 47,080,588           | 2,759,629,587        |
| Issuance of 34,920,070 units (2022: 8,947,304 units)                         |                                   |                      |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | 3,664,512,146                     | -                    | 3,664,512,146        | 928,909,101                       | -                    | 928,909,101          |
| - Element of income  | 222,077,004                       | -                    | 222,077,004          | 49,579,473                        | -                    | 49,579,473           |
| <b>Total proceeds on issuance of units</b>                                   | 3,886,589,150                     | -                    | 3,886,589,150        | 978,488,574                       | -                    | 978,488,574          |
| Redemption of 38,966,206 units (2022: 11,787,158 units)                      |                                   |                      |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | (4,089,113,658)                   |                      | (4,089,113,658)      | (1,223,742,744)                   | -                    | (1,223,742,744)      |
| - Element of loss  | (131,585,685)                     | (91,962,232)         | (223,547,917)        | (5,696,780)                       | (33,453,280)         | (39,150,060)         |
| <b>Total payments on redemption of units</b>                                 | (4,220,699,343)                   | (91,962,232)         | (4,312,661,575)      | (1,229,439,524)                   | (33,453,280)         | (1,262,892,804)      |
| Total comprehensive income for the period                                    | -                                 | 208,597,641          | 208,597,641          | -                                 | 146,221,075          | 146,221,075          |
| <b>Net assets at the end of the period (un-audited)</b>                      | <u>2,262,022,421</u>              | <u>186,466,776</u>   | <u>2,448,489,197</u> | <u>2,461,598,049</u>              | <u>159,848,383</u>   | <u>2,621,446,432</u> |
| <b>Undistributed income brought forward</b>                                  |                                   |                      |                      |                                   |                      |                      |
| - Realised income  |                                   | 77,838,830           |                      |                                   | 54,903,518           |                      |
| - Unrealised loss  |                                   | (8,007,463)          |                      |                                   | (7,822,930)          |                      |
|  |                                   | <u>69,831,367</u>    |                      |                                   | <u>47,080,588</u>    |                      |
| <b>Accounting income available for distribution</b>                          |                                   |                      |                      |                                   |                      |                      |
| - Relating to capital gains  |                                   | -                    |                      |                                   | -                    |                      |
| - Excluding capital gains  |                                   | 116,635,409          |                      |                                   | 112,767,795          |                      |
|  |                                   | <u>116,635,409</u>   |                      |                                   | <u>112,767,795</u>   |                      |
| Distribution during the period   |                                   | -                    |                      |                                   | -                    |                      |
| Undistributed income carried forward   |                                   | <u>186,466,776</u>   |                      |                                   | <u>159,848,383</u>   |                      |
| <b>Undistributed income carried forward</b>                                  |                                   |                      |                      |                                   |                      |                      |
| - Realised income  |                                   | 193,084,839          |                      |                                   | 166,746,539          |                      |
| - Unrealised loss  |                                   | (6,618,063)          |                      |                                   | (6,898,156)          |                      |
|  |                                   | <u>186,466,776</u>   |                      |                                   | <u>159,848,383</u>   |                      |
| Net asset value per unit at the beginning of the period                      |                                   |                      | (Rupees)             |                                   |                      | (Rupees)             |
|  |                                   |                      | 104.94               |                                   |                      | 103.82               |
| Net asset value per unit at the end of the period                            |                                   |                      | <u>114.63</u>        |                                   |                      | <u>110.42</u>        |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

**FAYSAL ISLAMIC SAVINGS GROWTH FUND  
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

|  | Note | Half year ended December 31, |                        |
|--|------|------------------------------|------------------------|
|  |      | 2023                         | 2022                   |
| (Rupees)   |      |                              |                        |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |                              |                        |
| Net income for the period before taxation  |      | 208,597,641                  | 146,221,075            |
| <b>Adjustments for:</b>  |      |                              |                        |
| Unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net | 5.4  | 6,618,063                    | 6,898,156              |
|  |      | <u>215,215,704</u>           | <u>153,119,231</u>     |
| <b>Decrease / (increase) in assets</b>   |      |                              |                        |
| Investments - net  |      | 304,673,715                  | 866,329,958            |
| Advances, deposits, prepayments and other receivables  |      | <u>(68,583,329)</u>          | <u>(48,710,127)</u>    |
|  |      | 236,090,386                  | 817,619,831            |
| <b>Increase / (decrease) in liabilities</b>  |      |                              |                        |
| Payable to Faysal Asset Management Limited - Management Company  |      | 5,965,523                    | (1,050,838)            |
| Payable to Central Depository Company of Pakistan Limited - Trustee  |      | (1,136)                      | (40,020)               |
| Payable to the Securities and Exchange Commission of Pakistan  |      | (319,643)                    | (476,897)              |
| Accrued expenses and other liabilities   |      | <u>2,042,981</u>             | <u>10,235,820</u>      |
|  |      | 7,687,725                    | 8,668,065              |
| <b>Net cash generated from operating activities</b>  |      | <u>458,993,815</u>           | <u>979,407,127</u>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |      |                              |                        |
| Receipts against issuance and conversion of units  |      | 3,886,163,294                | 976,507,185            |
| Payments against redemption and conversion of units  |      | <u>(4,313,156,682)</u>       | <u>(1,262,892,804)</u> |
| <b>Net cash used in financing activities</b>   |      | (426,993,388)                | (286,385,619)          |
| <b>Net increase in cash and cash equivalents during the period</b>   |      | <u>32,000,427</u>            | <u>693,021,508</u>     |
| Cash and cash equivalents at the beginning of the period   |      | 1,366,844,236                | 616,949,777            |
| <b>Cash and cash equivalents at the end of the period</b>  | 4    | <u>1,398,844,663</u>         | <u>1,309,971,285</u>   |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Savings Growth Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on April 22, 2009 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on July 29, 2022, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as a 'Shariah Compliant Islamic Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from June 15, 2010 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 According to the Trust Deed, the objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital by investing in Shariah compliant money market and debt securities having good credit quality rating and liquidity. The investment objectives and policies are explained in the Fund's offering document.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, VIS Credit Rating Company Limited has reaffirmed the stability rating of "A+(f)" [June 30, 2023: A+(f)" dated December 13, 2022] of the Fund dated December 15, 2023.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the affairs of the Fund as at and for the half year ended December 31, 2023.

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

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

|   |   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|---|--------------------------------------|-------------------------------|
|   | Note                                    | ----- (Rupees) -----                 |                               |
| 4 | <b>BALANCES WITH BANKS</b>              |                                      |                               |
|   | Balances with banks in savings accounts | 4.1                                  | 1,398,844,663                 |
|   |   | <u>1,398,844,663</u>                 | <u>1,366,844,236</u>          |

- 4.1 These include a balance of Rs. 645,406 million (June 30, 2023: Rs. 3,473 million) maintained with Faysal Bank Limited (a related party) that carries profit at 21.50% (June 30, 2023: 20.40%) per annum. Other savings accounts of the Fund carry profit rates ranging from 6.50% to 20.75% (June 30, 2023: 9.00% to 19.75%) per annum.

|   |   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|---|--------------------------------------|-------------------------------|
|   | Note  | ----- (Rupees) -----                 |                               |
| 5 | <b>INVESTMENTS</b>                          |                                      |                               |
|   | <b>At fair value through profit or loss</b> |                                      |                               |
|   | Corporate sukuk certificates                | 5.1                                  | 672,151,434                   |
|   | GoP Ijarah sukuk certificates               | 5.2                                  | 275,945,000                   |
|   | Certificates of musharakah                  | 5.3                                  | -                             |
|   |   | <u>948,096,434</u>                   | <u>1,259,388,212</u>          |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Corporate sukuk certificates

| Name of the security   | Profit payments / principal redemptions | Maturity date     | Profit rate   | As at July 1, 2023       | Purchased during the period | Sold / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised (diminution) appreciation as at December 31, 2023 | Percentage in relation to |                        |
|--|---|-------------------|---|--------------------------|-----------------------------|----------------------------------|-------------------------|--|--------------------------------------|--|---------------------------|------------------------|
|  |   |                   |   | (Number of certificates) |                             |                                  |                         |  | (Rupees)                             |  |                           | Net assets of the Fund |
| <b>POWER GENERATION &amp; DISTRIBUTION</b>   |   |                   |   |                          |                             |                                  |                         |  |                                      |  |                           |                        |
| The Hub Power Company Limited (AA+, PACRA, non-traded) (Face value of 50,000 per certificate)            | Semi-annually                           | March 19, 2024    | 12 months KIBOR plus base rate of 1.90%                           | 2,500                    | -                           | -                                | 2,500                   | 62,812,500                             | 62,538,438                           | (214,062)  | 2.56%                     | 6.60%                  |
| The Hub Power Company Limited (AA+, PACRA, non-traded) (Face value of 25,000 per certificate)            | Quarterly / Semi-annually               | August 22, 2023   | 3 months KIBOR plus base rate of 1.90%                            | 500                      | -                           | 500                              | -                       | -                                      | -                                    | -  | -                         | -                      |
| Pakistan Energy Sukuk II   | Semi-annually / At maturity             | May 21, 2030      | 6 months KIBOR minus base rate of 0.10%                           | 20,000                   | -                           | -                                | 20,000                  | 100,020,000                            | 100,030,000                          | 10,000   | 4.09%                     | 10.55%                 |
| Hub Power Holdings Limited (AA+, PACRA, non-traded) (Face value of 100,000 per certificate)              | Semi-annually                           | November 12, 2025 | 6 months KIBOR plus base rate of 2.50% starting from May 12, 2024 | 3,500                    | -                           | -                                | 3,500                   | 359,205,000                            | 356,965,000                          | (2,240,000)  | 14.58%                    | 37.65%                 |
| K-Electric Limited PPSTS-16 (A-1+, VIS) (Face value of 1,000,000 per certificate)                        | At maturity                             | October 11, 2023  | 6 months KIBOR plus base rate of 0.30%                            | 225                      | -                           | 225                              | -                       | -                                      | -                                    | -  | -                         | -                      |
| <b>COMMERCIAL BANKS</b>  |   |                   |   |                          |                             |                                  |                         |  |                                      |  |                           |                        |
| Al Baraka Bank Pakistan Limited (A, PACRA, non-traded) (Face value of 1,000,000 per certificate)         | Semi-annually / At maturity             | December 22, 2031 | 6 months KIBOR plus base rate of 1.50%                            | 50                       | -                           | -                                | 50                      | 49,500,000                             | 50,250,000                           | 750,000  | 2.05%                     | 5.30%                  |
| <b>CHEMICALS</b>   |   |                   |   |                          |                             |                                  |                         |  |                                      |  |                           |                        |
| Ghani Chemical Industries Limited (A, PACRA, non-traded) (Face value of 12,500 per certificate)          | Quarterly                               | February 2, 2024  | 3 months KIBOR plus base rate of 1.00%                            | 564                      | -                           | -                                | 564                     | 2,161,997                              | 2,307,996                            | 145,999  | 0.09%                     | 0.24%                  |
| <b>TECHNOLOGY AND COMMUNICATION</b>  |   |                   |   |                          |                             |                                  |                         |  |                                      |  |                           |                        |
| Pakistan Telecommunication Company Limited PPSTS-1 (A-1+, VIS) (Face value of 1,000,000 per certificate) | At maturity                             | June 20, 2024     | 6 months KIBOR plus base rate of 0.20%                            | -                        | 100                         | -                                | 100                     | 100,000,000                            | 100,000,000                          | -  | -                         | -                      |
| <b>Total as at December 31, 2023</b>   |   |                   |   |                          |                             |                                  |                         | <b>673,699,497</b>                     | <b>672,151,434</b>                   | <b>(1,548,063)</b>   | <b>23.37%</b>             | <b>60.34%</b>          |
| <b>Total as at June 30, 2023</b>   |   |                   |   |                          |                             |                                  |                         | <b>873,938,345</b>                     | <b>878,373,212</b>                   | <b>4,434,867</b>   |                           |                        |

### 5.2 GoP Ijarah sukuk certificates

| Name of the security                                       | Profit payments / principal redemptions | Issue date        | Maturity date     | Profit rate                       | As at July 1, 2023       | Purchased during the period | Sold / matured during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation/ (diminution) as at December 31, 2023 | Percentage in relation to |                        |
|--|---|-------------------|-------------------|-----------------------------------|--------------------------|-----------------------------|----------------------------------|-------------------------|--|--------------------------------------|---|---------------------------|------------------------|
|  |   |                   |                   |                                   | (Number of certificates) |                             |                                  |                         |  |                                      | (Rupees)  |                           | Net assets of the Fund |
| GoP Ijarah Sukuk Certificates - XXII - VRR / At maturity   | Semi-annually                           | December 9, 2020  | December 9, 2025  | Weighted average 6 months T-Bills | 1,000                    | -                           | -                                | 1,000                   | 99,717,537                             | 100,910,000                          | 1,192,463   | 4.12%                     | 10.64%                 |
| GoP Ijarah Sukuk Certificates - XI - FRR / At maturity     | Semi-annually                           | December 15, 2021 | December 15, 2026 | 11.40%                            | 1,500                    | -                           | -                                | 1,500                   | 135,049,293                            | 130,620,000                          | (4,429,293)   | 5.33%                     | 13.78%                 |
| GoP Ijarah Sukuk Certificates - XXII - FRR / At maturity   | Semi-annually                           | April 27, 2022    | April 27, 2027    | 12.49%                            | 500                      | -                           | -                                | 500                     | 46,248,170                             | 44,415,000                           | (1,833,170)   | 1.81%                     | 4.68%                  |
| GoP Ijarah Sukuk Certificates - XXXX - VRR / At maturity   | Semi-annually                           | December 4, 2023  | December 4, 2024  | Weighted average 6 months T-Bills | -                        | 250                         | 250                              | -                       | -                                      | -                                    | -   | -                         | -                      |
| GoP Ijarah Sukuk Certificates - XXXIII - FRR / At maturity | Semi-annually                           | December 4, 2023  | December 4, 2026  | 16.19%                            | -                        | 750                         | 750                              | -                       | -                                      | -                                    | -   | -                         | -                      |
| GoP Ijarah Sukuk Certificates - XXXXI - VRR / At maturity  | Semi-annually                           | December 4, 2023  | December 4, 2026  | Weighted average 6 months T-Bills | -                        | 750                         | 750                              | -                       | -                                      | -                                    | -   | -                         | -                      |
| GoP Ijarah Sukuk Certificates - XXXXII - / At maturity     | Semi-annually                           | December 4, 2023  | December 4, 2028  | Weighted average 6 months T-Bills | -                        | 1,000                       | 1,000                            | -                       | -                                      | -                                    | -   | -                         | -                      |
| <b>Total as at December 31, 2023</b>                       |   |                   |                   |                                   |                          |                             |                                  |                         | <b>281,015,000</b>                     | <b>275,945,000</b>                   | <b>(5,070,000)</b>  | <b>11.26%</b>             | <b>29.10%</b>          |
| <b>Total as at June 30, 2023</b>                           |   |                   |                   |                                   |                          |                             |                                  |                         | <b>293,457,330</b>                     | <b>281,015,000</b>                   | <b>(12,442,330)</b>   |                           |                        |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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5.2.1 The nominal value of these sukuk certificates is Rs. 100,000 each.

### 5.3 Certificates of musharakah

| Name of the investee company | Maturity date | Profit rate | (Face value)       |                             |                                  |                         | Percentage in relation to |                                   |
|------------------------------|---------------|-------------|--------------------|-----------------------------|----------------------------------|-------------------------|---------------------------|-----------------------------------|
|                              |               |             | As at July 1, 2023 | Purchased during the period | Sold / matured during the period | As at December 31, 2023 | Net assets of the Fund    | Total market value of investments |
|                              |               |             | (Rupees)           |                             |                                  |                         | %                         |                                   |

#### Modarabas

|                                      |                    |  |             |   |             |             |   |   |
|--------------------------------------|--------------------|--|-------------|---|-------------|-------------|---|---|
| OLP Modaraba (AA, PACRA)             | September 22, 2023 | 3 months KIBOR plus base rate of 0.05% | 100,000,000 | - | 100,000,000 | -           | - | - |
| <b>Total as at December 31, 2023</b> |                    |  |             |   |             | -           | - | - |
| <b>Total as at June 30, 2023</b>     |                    |  |             |   |             | 100,000,000 |   |   |

| 5.4 Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | Note           | December 31, 2023 | June 30, 2023 |
|--|----------------|-------------------|---------------|
|  |                | (Un-audited)      | (Audited)     |
|  |                | (Rupees)          |               |
| Market value of investments  | 5.1, 5.2 & 5.3 | 948,096,434       | 1,259,388,212 |
| Less: carrying value of investments  | 5.1, 5.2 & 5.3 | 954,714,497       | 1,267,395,675 |
|  |                | (6,618,063)       | (8,007,463)   |

### 6 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

|   |     |           |           |
|---|-----|-----------|-----------|
| Remuneration payable  | 6.1 | 2,977,321 | 1,639,527 |
| Sindh Sales Tax payable on remuneration of the Management Company | 6.2 | 387,052   | 213,139   |
| Selling and marketing expenses payable                            | 6.3 | 4,058,886 | 324,031   |
| Accounting and operational charges payable                        | 6.4 | 808,388   | -         |
| Sales load payable  |     | 1,267,511 | 1,356,938 |
|   |     | 9,499,158 | 3,533,635 |

6.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at rates ranging from 1.10% to 1.83% (June 30, 2023: 1%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

6.2 During the period, an amount of Rs. 1.926 million (December 31, 2022: Rs. 1.559 million) was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

6.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rates ranging from 0% to 0.50% (June 30, 2023: 0.10%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

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

The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational charges to the Fund at rates ranging from 0% to 0.25% (June 30, 2023: Nil) per annum of the average annual net assets of the Fund during the period ended December 31, 2023, subject to total expense charged being lower than actual expense incurred.



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 7 | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE | Note | December 31,<br>2023 | June 30,<br>2023 |
|---|---|------|----------------------|------------------|
|   |   |      | (Un-audited)         | (Audited)        |
|   |   |      | ----- (Rupees) ----- | -----            |
|   | Remuneration payable  | 7.1  | 122,021              | 123,027          |
|   | Sindh Sales Tax payable on remuneration of the Trustee              | 7.2  | 15,863               | 15,993           |
|   |   |      | <u>137,884</u>       | <u>139,020</u>   |

7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (June 30, 2023: 0.075%) per annum of the average annual net assets of the Fund.

7.2 During the period, an amount of Rs. 0.114 million (December 31, 2022: 0.117 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

| 8 | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31,<br>2023 | June 30,<br>2023 |
|---|---|------|----------------------|------------------|
|   |   |      | (Un-audited)         | (Audited)        |
|   |   |      | ----- (Rupees) ----- | -----            |
|   | Fee payable   | 8.1  | <u>121,874</u>       | <u>441,517</u>   |

8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shariah Compliant Islamic Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

| 9 | ACCRUED EXPENSES AND OTHER LIABILITIES  | Note | December 31,<br>2023 | June 30,<br>2023 |
|---|---|------|----------------------|------------------|
|   |   |      | (Un-audited)         | (Audited)        |
|   |   |      | ----- (Rupees) ----- | -----            |
|   | Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company | 9.1  | 5,271,869            | 5,271,869        |
|   | Auditors' remuneration payable  |      | 467,998              | 575,151          |
|   | Zakat payable   |      | 237,033              | 237,033          |
|   | Legal and professional charges payable  |      | 1,176,367            | 1,179,695        |
|   | Printing charges payable  |      | 44,144               | 47,597           |
|   | Withholding tax payable   |      | 3,199                | 506,127          |
|   | Capital gain tax payable  |      | 2,586,307            | -                |
|   | Shariah advisory fee payable  |      | 248,087              | 161,319          |
|   | Others  |      | 127,964              | 141,196          |
|   |   |      | <u>10,162,968</u>    | <u>8,119,987</u> |

9.1 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 and sales load were 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 Honourable 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.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 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. 5.272 million (June 30, 2023: Rs. 5.272 million) is being retained in these condensed interim financial statements as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2023 would have been higher by Re. 0.247 (June 30, 2023: Re. 0.205) per unit.

#### 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

#### 11 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 2.12% (December 31, 2022: 1.39%) which includes 0.25% (December 31, 2022: 0.16%) representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

#### 12 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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 statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

#### 14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

14.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

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

14.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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- 14.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 14.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period / year end are as follows:

### Transactions during the period

|   | Half year ended<br>December 31, |                  |
|---|---------------------------------|------------------|
|   | 2023                            | 2022             |
|   | (Un-audited)                    |                  |
|   | ----- (Rupees) -----            |                  |
| <b>Faysal Asset Management Limited - Management Company</b>             |                                 |                  |
| Remuneration of the Management Company                                  | 14,812,317                      | 11,993,018       |
| Sindh Sales Tax on remuneration of the Management Company               | 1,925,601                       | 1,559,092        |
| Selling and marketing expenses  | 4,650,128                       | 1,199,302        |
| Accounting and operational charges                                      | 808,388                         | -                |
| Units issued: 14,222,669 units (December 31, 2022: 1,931,151 units)     | 156,743,088                     | 211,731,424      |
| Units redeemed: 7,313,808 units (December 31, 2022: 2 units)            | 800,000,000                     | 266              |
| <b>Faysal Bank Limited - Group Company</b>                              |                                 |                  |
| Profit on balance with bank   | 4,676,772                       | 973,910          |
| Bank charges  | 2,019                           | 1,053            |
| Units issued: Nil units (December 31, 2022: 3,897,399 units)            | -                               | 430,000,000      |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                                 |                  |
| Remuneration of the Trustee   | 879,802                         | 900,007          |
| Sindh Sales Tax on remuneration of the Trustee                          | 114,374                         | 117,001          |
| Settlement charges  | 14,690                          | 3,993            |
| <b>Faysal Bank Limited - Staff Provident Fund</b>                       |                                 |                  |
| Units redeemed: 5,511,850 units (December 31, 2022: Nil units)          | 612,972,817                     | -                |
| <b>Directors and Key Management Personnel of the Management Company</b> |                                 |                  |
| Units issued: Nil units (December 31, 2022: 29 units)                   | -                               | 3,057            |
| Units redeemed: Nil units (December 31, 2022: Nil units)                | -                               | -                |
| <b>Unit holders with more than 10% unit holding</b>                     |                                 |                  |
| Units issued: 23,803,014 units (December 31, 2022: Nil units)           | 2,643,945,572                   | -                |
| Units redeemed: 24,681,398 units (December 31, 2022: Nil units)         | 2,105,118,210                   | -                |
| <b>CDC - Trustee Faysal Savings Growth Fund</b>                         |                                 |                  |
| Sale of GoP Ijarah sukuk certificates                                   | -                               | 458,022,000      |
| <b>Amounts / balances outstanding as at period / year end</b>           | <b>December 31,</b>             | <b>June 30,</b>  |
|   | <b>2023</b>                     | <b>2023</b>      |
|   | <b>(Un-audited)</b>             | <b>(Audited)</b> |
|   | ----- (Rupees) -----            |                  |
| <b>Faysal Asset Management Limited - Management Company</b>             |                                 |                  |
| Remuneration payable  | 2,977,321                       | 1,639,527        |
| Sindh Sales Tax payable on remuneration of the Management Company       | 387,052                         | 213,139          |
| Selling and marketing expenses payable                                  | 4,058,886                       | 324,031          |
| Accounting and operational charges payable                              | 808,388                         | -                |
| Sales load payable  | 1,267,511                       | 1,356,938        |
| Units outstanding: 9,295,952 units (June 30, 2023: 2,387,091 units)     | 1,065,632,162                   | 250,501,330      |
| <b>Faysal Bank Limited - Group Company</b>                              |                                 |                  |
| Balance with bank   | 645,405,955                     | 3,473,222        |
| Profit receivable on balance with bank                                  | 678,922                         | -                |
| Units outstanding: 1,950,851 units (June 30, 2023: 1,950,851 units)     | 223,633,854                     | 204,722,304      |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Amounts / balances outstanding as at period / year end                  | December 31,         | June 30,          |
|---|----------------------|-------------------|
|   | 2023<br>(Un-audited) | 2023<br>(Audited) |
|   | ----- (Rupees) ----- |                   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                      |                   |
| Remuneration payable  | 122,021              | 123,027           |
| Sindh Sales Tax payable on remuneration of the Trustee                  | 15,863               | 15,993            |
| Security deposit  | 100,000              | 100,000           |
| <b>Faysal Bank Limited - Staff Provident Fund</b>                       |                      |                   |
| Units outstanding: Nil units (June 30, 2023: 5,511,850 units)           | -                    | 578,413,539       |
| <b>Faysal Bank Limited - Staff Gratuity Fund</b>                        |                      |                   |
| Units outstanding: 2,857,675 units (June 30, 2023 : 2,857,675 units)    | 327,586,716          | 299,884,415       |
| <b>Directors and Key Management Personnel of the Management Company</b> |                      |                   |
| Units outstanding: 36 units (June 30, 2023: 36 unit)                    | 4,127                | 3,778             |

### 15 FAIR VALUE MEASUREMENT

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

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

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

#### 15.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| Financial assets at fair value through profit or loss | (Un-audited)            |               |         |               |
|---|-------------------------|---------------|---------|---------------|
|   | As at December 31, 2023 |               |         |               |
|   | Level 1                 | Level 2       | Level 3 | Total         |
|   | ----- (Rupees) -----    |               |         |               |
| Corporate sukuk certificates                          | -                       | 672,151,434   | -       | 672,151,434   |
| GoP Ijarah sukuk certificates                         | -                       | 275,945,000   | -       | 275,945,000   |
|   | -                       | 948,096,434   | -       | 948,096,434   |
| Financial assets at fair value through profit or loss | (Audited)               |               |         |               |
|   | As at June 30, 2023     |               |         |               |
|   | Level 1                 | Level 2       | Level 3 | Total         |
|   | ----- (Rupees) -----    |               |         |               |
| Corporate sukuk certificates                          | -                       | 878,373,212   | -       | 878,373,212   |
| GoP Ijarah sukuk certificates                         | -                       | 281,015,000   | -       | 281,015,000   |
| Certificates of musharakah *                          | -                       | 100,000,000   | -       | 100,000,000   |
|   | -                       | 1,259,388,212 | -       | 1,259,388,212 |

\* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

**Notes to and forming part of the Financial Statements (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

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**16 GENERAL****16.1** Figures have been rounded off to the nearest Rupee, unless otherwise stated.**17 DATE OF AUTHORISATION FOR ISSUE**These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

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**Chief Financial Officer**

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**Chief Executive Officer**

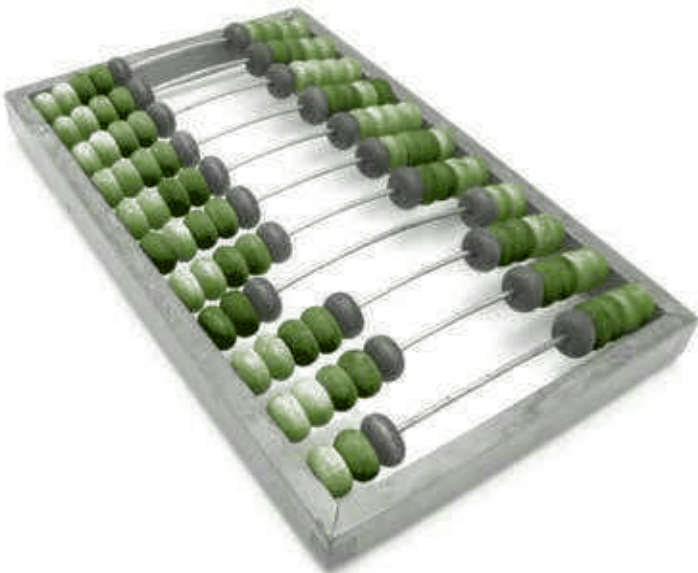
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**Director**

# Faysal Islamic Special Income Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited



## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Special Income Funds seeks to provide maximum possible preservation of capital and a responsible Shariah compliant return to its units holder.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahta-o-Fatal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL ISLAMIC SPECIAL 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 Faysal Islamic Special Income Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provision 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



A.F. FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Special 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068uz4KfsZx3

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427038/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

AS AT DECEMBER 31, 2023

|   | (Un-audited)<br>December 31,<br>2023       | (Audited)<br>June 30,<br>2023              |
|---|--|--|
|   | Faysal Islamic<br>Special Income<br>Plan-I | Faysal Islamic<br>Special Income<br>Plan-I |
| Note  | ----- (Rupees) -----                       |  |
| <b>Assets</b>   |  |  |
| Balances with banks   | 4 37,317,613                               | 38,887,553                                 |
| Investments   | 5 -  | 100,000,000                                |
| Preliminary expenses and floatation costs                           | 6 44,957                                   | 61,702                                     |
| Advances, deposits and other receivables                            | 918,369                                    | 4,752,992                                  |
| <b>Total assets</b>   | 38,280,939                                 | 143,702,247                                |
| <b>Liabilities</b>  |  |  |
| Payable to Faysal Asset Management Limited - Management Company     | 7 95,128                                   | 302,623                                    |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8 1,362                                    | 10,982                                     |
| Payable to the Securities and Exchange Commission of Pakistan       | 9 2,270                                    | 30,338                                     |
| Accrued expenses and other liabilities                              | 10 3,498,755                               | 3,861,326                                  |
| Payable against redemption of units                                 | 805,312                                    | 96,779                                     |
| <b>Total liabilities</b>  | 4,402,827                                  | 4,302,048                                  |
| <b>Net assets</b>   | <u>33,878,112</u>                          | <u>139,400,199</u>                         |
| <b>Unit holders' fund (as per the statement attached)</b>           | <u>33,878,112</u>                          | <u>139,400,199</u>                         |
| <b>Contingencies and commitments</b>                                | 11   |  |
|   | ----- (Number of units) -----              |  |
| <b>Number of units in issue</b>                                     | <u>3,056,139</u>                           | <u>13,826,350</u>                          |
|   | ----- (Rupees) -----                       |  |
| <b>Net asset value per unit</b>                                     | <u>11.0853</u>                             | <u>10.0822</u>                             |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | For the half year<br>ended December<br>31, 2023 | For the half year<br>ended December<br>31, 2022 | For the quarter<br>ended December<br>31, 2023 | For the quarter<br>ended December<br>31, 2022 |
|---|---|---|---|---|
|   | Faysal Islamic<br>Special Income<br>Plan-I      | Faysal Islamic<br>Special Income<br>Plan-I      | Faysal Islamic<br>Special Income<br>Plan-I    | Faysal Islamic<br>Special Income<br>Plan-I    |
| Note  | Rupees  |   | Rupees  |   |
| <b>Income</b>   |   |   |   |   |
| Profit on savings accounts with banks                                       | 8,395,370                                       | 6,886,077                                       | 3,199,625                                     | 3,345,770                                     |
| Profit from Sukuks  | 3,142,302                                       | -   | -   | -   |
| <b>Total income</b>   | <b>11,537,672</b>                               | <b>6,886,077</b>                                | <b>3,199,625</b>                              | <b>3,345,770</b>                              |
| <b>Expenses</b>   |   |   |   |   |
| Remuneration of Faysal Asset Management Limited -<br>Management Company     | 7.1   | 177,677   | 36,329  | 11,221  |
| Sindh sales tax on remuneration of the Management Company                   | 7.2   | 23,098  | 4,723   | 1,459   |
| Selling and marketing expenses  | 7.3   | 172,840   | 36,329  | 6,384   |
| Accounting and operational charges  | 7.4   | 13,546  | -   | 6,383   |
| Remuneration of Central Depository Company of Pakistan<br>Limited - Trustee | 8.1   | 29,827  | 26,480  | 8,810   |
| Sindh sales tax on remuneration of the Trustee                              | 8.2   | 3,878   | 3,466   | 1,146   |
| Annual fee to the Securities and Exchange Commission of<br>Pakistan         | 9.1   | 40,674  | 9,629   | 12,013  |
| Auditors' remuneration  |   | 344,702   | 280,232                                       | 171,362                                       |
| Amortisation of preliminary expenses and floatation costs                   | 6.1   | 16,745  | 16,744  | 8,372   |
| Bank charges  |   | -   | 598   | -   |
| Shariah advisory fee  |   | 86,766  | 54,068  | 43,332  |
| Printing charges  |   | 4,970   | 17,112  | 2,484   |
| Fund rating / ranking fee   |   | 95,311  | -   | 47,656  |
| Transaction charges   |   | 7,458   | -   | 2,260   |
| Legal and professional charges  |   | 79,434  | 39,560  | 46,029  |
| <b>Total expenses</b>   |   | <b>1,096,926</b>                                | <b>525,270</b>                                | <b>368,911</b>                                |
| <b>Net income from operating activities</b>                                 |   | <b>10,440,746</b>                               | <b>6,360,807</b>                              | <b>2,830,714</b>                              |
| Taxation  | 13  | -   | -   | -   |
| <b>Net income for the period after taxation</b>                             |   | <b>10,440,746</b>                               | <b>6,360,807</b>                              | <b>2,830,714</b>                              |
| <b>Earnings per unit</b>  | 14  |   |   |   |
| <b>Allocation of net income for the period</b>                              |   |   |   |   |
| Net income for the period after taxation                                    |   | 10,440,746                                      | 6,360,807                                     |   |
| Income already paid on units redeemed                                       |   | (8,652,166)                                     | (3,503,818)                                   |   |
|   |   | <b>1,788,580</b>                                | <b>2,856,989</b>                              |   |
| <b>Accounting income available for distribution</b>                         |   |   |   |   |
| - Relating to capital gains   |   | -   | -   |   |
| - Excluding capital gains   |   | 1,788,580                                       | 2,856,989                                     |   |
|   |   | <b>1,788,580</b>                                | <b>2,856,989</b>                              |   |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | For the half year ended<br>December 31,<br>2023 | For the half year ended<br>December 31,<br>2022 | For the quarter ended<br>December 31,<br>2023 | For the quarter ended<br>December 31,<br>2022 |
|--|---|---|---|---|
|  | Faysal Islamic<br>Special Income<br>Plan-I      | Faysal Islamic<br>Special Income<br>Plan-I      | Faysal Islamic<br>Special Income<br>Plan-I    | Faysal Islamic<br>Special Income<br>Plan-I    |
|  | ----- Rupees -----                              |   | ----- Rupees -----                            |   |
| <b>Net income for the period after taxation</b>  | 10,440,746                                      | 6,360,807                                       | 2,830,714                                     | 3,044,956                                     |
| Other comprehensive income for the period        | -   | -   | -   | -   |
| <b>Total comprehensive income for the period</b> | <u>10,440,746</u>                               | <u>6,360,807</u>                                | <u>2,830,714</u>                              | <u>3,044,956</u>                              |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023 |                      |                      | Half year ended December 31, 2022 |                      |                      |
|--|-----------------------------------|----------------------|----------------------|-----------------------------------|----------------------|----------------------|
|  | Capital value                     | Undistributed income | Total                | Capital value                     | Undistributed income | Total                |
|  | (Rupees)                          |                      |                      | (Rupees)                          |                      |                      |
| <b>Net assets at the beginning of the period (audited)</b>                   | 137,986,760                       | 1,413,439            | 139,400,199          | 105,303,450                       | 17,771               | 105,321,221          |
| Issuance of 19,437,375 (2022: 19,514,613) units                              |                                   |                      |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | 195,971,502                       | -                    | 195,971,502          | 161,576,778                       | -                    | 161,576,778          |
| - Element of (loss) / income   | 7,491,565                         | -                    | 7,491,565            | 6,600,108                         | -                    | 6,600,108            |
| <b>Total proceeds on issuance of units</b>                                   | <b>203,463,067</b>                | <b>-</b>             | <b>203,463,067</b>   | <b>168,176,886</b>                | <b>-</b>             | <b>168,176,886</b>   |
| Redemption of 30,207,586 (2022: 10,401,435) units                            |                                   |                      |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | (304,558,924)                     | -                    | (304,558,924)        | (1,040,351,529)                   | -                    | (1,040,351,529)      |
| - Element of (loss) / income   | (6,214,810)                       | (8,652,166)          | (14,866,976)         | 871,673,082                       | (3,503,818)          | 868,169,264          |
| <b>Total payments on redemption of units</b>                                 | <b>(310,773,734)</b>              | <b>(8,652,166)</b>   | <b>(319,425,900)</b> | <b>(168,678,447)</b>              | <b>(3,503,818)</b>   | <b>(172,182,265)</b> |
| Total comprehensive income for the period                                    |                                   | 10,440,746           | 10,440,746           | -                                 | 6,360,807            | 6,360,807            |
| Distribution during the period   |                                   | -                    | -                    | -                                 | -                    | -                    |
| Net income for the period less distribution                                  |                                   | 10,440,746           | 10,440,746           | -                                 | 6,360,807            | 6,360,807            |
| <b>Net assets at the end of the period (un-audited)</b>                      | <b>30,676,093</b>                 | <b>3,202,019</b>     | <b>33,878,112</b>    | <b>104,801,889</b>                | <b>2,874,760</b>     | <b>107,676,649</b>   |
| <b>Undistributed income brought forward</b>                                  |                                   |                      |                      |                                   |                      |                      |
| - Realised income  |                                   | 1,413,439            |                      |                                   | 17,771               |                      |
| - Unrealised income  |                                   | -                    |                      |                                   | -                    |                      |
|  |                                   | 1,413,439            |                      |                                   | 17,771               |                      |
| <b>Accounting income available for distribution</b>                          |                                   |                      |                      |                                   |                      |                      |
| - Relating to capital gains  |                                   | -                    |                      |                                   | -                    |                      |
| - Excluding capital gains  |                                   | 1,788,580            |                      |                                   | 2,856,989            |                      |
|  |                                   | 1,788,580            |                      |                                   | 2,856,989            |                      |
| Undistributed income carried forward   |                                   | 3,202,019            |                      |                                   | 2,874,760            |                      |
| <b>Undistributed income carried forward</b>                                  |                                   |                      |                      |                                   |                      |                      |
| - Realised income  |                                   | 3,202,019            |                      |                                   | 2,874,760            |                      |
| - Unrealised income  |                                   | -                    |                      |                                   | -                    |                      |
|  |                                   | 3,202,019            |                      |                                   | 2,874,760            |                      |
|  |                                   | <b>(Rupees)</b>      |                      |                                   | <b>(Rupees)</b>      |                      |
| Net asset value per unit at the beginning of the period                      |                                   | 10.0822              |                      |                                   | 100.02               |                      |
| Net asset value per unit at the end of the period                            |                                   | 11.0853              |                      |                                   | 10.59                |                      |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | For the half year<br>ended December<br>31, 2023 | For the half year<br>ended December<br>31, 2022 |
|---|---|---|
|   | Faysal Islamic<br>Special Income<br>Plan-I      | Faysal Islamic<br>Special Income<br>Plan-I      |
| Note  | (Rupees)  | (Rupees)  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                     |   |   |
| Net income for the period before taxation                                       | 10,440,746                                      | 6,360,807                                       |
| <b>Adjustments for:</b>   |   |   |
| Amortisation of preliminary expenses and floatation costs                       | 6.1 <u>16,745</u>                               | <u>16,744</u>                                   |
|   | 10,457,491                                      | 6,377,551                                       |
| <b>(Increase) / decrease in assets</b>  |   |   |
| Investments   | 100,000,000                                     | -   |
| Advances, deposits and other receivables  | 3,834,623                                       | (916,015)                                       |
|   | 103,834,623                                     | (916,015)                                       |
| <b>Increase / (decrease) in liabilities</b>                                     |   |   |
| Payable to Faysal Asset Management Limited - Management Company                 | (207,495)                                       | (17,957)  |
| Payable to Central Depository Company of Pakistan Limited - Trustee             | (9,620)   | 3,229   |
| Payable to the Securities and Exchange Commission of Pakistan                   | (28,068)  | 9,028   |
| Accrued expenses and other liabilities  | (362,571)                                       | 887,260   |
| Payable against redemption of units   | 708,533   | -   |
|   | 100,779   | 881,560   |
| <b>Net cash generated from operating activities</b>                             | <u>114,392,893</u>                              | <u>6,343,096</u>                                |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                     |   |   |
| Receipt against issuance of units   | 203,463,067                                     | 168,176,886                                     |
| Payment against redemption of units   | (319,425,900)                                   | (172,182,265)                                   |
| <b>Net cash used in financing activities</b>                                    | <u>(115,962,833)</u>                            | <u>(4,005,379)</u>                              |
| <b>Net (decrease) / increase in cash and cash equivalents during the period</b> | <u>(1,569,940)</u>                              | <u>2,337,717</u>                                |
| Cash and cash equivalents at the beginning of the period                        | 38,887,553                                      | 105,018,191                                     |
| <b>Cash and cash equivalents at the end of the period</b>                       | 4 <u><u>37,317,613</u></u>                      | <u><u>107,355,908</u></u>                       |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

#### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Special Income Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on November 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, ST-02, Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund is categorised as a 'Shariah Compliant Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from June 20, 2022 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The Fund may offer multiple allocation plans, however one allocation plan i.e. Faysal Islamic Special Income Plan-I (FISIP-I) is being initially offered by the Fund. The objective of the Fund is to provide competitive regular return with capital preservation on investments as per respective allocation plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the fund and the authorised avenues are more fully explained in the funds offering document.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (2022: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.7 As per the second supplemental to the offering document dated October 7, 2022, the Management Company has subdivided the units of the Plan as a result of which the par value of the units have decreased from Rs. 100 to Rs. 10 during the period and the unit holders have received additional units.

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the first published audited financial statements of the Fund for the year ended June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the period ended December 31, 2023.

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

The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

#### 3.2 Standards, interpretations and amendments to the published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

|                      | Note | December 31, 2023                                    | June 30, 2023                                     |
|----------------------|------|--|---|
|                      |      | Faysal Islamic Special Income Plan-I<br>(Un-audited) | Faysal Islamic Special Income Plan-I<br>(Audited) |
| ----- (Rupees) ----- |      |  |   |

### 4 BALANCES WITH BANKS

|   |     |            |            |
|---|-----|------------|------------|
| Balances with banks in savings accounts | 4.1 | 37,317,613 | 38,887,553 |
|---|-----|------------|------------|

- 4.1 This represents balance maintained with Faysal Bank Limited, a related party that carry profit at the rate of 21.50% (June 30, 2023: 20.40%) per annum.

|                      | Note | December 31, 2023                                    | June 30, 2023                                     |
|----------------------|------|--|---|
|                      |      | Faysal Islamic Special Income Plan-I<br>(Un-audited) | Faysal Islamic Special Income Plan-I<br>(Audited) |
| ----- (Rupees) ----- |      |  |   |

### 5 INVESTMENTS

#### At fair value through profit or loss

|                   |     |   |             |
|-------------------|-----|---|-------------|
| Sukuk certificate | 5.1 | - | 100,000,000 |
|                   |     | - | 100,000,000 |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 5.1                                  | Name of the security   | Profit payments / principal redemptions | Maturity date     | Profit rate | As at July 1, 2023 | Purchased during the year | Sold / matured during the year | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation/ (diminution) as at December 31, 2023 | Percentage in relation to |                                  |  |
|--------------------------------------|------------------------|---|-------------------|-------------|--------------------|---------------------------|--------------------------------|-------------------------|--|--------------------------------------|---|---------------------------|----------------------------------|--|
|                                      |                        |   |                   |             |                    |                           |                                |                         |  |                                      |   | Net assets of the Fund*   | Total market value of investment |  |
|                                      |                        |   |                   |             |                    | Number of certificates    |                                |                         | (Rupees)                               |                                      | %   |                           |                                  |  |
| <b>Fintech</b>                       |                        |   |                   |             |                    |                           |                                |                         |  |                                      |   |                           |                                  |  |
|                                      | Abhi (Private) Limited | At Maturity                             | November 11, 2023 | 25.57%      | 100                | -                         | 100                            | -                       | -                                      | -                                    | -   | -                         | 100                              |  |
| <b>Total as at December 31, 2023</b> |                        |   |                   |             |                    |                           |                                |                         | -                                      |                                      | -   |                           |                                  |  |
| <b>Total as at June 30, 2023</b>     |                        |   |                   |             |                    |                           |                                |                         | 100,000,000                            |                                      | 100,000,000   |                           |                                  |  |

| Note                 | December 31, 2023                                 | June 30, 2023                                  |
|----------------------|---|--|
|                      | Faysal Islamic Special Income Plan-I (Un-audited) | Faysal Islamic Special Income Plan-I (Audited) |
| ----- (Rupees) ----- |   |  |
| 6                    | 61,702  | 94,917   |
|                      | (16,745)  | (33,215)                                       |
|                      | <u>44,957</u>                                     | <u>61,702</u>                                  |

### 6 PRELIMINARY EXPENSES AND FLOATATION COSTS

|  |     |               |               |
|--|-----|---------------|---------------|
| Preliminary expenses and floatation costs incurred |     | 61,702        | 94,917        |
| Less: amortisation during the period               | 6.1 | (16,745)      | (33,215)      |
| At the end of the period                           |     | <u>44,957</u> | <u>61,702</u> |

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of five years in accordance with the Trust Deed of the Fund and the NBFC Regulations.

| Note                 | December 31, 2023                                 | June 30, 2023                                  |
|----------------------|---|--|
|                      | Faysal Islamic Special Income Plan-I (Un-audited) | Faysal Islamic Special Income Plan-I (Audited) |
| ----- (Rupees) ----- |   |  |
| 7                    | 4,611   | 74,861   |
|                      | 598   | 9,732  |
|                      | 56,373  | 198,030  |
|                      | 13,546  | -  |
|                      | <u>20,000</u>                                     | <u>20,000</u>                                  |
|                      | <u>95,128</u>                                     | <u>302,623</u>                                 |

### 7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

|   |     |               |                |
|---|-----|---------------|----------------|
| Management remuneration payable                   | 7.1 | 4,611         | 74,861         |
| Sindh Sales Tax payable on management fee         | 7.2 | 598           | 9,732          |
| Selling and marketing expense payable             | 7.3 | 56,373        | 198,030        |
| Accounting and operational charges                | 7.4 | 13,546        | -              |
| Preliminary expenses and floatation costs payable | 6   | <u>20,000</u> | <u>20,000</u>  |
|   |     | <u>95,128</u> | <u>302,623</u> |

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at rates ranging from 0.05% to 1% for the period ended December 31, 2023 (December 31, 2022: 0.40%) per annum of average annual net assets of the Fund. The remuneration is payable to the Management Company monthly in arrears.

7.2 During the period, an amount of Rs. 23,098 (December 31, 2022: Rs. 4,723) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

7.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at rates ranging from 0.05% to 1.00% of average annual net assets of the Fund for the period ended December 31, 2023 (December 31, 2022: 0.40%).

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

4

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

The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational expenses to the Fund at the rate of 0.05% (December 31, 2022: Nil).

|  | Note | December 31, 2023                                    | June 30, 2023                                     |
|--|------|--|---|
|  |      | Faysal Islamic Special Income Plan-I<br>(Un-audited) | Faysal Islamic Special Income Plan-I<br>(Audited) |
|  |      | ----- (Rupees) -----                                 |   |
| <b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b> |      |  |   |
| Trustee fee payable  | 8.1  | 1,205  | 9,719   |
| Sindh Sales Tax payable on Trustee fee                                       | 8.2  | 157  | 1,263   |
|  |      | <u>1,362</u>   | <u>10,982</u>                                     |

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed, at the percentage of average annual net assets. The rate of 0.055% was applicable during the period ended December 31, 2023 (December 31, 2022: 0.075%).

- 8.2 During the period, an amount of Rs. 3,878 (December 31, 2022: Rs. 3,466) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

|  | Note | December 31, 2023                                    | June 30, 2023                                     |
|--|------|--|---|
|  |      | Faysal Islamic Special Income Plan-I<br>(Un-audited) | Faysal Islamic Special Income Plan-I<br>(Audited) |
|  |      | ----- (Rupees) -----                                 |   |
| <b>9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b> |      |  |   |
| Annual fee payable   | 9.1  | 2,270  | 30,338  |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an "Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

|  | December 31, 2023                                    | June 30, 2023                                     |  |
|--|--|---|--|
|  | Faysal Islamic Special Income Plan-I<br>(Un-audited) | Faysal Islamic Special Income Plan-I<br>(Audited) |  |
|  |  | ----- (Rupees) -----                              |  |
| <b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b> |  |   |  |
| Auditors' remuneration payable                   | 168,010  | 262,928   |  |
| Printing charges payable                         | 13,741   | 18,351  |  |
| Shariah advisory fee payable                     | 206,719  | 120,012   |  |
| Withholding tax payable                          | 13,512   | 13,514  |  |
| Fund rating / ranking fee                        | 95,311   | -   |  |
| Legal and professional charges payable           | 306,644  | 274,287   |  |
| Capital gain tax payable                         | 98,715   | 576,104   |  |
| Other payable                                    | 2,596,103  | 2,596,130   |  |
|  | <u>3,498,755</u>                                     | <u>3,861,326</u>                                  |  |

- 11 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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**12 TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on current period results is 2.03% (December 31, 2022: 1.09%) which includes 0.13% (December 31, 2022: 0.04%) representing government levies on the Fund such as sales taxes and annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

**13 TAXATION**

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2024 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

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.

**14 EARNINGS PER UNIT**

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

**15 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES**

**15.1** Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent units of the Fund at period end.

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

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

**15.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

**15.5** Accounting and operational and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

**Transactions during the period**

|  | For the half year ended December 31, 2023         | For the half year ended December 31, 2022         |
|--|---|---|
|  | Faysal Islamic Special Income Plan-I (Un-audited) | Faysal Islamic Special Income Plan-I (Un-audited) |
|  | (Rupees)  |   |
| <b>Faysal Asset Management Limited - Management Company</b>    |   |   |
| Remuneration of the Management Company                         | 177,677   | 36,329  |
| Sindh sales tax on remuneration of the Management Company      | 23,098  | 4,723   |
| Selling and marketing expenses                                 | 172,840   | 36,329  |
| Accounting and operational charges                             | 13,546  | -   |
| Units issued: 5,938,473 units (December 31, 2022: Nil units)   | 61,898,777  | -   |
| Units redeemed: 5,800,833 units (December 31, 2022: Nil units) | 61,135,233  | -   |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

6

## Transactions during the period

|   | For the half year ended December 31, 2023         | For the half year ended December 31, 2022         |
|---|---|---|
|   | Faysal Islamic Special Income Plan-I (Un-audited) | Faysal Islamic Special Income Plan-I (Un-audited) |
|   | ----- (Rupees) -----                              |   |
| <b>Faysal Bank Limited - Group Company / Associated Company</b>                           |   |   |
| Profit on balances with bank  | 8,395,370   | 6,886,077   |
| Bank charges  | -   | 598   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                           |   |   |
| Remuneration of the Central Depository Company of Pakistan Limited - Trustee              | 29,827  | 26,480  |
| Sindh Sales Tax on remuneration of the Trustee  | 3,878   | 3,466   |
| <b>Faysal Active Principal Preservation Plan (fund managed by the Management Company)</b> |   |   |
| Units issued: 3,638,957 units   |   | -   |
| Units redeemed: 3,739,735 units   |   | -   |
| <b>Unit holders holding more than 10% units</b>   |   |   |
| Units issued: 5,308,296 units   |   | -   |
| Units redeemed: 1,136,125 units   |   | -   |
| <b>Unit holders with more than 10% unit holding</b>                                       |   |   |
| Issuance of 5,938,473 units (December 31, 2022: 19,503,261 units)                         | 61,898,777  | 168,049,262                                       |
| Redemption of 5,800,833 (December 31, 2022: 10,395,715) units                             | 61,135,233  | 172,114,168                                       |

## Balances outstanding as at period / year end

|   | December 31, 2023                                 | June 30, 2023                                  |
|---|---|--|
|   | Faysal Islamic Special Income Plan-I (Un-audited) | Faysal Islamic Special Income Plan-I (Audited) |
|   | ----- (Rupees) -----                              |  |
| <b>Faysal Asset Management Limited - Management Company</b>     |   |  |
| Management fee payable  | 4,611   | 74,861   |
| Sindh Sales Tax on remuneration of the Management Company       | 598   | 9,732  |
| Selling and marketing expenses payable                          | 56,373  | 198,030  |
| Accounting and operational charges                              | 13,546  | -  |
| Preliminary expenses and floatation cost payable                | 20,000  | 20,000   |
| Outstanding 137,640 units (June 30, 2023: Nil units)            | 1,525,781   | -  |
| <b>Faysal Bank Limited (Group / Associated Company)</b>         |   |  |
| Balance with bank   | 37,317,613  | 38,887,553                                     |
| Profit receivable on savings account                            | 579,359   | 965,527  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b> |   |  |
| Remuneration payable to the Trustee                             | 1,205   | 9,719  |
| Sindh sales tax payable on remuneration of the Trustee          | 157   | 1,263  |

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

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

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

## 16.1 Fair value hierarchy

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

9

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| As at December 31, 2023                                      |         |             |       |             |
|--|---------|-------------|-------|-------------|
| (Un-audited)   |         |             |       |             |
| Level 1  | Level 2 | Level 3     | Total |             |
| (Rupees)   |         |             |       |             |
| <b>Financial assets at fair value through profit or loss</b> |         |             |       |             |
| Sukuk certificate  | -       | -           | -     | -           |
|  | -       | -           | -     | -           |
| <b>As at June 30, 2023</b>                                   |         |             |       |             |
| (Audited)  |         |             |       |             |
| Level 1  | Level 2 | Level 3     | Total |             |
| (Rupees)   |         |             |       |             |
| <b>Financial assets at fair value through profit or loss</b> |         |             |       |             |
| Sukuk certificate  | -       | 100,000,000 | -     | 100,000,000 |
|  | -       | 100,000,000 | -     | 100,000,000 |

### 17 UNIT HOLDERS' FUND RISK MANAGEMENT

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

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times except for the period from August 27, 2023 to August 29, 2023 and from October 18, 2023 to December 31, 2023.

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

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 02, 2024.

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

\_\_\_\_\_  
Chief Financial Officer

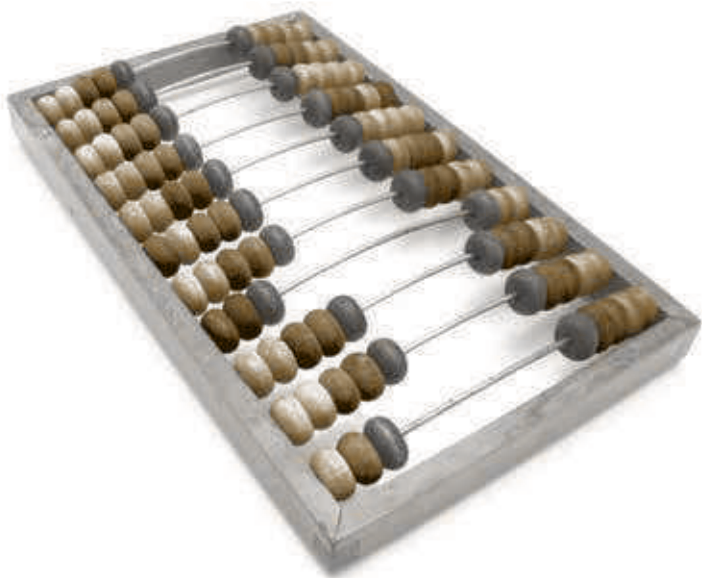
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Asset Allocation Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)





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## **FUND INFORMATION**

### **Management Company**

Faysal Asset Management Limited.

### **Board of Directors**

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### **Chief Financial Officer & Company Secretary**

Mr. Salman Muslim

### **Audit Committee**

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### **HR Committee**

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### **Risk Committee**

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### **Trustee to the Fund**

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

### **Auditors**

A.F Ferguson & Co. Chartered Accountants

### **Legal Advisor**

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### **Registrar**

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

### **Bankers to the Fund**

Al-Baraka Bank Pakistan Limited  
MCB Islamic Bank Limited  
Bank Islami Pakistan Limited  
Faysal Bank Limited  
Dubai Islamic Bank  
Zarai Taraqiyati Bank Limited  
Habib bank Limited (Islamic Banking)  
Soneri Bank Limited (Islamic Banking)  
Meezan Bank Limited

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

The Faysal Islamic Asset Allocation Fund endeavours to provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classes encompassing Shariah compliant equity, fixed income & money market instruments.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahr-e-Faisal  
Karachi-74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL ISLAMIC ASSET ALLOCATION 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 Faysal Islamic Asset Allocation Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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



A.F.FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Asset Allocation 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068vG0FwJlIB

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

|   |      | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   | Note | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>Assets</b>   |      |                                      |                               |
| Balances with banks   | 4    | 550,451,147                          | 282,173,580                   |
| Investments   | 5    | 1,430,393,303                        | 1,657,480,466                 |
| Deposits, profit and other receivable                               |      | <u>60,421,606</u>                    | <u>60,453,525</u>             |
| <b>Total assets</b>   |      | <u>2,041,266,056</u>                 | <u>2,000,107,571</u>          |
| <b>Liabilities</b>  |      |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company     | 6    | 668,717                              | 350,279                       |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 7    | 134,336                              | 149,546                       |
| Payable to the Securities and Exchange Commission of Pakistan       | 8    | 150,126                              | 451,223                       |
| Accrued expenses and other liabilities                              | 9    | <u>2,308,053</u>                     | <u>2,080,669</u>              |
| <b>Total liabilities</b>  |      | 3,261,232                            | 3,031,717                     |
| <b>Net assets</b>   |      | <u>2,038,004,824</u>                 | <u>1,997,075,854</u>          |
| <b>Unit holders' fund (as per statement attached)</b>               |      | <u>2,038,004,824</u>                 | <u>1,997,075,854</u>          |
| <b>Contingencies and commitments</b>                                | 10   |                                      |                               |
|   |      | ----- (Number of units) -----        |                               |
| <b>Number of units in issue</b>                                     |      | <u>20,560,642</u>                    | <u>22,295,732</u>             |
|   |      | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                     |      | <u>99.12</u>                         | <u>89.57</u>                  |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|  | Note  | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                   |
|--|-------|---------------------------------|--------------------|-------------------------------|-------------------|
|  |       | 2023<br>(Rupees)                | 2022<br>(Rupees)   | 2023<br>(Rupees)              | 2022<br>(Rupees)  |
| <b>Income</b>  |       |                                 |                    |                               |                   |
| Profit on balances with banks  |       | 44,689,971                      | 35,582,584         | 25,180,935                    | 14,155,617        |
| Profit on corporate sukuk certificates   |       | 104,534,470                     | 124,962,937        | 42,925,033                    | 63,630,519        |
| Profit on GoP Ijarah sukuk certificates  |       | 52,863,002                      | 14,888,744         | 26,974,821                    | 7,450,709         |
| Profit on commercial papers  |       | -                               | 735,960            | -                             | -                 |
| Realised gain / (loss) on sale of investments - net  |       | 2,285,800                       | (16,526,507)       | 1,619,539                     | (14,209,521)      |
| Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.4   | (1,725,968)                     | (14,269,719)       | (727,910)                     | (1,546,577)       |
| <b>Total income</b>  |       | <b>202,647,275</b>              | <b>145,373,999</b> | <b>95,972,418</b>             | <b>69,480,747</b> |
| <b>Operating expenses</b>  |       |                                 |                    |                               |                   |
| Remuneration of Faysal Asset Management Limited - Management Company   | 6.1   | 1,052,561                       | 1,169,904          | 538,061                       | 549,755           |
| Sindh Sales Tax on remuneration of the Management Company  | 6.2   | 136,833                         | 152,088            | 69,948                        | 71,469            |
| Selling and marketing expenses   | 6.3   | 400,229                         | 584,952            | 142,979                       | 274,878           |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee   | 7.1   | 726,395                         | 879,094            | 340,521                       | 413,982           |
| Sindh Sales Tax on remuneration of the Trustee   | 7.2   | 94,431                          | 114,282            | 43,827                        | 53,310            |
| Auditors' remuneration   |       | 502,594                         | 350,704            | 250,347                       | 175,351           |
| Fee to the Securities and Exchange Commission of Pakistan  | 8.1   | 920,100                         | 233,981            | 431,325                       | 109,952           |
| Legal and professional charges   |       | 131,491                         | 79,120             | 65,695                        | 39,560            |
| Shariah advisory fee   |       | 86,768                          | 55,246             | 43,332                        | 27,232            |
| Fees and subscription  |       | 16,866                          | 100,280            | 8,421                         | 50,140            |
| Transaction charges  |       | 569,458                         | 404,190            | 339,912                       | 209,044           |
| Printing and other expenses  |       | 4,968                           | 17,112             | 2,484                         | 8,556             |
| Bank charges   |       | 35,103                          | 3,728              | 3,599                         | 2,010             |
| Provision against non-performing sukuk certificates  | 5.2.1 | 2,958,310                       | -                  | 422,218                       | -                 |
| <b>Total operating expenses</b>  |       | <b>7,636,107</b>                | <b>4,144,681</b>   | <b>2,702,669</b>              | <b>1,985,239</b>  |
| <b>Net income for the period before taxation</b>   |       | <b>195,011,168</b>              | <b>141,229,318</b> | <b>93,269,749</b>             | <b>67,495,508</b> |
| Taxation   | 12    | -                               | -                  | -                             | -                 |
| <b>Net income for the period after taxation</b>  |       | <b>195,011,168</b>              | <b>141,229,318</b> | <b>93,269,749</b>             | <b>67,495,508</b> |
| <b>Earnings per unit</b>   | 13    |                                 |                    |                               |                   |
| <b>Allocation of net income for the period</b>   |       |                                 |                    |                               |                   |
| Net income for the period after taxation   |       | 195,011,168                     | 141,229,318        |                               |                   |
| Income already paid on units redeemed  |       | (17,800,414)                    | (31,294,411)       |                               |                   |
|  |       | <u>177,210,754</u>              | <u>109,934,907</u> |                               |                   |
| <b>Accounting income available for distribution</b>  |       |                                 |                    |                               |                   |
| - Relating to capital gains  |       | 559,832                         | -                  |                               |                   |
| - Excluding capital gains  |       | 176,650,922                     | 109,934,907        |                               |                   |
|  |       | <u>177,210,754</u>              | <u>109,934,907</u> |                               |                   |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                   |
|--|---------------------------------|--------------------|-------------------------------|-------------------|
|  | 2023                            | 2022               | 2023                          | 2022              |
|  | ----- (Rupees) -----            |                    |                               |                   |
| Net income for the period after taxation         | 195,011,168                     | 141,229,318        | 93,269,749                    | 67,495,508        |
| Other comprehensive income for the period        | -                               | -                  | -                             | -                 |
| <b>Total comprehensive income for the period</b> | <b>195,011,168</b>              | <b>141,229,318</b> | <b>93,269,749</b>             | <b>67,495,508</b> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023 |   |                      | Half year ended December 31, 2022 |                      |                      |
|--|-----------------------------------|---|----------------------|-----------------------------------|----------------------|----------------------|
|  | Capital value                     | (Accumulated loss) / undistributed income | Total                | Capital value                     | Accumulated loss     | Total                |
|  | ------(Rupees)-----               |   |                      | ------(Rupees)-----               |                      |                      |
| <b>Net assets at the beginning of the period (audited)</b>                   | 2,148,288,425                     | (151,212,571)                             | 1,997,075,854        | 2,590,548,260                     | (154,990,056)        | 2,435,558,204        |
| Issuance of 2,742,294 units (2022: 3,045,570 units)                          |                                   |   |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | 245,627,274                       | -   | 245,627,274          | 236,853,952                       | -                    | 236,853,952          |
| - Element of income  | 20,167,122                        | -   | 20,167,122           | 14,239,652                        | -                    | 14,239,652           |
| <b>Total proceeds on issuance of units</b>                                   | 265,794,396                       | -   | 265,794,396          | 251,093,604                       | -                    | 251,093,604          |
| Redemption of 4,477,384 units (2022: 8,739,065) units                        |                                   |   |                      |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | (401,039,285)                     | (401,039,285)                             | (802,078,570)        | (679,637,060)                     | (679,637,060)        | (1,359,274,120)      |
| - Element of loss  | (1,036,895)                       | (17,800,414)                              | (18,837,309)         | (7,561)                           | (31,294,411)         | (31,301,972)         |
| <b>Total payments on redemption of units</b>                                 | (402,076,180)                     | (17,800,414)                              | (419,876,594)        | (679,644,621)                     | (31,294,411)         | (710,939,032)        |
| Total comprehensive income for the period                                    | -                                 | 195,011,168                               | 195,011,168          | -                                 | 141,229,318          | 141,229,318          |
| <b>Net assets at the end of the period (un-audited)</b>                      | <u>2,012,006,641</u>              | <u>25,998,183</u>                         | <u>2,038,004,824</u> | <u>2,161,997,243</u>              | <u>(45,055,149)</u>  | <u>2,116,942,094</u> |
| <b>Accumulated loss brought forward</b>                                      |                                   |   |                      |                                   |                      |                      |
| - Realised loss  |                                   | (134,301,199)                             | (134,301,199)        |                                   | (169,233,802)        | (169,233,802)        |
| - Unrealised (loss) / income   |                                   | (16,911,372)                              | (16,911,372)         |                                   | 14,243,746           | 14,243,746           |
|  |                                   | <u>(151,212,571)</u>                      | <u>(151,212,571)</u> |                                   | <u>(154,990,056)</u> | <u>(154,990,056)</u> |
| <b>Accounting income available for distribution</b>                          |                                   |   |                      |                                   |                      |                      |
| - Relating to capital gains  | 559,832                           |   | 559,832              | -                                 |                      | -                    |
| - Excluding capital gains  | 176,650,922                       |   | 177,210,754          | 109,934,907                       |                      | 109,934,907          |
|  |                                   |   | <u>177,210,754</u>   |                                   |                      | <u>109,934,907</u>   |
| (Accumulated loss) / undistributed income carried forward                    |                                   | <u>25,998,183</u>                         | <u>25,998,183</u>    |                                   | <u>(45,055,149)</u>  | <u>(45,055,149)</u>  |
| <b>Accumulated Income carried forward</b>                                    |                                   |   |                      |                                   |                      |                      |
| - Realised income / (loss)   |                                   | 27,724,151                                | 27,724,151           |                                   | (30,785,430)         | (30,785,430)         |
| - Unrealised loss  |                                   | (1,725,968)                               | (1,725,968)          |                                   | (14,269,719)         | (14,269,719)         |
|  |                                   | <u>25,998,183</u>                         | <u>25,998,183</u>    |                                   | <u>(45,055,149)</u>  | <u>(45,055,149)</u>  |
| Net asset value per unit at the beginning of the period                      |                                   |   | (Rupees) 89.57       |                                   |                      | (Rupees) 77.77       |
| Net asset value per unit at the end of the period                            |                                   |   | <u>99.12</u>         |                                   |                      | <u>82.62</u>         |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, |                      |
|--|------------------------------|----------------------|
|  | 2023                         | 2022                 |
| Note   | ----- (Rupees) -----         |                      |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |                              |                      |
| Net income for the period before taxation  | 195,011,168                  | 141,229,318          |
| <b>Adjustments for:</b>  |                              |                      |
| Unrealised diminution on re-measurement of investments<br>as 'financial assets at fair value through profit or loss' - net | 5.4 <u>1,725,968</u>         | <u>14,269,719</u>    |
|  | 196,737,136                  | 155,499,037          |
| <b>Decrease / (increase) in assets</b>   |                              |                      |
| Investments - net  | <u>225,361,195</u>           | <u>320,584,981</u>   |
| Deposits, profit and other receivable  | <u>31,919</u>                | <u>(2,792,215)</u>   |
|  | 225,393,114                  | 317,792,766          |
| <b>Increase / (decrease) in liabilities</b>  |                              |                      |
| Payable to Faysal Asset Management Limited - Management Company  | <u>318,438</u>               | <u>(59,324)</u>      |
| Payable to Central Depository Company of Pakistan Limited - Trustee  | <u>(15,210)</u>              | <u>(20,330)</u>      |
| Payable to the Securities and Exchange Commission of Pakistan  | <u>(301,097)</u>             | <u>(303,033)</u>     |
| Accrued expenses and other liabilities   | <u>227,384</u>               | <u>162,978</u>       |
|  | 229,515                      | (219,709)            |
| <b>Net cash generated from operating activities</b>  | <u>422,359,765</u>           | <u>473,072,094</u>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |                              |                      |
| Receipts against issuance and conversion of units  | <u>265,794,396</u>           | <u>251,093,604</u>   |
| Payments against redemption and conversion of units  | <u>(419,876,594)</u>         | <u>(710,939,032)</u> |
| <b>Net cash used in financing activities</b>   | <u>(154,082,198)</u>         | <u>(459,845,428)</u> |
| <b>Net increase in cash and cash equivalents during the period</b>   | <u>268,277,567</u>           | <u>13,226,666</u>    |
| Cash and cash equivalents at the beginning of the period   | 282,173,580                  | 459,985,462          |
| <b>Cash and cash equivalents at the end of the period</b>  | 4 <u>550,451,147</u>         | <u>473,212,128</u>   |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Asset Allocation Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed under the Trust Act, 1882 on May 18, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP).

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on November 16, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an 'Shariah Compliant (Islamic) Asset Allocation Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from September 9, 2015 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The principal activity of the Fund is to provide capital growth by investing primarily in a diversified pool of equities and equity related investments and to earn competitive riba free return by investing in various Shariah Compliant asset classes / instruments based on the market outlook.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. Pakistan Credit Rating Agency Limited (PACRA) has assigned a "5-Star" ranking to the Fund dated August 15, 2023 (June 30, 2023: "5-Star" dated February 10, 2023).
- 1.6 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

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

- 3.1 The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

|          |   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited)         |
|----------|---|--------------------------------------|---------------------------------------|
|          |   | ----- (Rupees) -----                 |                                       |
| <b>4</b> | <b>BALANCES WITH BANKS</b>              | <b>Note</b>                          |                                       |
|          | Balances with banks in savings accounts | 4.1                                  | <u>550,451,147</u> <u>282,173,580</u> |

- 4.1 These include a balance of Rs. 12.613 million (June 30, 2023: Nil) maintained with Faysal Bank Limited (a related party) that carries profit at 21.50% (June 30, 2023: 20.40%) per annum. Other savings accounts of the Fund carry profit rates ranging from 6.50% to 21.10% (June 30, 2023: 15.50% to 19.75%) per annum.

|   |                               | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited)  |
|---|-------------------------------|--------------------------------------|--------------------------------|
|   |                               | ----- (Rupees) -----                 |                                |
| <b>5</b>                                    | <b>INVESTMENTS</b>            | <b>Note</b>                          |                                |
| <b>At fair value through profit or loss</b> |                               |                                      |                                |
|   | Listed equity securities      | 5.1                                  | 8,030      6,105               |
|   | Corporate sukuk certificates  | 5.2                                  | 831,481,905      1,145,968,861 |
|   | GoP Ijarah sukuk certificates | 5.3                                  | 598,903,368      511,505,500   |
|   |                               | <u>1,430,393,303</u>                 | <u>1,657,480,466</u>           |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 5.1 Listed equity securities

| Name of the investee company           | As at July 1, 2023 | Purchased during the period | Bonus / right shares received during the period | Disposed of during the period | As at December 31, 2023 | As at December 31, 2023 |              |                         | Market value as a percentage of |                               | Holding as a percentage of investee company paid-up capital of the Fund |                  |
|--|--------------------|-----------------------------|---|-------------------------------|-------------------------|-------------------------|--------------|-------------------------|---------------------------------|-------------------------------|---|------------------|
|  |                    |                             |   |                               |                         | Carrying value          | Market Value | Unrealised appreciation | Net assets of the Fund          | Total investments of the Fund |   |                  |
|  |                    |                             |   |                               |                         |                         |              |                         |                                 |                               |   | Number of shares |
| <b>Oil and Gas Marketing Companies</b> |                    |                             |   |                               |                         |                         |              |                         |                                 |                               |   |                  |
| Hascol Petroleum Limited               | 1,100              | -                           | -   | -                             | 1,100                   | 6,105                   | 8,030        | 1,925                   | 0.06%                           | 0.04%                         | -   |                  |
| <b>Total as at December 31, 2023</b>   |                    |                             |   |                               |                         | <u>6,105</u>            | <u>8,030</u> | <u>1,925</u>            | <u>0.06%</u>                    | <u>0.04%</u>                  | <u>-</u>  |                  |
| <b>Total as at June 30, 2023</b>       |                    |                             |   |                               |                         | <u>4,641</u>            | <u>6,105</u> | <u>1,464</u>            |                                 |                               |   |                  |

5.1.1 This investment represents 1,100 bonus shares as at December 31, 2023, which is equivalent to 5% (representing tax impact of a bonus announcement) that has been withheld by the investee company during previous years. These shares have a face value of Rs. 10 each.

#### 5.2 Corporate sukuk certificates

| Name of the security  | Profit payments / principal redemptions | Maturity date      | Face value per certificate (Rupees) | Profit rate                             | As at July 1, 2023 | Purchased during the period | Sold / redeemed during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Percentage in relation to |                                   |
|---|---|--------------------|-------------------------------------|---|--------------------|-----------------------------|-----------------------------------|-------------------------|--|--------------------------------------|--|---------------------------|-----------------------------------|
|   |   |                    |                                     |   |                    |                             |                                   |                         |  |                                      |  | Net assets of the Fund    | Total market value of investments |
|   |   |                    |                                     |   |                    |                             |                                   |                         |  |                                      |  |                           |                                   |
| <b>Commercial Banks</b>   |   |                    |                                     |   |                    |                             |                                   |                         |  |                                      |  |                           |                                   |
| Dubai Islamic Bank Pakistan Limited - Tier I (A+, VIS) (note 5.2.3)     | Monthly / At maturity                   | Perpetual          | 5,000                               | 3 months KIBOR plus base rate of 1.75%  | 29,000             | -                           | 16,600                            | 12,400                  | 62,000,000                             | 62,000,000                           | -  | 3.04%                     | 4.33%                             |
| Dubai Islamic Bank Pakistan Limited (AA-, VIS, traded)                  | Semi-annually / At maturity             | December 2, 2032   | 1,000,000                           | 6 months KIBOR plus base rate of 0.70%  | 58                 | -                           | 25                                | 33                      | 33,045,210                             | 33,198,000                           | 152,790  | 1.63%                     | 2.32%                             |
| Meezan Bank Limited - Tier I (AA+, VIS) (note 5.2.3)                    | Monthly / At maturity                   | Perpetual          | 1,000,000                           | 3 months KIBOR plus base rate of 1.75%  | 261                | 49                          | 60                                | 250                     | 250,019,758                            | 250,000,000                          | (19,758)   | 12.27%                    | 17.48%                            |
| Al Baraka Bank (Pakistan) Limited (A, VIS, traded)                      | Semi-annually / At maturity             | August 22, 2024    | 1,000,000                           | 6 months KIBOR plus base rate of 0.75%  | 75                 | -                           | 50                                | 25                      | 25,025,000                             | 25,000,000                           | (25,000)   | 1.23%                     | 1.75%                             |
| Al Baraka Bank (Pakistan) Limited (A, VIS, non-traded)                  | Semi-annually / At maturity             | December 2, 2031   | 1,000,000                           | 6 months KIBOR plus base rate of 1.50%  | 50                 | -                           | 50                                | -                       | -                                      | -                                    | -  | -                         | -                                 |
| BankIslami Pakistan Limited Additional Tier - I (A, PACRA) (note 5.2.3) | Monthly / At maturity                   | Perpetual          | 5,000                               | 1 months KIBOR plus base rate of 2.50%  | 10,000             | -                           | -                                 | 10,000                  | 50,000,000                             | 50,000,000                           | -  | 2.45%                     | 3.50%                             |
| BankIslami Pakistan Limited Additional Tier - I (A, PACRA) (note 5.2.3) | Monthly / At maturity                   | Perpetual          | 5,000                               | 3 months KIBOR plus base rate of 2.75%  | -                  | 5,000                       | -                                 | 5,000                   | 25,000,000                             | 25,000,000                           | -  | 1.23%                     | 1.75%                             |
| <b>Power Generation and Distribution</b>                                |   |                    |                                     |   |                    |                             |                                   |                         |  |                                      |  |                           |                                   |
| K-Electric Limited Sukuk V (AA+, VIS, non-traded)                       | Quarterly                               | August 3, 2027     | 3,750                               | 3 months KIBOR plus base rate of 1.70%  | 21,700             | 9,412                       | 29,412                            | 1,700                   | 6,494,053                              | 6,436,946                            | (57,107)   | 0.32%                     | 0.45%                             |
| K-Electric Limited PPSTS-15 (AA+, VIS)                                  | At maturity                             | September 21, 2023 | 1,000,000                           | 6 months KIBOR plus base rate of 0.50%  | 60                 | -                           | 60                                | -                       | -                                      | -                                    | -  | -                         | -                                 |
| Pakistan Energy Sukuk II  | Semi-annually / At maturity             | May 21, 2023       | 5,000                               | 6 months KIBOR minus base rate of 0.1%  | -                  | 20,000                      | -                                 | 20,000                  | 100,050,000                            | 100,030,000                          | (20,000)   | 4.91%                     | 6.99%                             |
| K-Electric Limited (AA+, VIS, traded)                                   | Quarterly                               | November 23, 2029  | 100,000                             | 3 months KIBOR plus base rate of 1.70%  | 1,000              | 800                         | 950                               | 850                     | 85,862,140                             | 86,020,000                           | 157,860  | 4.22%                     | 6.01%                             |
| The Hub Power Company Limited (AA+, PACRA, non-traded)                  | Semi-annually                           | March 19, 2024     | 25,000                              | 12 months KIBOR plus base rate of 1.90% | 2,400              | 3,535                       | 5,935                             | -                       | -                                      | -                                    | -  | -                         | -                                 |

## Notes to and forming part of the Financial Statements (Un-audited)

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| Name of the security   | Profit payments / principal redemptions | Maturity date     | Face value per certificate (Rupees) | Profit rate                            | As at July 1, 2023 | Purchased during the period | Sold / redeemed during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation/ (diminution) as at December 31, 2023 | Percentage in relation to |                                   |   |
|--|---|-------------------|-------------------------------------|--|--------------------|-----------------------------|-----------------------------------|-------------------------|--|--------------------------------------|---|---------------------------|-----------------------------------|---|
|  |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   | Net assets of the Fund    | Total market value of investments |   |
|  |   |                   |                                     |  |                    |                             |                                   |                         | (Rupees)                               |                                      | %   |                           |                                   |   |
| <b>Pharmaceuticals</b>   |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   |                           |                                   |   |
| Aspin Pharma (Private) Limited (A, VIS)                          | Quarterly                               | November 30, 2023 | 5,000                               | 3 months KIBOR plus base rate of 1.50% | 1,032              | -                           | 1,032                             | -                       | -                                      | -                                    | -   | -                         | -                                 | - |
| <b>Chemicals</b>   |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   |                           |                                   |   |
| Ghani Chemical Industries Limited (A+, PACRA)                    | Quarterly                               | December 18, 2029 | 100,000                             | 3 months KIBOR plus base rate of 1.25% | -                  | 1,200                       | -                                 | 1,200                   | 120,000,000                            | 120,000,000                          | -   | 5.89%                     | 8.39%                             |   |
| <b>Technology and Communication</b>                              |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   |                           |                                   |   |
| TPL Tracker Limited (A+, PACRA, non-traded)                      | Quarterly                               | March 30, 2026    | 611,111                             | 3 months KIBOR plus base rate of 3.00% | 4                  | -                           | 4                                 | -                       | -                                      | -                                    | -   | -                         | -                                 |   |
| <b>Engineering</b>   |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   |                           |                                   |   |
| Crescent Steel and Allied Products Limited (A-, VIS, non-traded) | Semi-annually                           | October 11, 2025  | 66,667                              | 6 months KIBOR plus base rate of 2.00% | 1,200              | -                           | 300                               | 900                     | 59,077,369                             | 59,999,823                           | 922,454   | 2.94%                     | 4.19%                             |   |
| <b>Miscellaneous</b>   |   |                   |                                     |  |                    |                             |                                   |                         |  |                                      |   |                           |                                   |   |
| Shakarganj Food Products Limited (non-traded) (note 5.2.1)       | Quarterly                               | July 10, 2026     | 450,000                             | 3 months KIBOR plus base rate of 1.75% | 50                 | -                           | -                                 | 50                      | 13,797,136                             | 13,797,136                           | -   | 0.68%                     | 0.96%                             |   |
| <b>Total as at December 31, 2023</b>                             |   |                   |                                     |  |                    |                             |                                   |                         | <b>830,370,666</b>                     | <b>831,481,905</b>                   | <b>1,111,239</b>  | <b>40.81%</b>             | <b>58.12%</b>                     |   |
| <b>Total as at June 30, 2023</b>                                 |   |                   |                                     |  |                    |                             |                                   |                         | <b>1,151,245,176</b>                   | <b>1,145,968,861</b>                 | <b>(5,276,315)</b>  |                           |                                   |   |

- 5.2.1 The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the Circular. Faysal Asset Management Limited (the Management Company) classified Faysal Islamic Asset Allocation Fund (the Fund) as an 'Asset Allocation 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 that the rating of any security in the portfolio shall not be lower than the investment grade.

Following investments of the Funds are in sukuk certificates which are non-compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

| Name of the investee company                    | Type of investment            | Value of investment before provision | Provision held   | Value of investment after provision | Percentage of |              |   |  |
|---|-------------------------------|--------------------------------------|------------------|-------------------------------------|---------------|--------------|---|--|
|   |                               |                                      |                  |                                     | Net assets    | Total assets |   |  |
|   |                               |                                      |                  |                                     | (Rupees)      |              | % |  |
| Shakarganj Food Products Limited (note 5.2.1.1) | Non-traded sukuk certificates | 22,564,950                           | 8,767,814        | 13,797,136                          | 0.68%         | 0.68%        |   |  |
| <b>Total as at December 31, 2023</b>            |                               | <b>22,564,950</b>                    | <b>8,767,814</b> | <b>13,797,136</b>                   | <b>0.68%</b>  | <b>0.68%</b> |   |  |
| <b>Total as at June 30, 2023</b>                |                               | <b>25,071,975</b>                    | <b>5,809,504</b> | <b>19,262,471</b>                   |               |              |   |  |

- 5.2.1.1 On April 26, 2023, sukuk certificates of Shakarganj Food Products Limited (SFPL) has been classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No. 33 of 2012, the sukuk certificates have been classified as non-performing asset and no further profit has been accrued thereafter in accordance with the SECP Circular.

During the current period, SFPL repaid one principal installment amounting to Rs. 2.5 million which was due to be repaid on April 10, 2023. On September 8, 2023, the restructuring of the aforementioned sukuk was approved by all the sukuk investors whereby the four principal installments due on July 10, 2023, October 10, 2023, January 10, 2024 and April 10, 2024 has been deferred for one year from their respective due dates and the tenure of the sukuk has been extended by twelve months. However, SFPL will continue to service profit payments on quarterly basis on the outstanding amount of principal as per the earlier agreed terms. Therefore, the Fund has not recorded further provision after the finalisation of the restructuring agreement. However, an amount of Rs. 8.768 million (June 30, 2023: Rs. 5.810 million) has been held as provision.

## Notes to and forming part of the Financial Statements (Un-audited)

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|                                    | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|------------------------------------|--------------------------------------|-------------------------------|
|                                    | ----- (Rupees) -----                 |                               |
| <b>5.2.2 Movement of provision</b> |                                      |                               |
| Balance as at July 1, 2023         | 5,809,504                            | -                             |
| Charge for the year                | 2,958,310                            | 5,809,504                     |
| Balance as at December 31, 2023    | <u>8,767,814</u>                     | <u>5,809,504</u>              |

**5.2.3** Sukuk certificates of Dubai Islamic Bank Pakistan Limited, Meezan Bank Limited and BankIslami Pakistan Limited are carried at their cost as they are not valued by MUFAP / at PKISRV.

### 5.3 GoP Ijarah sukuk certificates

| Name of the security                         | Profit payments/<br>principal<br>redemptions | Issue date        | Maturity date     | Profit rate                       | As at July 1,<br>2023              | Purchased<br>during<br>the period | Sold /<br>redeemed<br>during<br>the period | As at<br>December<br>31, 2023 | Carrying value as<br>at December 31,<br>2023 | Market value as<br>at December 31,<br>2023 | Unrealised<br>appreciation/<br>(diminution) as at<br>December 31,<br>2023 | Percentage in relation to |   |
|--|--|-------------------|-------------------|-----------------------------------|------------------------------------|-----------------------------------|--|-------------------------------|--|--|---|---------------------------|---|
|  |  |                   |                   |                                   |                                    |                                   |  |                               |  |  |   | Net assets<br>of the Fund | Total market<br>value of<br>investments |
|  |  |                   |                   |                                   | ----- Number of certificates ----- |                                   |  | ----- (Rupees) -----          |  |  | ----- % -----   |                           |   |
| GoP Ijarah Sukuk Certificates - XVIII - VRR  | Semi-annually / At maturity                  | April 30, 2020    | April 30, 2025    | Weighted average 6 months T-Bills | 75                                 | -                                 | -  | 75                            | 7,231,500                                    | 7,461,750                                  | 230,250   | 0.37%                     | 0.52%                                   |
| GoP Ijarah Sukuk Certificates - XXV - VRR    | Semi-annually / At maturity                  | April 27, 2022    | April 27, 2027    | Weighted average 6 months T-Bills | 500                                | -                                 | 500  | -                             | -  | -  | -   | -                         | -                                       |
| GoP Ijarah Sukuk Certificates - XXVI - VRR   | Semi-annually / At maturity                  | October 26, 2022  | October 26, 2027  | Weighted average 6 months T-Bills | 2,300                              | -                                 | -  | 2,300                         | 229,379,000                                  | 234,094,218                                | 4,715,218   | 11.49%                    | 16.37%                                  |
| GoP Ijarah Sukuk Certificates - XXX - VRR    | Semi-annually / At maturity                  | April 17, 2023    | April 17, 2024    | Weighted average 6 months T-Bills | -                                  | 1,100                             | 1,100                                      | -                             | -  | -  | -   | -                         | -                                       |
| GoP Ijarah Sukuk Certificates - XXXI - VRR   | Semi-annually / At maturity                  | May 22, 2023      | May 22, 2024      | Weighted average 6 months T-Bills | -                                  | 2,380                             | 2,000                                      | 380                           | 38,342,000                                   | 38,277,400                                 | (64,600)  | 1.88%                     | 2.68%                                   |
| GoP Ijarah Sukuk Certificates - XXXVII - VRR | Semi-annually / At maturity                  | August 7, 2023    | August 7, 2024    | Weighted average 6 months T-Bills | -                                  | 2,500                             | 1,500                                      | 1,000                         | 101,590,000                                  | 101,370,000                                | (220,000)   | 4.97%                     | 7.09%                                   |
| GoP Ijarah Sukuk Certificates - XI - FRR     | Semi-annually / At maturity                  | December 15, 2021 | December 15, 2026 | 11.40%                            | 2,500                              | -                                 | -  | 2,500                         | 225,200,000                                  | 217,700,000                                | (7,500,000)   | 10.68%                    | 15.22%                                  |
| <b>Total as at December 31, 2023</b>         |  |                   |                   |                                   |                                    |                                   |  |                               | <u>601,742,500</u>                           | <u>598,903,368</u>                         | <u>(2,839,132)</u>  | <u>29.39%</u>             | <u>41.88%</u>                           |
| <b>Total as at June 30, 2023</b>             |  |                   |                   |                                   |                                    |                                   |  |                               | <u>523,142,021</u>                           | <u>511,505,500</u>                         | <u>(11,636,521)</u>   |                           |   |

**5.3.1** The nominal value of these sukuk certificates is Rs. 100,000 each.

|   |                | December 31,<br>2023<br>(Un-audited)          | June 30,<br>2023<br>(Audited)          |
|---|----------------|---|--|
|   |                | ----- (Rupees) -----                          |  |
| <b>5.4 Unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net</b> | <b>Note</b>    |   |  |
| Market value of investments   | 5.1, 5.2 & 5.3 | 1,430,393,303                                 | 1,657,480,466                          |
| Less: carrying value of investments   | 5.1, 5.2 & 5.3 | <u>1,432,119,271</u>                          | <u>(1,674,391,838)</u>                 |
|   |                | <u>(1,725,968)</u>                            | <u>(16,911,372)</u>                    |
| <b>6 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>  | <b>Note</b>    | <b>December 31,<br/>2023<br/>(Un-audited)</b> | <b>June 30,<br/>2023<br/>(Audited)</b> |
|   |                | ----- (Rupees) -----                          |  |
| Remuneration payable  | 6.1            | 237,600                                       | 176,466                                |
| Sindh Sales Tax payable on remuneration of the Management Company   | 6.2            | 30,888  | 22,941                                 |
| Selling and marketing expenses payable  | 6.3            | 400,229                                       | 150,872                                |
|   |                | <u>668,717</u>                                | <u>350,279</u>                         |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

6

- 6.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at rates ranging from 0.10% to 0.15% (June 30, 2023: 0.10%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company in arrears.
- 6.2 During the period, an amount of Rs. 0.137 million (December 31, 2022: Rs. 0.152 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).
- 6.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 0.05% (June 30, 2023: 0.05%) per annum of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charge being lower than actual expense incurred.

| 7 | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE | Note | December 31,         | June 30,       |
|---|---|------|----------------------|----------------|
|   |   |      | 2023                 | 2023           |
|   |   |      | (Un-audited)         | (Audited)      |
|   |   |      | ----- (Rupees) ----- | -----          |
|   | Remuneration payable  | 7.1  | 118,881              | 132,342        |
|   | Sindh Sales Tax payable on remuneration of the Trustee              | 7.2  | 15,455               | 17,204         |
|   |   |      | <u>134,336</u>       | <u>149,546</u> |

- 7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (2022: 0.075%) per annum of average annual net assets of the Fund.
- 7.2 During the period, an amount of Rs. 0.094 million (December 31, 2022: Rs. 0.114 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

| 8 | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31,         | June 30,       |
|---|---|------|----------------------|----------------|
|   |   |      | 2023                 | 2023           |
|   |   |      | (Un-audited)         | (Audited)      |
|   |   |      | ----- (Rupees) ----- | -----          |
|   | Fee payable   | 8.1  | <u>150,126</u>       | <u>451,223</u> |

- 8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to an "Asset Allocation Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP fee at the rate of 0.095% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

| 9 | ACCRUED EXPENSES AND OTHER LIABILITIES   | Note | December 31,         | June 30,         |
|---|--|------|----------------------|------------------|
|   |  |      | 2023                 | 2023             |
|   |  |      | (Un-audited)         | (Audited)        |
|   |  |      | ----- (Rupees) ----- | -----            |
|   | Auditors' remuneration payable   |      | 363,349              | 496,336          |
|   | Fees and subscription payable  |      | 63,243               | 76,479           |
|   | Printing charges payable   |      | 73,034               | 84,051           |
|   | Zakat payable  |      | 147,882              | 147,882          |
|   | Shariah advisory fee payable   |      | 90,578               | 3,810            |
|   | Accrued liabilities  |      | 273,355              | 2,371            |
|   | Transaction charges payable  |      | 244,751              | 111,830          |
|   | Legal and professional charges payable   |      | 371,192              | 477,241          |
|   | Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company and sales load | 9.1  | 680,669              | 680,669          |
|   |  |      | <u>2,308,053</u>     | <u>2,080,669</u> |



## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

7

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 0.681 million (June 30, 2023: Rs. 0.681 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2023 would have been higher by Re. 0.033 (June 30, 2023: Re. 0.031 per unit).

#### **10 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

#### **11 TOTAL EXPENSE RATIO**

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2023 based on the current period results is 0.79% (December 31, 2022: 0.35%) which includes 0.13% (December 31, 2022: 0.04%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Asset Allocation Scheme'.

#### **12 TAXATION**

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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 statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

#### **14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS**

- 14.1** Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

8

- 14.2** Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 14.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 14.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5** Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 14.6** The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period / year end are as follows:

| Transactions during the period  | Half year ended<br>December 31, |                  |
|---|---------------------------------|------------------|
|   | 2023                            | 2022             |
|   | (Un-audited)                    |                  |
|   | ----- (Rupees) -----            |                  |
| <b>Faysal Asset Management Limited - Management Company</b>             |                                 |                  |
| Remuneration of the Management Company                                  | 1,052,561                       | 1,169,904        |
| Sindh Sales Tax on remuneration of the Management Company               | 136,833                         | 152,088          |
| Selling and marketing expenses  | 400,229                         | 584,952          |
| <b>Faysal Bank Limited - Group Company</b>                              |                                 |                  |
| Profit on savings account   | 11,448,740                      | 830,044          |
| Bank charges  | 32,843                          | 2,710            |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                                 |                  |
| Remuneration of the Trustee   | 726,395                         | 879,094          |
| Sindh Sales Tax on remuneration of the Trustee                          | 94,431                          | 114,282          |
| <b>Directors and Key Management Personnel of the Management Company</b> |                                 |                  |
| Units issued: Nil (December 31, 2022: 61 units)                         | -                               | 4,843            |
| Units redeemed: Nil units (December 31, 2022: 132 units)                | -                               | 10,467           |
| <b>Unit holders with more than 10% unit holding</b>                     |                                 |                  |
| Units issued: 1,566,666 units (December 31, 2022: 3,032,141 units)      | 150,000,000                     | 250,000,000      |
| Units redeemed: 4,217,549 units (December 31, 2022: 8,536,505 units)    | 395,000,000                     | 695,000,000      |
| <b>Amounts / balances outstanding as at period / year end</b>           |                                 |                  |
|   | December 31,<br>2023            | June 30,<br>2023 |
|   | (Un-audited)                    | (Audited)        |
|   | ----- (Rupees) -----            |                  |
| <b>Faysal Asset Management Limited - Management Company</b>             |                                 |                  |
| Remuneration payable  | 237,600                         | 176,466          |
| Sindh Sales Tax payable on remuneration of the Management Company       | 30,888                          | 22,941           |
| Selling and marketing expenses payable                                  | 400,229                         | 150,872          |
| <b>Faysal Bank Limited - Group Company</b>                              |                                 |                  |
| Balance with bank   | 12,613,401                      | -                |
| Profit receivable on savings account                                    | 604,184                         | 128,606          |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                                 |                  |
| Remuneration payable  | 118,881                         | 100,000          |
| Sindh Sales Tax payable on remuneration of the Trustee                  | 15,455                          | 132,342          |
| Security deposit  | 100,000                         | 17,204           |
| <b>Unit holders with more than 10% unit holding</b>                     |                                 |                  |
| Units in issue: 19,386,146 units (June 30, 2023: 22,019,030 units)      | 1,919,770,653                   | 1,972,244,517    |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 15 FAIR VALUE MEASUREMENT

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

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

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

#### 15.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| (Un-audited)  |              |                      |          |                      |
|---|--------------|----------------------|----------|----------------------|
| As at December 31, 2023                               |              |                      |          |                      |
| Financial assets at fair value through profit or loss | Level 1      | Level 2              | Level 3  | Total                |
| ----- (Rupees) -----                                  |              |                      |          |                      |
| Listed equity securities                              | 8,030        | -                    | -        | 8,030                |
| Corporate sukuk certificates                          | -            | 831,481,905          | -        | 831,481,905          |
| GoP Ijarah sukuk certificates                         | -            | 598,903,368          | -        | 598,903,368          |
|   | <u>8,030</u> | <u>1,430,385,273</u> | <u>-</u> | <u>1,430,393,303</u> |
| (Audited)   |              |                      |          |                      |
| As at June 30, 2023                                   |              |                      |          |                      |
| Financial assets at fair value through profit or loss | Level 1      | Level 2              | Level 3  | Total                |
| ----- (Rupees) -----                                  |              |                      |          |                      |
| Listed equity securities                              | 6,105        | -                    | -        | 6,105                |
| Corporate sukuk certificates                          | -            | 1,145,968,861        | -        | 1,145,968,861        |
| GoP Ijarah sukuk certificates                         | -            | 511,505,500          | -        | 511,505,500          |
|   | <u>6,105</u> | <u>1,657,474,361</u> | <u>-</u> | <u>1,657,480,466</u> |

### 17 GENERAL

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

### 18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

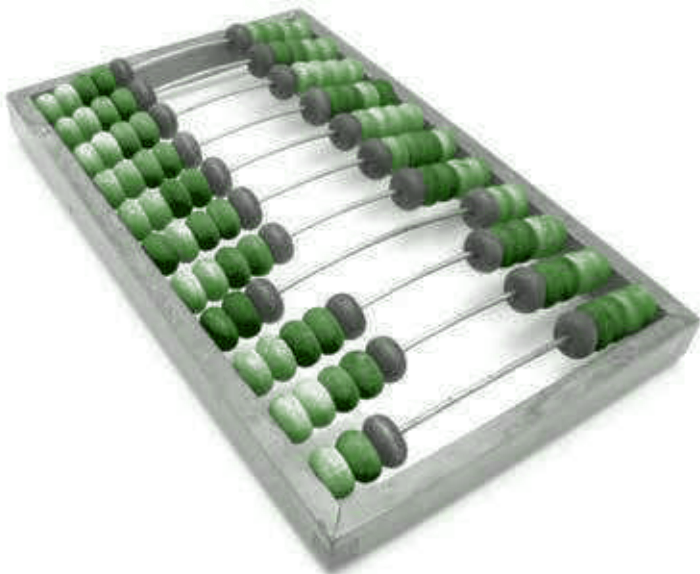
\_\_\_\_\_  
Director



# Faysal Islamic Dedicated Equity Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited  
Dubai Islamic Bank  
Meezan Bank Limited

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

FIDEF is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah compliant equities.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S. Main Shahr-e-Faisal  
Karachi - 74400, Pakistan,  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021-23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL ISLAMIC DEDICATED EQUITY 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 Faysal Islamic Dedicated Equity Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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





A.F.FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of Faysal Islamic Dedicated Equity 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068Pg1WN3rtZ

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32422928/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
|  |      | ----- (Rupees) -----                 |                               |
| <b>Assets</b>  |      |                                      |                               |
| Balances with banks  | 4    | 26,742,712                           | 294,063,162                   |
| Investments  | 5    | 98,551,797                           | 1,433,471,636                 |
| Advances, deposits and other receivables                             |      | 8,947,434                            | 9,138,430                     |
| Receivable from Faysal Asset Management Limited - Management Company | 6    | 3,695,000                            | 675,000                       |
| Receivable against sale of investments                               |      | -                                    | 33,921,795                    |
| Preliminary expenses and floatation costs                            | 7    | 207,569                              | 311,897                       |
| <b>Total assets</b>  |      | <b>138,144,512</b>                   | <b>1,771,581,920</b>          |
| <b>Liabilities</b>   |      |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company      | 8    | 6,107,975                            | 10,771,813                    |
| Payable to Central Depository Company of Pakistan Limited - Trustee  | 9    | 5,058                                | 212,740                       |
| Payable to the Securities and Exchange Commission of Pakistan        | 10   | 15,624                               | 458,780                       |
| Payable against purchase of investments                              |      | -                                    | 168,581,664                   |
| Accrued expenses and other liabilities                               | 11   | 5,701,916                            | 7,320,951                     |
| <b>Total liabilities</b>   |      | <b>11,830,573</b>                    | <b>187,345,948</b>            |
| <b>Net assets</b>  |      | <b>126,313,939</b>                   | <b>1,584,235,972</b>          |
| <b>Unit holders' fund (as per the statement attached)</b>            |      | <b>126,313,939</b>                   | <b>1,584,235,972</b>          |
| <b>Contingencies and commitments</b>                                 | 12   | ----- (Number of units) -----        |                               |
| <b>Number of units in issue</b>                                      |      | <b>938,868</b>                       | <b>16,050,217</b>             |
|  |      | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                      |      | <b>134.54</b>                        | <b>98.70</b>                  |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | Note | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                    |
|---|------|---------------------------------|--------------------|-------------------------------|--------------------|
|   |      | 2023<br>----- (Rupees) -----    | 2022<br>-----      | 2023<br>----- (Rupees) -----  | 2022<br>-----      |
| <b>Income</b>   |      |                                 |                    |                               |                    |
| Profit on balances with banks   |      | 7,627,769                       | 16,644,793         | 2,664,807                     | 10,611,639         |
| Dividend income   |      | 24,448,268                      | 138,260,657        | 11,918,567                    | 76,426,685         |
| Net realised gain on sale of investments  |      | 193,934,269                     | 120,673,729        | 99,633,933                    | 127,006,498        |
| Unrealised gain / (loss) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | 4,054,500                       | (66,400,694)       | (4,673,247)                   | (93,814,861)       |
| <b>Total income</b>   |      | <b>230,064,806</b>              | <b>209,178,485</b> | <b>109,544,060</b>            | <b>120,229,961</b> |
| <b>Expenses</b>   |      |                                 |                    |                               |                    |
| Remuneration of Faysal Asset Management Limited - Management Company  | 8.1  | 5,864,492                       | 25,766,985         | 1,445,353                     | 7,177,727          |
| Sindh Sales Tax on remuneration of the Management Company   | 8.2  | 762,384                         | 3,349,708          | 187,896                       | 933,106            |
| Selling and marketing charges   | 8.3  | 5,168,978                       | 17,801,264         | 517,363                       | 7,661,668          |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 9.1  | 713,948                         | 1,690,860          | 174,463                       | 762,833            |
| Sindh Sales Tax on remuneration of the Trustee  | 9.2  | 92,813                          | 219,812            | 29,200                        | 98,218             |
| Annual fee to the Securities and Exchange Commission of Pakistan Auditors' remuneration   | 10.1 | 362,749                         | 237,350            | 82,870                        | 102,155            |
| Fees and subscriptions  |      | 356,909                         | 280,048            | 183,569                       | 140,024            |
| Legal and professional charges  |      | -                               | 13,800             | (43,434)                      | (21,114)           |
| Transaction charges   |      | 153,123                         | 534,366            | 86,659                        | 494,806            |
| Amortisation of preliminary expenses and floatation cost  |      | 8,175,985                       | 9,350,281          | 2,107,043                     | 4,304,018          |
| Bank charges  |      | 104,328                         | 104,895            | 53,298                        | 52,731             |
| Reimbursement of expenses from the Management Company   |      | 3,729                           | 7,088              | 3,503                         | 4,803              |
| Shariah Advisory fee  |      | (3,020,000)                     | (2,450,000)        | (520,000)                     | 2,300,000          |
| Printing charges  |      | 86,766                          | 86,766             | 86,766                        | -                  |
|   |      | 4,970                           | 17,112             | 2,484                         | 8,556              |
| <b>Total expenses</b>   |      | <b>18,831,174</b>               | <b>56,923,569</b>  | <b>4,397,033</b>              | <b>24,019,531</b>  |
| <b>Net income from operating activities</b>   |      | <b>211,233,632</b>              | <b>152,254,916</b> | <b>105,147,027</b>            | <b>96,210,430</b>  |
| <b>Net income for the period before taxation</b>  |      | <b>211,233,632</b>              | <b>152,254,916</b> | <b>105,147,027</b>            | <b>96,210,430</b>  |
| Taxation  | 14   | -                               | -                  | -                             | -                  |
| <b>Net income for the period after taxation</b>   |      | <b>211,233,632</b>              | <b>152,254,916</b> | <b>105,147,027</b>            | <b>96,210,430</b>  |
| <b>Earnings per unit</b>  | 15   |                                 |                    |                               |                    |
| <b>Allocation of net income for the period</b>  |      |                                 |                    |                               |                    |
| Net income for the period after taxation  |      | 211,233,632                     | 152,254,916        |                               |                    |
| Income already paid on units redeemed   |      | (177,681,531)                   | (151,417,445)      |                               |                    |
|   |      | <u>33,552,101</u>               | <u>837,471</u>     |                               |                    |
| <b>Accounting income available for distribution</b>   |      |                                 |                    |                               |                    |
| - Relating to capital gains   |      | 33,552,101                      | 837,471            |                               |                    |
| - Excluding capital gains   |      | -                               | -                  |                               |                    |
|   |      | <u>33,552,101</u>               | <u>837,471</u>     |                               |                    |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**Statement of Comprehensive Income (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended<br>December 31, |                    | Quarter ended<br>December 31, |                   |
|--|---------------------------------|--------------------|-------------------------------|-------------------|
|  | 2023                            | 2022               | 2023                          | 2022              |
|  | ----- (Rupees) -----            |                    | ----- (Rupees) -----          |                   |
| <b>Net income for the period after taxation</b>  | 211,233,632                     | 152,254,916        | 105,147,027                   | 96,210,430        |
| Other comprehensive income for the period        | -                               | -                  | -                             | -                 |
| <b>Total comprehensive income for the period</b> | <u>211,233,632</u>              | <u>152,254,916</u> | <u>105,147,027</u>            | <u>96,210,430</u> |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023 |                      |                    | Half year ended December 31, 2022 |                      |                      |
|--|-----------------------------------|----------------------|--------------------|-----------------------------------|----------------------|----------------------|
|  | Capital value                     | Accumulated loss     | Total              | Capital value                     | Accumulated loss     | Total                |
|  | (Rupees)                          |                      |                    | (Rupees)                          |                      |                      |
| <b>Net assets at the beginning of the period (audited)</b>                   | 2,348,121,301                     | (763,885,329)        | 1,584,235,972      | 3,449,866,549                     | (763,885,329)        | 2,685,981,220        |
| Issuance of 10,793 (2022: 50,344,010) units                                  |                                   |                      |                    |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | 1,065,262                         | -                    | 1,065,262          | 4,570,229,228                     | -                    | 4,570,229,228        |
| - Element of income  | 64,218                            | -                    | 64,218             | 369,770,772                       | -                    | 369,770,772          |
| <b>Total proceeds on issuance of units</b>                                   | 1,129,480                         | -                    | 1,129,480          | 4,940,000,000                     | -                    | 4,940,000,000        |
| Redemption of 15,122,142 (2022: 48,018,626) units                            |                                   |                      |                    |                                   |                      |                      |
| - Capital value (at net asset value per unit at the beginning of the period) | (1,492,555,450)                   | (1,492,555,450)      | (1,492,555,450)    | (4,359,130,868)                   | -                    | (4,359,130,868)      |
| - Element of (loss) / income   | (48,164)                          | (177,681,531)        | (177,729,695)      | (148,854,284)                     | (151,417,445)        | (300,271,729)        |
| <b>Total payments on redemption of units</b>                                 | (1,492,603,614)                   | (177,681,531)        | (1,670,285,145)    | (4,507,985,152)                   | (151,417,445)        | (4,659,402,597)      |
| Total comprehensive income for the period                                    | -                                 | 211,233,632          | 211,233,632        | -                                 | 152,254,916          | 152,254,916          |
| <b>Net assets at the end of the period (un-audited)</b>                      | <b>856,647,167</b>                | <b>(730,333,228)</b> | <b>126,313,939</b> | <b>3,881,881,397</b>              | <b>(763,047,858)</b> | <b>3,118,833,539</b> |
| <b>Accumulated loss</b>  |                                   |                      |                    |                                   |                      |                      |
| - Realised loss  |                                   | (696,231,914)        |                    |                                   | (427,998,115)        |                      |
| - Unrealised loss  |                                   | (67,653,415)         |                    |                                   | (335,887,214)        |                      |
|  |                                   | (763,885,329)        |                    |                                   | (763,885,329)        |                      |
| <b>Accounting income available for distribution</b>                          |                                   |                      |                    |                                   |                      |                      |
| - Relating to capital gains  | 33,552,101                        |                      |                    | 837,471                           |                      |                      |
| - Excluding capital gains  | -                                 |                      |                    | -                                 |                      |                      |
|  | 33,552,101                        |                      |                    | 837,471                           |                      |                      |
| Net loss for the period after taxation                                       |                                   | -                    |                    |                                   | -                    |                      |
| Accumulated loss carried forward   |                                   | (730,333,228)        |                    |                                   | (763,047,858)        |                      |
| <b>(Accumulated loss) / undistributed income carried forward</b>             |                                   |                      |                    |                                   |                      |                      |
| - Realised loss  |                                   | (734,387,728)        |                    |                                   | (696,647,164)        |                      |
| - Unrealised gain  |                                   | 4,054,500            |                    |                                   | (66,400,694)         |                      |
|  |                                   | (730,333,228)        |                    |                                   | (763,047,858)        |                      |
|  |                                   | (Rupees)             |                    |                                   | (Rupees)             |                      |
| Net asset value per unit at the beginning of the period                      |                                   | 98.70                |                    |                                   | 90.78                |                      |
| Net asset value per unit at the end of the period                            |                                   | 134.54               |                    |                                   | 97.73                |                      |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**Cash Flow Statement (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

|  | Note | Half year ended<br>December 31, |                           |
|--|------|---------------------------------|---------------------------|
|  |      | 2023                            | 2022                      |
| (Rupees)   |      |                                 |                           |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |      |                                 |                           |
| Net income for the period before taxation  |      | 211,233,632                     | 152,254,916               |
| <b>Adjustments for:</b>  |      |                                 |                           |
| Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | (4,054,500)                     | 66,400,694                |
| Amortisation of preliminary expenses and floatation cost   | 7.1  | 104,328                         | 104,895                   |
|  |      | <u>207,283,460</u>              | <u>218,760,505</u>        |
| <b>(Increase) / decrease in assets</b>   |      |                                 |                           |
| Investments - net  |      | 1,204,314,470                   | (170,751,792)             |
| Receivable from Faysal Asset Management Limited - Management Company   |      | (3,020,000)                     | (1,450,000)               |
| Advances, deposits and other receivables   |      | 190,996                         | (1,896,438)               |
|  |      | <u>1,201,485,466</u>            | <u>(174,098,230)</u>      |
| <b>Decrease in liabilities</b>   |      |                                 |                           |
| Payable to Faysal Asset Management Limited - Management Company  |      | (4,663,838)                     | (8,135,903)               |
| Payable to Central Depository Company of Pakistan Limited - Trustee  |      | (207,682)                       | (104,407)                 |
| Payable to the Securities and Exchange Commission of Pakistan  |      | (443,156)                       | (597,281)                 |
| Accrued expenses and other liabilities   |      | (1,619,035)                     | (2,530,935)               |
|  |      | <u>(6,933,711)</u>              | <u>(11,368,526)</u>       |
| <b>Net cash generated from operating activities</b>  |      | <u>1,401,835,215</u>            | <u>33,293,749</u>         |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |      |                                 |                           |
| Receipts against issuance of units   |      | 1,129,480                       | 4,940,000,000             |
| Payments against redemption of units   |      | (1,670,285,145)                 | (4,659,402,597)           |
| <b>Net cash (used in) / generated from financing activities</b>  |      | <u>(1,669,155,665)</u>          | <u>280,597,403</u>        |
| <b>Net increase in cash and cash equivalents during the period</b>   |      | <u>(267,320,450)</u>            | <u>313,891,152</u>        |
| Cash and cash equivalents at the beginning of the period   |      | 294,063,162                     | 442,305,559               |
| <b>Cash and cash equivalents at the end of the period</b>  | 4    | <u><u>26,742,712</u></u>        | <u><u>756,196,711</u></u> |

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Dedicated Equity Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on February 18, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Accordingly, on November 29, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open end Shariah Compliant Islamic Dedicated Equity scheme by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from January 02, 2020 and are transferable and redeemable by surrendering them to the Fund.
- 1.4 The investment objective of the Fund is to provide other 'Fund of Funds' Schemes an avenue for investing in Shariah Compliant Equities.
- 1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 VIS Credit Rating Company Limited has awarded an "AM2++" asset manager rating to the Management Company as of December 29, 2023 (June 30, 2023: 'AM2++' dated December 31, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim financial reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- The 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 the requirements of the Trust Deed.

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

2

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

- 3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
|  |      | ----- (Rupees) -----                 |                               |
| <b>4 BALANCES WITH BANKS</b>   |      |                                      |                               |
| Savings accounts   | 4.1  | <u>26,742,712</u>                    | <u>294,063,162</u>            |
| 4.1 These carry profit rates ranging from 6.50% to 21.50% (June 30, 2023: 4.50% to 19.50%) per annum. Deposits in savings accounts also include Rs. 10.718 million (June 30, 2023: Rs. 250.303 million) maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 21.50% (June 30, 2023: 20.40%) per annum. |      |                                      |                               |
|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|  |      | ----- (Rupees) -----                 |                               |
| <b>5 INVESTMENTS</b>   |      |                                      |                               |
| <b>At fair value through profit or loss</b>  |      |                                      |                               |
| Listed equity securities   | 5.1  | <u>98,551,797</u>                    | <u>1,433,471,636</u>          |



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Listed equity securities

| Name of the investee company                  | Number of shares    |                             |  |                               |                         | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised (diminution) / appreciation as at December 31, 2023 | Investment as percentage of --- |                   |                                    |
|---|---------------------|-----------------------------|--|-------------------------------|-------------------------|--|--------------------------------------|--|---------------------------------|-------------------|------------------------------------|
|   | As at July 01, 2023 | Purchased during the period | Right / bonus / sub-division of shares during the period | Disposed of during the period | As at December 31, 2023 |  |                                      |  | Net assets                      | Total investments | Investee company's paid-up capital |
|   | Number of shares    |                             |  |                               |                         | (Rupees)                               |                                      | %  |                                 |                   |                                    |
| <b>Properties</b>                             |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| TPL Properties Limited                        | 451,950             | 1,088,000                   | -  | 1,539,950                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Cement</b>                                 |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Cheral Cement Company Limited                 | 484,155             | 418,364                     | -  | 884,849                       | 17,670                  | 2,523,275.64                           | 2,879,856.60                         | 356,581  | 2.28                            | 2.92              | 0.91                               |
| D.G. Khan Cement Company Limited (note 5.1.2) | -                   | 439,000                     | -  | 426,500                       | 12,500                  | 673,721.96                             | 967,500.00                           | 293,778  | 0.77                            | 0.98              | 0.29                               |
| Fauji Cement Company Limited                  | 3,542,000           | 3,063,000                   | -  | 6,605,000                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Kohat Cement Company Limited                  | 42,512              | 21,320                      | -  | 63,832                        | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Lucky Cement Limited (note 5.1.2)             | 139,134             | 85,700                      | -  | 213,555                       | 11,279                  | 6,709,654.68                           | 8,876,347.42                         | 2,166,693  | 7.03                            | 9.00              | 0.38                               |
| Maple Leaf Cement Factory Limited             | 2,320,760           | 2,200,524                   | -  | 4,355,262                     | 166,022                 | 5,544,936                              | 6,461,576                            | 916,640  | 5.12                            | 6.55              | 1.55                               |
| Pioneer Cement Limited                        | 178,783             | 215,500                     | -  | 369,783                       | 24,500                  | 2,582,903                              | 2,816,030                            | 233,127  | 2.23                            | 2.86              | 1.08                               |
|   |                     |                             |  |                               |                         | 18,034,491                             | 22,001,310                           | 3,966,819  | 17.43                           | 22.31             | 4.21                               |
| <b>Commercial banks</b>                       |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| BankIslami Pakistan Limited                   | 1,572,599           | 921,000                     | -  | 2,493,599                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Faysal Bank Limited                           | 1,508,188           | 789,238                     | -  | 2,271,336                     | 26,090                  | 600,616                                | 850,012                              | 249,396  | 0.67                            | 0.86              | 0.17                               |
| Meezan Bank Limited                           | 1,365,831           | 349,000                     | -  | 1,670,218                     | 44,613                  | 4,760,761                              | 7,198,754                            | 2,437,992  | 5.70                            | 7.30              | 0.25                               |
|   |                     |                             |  |                               |                         | 5,361,378                              | 8,048,766                            | 2,687,388  | 6.37                            | 8.16              | 0.42                               |
| <b>Automobile Assembler</b>                   |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Honda Atlas Cars (Pakistan) Limited           | -                   | 60,000                      | -  | 60,000                        | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Milat Tractors Limited                        | 35,250              | -                           | -  | 35,250                        | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Pak Suzuki Motor Company Limited              | -                   | 97,000                      | -  | 97,000                        | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Sazgar Engineering Works Limited              | -                   | 261,200                     | -  | 261,200                       | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Glass &amp; ceramics</b>                   |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Tariq Glass Industries Limited                | 755,000             | 251,500                     | -  | 1,006,500                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Chemical</b>                               |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Descon Oxychem Limited                        | 885,500             | 410,000                     | -  | 1,295,500                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Engro Polymer & Chemicals Limited             | 106                 | 138,000                     | -  | 138,106                       | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Lotte Chemical Pakistan Limited               | 1,176,718           | 106,000                     | -  | 1,282,718                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Fertilizer</b>                             |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Engro Fertilizers Limited (note 5.1.2)        | 1,101,940           | 583,000                     | -  | 1,640,986                     | 43,954                  | 3,560,010.36                           | 4,932,957.42                         | 1,372,947  | 3.91                            | 5.01              | 0.33                               |
| Engro Corporation Limited (note 5.1.2)        | 496,010             | 97,500                      | -  | 578,300                       | 15,210                  | 4,004,688.49                           | 4,485,581.10                         | 480,893  | 3.55                            | 4.55              | 0.28                               |
|   |                     |                             |  |                               |                         | 7,564,699                              | 9,418,539                            | 1,853,840  | 7.46                            | 9.56              | 0.61                               |
| <b>Miscellaneous</b>                          |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Pakistan Aluminium Beverage Cans Limited      | -                   | 109,600                     | -  | 109,600                       | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Transport</b>                              |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Universal Network Systems Limited             | 404,329             | -                           | -  | 404,329                       | -                       | 24,866,234                             | 8,127,013                            | (16,739,221)   | 6.43                            | 8.25              | 1.47                               |
| Pakistan International Bulk Terminal Limited  | -                   | 1,413,500                   | -  | 1,413,500                     | -                       | 55                                     | -                                    | (55)   | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | 24,866,289                             | 8,127,013                            | (16,739,276)   | 6.43                            | 8.25              | 1.47                               |
| <b>Synthetic &amp; Rayon</b>                  |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Image Pakistan Limited                        | -                   | 146,500                     | -  | 146,500                       | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Refinery</b>                               |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Attock Refinery Limited                       | -                   | 100,500                     | -  | 100,500                       | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| National Refinery Limited                     | -                   | 42,000                      | -  | 42,000                        | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
| Pakistan Refinery Limited                     | -                   | 1,643,860                   | -  | 1,643,860                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |
| <b>Cables &amp; Electrical Goods</b>          |                     |                             |  |                               |                         |  |                                      |  |                                 |                   |                                    |
| Pak Elektron Limited                          | -                   | 1,076,823                   | -  | 1,076,823                     | -                       | -                                      | -                                    | -  | -                               | -                 | -                                  |
|   |                     |                             |  |                               |                         | -                                      | -                                    | -  | -                               | -                 | -                                  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Name of the investee company                               | Number of shares    |                             |  |                               |                         | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised (diminution) / appreciation as at December 31, 2023 | Investment as percentage of -- |                   |
|--|---------------------|-----------------------------|--|-------------------------------|-------------------------|--|--------------------------------------|--|--------------------------------|-------------------|
|  | As at July 01, 2023 | Purchased during the period | Right / bonus / sub-division of shares during the period | Disposed of during the period | As at December 31, 2023 |  |                                      |  | Net assets                     | Total investments |
| Number of shares   |                     |                             |  |                               | (Rupees)                |  |                                      | %  |                                |                   |
| <b>Industrial Engineering</b>                              |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Agha Steel Industries Limited                              | 730,000             | 400,000                     | -  | 1,130,000                     | -                       | -                                      | -                                    | -  | -                              | -                 |
| International Industries Limited                           | -                   | 88,385                      | -  | 88,385                        | -                       | -                                      | -                                    | -  | -                              | -                 |
| International Steels Limited                               | -                   | 255,618                     | -  | 255,618                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Mughal Iron And Steel Industries Ltd                       | 198,937             | 85,000                      | -  | 283,937                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| <b>Food &amp; personal care products</b>                   |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Fauji Foods Limited  | -                   | 463,830                     | -  | 463,830                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Al-Tahur Limited   | -                   | 192,500                     | -  | 192,500                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| The Organic Meat Company Limited                           | -                   | 1,175,500                   | 6,165  | 1,181,665                     | -                       | -                                      | -                                    | -  | -                              | -                 |
| <b>Pharmaceuticals</b>                                     |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Agg Limited  | -                   | 58,239                      | -  | 58,239                        | -                       | -                                      | -                                    | -  | -                              | -                 |
| Citi Pharma Limited  | -                   | 410,000                     | -  | 410,000                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Ferozsons Laboratories Limited                             | -                   | 124,400                     | -  | 124,400                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Highnoon Laboratories Limited                              | -                   | 16,400                      | -  | 16,400                        | -                       | -                                      | -                                    | -  | -                              | -                 |
| The Searle Company Limited                                 | -                   | 310,000                     | -  | 310,000                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| <b>Oil &amp; gas exploration &amp; marketing companies</b> |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Mari Petroleum Company Limited                             | 92,442              | 9,900                       | -  | 100,196                       | 2,146                   | 3,340,971                              | 4,498,231                            | 1,157,260  | 3.56                           | 4.56              |
| Oil & Gas Development Company Limited (note 5.1.2)         | 1,636,042           | 1,019,500                   | -  | 2,570,341                     | 85,201                  | 8,008,052                              | 9,580,852                            | 1,572,801  | 7.58                           | 9.72              |
| Pakistan Petroleum Limited                                 | 2,165,932           | 1,428,939                   | -  | 3,508,457                     | 86,414                  | 6,287,550                              | 9,940,202                            | 3,652,653  | 7.87                           | 10.09             |
| Pakistan State Oil Company Limited                         | -                   | 669,475                     | -  | 636,358                       | 33,117                  | 4,109,294                              | 5,852,105                            | 1,742,811  | 4.63                           | 5.94              |
| Sui Northern Gas Pipelines Limited                         | 17,890              | 1,613,293                   | -  | 1,580,364                     | 50,819                  | 2,272,341                              | 3,736,213                            | 1,463,871  | 2.96                           | 3.79              |
|  |                     |                             |  |                               |                         | 24,018,208                             | 33,607,603                           | 9,589,395  | 26.60                          | 34.10             |
|  |                     |                             |  |                               |                         |  |                                      |  | 2.19                           |                   |
| <b>Textile Composite</b>                                   |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Interloop Limited  | -                   | 360,413                     | -  | 360,413                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| <b>Technology &amp; communication</b>                      |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| Air Link Communication Limited                             | -                   | 235,248                     | -  | 235,248                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Avanceon Limited   | 13,060              | 138,000                     | -  | 151,060                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Systems Limited (note 5.1.2)                               | 307,380             | 90,587                      | -  | 379,280                       | 18,687                  | 7,844,728                              | 7,919,301                            | 74,574   | 6.27                           | 8.04              |
|  |                     |                             |  |                               |                         | 7,844,728                              | 7,919,301                            | 74,574   | 6.27                           | 8.04              |
| <b>Power generation and distribution</b>                   |                     |                             |  |                               |                         |  |                                      |  |                                |                   |
| The Hub Power Company Limited (note 5.1.2)                 | 1,271,672           | 1,130,896                   | -  | 2,322,036                     | 80,532                  | 6,807,505                              | 9,429,265                            | 2,621,759  | 7.46                           | 9.57              |
| K-Electric Limited (Note 5.1.1)                            | 264,000             | -                           | -  | 264,000                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Lalpur Power Limited                                       | -                   | 969,000                     | -  | 969,000                       | -                       | -                                      | -                                    | -  | -                              | -                 |
| Nishat Chunian Power Limited                               | -                   | 1,561,500                   | -  | 1,561,500                     | -                       | -                                      | -                                    | -  | -                              | -                 |
|  |                     |                             |  |                               |                         | 6,807,505                              | 9,429,265                            | 2,621,759  | 7.46                           | 9.57              |
|  |                     |                             |  |                               |                         |  |                                      |  | 0.62                           |                   |
| <b>Total as at December 31, 2023</b>                       |                     |                             |  |                               |                         | <b>94,497,297</b>                      | <b>98,551,797</b>                    | <b>4,054,500</b>   | <b>78.02</b>                   | <b>100</b>        |
| <b>Total as at June 30, 2023</b>                           |                     |                             |  |                               |                         | <b>1,501,125,051</b>                   | <b>1,433,471,636</b>                 | <b>(67,653,415)</b>  | <b>90.53</b>                   | <b>100.00</b>     |

5.1.1 All shares have a nominal value of Rs 10 each except for the shares of K-Electric Limited which has face value of Rs 3.5 each.

5.1.2 Investments include 12,500 shares (June 30, 2023: Nil shares) of D.G. Khan Cement Company Limited having market value of Rs 0.968 million as at December 31, 2023 (June 30, 2023: Nil), 43,500 shares (June 30, 2023: 500,000 shares) of Engro Fertilizers Limited having market value of Rs 4.882 million as at December 31, 2023 (June 30, 2023: Rs 41.265 million), 15,000 shares (June 30, 2023: Nil shares) of Engro Corporation Limited having market value of Rs 4.424 million as at December 31, 2023 (June 30, 2023: Nil), 80,532 shares (June 30, 2023: 400,000 shares) of The Hub Power Company Limited having market value of Rs 9.429 million as at December 31, 2023 (June 30, 2023: Rs 27.832 million), 11,000 shares (June 30, 2023: Nil shares) of Lucky Corporation Limited having market value of Rs 8.657 million as at December 31, 2023 (June 30, 2023: Nil), 85,201 shares (June 30, 2023: 127,068 shares) of Oil and Gas Development Company Limited having market value of Rs 9.581 million as at December 31, 2023 (June 30, 2023: Rs 9.911 million), 18,655 shares (June 30, 2023: Nil shares) of Systems Limited having market value of Rs 7.902 million as at December 31, 2023 (June 30, 2023: Nil), which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
| ----- (Rupees) -----  |      |                                      |                               |
| <b>5.2 Unrealised gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net</b> |      |                                      |                               |
| Market value of investments   | 5.1  | 98,551,797                           | 1,433,471,636                 |
| Less: carrying value of investments   | 5.1  | (94,497,297)                         | (1,501,125,051)               |
|   |      | <u>4,054,500</u>                     | <u>(67,653,415)</u>           |

### 6 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

|  |     |                  |                |
|--|-----|------------------|----------------|
| Receivable from Faysal Asset Management Limited the Management Company | 6.1 | <u>3,695,000</u> | <u>675,000</u> |
|--|-----|------------------|----------------|

- 6.1** As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2023, the Fund was in breach of the TER ratio of 4.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an equity scheme. As a result, the Fund has recorded receivable from the Management Company to comply with the TER.

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
| ----- (Rupees) -----                               |      |                                      |                               |
| <b>7 PRELIMINARY EXPENSES AND FLOATATION COSTS</b> |      |                                      |                               |
| At the beginning of the period                     |      | 311,897                              | 519,419                       |
| Less: amortisation during the period               |      | (104,328)                            | (207,522)                     |
| At the end of the period                           | 7.1  | <u>207,569</u>                       | <u>311,897</u>                |

- 7.1** Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over the period of five years commencing from January 2, 2020 as per the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
| ----- (Rupees) -----   |      |                                      |                               |
| <b>8 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b> |      |                                      |                               |
| Management remuneration payable  | 8.1  | 371,146                              | 495,930                       |
| Sindh Sales Tax payable on remuneration of the Management Company        | 8.2  | 50,487                               | 66,710                        |
| Selling and marketing expenses payable                                   | 8.3  | 5,686,342                            | 10,209,173                    |
|  |      | <u>6,107,975</u>                     | <u>10,771,813</u>             |

- 8.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates ranging from 1.5% to 2.25% (June 30, 2023: 0.6% to 2.75%) of average annual net assets of the fund during the period ended December 31, 2023.

The remuneration is payable to the Management Company monthly in arrears.

- 8.2** During the period, an amount of Rs. 0.762 million (December 31, 2022: Rs. 3.350 million) was charged on account of sales tax at the rate of 13% (December 31, 2022: 13%) on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011.

- 8.3** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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Accordingly, the Management Company has charged selling and marketing expenses based on its discretion (duly approved by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the rates ranging from 0% to 2% (June 30, 2023: 0% to 2%) of the average annual net assets of the Fund.

|  | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|------|--------------------------------------|-------------------------------|
|  |      | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b> |      |                                      |                               |
| Trustee fee payable  | 9.1  | 4,476                                | 188,265                       |
| Sindh Sales Tax payable on remuneration of the Trustee                       | 9.2  | 582                                  | 24,475                        |
|  |      | <u>5,058</u>                         | <u>212,740</u>                |

- 9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the following rates:

| Net Assets (Rs.)                 | Tariff  |
|----------------------------------|---|
| up to Rs. 1,000 million          | 0.2% per annum of net assets  |
| from Rs. 1,000 million and above | Rs. 2.0 million plus 0.10% per annum of net assets exceeding Rs. 1,000 million. |

- 9.2 During the period, an amount of Rs. 0.093 million (2022: 0.220 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (2022: 13%).

|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   |      | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b> |      |                                      |                               |
| Annual fee payable  | 10.1 | 15,624                               | 458,780                       |

- 10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an Equity Scheme. Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.095% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

|  |  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|--|--------------------------------------|-------------------------------|
|  |  | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>11 ACCRUED EXPENSES AND OTHER LIABILITIES</b> |  |                                      |                               |
| Auditors' remuneration payable                   |  | 421,404                              | 403,194                       |
| Transaction charges payable                      |  | 3,485,200                            | 5,216,644                     |
| Legal and professional charges payable           |  | 875,343                              | 863,460                       |
| Withholding tax payable                          |  | 333,242                              | 332,967                       |
| Fund Rating / Ranking Fee                        |  | 192,250                              | 192,250                       |
| Annual Listing Fee                               |  | 105,298                              | 105,298                       |
| Payable to Shariah Advisor                       |  | 248,212                              | 161,446                       |
| Printing charges payable                         |  | 40,967                               | 45,692                        |
|  |  | <u>5,701,916</u>                     | <u>7,320,951</u>              |

- 12 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on current period results is 4.98% (2022: 4.79%) which includes 0.54% (2022: 0.40%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5%(excluding Government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Equity Scheme'.

### 14 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is 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.

### 15 EARNINGS PER UNIT

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

### 17 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

17.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent units of the Fund at period end.

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

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

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

17.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

#### Transactions during the period

|   | Half year ended December 31, |            |
|---|------------------------------|------------|
|   | 2023                         | 2022       |
|   | (Un-audited)                 |            |
|   | (Rupees)                     |            |
|   | -----                        | -----      |
| <b>Faysal Asset Management Limited - Management Company</b> |                              |            |
| Remuneration of the Management Company                      | 5,864,492                    | 25,766,985 |
| Sindh Sales Tax on remuneration of the Management Company   | 762,384                      | 3,349,708  |
| Selling and marketing expenses                              | 5,168,978                    | 17,801,264 |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Transactions during the period   | Half year ended December 31, |                          |
|--|------------------------------|--------------------------|
|  | 2023                         | 2022                     |
|  | (Un-audited)                 |                          |
|  | (Rupees)                     |                          |
| <b>Faysal Bank Limited (Group / Associated Company)</b>  |                              |                          |
| Profit on balances with banks  | 1,830,034                    | 7,921,270                |
| Bank Charges   | 3,447                        | 17,992                   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                                    |                              |                          |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee                           | 713,948                      | 1,690,860                |
| Sindh Sales Tax on remuneration of the Trustee   | 92,813                       | 219,812                  |
| <b>Faysal Sharia Capital Preservation Plan - V<br/>(fund managed by the Management Company)</b>    |                              |                          |
| Units issued: Nil units (December 31, 2022: 3,147,470 units)                                       | -                            | 305,000,000              |
| Units redeemed: Nil units (December 31, 2022: 4,219,505 units)                                     | -                            | 400,688,008              |
| <b>Faysal Sharia Capital Preservation Plan - VI<br/>(fund managed by the Management Company)</b>   |                              |                          |
| Units issued: Nil units (December 31, 2022: 6,699,992 units)                                       | -                            | 670,000,000              |
| Units redeemed: Nil units (December 31, 2022: 7,945,357 units)                                     | -                            | 782,714,586              |
| <b>Faysal Sharia Capital Preservation Plan - VII<br/>(fund managed by the Management Company)</b>  |                              |                          |
| Units issued: Nil units (December 31, 2022: 11,198,487 units)                                      | -                            | 1,110,000,000            |
| Units redeemed: Nil units (December 31, 2022: 10,314,341 units)                                    | -                            | 1,001,000,000            |
| <b>Faysal Sharia Capital Preservation Plan - VIII<br/>(fund managed by the Management Company)</b> |                              |                          |
| Units issued: 4,047 units (December 31, 2022: 7,715,753 units)                                     | 423,555                      | 755,000,000              |
| Units redeemed: 1,936,169 units (December 31, 2022: 8,413,392 units)                               | 207,943,571                  | 794,000,000              |
| <b>Faysal Sharia Capital Preservation Plan - IX<br/>(fund managed by the Management Company)</b>   |                              |                          |
| Units issued: 4,047 units (December 31, 2021: 9,127,359 units)                                     | 423,555                      | 900,000,000              |
| Units redeemed: 9,487,201 units (December 31, 2022: 10,613,403 units)                              | 1,054,059,203                | 1,048,000,000            |
| <b>*Faysal Sharia Capital Preservation Plan - X<br/>(fund managed by the Management Company)</b>   |                              |                          |
| Units issued: 2,698 units (December 31, 2022: 12,454,949 units)                                    | 282,370                      | 1,200,000,000            |
| Units redeemed: 3,698,772 units (December 31, 2022: 6,512,628 units)                               | 408,282,370                  | 633,000,000              |
| * These unit holders also hold more than 10% units at period end.                                  |                              |                          |
| <b>Balances outstanding as at period / year end</b>  | <b>December 31,<br/>2023</b> | <b>June 30,<br/>2023</b> |
|  | <b>(Un-audited)</b>          | <b>(Audited)</b>         |
|  | <b>(Rupees)</b>              |                          |
| <b>Faysal Asset Management Limited - Management Company</b>  |                              |                          |
| Management remuneration payable  | 371,146                      | 495,930                  |
| Sindh Sales Tax payable on remuneration of the Management Company                                  | 50,487                       | 64,471                   |
| Selling and marketing expenses payable   | 5,686,342                    | 10,211,412               |
| Receivable from the Management Company   | 3,695,000                    | 675,000                  |
| <b>Faysal Bank Limited (Group / Associated Company)</b>  |                              |                          |
| Balance with bank  | 10,717,719                   | 250,302,696              |
| Profit receivable on balance with bank   | 4,568,094                    | 4,953,256                |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                                    |                              |                          |
| Trustee fee payable  | 4,476                        | 182,995                  |
| Sindh Sales Tax payable on remuneration of the Trustee   | 582                          | 29,745                   |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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|  | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|--|--------------------------------------|-------------------------------|
|  | ----- (Rupees) -----                 |                               |
| <b>Faysal Islamic Financial Planning Fund</b>  |                                      |                               |
| - Faysal Sharia Capital Preservation Plan - VIII<br>(fund managed by the Management Company) |                                      |                               |
| Outstanding Nil units (June 30, 2023: 1,932,121 units)                                       | -                                    | 190,700,343                   |
| <b>Faysal Islamic Financial Planning Fund</b>  |                                      |                               |
| - Faysal Sharia Capital Preservation Plan - IX<br>(fund managed by the Management Company)   |                                      |                               |
| Outstanding Nil units (June 30, 2023: 9,843,154 units)                                       | -                                    | 935,987,300                   |
| <b>*Faysal Islamic Financial Planning Fund II</b>  |                                      |                               |
| - Faysal Sharia Capital Preservation Plan - X<br>(fund managed by the Management Company)    |                                      |                               |
| Outstanding 938,868 units (June 30, 2023: 4,634,942 units)                                   | 126,315,265                          | 457,468,775                   |

\* These unit holders also hold more than 10% units at period end.

### 18 FAIR VALUE MEASUREMENT

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

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

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

#### 18.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

|  | As at December 31, 2023  |          |          |                      |
|--|--------------------------|----------|----------|----------------------|
|  | ----- (Un-audited) ----- |          |          |                      |
|  | Level 1                  | Level 2  | Level 3  | Total                |
|  | ----- (Rupees) -----     |          |          |                      |
| <b>Financial assets at fair value through profit or loss</b> |                          |          |          |                      |
| Listed equity securities                                     | 98,551,797               | -        | -        | 98,551,797           |
|  | <u>98,551,797</u>        | <u>-</u> | <u>-</u> | <u>98,551,797</u>    |
|  | As at June 30, 2023      |          |          |                      |
|  | ----- (Audited) -----    |          |          |                      |
|  | Level 1                  | Level 2  | Level 3  | Total                |
|  | ----- (Rupees) -----     |          |          |                      |
| <b>Financial assets at fair value through profit or loss</b> |                          |          |          |                      |
| Listed equity securities                                     | 1,433,471,636            | -        | -        | 1,433,471,636        |
|  | <u>1,433,471,636</u>     | <u>-</u> | <u>-</u> | <u>1,433,471,636</u> |

**Notes to and forming part of the Financial Statements (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

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**19 GENERAL**

Figures have been rounded off to the nearest rupee.

**20 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

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**Chief Financial Officer**

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**Chief Executive Officer**

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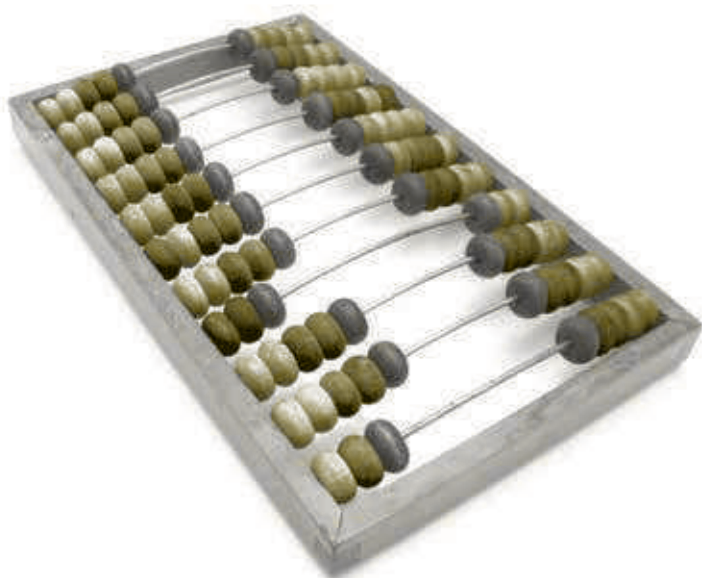
**Director**



# Faysal Islamic Stock Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## **FUND INFORMATION**

### **Management Company**

Faysal Asset Management Limited.

### **Board of Directors**

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### **Chief Financial Officer & Company Secretary**

Mr. Salman Muslim

### **Audit Committee**

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### **HR Committee**

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### **Risk Committee**

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### **Trustee to the Fund**

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

### **Auditors**

A.F Ferguson & Co. Chartered Accountants

### **Legal Advisor**

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### **Registrar**

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

### **Bankers to the Fund**

Faysal Bank Limited  
Habib bank Limited (Islamic Banking)  
Meezan Bank Limited

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Stock Fund (FISF) endeavors to provide investors with an opportunity to earn capital growth by investing in a large pool of fund representing Shariah compliant equity investment in a broad range of sectors and financial instruments.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326021 - 23  
URL: www.cdcpkistan.com  
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL ISLAMIC STOCK 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 Faysal Islamic Stock Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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.

  
**Badruddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 23, 2024



A.F. FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Stock 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068aejAB7M9p

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427038/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

|   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|--------------------------------------|-------------------------------|
| Note  | ----- (Rupees) -----                 |                               |
| <b>Assets</b>   |                                      |                               |
| Balances with banks   | 4 68,365,262                         | 34,595,999                    |
| Investments   | 5 400,203,674                        | 348,201,544                   |
| Deposits and other receivable                                       | 18,588,994                           | 3,776,755                     |
| Preliminary expenses and floatation costs                           | 6 453,527                            | 600,175                       |
| Receivable against sale of investments                              | 4,865,800                            | 60,648,150                    |
| Receivable against issuance of units                                | 80,000                               | -                             |
| <b>Total assets</b>   | 492,557,257                          | 447,822,623                   |
| <b>Liabilities</b>  |                                      |                               |
| Payable to Faysal Asset Management Limited - Management Company     | 7 1,474,241                          | 2,435,226                     |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8 109,086                            | 70,186                        |
| Payable to the Securities and Exchange Commission of Pakistan       | 9 45,453                             | 88,151                        |
| Accrued expenses and other liabilities                              | 10 11,714,075                        | 4,109,768                     |
| Payable against redemption of units                                 | 31,090,060                           | 36,886,887                    |
| Payable against purchase of investments                             | 10,549,262                           | 53,828,685                    |
| <b>Total liabilities</b>  | 54,982,177                           | 97,418,903                    |
| <b>Net assets</b>   | <u>437,575,080</u>                   | <u>350,403,720</u>            |
| <b>Unit holders' fund (as per the statement attached)</b>           | <u>437,575,080</u>                   | <u>350,403,720</u>            |
| <b>Contingencies and commitments</b>                                | 11                                   |                               |
|   | ----- (Number of units) -----        |                               |
| <b>Number of units in issue</b>                                     | <u>3,255,488</u>                     | <u>3,736,135</u>              |
|   | ----- (Rupees) -----                 |                               |
| <b>Net asset value per unit</b>                                     | <u>134.41</u>                        | <u>93.79</u>                  |

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

For Faysal Asset Management Limited

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|  | Note | Half year ended December 31, |                     | Quarter ended December 31, |                     |
|--|------|------------------------------|---------------------|----------------------------|---------------------|
|  |      | 2023                         | 2022                | 2023                       | 2022                |
|  |      | ----- (Rupees) -----         |                     | ----- (Rupees) -----       |                     |
| <b>Income</b>  |      |                              |                     |                            |                     |
| Profit on saving accounts with banks   |      | 4,266,461                    | 2,192,032           | 2,019,595                  | 1,146,328           |
| Dividend income  |      | 21,551,119                   | 26,252,746          | 16,529,773                 | 19,578,075          |
| Net realised gain on sale of investments   |      | <u>140,688,663</u>           | <u>3,383,545</u>    | <u>121,159,833</u>         | <u>791,494</u>      |
|  |      | 166,506,243                  | 31,828,323          | 139,709,201                | 21,515,897          |
| Unrealised appreciation / (diminution) on re-measurement of 'investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | <u>51,986,371</u>            | <u>(17,079,381)</u> | <u>53,631,149</u>          | <u>(13,430,882)</u> |
| <b>Total income</b>  |      | <u>218,492,614</u>           | <u>14,748,942</u>   | <u>193,340,350</u>         | <u>8,085,015</u>    |
| <b>Expenses</b>  |      |                              |                     |                            |                     |
| Remuneration of Faysal Asset Management Limited - Management Company   | 7.1  | 2,466,614                    | 4,921,564           | 755,936                    | 2,109,225           |
| Sindh Sales Tax on remuneration of the Management Company  | 7.2  | 320,660                      | 639,803             | 98,272                     | 274,199             |
| Selling and marketing expenses   | 7.3  | 1,089,503                    | 3,341,206           | -                          | 1,653,803           |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee   | 8.1  | 550,845                      | 445,493             | 302,375                    | 220,507             |
| Sindh Sales Tax on remuneration of the Trustee   | 8.2  | 71,610                       | 57,914              | 39,308                     | 28,666              |
| Annual fee of the Securities and Exchange Commission of Pakistan   | 9.1  | 261,651                      | 44,549              | 143,628                    | 22,050              |
| Amortisation of preliminary expenses and flotation costs   | 6.1  | 146,648                      | 147,445             | 73,324                     | 73,324              |
| Auditors' remuneration   |      | 377,550                      | 280,048             | 191,095                    | 140,024             |
| Transaction charges  |      | 5,833,092                    | 1,576,216           | 2,505,671                  | 997,141             |
| Legal and professional charges   |      | 131,493                      | 79,120              | 65,697                     | 39,560              |
| Shariah advisory fee   |      | 86,767                       | 55,246              | 43,332                     | 27,232              |
| Bank charges   |      | 3,426                        | 5,300               | 2,033                      | 3,613               |
| Fees and subscription  |      | -                            | 13,800              | -                          | 6,900               |
| Printing charges   |      | 4,969                        | 17,112              | 2,484                      | 8,556               |
| Annual rating fee  |      | -                            | (188,705)           | -                          | (188,705)           |
| Reimbursement of expenses by the Management Company  |      | <u>(500,000)</u>             | <u>(525,000)</u>    | <u>475,000</u>             | <u>(25,000)</u>     |
| <b>Total expenses</b>  |      | <u>10,844,828</u>            | <u>10,911,111</u>   | <u>4,698,155</u>           | <u>5,391,095</u>    |
| <b>Net income for the period before taxation</b>   |      | <u>207,647,786</u>           | <u>3,837,831</u>    | <u>188,642,195</u>         | <u>2,693,920</u>    |
| Taxation   | 13   | -                            | -                   | -                          | -                   |
| <b>Net income for the period after taxation</b>  |      | <u>207,647,786</u>           | <u>3,837,831</u>    | <u>188,642,195</u>         | <u>2,693,920</u>    |
| <b>Earnings per unit</b>   | 14   |                              |                     |                            |                     |
| <b>Allocation of net income for the period</b>   |      |                              |                     |                            |                     |
| Net income for the period after taxation   |      | 207,647,786                  | 3,837,831           |                            |                     |
| Income already paid on units redeemed  |      | <u>(108,230,180)</u>         | -                   |                            |                     |
|  |      | <u>99,417,606</u>            | <u>3,837,831</u>    |                            |                     |
| <b>Accounting income available for distribution</b>  |      |                              |                     |                            |                     |
| - Relating to capital gains  |      | 192,675,034                  | -                   |                            |                     |
| - Excluding capital gains  |      | <u>(93,257,428)</u>          | <u>3,837,831</u>    |                            |                     |
|  |      | <u>99,417,606</u>            | <u>3,837,831</u>    |                            |                     |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, |                  | Quarter ended December 31, |                  |
|--|------------------------------|------------------|----------------------------|------------------|
|  | 2023                         | 2022             | 2023                       | 2022             |
|  | ----- (Rupees) -----         |                  | ----- (Rupees) -----       |                  |
| <b>Net income for the period after taxation</b>  | 207,647,786                  | 3,837,831        | 188,642,195                | 2,693,920        |
| Other comprehensive income for the period        | -                            | -                | -                          | -                |
| <b>Total comprehensive income for the period</b> | <u>207,647,786</u>           | <u>3,837,831</u> | <u>188,642,195</u>         | <u>2,693,920</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half Year ended December 31, 2023 |                     |                    | Half Year ended December 31, 2022 |                      |                    |
|--|-----------------------------------|---------------------|--------------------|-----------------------------------|----------------------|--------------------|
|  | Capital value                     | Accumulated loss    | Total              | Capital value                     | Accumulated loss     | Total              |
|  | (Rupees)                          |                     |                    | (Rupees)                          |                      |                    |
| <b>Net assets at the beginning of the period (Audited)</b>                   | 466,910,642                       | (116,506,922)       | 350,403,720        | 610,691,589                       | (105,363,875)        | 505,327,714        |
| Issuance of 17,427,123 units (2022: 11,701,803 units)                        |                                   |                     |                    |                                   |                      |                    |
| - Capital value (at net asset value per unit at the beginning of the period) | 1,634,489,866                     | -                   | 1,634,489,866      | 1,232,784,941                     | -                    | 1,232,784,941      |
| - Element of income  | 316,417,409                       | -                   | 316,417,409        | 12,866,746                        | -                    | 12,866,746         |
| Total proceeds on issuance of units  | 1,950,907,275                     | -                   | 1,950,907,275      | 1,245,651,687                     | -                    | 1,245,651,687      |
| Redemption of 17,907,770 units (2022: 12,021,312 units)                      |                                   |                     |                    |                                   |                      |                    |
| - Capital value (at net asset value per unit at the beginning of the period) | (1,679,569,748)                   | -                   | (1,679,569,748)    | (1,266,445,191)                   | -                    | (1,266,445,191)    |
| - Element of loss  | (283,583,773)                     | (108,230,180)       | (391,813,953)      | (24,618,102)                      | -                    | (24,618,102)       |
| Total payments on redemption of units  | (1,963,153,521)                   | (108,230,180)       | (2,071,383,701)    | (1,291,063,293)                   | -                    | (1,291,063,293)    |
| Total comprehensive income for the period                                    | -                                 | 207,647,786         | 207,647,786        | -                                 | 3,837,831            | 3,837,831          |
| <b>Net assets at the end of the period (unaudited)</b>                       | <b>454,664,396</b>                | <b>(17,089,316)</b> | <b>437,575,080</b> | <b>565,279,983</b>                | <b>(101,526,044)</b> | <b>463,753,939</b> |
| Accumulated loss   |                                   |                     |                    |                                   |                      |                    |
| - Realised loss  | (107,472,069)                     |                     |                    | (38,063,296)                      |                      |                    |
| - Unrealised loss  | (9,034,853)                       |                     |                    | (67,300,579)                      |                      |                    |
|  | (116,506,922)                     |                     |                    | (105,363,875)                     |                      |                    |
| <b>Accounting income available for distribution</b>                          |                                   |                     |                    |                                   |                      |                    |
| - Relating to capital gains  | 192,675,034                       |                     |                    | -                                 |                      |                    |
| - Excluding capital gains  | (93,257,428)                      |                     |                    | 3,837,831                         |                      |                    |
|  | 99,417,606                        |                     |                    | 3,837,831                         |                      |                    |
| Accumulated loss carried forward   | (17,089,316)                      |                     |                    | (101,526,044)                     |                      |                    |
| <b>Accumulated loss carried forward</b>                                      |                                   |                     |                    |                                   |                      |                    |
| - Realised loss  | (69,075,687)                      |                     |                    | (84,446,663)                      |                      |                    |
| - Unrealised gain / (loss)   | 51,986,371                        |                     |                    | (17,079,381)                      |                      |                    |
|  | (17,089,316)                      |                     |                    | (101,526,044)                     |                      |                    |
|  |                                   |                     | (Rupees)           |                                   |                      | (Rupees)           |
| Net asset value per unit at the beginning of the period                      |                                   |                     | 93.79              |                                   |                      | 105.35             |
| Net asset value per unit at the end of the period                            |                                   |                     | 134.41             |                                   |                      | 103.58             |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**Cash Flow Statement (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

|   | Note | Half year ended December 31, |                     |
|---|------|------------------------------|---------------------|
|   |      | 2023                         | 2022                |
| ----- (Rupees) -----  |      |                              |                     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |      |                              |                     |
| Net income for the period before taxation   |      | 207,647,786                  | 3,837,831           |
| <b>Adjustments for:</b>   |      |                              |                     |
| Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | (51,986,371)                 | 17,079,381          |
| Amortisation of preliminary expenses and floatation costs   | 6    | 146,648                      | 147,445             |
|   |      | 155,808,063                  | 21,064,657          |
| <b>(Increase) / decrease in assets</b>  |      |                              |                     |
| Investments - net   |      | 12,487,168                   | 42,148,856          |
| Deposits, advances and other receivables  |      | (14,812,239)                 | 242,731             |
| Receivable from Faysal Asset Management Limited - Management Company  |      | -                            | 751,927             |
|   |      | (2,325,071)                  | 43,143,514          |
| <b>Increase / (decrease) in liabilities</b>   |      |                              |                     |
| Payable to Faysal Asset Management Limited - Management Company   |      | (960,985)                    | (727,483)           |
| Payable to Central Depository Company of Pakistan Limited - Trustee   |      | 38,900                       | (15,497)            |
| Payable to the Securities and Exchange Commission of Pakistan   |      | (42,698)                     | (84,613)            |
| Accrued expenses and other liabilities  |      | 7,604,307                    | (274,597)           |
|   |      | 6,639,524                    | (1,102,190)         |
| <b>Net cash generated from operating activities</b>   |      | <b>160,122,516</b>           | <b>63,105,981</b>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |      |                              |                     |
| Receipts against issuance of units  |      | 1,950,827,275                | 1,205,656,731       |
| Payments against redemption of units  |      | (2,077,180,528)              | (1,291,063,293)     |
| <b>Net cash used in financing activities</b>  |      | <b>(126,353,253)</b>         | <b>(85,406,562)</b> |
| Net increase / (decrease) in cash and cash equivalents during the period  |      | 33,769,263                   | (22,300,581)        |
| Cash and cash equivalents at the beginning of the period  |      | 34,595,999                   | 83,184,008          |
| <b>Cash and cash equivalents at the end of the period</b>   | 4    | <b>68,365,262</b>            | <b>60,883,427</b>   |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Stock Fund (the Fund) is an open end mutual fund established through a Trust Deed under the Trust Act, 1882, entered into on February 25, 2019 between Faysal Asset Management Limited (FAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. This was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 9, 2021 the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as a 'Shariah Compliant Open Ended Equity Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from July 24, 2020 and are transferable and redeemable by surrendering them to the Fund.

1.4 According to the Trust Deed, the objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital by investing in Shariah compliant listed equity securities. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- The 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 the requirements of the Trust Deed.

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

- 3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   |      | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>4 BALANCES WITH BANKS</b>  |      |                                      |                               |
| Balances with banks in savings accounts   | 4.1  | <u>68,365,262</u>                    | <u>34,595,999</u>             |
| 4.1 These include a balance of Rs. 29.617 million (June 30, 2023: Rs. 58.617 million) maintained with Faysal Bank Limited (a related party) that carries profit at the rate of 20.15% (June 30, 2023: 20.40%) per annum. Other savings account of the Fund carry profit rate of 11.50% (June 30, 2023: 11.00%) per annum. |      |                                      |                               |
|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|   |      | ----- (Rupees) -----                 | ----- (Rupees) -----          |
| <b>5 INVESTMENTS</b>  |      |                                      |                               |
| <b>At fair value through profit or loss</b>   |      |                                      |                               |
| Listed equity securities  | 5.1  | <u>400,203,674</u>                   | <u>348,201,544</u>            |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Listed equity securities

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

| Name of the investee company               | Note      | Number of shares      |                             |   |                        | Balance as at December 31, 2023 |   |              | Investment as a percentage of   |            |                   |                                    |
|--|-----------|-----------------------|-----------------------------|---|------------------------|---------------------------------|---|--------------|---|------------|-------------------|------------------------------------|
|  |           | As at July 1, 2023    | Purchased during the period | Bonus / right shares received during the period | Sold during the period | As at December 31, 2023         | Carrying amount as at December 31, 2023 | Market value | Unrealised (diminution) / appreciation on re-measurement of investments | Net assets | Total investments | Investee company's paid-up capital |
|  |           | Number of shares held |                             |   |                        | Rupees                          |   |              | Percentage  |            |                   |                                    |
| <b>Chemical</b>                            |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Engro Polymer & Chemicals Limited          |           | -                     | 231,523                     | -   | 55,000                 | 176,523                         | 8,152,666                               | 8,224,207    | 71,541  | 1.88%      | 2.06%             | 0.02%                              |
|  |           |                       |                             |   |                        |                                 |   |              |   | 1.88%      | 2.06%             | 0.02%                              |
| <b>Industrial Engineering</b>              |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Agha Steel Industries Limited              | 150,000   | 125,000               | -                           | 275,000   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| International Industries Limited           | -         | 77,041                | -                           | 77,041  | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| International Steels Limited               | -         | 293,132               | -                           | 293,132   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Mughal Iron And Steel Industries Limited   | 120,071   | 282,445               | -                           | 278,823   | 123,693                | 7,852,083                       | 8,186,003                               | 333,920      | 1.87%   | 2.05%      | 0.04%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 1.87%      | 2.05%             | 0.04%                              |
| <b>Commercial Banks</b>                    |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| BankIslami Pakistan Limited                | 325,000   | 773,000               | -                           | 1,098,000                                       | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Faysal Bank Limited                        | 389,415   | 1,036,731             | -                           | 1,231,854                                       | 194,292                | 4,725,978                       | 6,330,033                               | 1,604,055    | 1.45%   | 1.58%      | 0.01%             |                                    |
| Meezan Bank Limited                        | 284,993   | 359,236               | -                           | 486,343   | 157,886                | 19,066,797                      | 25,476,485                              | 6,409,688    | 5.82%   | 6.37%      | 0.01%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 7.27%      | 7.95%             | 0.02%                              |
| <b>Textile Composite</b>                   |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Interloop Limited*                         | -         | 375,500               | -                           | 340,456   | 35,044                 | 1,388,476                       | 2,523,168                               | 1,134,692    | 0.58%   | 0.63%      | -                 |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 0.58%      | 0.63%             | -                                  |
| <b>Cable &amp; Electrical Goods</b>        |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Pak Elektron Limited                       | -         | 736,342               | -                           | 736,342   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
|  |           |                       |                             |   |                        |                                 |   |              |   | -          | -                 | -                                  |
| <b>Automobile Assembler</b>                |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Honda Atlas Cars (Pakistan) Limited        | -         | 33,404                | -                           | 33,404  | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Millat Tractors Limited                    | 7,294     | -                     | -                           | 7,294   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Pak Suzuki Motor Company Limited           | -         | 64,701                | -                           | 64,701  | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Sazgar Engineering Works Limited           | -         | 191,500               | -                           | 191,500   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
|  |           |                       |                             |   |                        |                                 |   |              |   | -          | -                 | -                                  |
| <b>Cement</b>                              |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Cherat Cement Company Limited              | 150,635   | 466,583               | -                           | 552,135   | 65,083                 | 9,092,864                       | 10,607,227                              | 1,514,363    | 2.42%   | 2.65%      | 0.03%             |                                    |
| D.G. Khan Cement Company Limited           | -         | 291,362               | -                           | 291,362   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Fauji Cement Company Limited               | 1,438,000 | 2,207,000             | -                           | 3,335,000                                       | 310,000                | 4,970,939                       | 5,865,200                               | 894,261      | 1.34%   | 1.47%      | 0.01%             |                                    |
| Kohat Cement Company Limited               | 25,082    | 64,458                | -                           | 89,540  | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Lucky Cement Limited                       | 30,770    | 98,559                | -                           | 98,578  | 30,751                 | 21,457,140                      | 24,200,422                              | 2,743,282    | 5.53%   | 6.05%      | 0.01%             |                                    |
| Maple Leaf Cement Factory Limited          | 659,773   | 2,071,046             | -                           | 2,215,785                                       | 515,034                | 18,166,979                      | 20,045,123                              | 1,878,144    | 4.58%   | 5.01%      | 0.05%             |                                    |
| Pioneer Cement Limited                     | 535       | 267,141               | -                           | 209,535   | 58,141                 | 6,161,247                       | 6,682,727                               | 521,480      | 1.53%   | 1.67%      | 0.03%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 15.40%     | 16.85%            | 0.13%                              |
| <b>Glass &amp; Ceramics</b>                |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Tariq Glass Industries Limited             | 264,088   | 458,000               | -                           | 588,745   | 133,343                | 11,622,978                      | 13,296,964                              | 1,673,986    | 3.04%   | 3.32%      | 0.08%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 3.04%      | 3.32%             | 0.08%                              |
| <b>Fertilizer</b>                          |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Engro Corporation Limited                  | 107,439   | 246,941               | -                           | 262,824   | 91,556                 | 25,446,563                      | 27,000,780                              | 1,554,217    | 6.17%   | 6.75%      | 0.02%             |                                    |
| Engro Fertilizers Limited                  | 5.1.1     | 255,656               | 481,576                     | -   | 542,980                | 194,242                         | 16,715,374                              | 21,799,780   | 5,084,406   | 4.98%      | 5.45%             | 0.01%                              |
|  |           |                       |                             |   |                        |                                 |   |              |   | 11.15%     | 12.20%            | 0.03%                              |
| <b>Food &amp; Personal Care Products</b>   |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| At-tahur Limited                           | -         | 92,500                | -                           | 92,500  | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Fauji Foods Limited                        | -         | 250,000               | -                           | 250,000   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| The Organic Meat Company Limited           | -         | 855,000               | 10,395                      | 490,500   | 374,895                | 8,116,091                       | 8,142,719                               | 26,628       | 1.86%   | 2.03%      | 0.25%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 1.86%      | 2.03%             | 0.25%                              |
| <b>Power Generation &amp; Distribution</b> |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Laipr Power Limited                        | -         | 428,500               | -                           | 428,500   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
| Nishat Chunian Power Limited               | -         | 1,197,500             | -                           | 847,500   | 350,000                | 9,157,990                       | 9,789,500                               | 631,510      | 2.24%   | 2.45%      | 0.10%             |                                    |
| The Hub Power Company Limited              | 294,117   | 1,317,507             | -                           | 1,324,035                                       | 287,589                | 30,391,176                      | 33,673,796                              | 3,282,620    | 7.70%   | 8.41%      | 0.02%             |                                    |
|  |           |                       |                             |   |                        |                                 |   |              |   | 9.93%      | 10.86%            | 0.12%                              |
| <b>Synthetic &amp; Rayon</b>               |           |                       |                             |   |                        |                                 |   |              |   |            |                   |                                    |
| Image Pakistan Limited                     | -         | 125,000               | -                           | 125,000   | -                      | -                               | -                                       | -            | -   | -          | -                 | -                                  |
|  |           |                       |                             |   |                        |                                 |   |              |   | -          | -                 | -                                  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Name of the investee company                 | Note   | Number of shares -----            |                             |   |                        | Balance as at December 31, 2023 |   |                    | Investment as a percentage of   |            |                   |                                    |
|--|--------|-----------------------------------|-----------------------------|---|------------------------|---------------------------------|---|--------------------|---|------------|-------------------|------------------------------------|
|  |        | As at July 1, 2023                | Purchased during the period | Bonus / right shares received during the period | Sold during the period | As at December 31, 2023         | Carrying amount as at December 31, 2023 | Market value       | Unrealised (diminution) / appreciation on re-measurement of investments | Net assets | Total investments | Investee company's paid-up capital |
|  |        | ----- Number of shares held ----- |                             |   |                        | ----- Rupees -----              |   |                    | ----- Percentage -----  |            |                   |                                    |
| <b>Technology And Communication</b>          |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Air Link Communication Limited               | -      | 118,500                           | -                           | 118,500   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| Avanceon Limited                             | -      | 187,056                           | -                           | 187,056   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| Systems Limited                              | 5.1.1  | 75,860                            | 177,172                     | -   | 174,744                | 78,288                          | 34,833,784                              | 33,159,665         | (1,674,119)   | 7.58%      | 8.29%             | 0.03%                              |
|  |        |                                   |                             |   |                        |                                 |   |                    | 7.58%   | 8.29%      | 0.03%             |                                    |
| <b>Miscellaneous</b>                         |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Pakistan Aluminium Beverage Cans Limited     | -      | 184,000                           | -                           | 184,000   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | -   | -          | -                 |                                    |
| <b>Oil &amp; Gas Exploration Companies</b>   |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Mari Petroleum Company Limited               | 5.1.1  | 25,849                            | 23,536                      | -   | 41,952                 | 7,433                           | 11,682,967                              | 15,580,311         | 3,897,344   | 3.56%      | 3.89%             | 0.01%                              |
| Oil & Gas Development Company Limited        | 5.1.1  | 361,180                           | 1,365,201                   | -   | 1,340,510              | 385,871                         | 40,222,805                              | 43,391,127         | 3,168,322   | 9.92%      | 10.84%            | 0.01%                              |
| Pakistan Petroleum Limited                   |        | 460,781                           | 1,888,809                   | -   | 1,979,150              | 370,440                         | 32,410,106                              | 42,611,713         | 10,201,807  | 9.74%      | 10.65%            | 0.01%                              |
|  |        |                                   |                             |   |                        |                                 |   |                    | 23.22%  | 25.38%     | 0.03%             |                                    |
| <b>Oil &amp; Gas Marketing Companies</b>     |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Pakistan State Oil Company Limited           | -      | 603,600                           | -                           | 516,700   | 86,900                 | 12,538,038                      | 15,356,099                              | 2,818,061          | 3.51%   | 3.84%      | 0.02%             |                                    |
| Sui Northern Gas Pipelines Limited           | 7.259  | 1,120,000                         | -                           | 1,002,171                                       | 125,088                | 6,758,966                       | 9,196,470                               | 2,437,504          | 2.10%   | 2.30%      | 0.02%             |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | 5.61%   | 6.14%      | 0.04%             |                                    |
| <b>Refinery</b>                              |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Attock Refinery Limited                      | -      | 53,305                            | -                           | 53,305  | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| National Refinery Limited                    | -      | 30,500                            | -                           | 30,500  | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| Pakistan Refinery Limited                    | -      | 853,000                           | -                           | 853,000   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | -   | -          | -                 |                                    |
| <b>Transport</b>                             |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| Pakistan International Bulk Terminal Limited | -      | 1,327,500                         | -                           | 1,027,500                                       | 300,000                | 1,235,018                       | 2,001,000                               | 765,982            | 0.46%   | 0.50%      | 0.02%             |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | 0.46%   | 0.50%      | 0.02%             |                                    |
| <b>Pharmaceuticals</b>                       |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| AGP Limited                                  | -      | 95,706                            | -                           | 65,706  | 30,000                 | 1,980,001                       | 2,109,300                               | 129,299            | 0.48%   | 0.53%      | 0.01%             |                                    |
| Citi Pharma Limited                          | -      | 326,395                           | -                           | 238,546   | 87,849                 | 2,119,094                       | 2,085,535                               | (33,559)           | 0.48%   | 0.52%      | 0.04%             |                                    |
| Ferozsons Laboratories Limited               | -      | 93,100                            | -                           | 80,100  | 13,000                 | 1,951,183                       | 2,868,320                               | 917,137            | 0.66%   | 0.72%      | 0.03%             |                                    |
| Haleon Pakistan Limited                      | -      | 2,500                             | -                           | 2,500   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| Highnoon Laboratories Limited                | -      | 14,500                            | -                           | 14,500  | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
| The Searle Company Limited                   | -      | 422,000                           | -                           | 422,000   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | 1.61%   | 1.77%      | 0.08%             |                                    |
| <b>Property</b>                              |        |                                   |                             |   |                        |                                 |   |                    |   |            |                   |                                    |
| TPL Properties Limited                       | 74.528 | 643,000                           | -                           | 717,528   | -                      | -                               | -                                       | -                  | -   | -          | -                 |                                    |
|  |        |                                   |                             |   |                        |                                 |   |                    | -   | -          | -                 |                                    |
| <b>Total as at December 31, 2023</b>         |        |                                   |                             |   |                        | <u>348,217,303</u>              | <u>400,203,674</u>                      | <u>51,986,371</u>  |   |            |                   |                                    |
| <b>Total as at June 30, 2023</b>             |        |                                   |                             |   |                        | <u>357,236,398</u>              | <u>348,201,544</u>                      | <u>(9,034,854)</u> |   |            |                   |                                    |

\* Nil figure due to rounding off

- 5.1.1 Investments include the following shares which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

| Name of investee company              | December 31, 2023 | June 30, 2023                | December 31, 2023 | June 30, 2023        |                   |
|---------------------------------------|-------------------|------------------------------|-------------------|----------------------|-------------------|
|                                       | (Un-audited)      | (Audited)                    | (Un-audited)      | (Audited)            |                   |
|                                       |                   | ---- (Number of shares) ---- |                   | ----- (Rupees) ----- |                   |
| Engro Fertilizer Limited              | 97,799            | 149,799                      | 10,975,982        | 12,362,911           |                   |
| Mari Petroleum Company Limited        | 5,000             | 5,000                        | 10,480,500        | 7,573,200            |                   |
| Oil & Gas Development Company Limited | 189,000           | 189,000                      | 21,253,050        | 14,742,000           |                   |
| Systems Limited                       | 49,000            | 50,000                       | 20,754,440        | 20,166,500           |                   |
|                                       |                   | <u>340,799</u>               | <u>393,799</u>    | <u>63,463,972</u>    | <u>54,844,611</u> |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|---|------|--------------------------------------|-------------------------------|
|   |      | -----<br>(Rupees)                    | -----<br>(Rupees)             |
| <b>5.2 Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net</b>  |      |                                      |                               |
| Market value of investments   | 5.1  | 400,203,674                          | 348,201,544                   |
| Less: carrying value of investments   | 5.1  | <u>(348,217,303)</u>                 | <u>(357,236,398)</u>          |
|   |      | <u>51,986,371</u>                    | <u>(9,034,854)</u>            |
| <b>6 PRELIMINARY EXPENSES AND FLOATATION COSTS</b>  |      |                                      |                               |
| At the beginning of the period / year   |      | 600,175                              | 891,877                       |
| Less: amortisation during the period / year   |      | <u>(146,648)</u>                     | <u>(291,702)</u>              |
| At the end of the period / year   |      | <u>453,527</u>                       | <u>600,175</u>                |
| <b>6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund .These are being amortised over the period of five years commencing from July 24, 2020 as per the requirements set out in the Trust Deed of the Fund and the NBFC Regulations, 2008.</b>  |      |                                      |                               |
|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|   |      | -----<br>(Rupees)                    | -----<br>(Rupees)             |
| <b>7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>  |      |                                      |                               |
| Management remuneration payable   | 7.1  | 239,990                              | -                             |
| Sindh Sales Tax on remuneration of the Management Company   | 7.2  | 31,198                               | -                             |
| Selling and marketing expenses payable  | 7.3  | 1,178,459                            | 1,912,227                     |
| Sales load payable  |      | 2,338                                | 743                           |
| Preliminary expenses and floatation costs payable   |      | 12,256                               | 12,256                        |
| Other payable   |      | <u>10,000</u>                        | <u>510,000</u>                |
|   |      | <u>1,474,241</u>                     | <u>2,435,226</u>              |
| <b>7.1 As per regulation 61 of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the average rate ranging from 0.5% to 2% (June 30, 2023 : 1.5% to 2%) per annum of the average annual net assets of the Fund. The remuneration is payable to the Management Company monthly in arrears.</b> |      |                                      |                               |
| The remuneration is payable to the Management Company monthly in arrears.   |      |                                      |                               |
| <b>7.2 During the period, an amount of Rs. 0.321 million (December 31, 2022: Rs. 0.640 million) was charged on account of sales tax at the rate of 13% (June 30, 2023: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.</b>   |      |                                      |                               |
| <b>7.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses for registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).</b>  |      |                                      |                               |
| The Management Company has charged allocated expenses at the rate of 1.5% (June 30, 2023: Nil) of the average annual net assets of the Fund based on its discretion, authorised by the Board of Directors while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations for the half year ended December 31, 2023.   |      |                                      |                               |
|   | Note | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|   |      | -----<br>(Rupees)                    | -----<br>(Rupees)             |
| <b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>  |      |                                      |                               |
| Remuneration payable  | 8.1  | 96,536                               | 62,111                        |
| Sindh Sales Tax payable on remuneration of the trustee fee  | 8.2  | <u>12,550</u>                        | <u>8,075</u>                  |
|   |      | <u>109,086</u>                       | <u>70,186</u>                 |



## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the following rates:

| Net Assets (Rs.)    | Tariff   |
|---------------------|--|
| up to Rs. 1 billion | 0.20% per annum of net assets  |
| over Rs. 1 billion  | Rs.2.0 million plus 0.10% p.a. of Net Assets, on amount exceeding Rs.1 billion |

- 8.2 During the period, an amount of Rs. 0.072 million (December 31, 2022: 0.058 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13%. (June 30, 2023: 13%)

|          | Note   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|----------|--|--------------------------------------|-------------------------------|
|          |  | ----- (Rupees) -----                 |                               |
| <b>9</b> | <b>PAYABLE TO THE SECURITIES AND EXCHANGE<br/>COMMISSION OF PAKISTAN</b> |                                      |                               |
|          | Annual Fee payable   | 9.1 45,453                           | 88,151                        |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.095% per annum of the daily net assets of the Fund, applicable to an "Shariah Compliant Equity Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.095% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year."

|           |   | December 31,<br>2023<br>(Un-audited) | June 30,<br>2023<br>(Audited) |
|-----------|---|--------------------------------------|-------------------------------|
|           |   | ----- (Rupees) -----                 |                               |
| <b>10</b> | <b>ACCRUED EXPENSES AND OTHER LIABILITIES</b> |                                      |                               |
|           | Auditors' remuneration payable                | 436,983                              | 415,833                       |
|           | Transaction charges payable                   | 3,929,169                            | 2,302,031                     |
|           | Shariah advisory fee payable                  | 91,627                               | 4,860                         |
|           | Legal and professional charges payable        | 205,440                              | 441,078                       |
|           | Withholding tax payable                       | 184,623                              | 181,135                       |
|           | Capital gain tax payable                      | 6,419,073                            | 312,142                       |
|           | Printing charges payable                      | 19,845                               | 25,374                        |
|           | Other payable                                 | 427,315                              | 427,315                       |
|           |   | <u>11,714,075</u>                    | <u>4,109,768</u>              |

#### 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

#### 12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2023 based on current period results is 3.93% (December 31, 2022: 4.90%) which includes 0.46% (December 31, 2022: 0.42%) representing government levies on the Fund such as Sales Taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Shariah Compliant Equity Scheme'.

#### 13 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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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.

#### 14 EARNINGS PER UNIT

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

#### 15 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 15.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the capital of the Management Company or the net assets of the Fund.
- 15.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 15.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 15.4 Remuneration to the Trustee is determined in accordance with the provisions of the Trust Deed.
- 15.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 15.6 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period end are as follows:

| Transactions during the period  | December 31,<br>2023<br>(Un-audited) | December 31,<br>2022<br>(Un-audited) |
|---|--------------------------------------|--------------------------------------|
|   | ----- (Rupees) -----                 | -----                                |
| <b>Faysal Asset Management Limited - Management Company</b>             |                                      |                                      |
| Remuneration of the Management Company                                  | 2,466,614                            | 4,921,564                            |
| Sindh Sales Tax on remuneration of the Management Company               | 320,660                              | 639,803                              |
| Selling and marketing expenses  | 1,089,503                            | 3,341,206                            |
| Reimbursement of expenses by the Management Company                     | 500,000                              | 525,000                              |
| Units issued: Nil (December 31, 2022: 27,439) units                     | -                                    | 2,989,429                            |
| Units Redeemed: Nil (December 31, 2022: 27,439) units                   | -                                    | 2,901,351                            |
| <b>Faysal Bank Limited (Group / Associated Company)</b>                 |                                      |                                      |
| Profit on balance with bank   | 4,266,461                            | 495,952                              |
| Bank charges  | 3,426                                | 5,298                                |
| Units issued: Nil (December 31, 2022: 194,231) units                    | -                                    | 20,000,000                           |
| Units Redeemed: Nil (December 31, 2022: 237,688) units                  | -                                    | 25,000,000                           |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |                                      |                                      |
| Remuneration of the Trustee   | 550,845                              | 445,493                              |
| Sindh Sales Tax on remuneration of the Trustee                          | 71,610                               | 57,914                               |
| Settlement charges  | 179,143                              | -                                    |
| <b>Directors and Key Management Personnel of the Management Company</b> |                                      |                                      |
| Units issued: 21,965 (December 31, 2022: 6,528) units                   | 2,499,433                            | 707,924                              |
| Units redeemed: 21,967 (December 31, 2022: 6,465) units                 | 2,656,990                            | 702,241                              |
| <b>Unit holders holding more than 10% units</b>                         |                                      |                                      |
| Units issued: 2,886,573 (December 31, 2022: 998,352) units              | 315,202,317                          | 109,619,047                          |
| Units redeemed: 2,202,623 (December 31, 2022: 1,589,593) units          | 285,000,000                          | 168,020,202                          |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Amounts / balances outstanding as at period / year end                  | December 31,                                 | June 30,                   |
|---|--|----------------------------|
|   | 2023<br>(Un-audited)<br>----- (Rupees) ----- | 2023<br>(Audited)<br>----- |
| <b>Faysal Asset Management Limited - Management Company</b>             |  |                            |
| Management remuneration payable   | 239,990                                      | -                          |
| Sindh Sales Tax payable on remuneration of the Management Company       | 31,198                                       | -                          |
| Selling and marketing expenses payable                                  | 1,178,459                                    | 1,912,227                  |
| Preliminary expenses and flotation costs payable                        | 12,256                                       | 12,256                     |
| Sales load payable  | 2,338  | 743                        |
| Other payable   | 10,000                                       | 510,000                    |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>         |  |                            |
| Remuneration payable  | 96,536                                       | 62,111                     |
| Sindh Sales Tax payable on remuneration of the Trustee                  | 12,550                                       | 8,075                      |
| Security deposit  | 100,000                                      | 100,000                    |
| <b>Faysal Bank Limited (Group / Associated Company)</b>                 |  |                            |
| Balance with bank   | 29,617,177                                   | 41,941                     |
| Profit receivable on balance with bank                                  | 93,166                                       | 124,073                    |
| Units in issue: 930,953 (June 30, 2023: 930,953) units                  | 125,130,789                                  | 87,314,054                 |
| <b>Faysal Bank Limited - Staff Provident Fund</b>                       |  |                            |
| Units in issue: 590,551 (June 30, 2023: 590,551) units                  | 79,376,846                                   | 55,387,778                 |
| <b>Directors and Key Management Personnel of the Management Company</b> |  |                            |
| Units in issue: 63 (June 30, 2023: 65) units                            | 8,468  | 11,161                     |
| <b>Unit holder with 10% or more unit holding</b>                        |  |                            |
| Units in issue: 2,206,454 (June 30, 2023: 1,521,504) units              | 296,572,792                                  | 355,570,122                |

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

### 16 FAIR VALUE MEASUREMENT

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

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

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

#### 16.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

**Notes to and forming part of the Financial Statements (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

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| As at December 31, 2023                               |         |         |             |
|---|---------|---------|-------------|
| (Un-audited)  |         |         |             |
| Level 1   | Level 2 | Level 3 | Total       |
| (Rupees)  |         |         |             |
| Financial assets at fair value through profit or loss |         |         |             |
| Listed equity securities                              |         |         |             |
| 400,203,674   | -       | -       | 400,203,674 |

| As at June 30, 2023                                   |         |         |             |
|---|---------|---------|-------------|
| (Audited)   |         |         |             |
| Level 1   | Level 2 | Level 3 | Total       |
| (Rupees)  |         |         |             |
| Financial assets at fair value through profit or loss |         |         |             |
| Listed equity securities                              |         |         |             |
| 348,201,544   | -       | -       | 348,201,544 |

**17 GENERAL**

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

**18 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

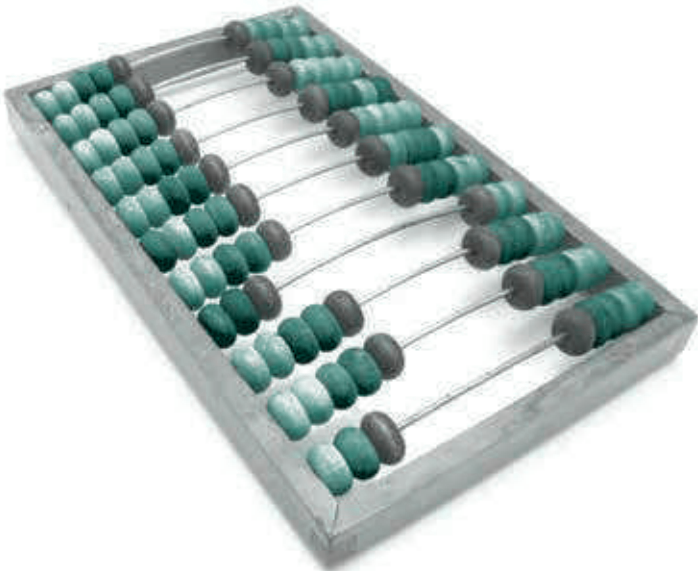
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Financial Growth Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

The Faysal Islamic Financial Growth Fund (FIFGF) aims to provide its investors with an investment avenue that is gain-oriented aiming to generate Halal competitive returns. Inspired by a customer-centric approach, FIFGF is all set to provide a responsible Shariah-compliant investment solution to its investors honoring the utmost professional standards.



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.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 24325021 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL ISLAMIC FINANCIAL GROWTH 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 Faysal Islamic Financial Growth Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material managed the Fund during the period from July 25, 2023 to 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.

  
**Badinuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi, February 23, 2024



A.F. FERGUSON &amp; Co.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Financial Growth 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the period from July 25, 2023 to December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the period from July 25, 2023 to December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068VKfsemiZ

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
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## Statement of Assets and Liabilities

As at December 31, 2023

|   | Note | (Un-audited)<br>Decemeber 31,<br>2023<br>Faysal Islamic<br>Financial<br>Growth Plan-I<br>------(Rupees) ----- |
|---|------|---|
| <b>Assets</b>   |      |   |
| Balances with banks   | 4    | 187,595,561   |
| Investments   | 5    | 200,175,000   |
| Advances, deposits and other receivables                            |      | 12,318,817  |
| Preliminary expenses and floatation costs                           | 6    | 475,994   |
| <b>Total assets</b>   |      | <b>400,565,372</b>  |
| <b>Liabilities</b>  |      |   |
| Payable to Faysal Asset Management Limited - Management Company     | 7    | 2,077,936   |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8    | 60,843  |
| Payable to the Securities and Exchange Commission of Pakistan       | 9    | 24,426  |
| Accrued expenses and other liabilities                              | 10   | 718,354   |
| <b>Total liabilities</b>  |      | <b>2,881,559</b>  |
| <b>Net assets</b>   |      | <b>397,683,813</b>  |
| <b>Unit holders' fund (as per the statement attached)</b>           |      | <b>397,683,813</b>  |
| <b>Contingencies and commitments</b>                                | 11   | <b>(Number of units)</b>  |
| <b>Number of unit in issue</b>                                      |      | <b>3,702,498</b>  |
| <b>Net asset value per unit</b>                                     |      | <b>(Rupees)</b><br><b>107.4096</b>  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   |      | (Un-audited)   |   |
|---|------|--|---|
|   |      | For the period from<br>July 25, 2023 to<br>December 31, 2023 | For the quarter<br>ended December<br>31, 2023 |
|   |      | Faysal Islamic<br>Financial Growth<br>Plan-I                 | Faysal Islamic<br>Financial Growth<br>Plan-I  |
| Income  | Note | ----- (Rupees) -----   |   |
| Profit on corporate sukuk certificates  |      | 15,482,110   | 8,406,576                                     |
| Profit on GoP Ijarah sukuk certificates   |      | 3,266,316  | 3,266,316                                     |
| Profit on savings accounts with banks   |      | 27,764,338   | 11,274,058                                    |
| Unrealised appreciation on re-measurement of investments classified<br>as financial assets 'at fair value through profit or loss' - net | 5.2  | 175,000  | -   |
| <b>Total income</b>   |      | <u>46,687,764</u>  | <u>22,946,950</u>                             |
| <b>Expenses</b>   |      |  |   |
| Remuneration of Faysal Asset Management Limited - Management Company  | 7.1  | 807,996  | 489,498                                       |
| Sindh Sales Tax on remuneration of the Management Company   | 7.2  | 105,039  | 63,718  |
| Selling and marketing expenses  | 7.3  | 718,727  | 293,076                                       |
| Accounting and operational charges  | 7.4  | 724,952  | 391,258                                       |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 8.1  | 160,814  | 79,453  |
| Sindh Sales Tax on remuneration of the Trustee  | 8.2  | 20,906   | 10,298  |
| Fee to the Securities and Exchange Commission of Pakistan   | 9.1  | 160,814  | 79,453  |
| Auditors' remuneration  |      | 242,019  | 129,391                                       |
| Amortisation of preliminary expenses and floatation costs   | 6.1  | 44,531   | 25,760  |
| Legal and professional charges  |      | 56,922   | 32,936  |
| Bank charges  |      | 4,575  | 529   |
| Transaction charges   |      | 17,289   | 9,831   |
| Shariah advisory fee  |      | 75,207   | 43,516  |
| Printing charges  |      | 4,293  | 2,484   |
| <b>Total expenses</b>   |      | <u>3,144,084</u>   | <u>1,651,201</u>                              |
| <b>Net income for the period before taxation</b>  |      | <u>43,543,680</u>  | <u>21,295,749</u>                             |
| Taxation  | 12   |  | -   |
| <b>Net income for the period after taxation</b>   |      | <u>43,543,680</u>  | <u>21,295,749</u>                             |
| <b>Earnings per unit</b>  | 13   |  |   |
| <b>Allocation of net income for the period</b>  |      |  |   |
| Net income for the period after taxation  |      | 43,543,680   |   |
| Income already paid on units redeemed   |      | (21,603,542)   |   |
|   |      | <u>21,940,138</u>  |   |
| <b>Accounting income available for distribution</b>   |      |  |   |
| - Relating to capital gains   |      | 175,000  |   |
| - Excluding capital gains   |      | 21,765,138   |   |
|   |      | <u>21,940,138</u>  |   |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| (Un-audited)   |   |
|--|---|
| For the period from<br>July 25, 2023 to<br>December 31, 2023 | For the quarter<br>ended December<br>31, 2023 |
| Faysal Islamic<br>Financial Growth<br>Plan-I                 | Faysal Islamic<br>Financial Growth<br>Plan-I  |
| ----- (Rupees) -----   |   |
| Net income for the period after taxation                     |   |
| 43,543,680   | 21,295,749                                    |
| Other comprehensive income for the period                    |   |
| -  | -   |
| <b>Total comprehensive income for the period</b>             |   |
| <u>43,543,680</u>  | <u>21,295,749</u>                             |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

| For the period from July 25, 2023 to December 31, 2023                        |                        |                     |
|---|------------------------|---------------------|
| Faysal Islamic Financial Growth Plan-I  |                        |                     |
| Capital value   | Undistributed income   | Total               |
| (Rupees)  |                        |                     |
| Net assets at the beginning of the period                                     | -                      | -                   |
| Issuance of 30,349,702 units  |                        |                     |
| - Capital value (at net asset value per unit at the commencement of the Fund) | 3,034,970,200          | -                   |
| - Element of income   | 31,059,109             | -                   |
| <b>Total proceeds on issuance of units</b>                                    | <b>3,066,029,309</b>   | <b>-</b>            |
| Redemption of 26,647,204 units  |                        |                     |
| - Capital value (at net asset value per unit at the commencement of the Fund) | (2,664,720,400)        | -                   |
| - Element of income   | (16,902,448)           | (21,603,542)        |
| <b>Total proceeds on redemption of units</b>                                  | <b>(2,681,622,848)</b> | <b>(21,603,542)</b> |
| Total comprehensive income for the period                                     | -                      | 43,543,680          |
| Interim distribution of Rs. 1.53 per unit declared on August 24, 2023         | (6,778,941)            | (1,883,845)         |
| <b>Net assets at the end of the period (un-audited)</b>                       | <b>377,627,520</b>     | <b>20,056,293</b>   |

### Accounting income available for distribution

|                             |                   |
|-----------------------------|-------------------|
| - Relating to capital gains | 175,000           |
| - Excluding capital gains   | 21,765,138        |
|                             | <u>21,940,138</u> |

Distribution during the period (1,883,845)

Undistributed income carried forward 20,056,293

### Undistributed income carried forward

|                     |                   |
|---------------------|-------------------|
| - Realised income   | 19,881,293        |
| - Unrealised income | 175,000           |
|                     | <u>20,056,293</u> |

(Rupees)

Net asset value per unit at the beginning of the period 100.00

Net asset value per unit at the end of the period 107.41

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**Cash Flow Statement (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

|   | Note | (Un-audited)<br>For the period from<br>July 25, 2023 to<br>December 31, 2023<br>Faysal Islamic<br>Financial Growth<br>Plan-I<br>------(Rupees) ----- |
|---|------|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |      |  |
| Net income for the period before taxation   |      | 43,543,680   |
| <b>Adjustments for:</b>   |      |  |
| Unrealised appreciation on re-measurement of investments classified<br>as financial assets 'at fair value through profit or loss' - net | 5.2  | (175,000)  |
| Amortisation of preliminary expenses and floatation costs   | 6.1  | 44,531   |
|   |      | <u>43,413,211</u>  |
| <b>Increase in assets</b>   |      |  |
| Advances, deposit and other receivables   |      | (12,318,817)   |
| Investments - net   |      | (200,000,000)  |
|   |      | <u>(212,318,817)</u>   |
| <b>Increase in liabilities</b>  |      |  |
| Payable to Faysal Asset Management Limited - Management Company   |      | 1,557,411  |
| Payable to Central Depository Company of Pakistan Limited - Trustee   |      | 60,843   |
| Payable to the Securities and Exchange Commission of Pakistan   |      | 24,426   |
| Accrued expenses and other liabilities  |      | 718,354  |
|   |      | <u>2,361,034</u>   |
| <b>Net cash used in operating activities</b>  |      | <u>(166,544,572)</u>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |      |  |
| Receipts against issuance and conversion of units - net of refund of capital  |      | 3,059,250,368  |
| Payments against redemption and conversion of units   |      | (2,703,226,390)  |
| Dividend paid   |      | (1,883,845)  |
| <b>Net cash generated from financing activities</b>   |      | <u>354,140,133</u>   |
| <b>Net increase in cash and cash equivalents during the period</b>  |      | <u>187,595,561</u>   |
| Cash and cash equivalents at the beginning of the period  |      | -  |
| <b>Cash and cash equivalents at the end of the period</b>   | 4    | <u><u>187,595,561</u></u>  |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Financial Growth Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee and was approved by the Securities and Exchange Commission of Pakistan (SECP) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The Trust Deed has been registered under the Sindh Trusts Act, 2020 on July 20, 2022.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, ST-02, main Sharah -e- Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.2 The Fund is categorised as a 'Shariah Compliant Aggressive Fixed Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription and are transferable and redeemable by surrendering them to the Fund.

1.3 The Fund shall offer multiple allocation plans, however one allocation plan i.e. Faysal Islamic Financial Growth Plan-I (FIFGP-I) is being initially offered by the Fund. The objective of the Fund is to provide competitive regular return with capital preservation on investments as per respective allocation plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the fund and the authorised avenues are more fully explained in the funds offering document.

1.4 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023:'AM2++' dated December 30, 2022).The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.6 These are the first financial statements of the Fund for the period from July 25, 2023 to December 31, 2023. Therefore, no comparative figures have been included.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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



## Notes to and forming part of the Financial Statements (Un-audited) For The Half Year And Quarter Ended December 31, 2023

2

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the period ended December 31, 2023.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 25, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

### 2.4 Critical accounting estimates and judgments

The preparation of the financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires the management to exercise judgment in the application of the Fund's accounting policies. The estimates and associated assumptions are based on historical experience and various other factors, including expectation of future events, that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying value of assets and liabilities. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both the current and future years.

The estimates and judgments that have a significant effect on these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5).

### 2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that investments have been carried at fair values.

### 2.6 Functional and presentation currency

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

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been applied consistently to all the years presented, unless otherwise stated.

### 3.1 Cash and cash equivalents

These comprise balances with banks in savings and current accounts and other short-term highly liquid investments with original maturities of three months or less.

### 3.2 Financial assets

#### 3.2.1 Initial recognition and measurement

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 3.2.2 Classification and subsequent measurement

#### 3.2.2.1 Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- at amortised cost
- at fair value through other comprehensive income (FVOCI)
- at fair value through profit or loss (FVPL)

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

### 3.2.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and at FVOCI. The Fund recognises loss allowances for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

### 3.2.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

### 3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all the risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

## 3.3 Financial liabilities

### 3.3.1 Classification and subsequent measurement

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

### 3.3.2 Derecognition

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to the Income Statement.

### 3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the "Statement of Assets and Liabilities" when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

### 3.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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#### 3.6 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the 'Statement of Assets and Liabilities' is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

#### 3.7 Issuance and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / distributors.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption applications during business hours of that day. The redemption price is equal to NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.

#### 3.8 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the period end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

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

#### 3.10 Revenue recognition

- Profit on balances with banks and other income is recognised on an accrual basis;
- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place;
  - Unrealised gains / (losses) arising on remeasurement of investments classified as financial assets 'at fair value through profit or loss' are recorded in the period in which these arise; and
- Income on sukuk certificates is recognised on a time proportionate basis using the effective yield method, except for the securities which are classified as non-performing asset under Circular No. 33 of 2012 issued by the SECP for which the profits are recorded on cash basis.

#### 3.11 Expenses

All expenses chargeable to the Fund including remuneration of the Management Company and Trustee and annual fee to the SECP are recognised in the Income Statement on an accrual basis.

#### 3.12 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the NBFC Regulations and Trust Deed of the Fund.

#### 3.13 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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## 5.2 GoP Ijarah sukuk certificates

| Name of the security                         | Profit payments / principal redemptions | Issue date       | Maturity date    | Profit rate                       | As at July 1, 2023                   | Purchased during the period | Sold during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation/ (diminution) as at December 31, 2023 | Percentage in relation to |                |
|--|---|------------------|------------------|-----------------------------------|--------------------------------------|-----------------------------|------------------------|-------------------------|--|--------------------------------------|---|---------------------------|----------------|
|  |   |                  |                  |                                   | ----- (Number of certificates) ----- |                             |                        | ----- (Rupees) -----    |  |                                      | ----- % -----   |                           |                |
| GoP Ijarah Sukuk Certificates - XL - VRR     | Semi-annually / At maturity             | December 4, 2023 | December 4, 2024 | Weighted average 6 months T-Bills | -                                    | 250                         | -                      | 250                     | 25,000,000                             | 25,125,000                           | 125,000   | 6.32%                     | 12.55%         |
| GoP Ijarah Sukuk Certificates - XLI - VRR    | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | Weighted average 6 months T-Bills | -                                    | 750                         | -                      | 750                     | 75,000,000                             | 75,090,000                           | 90,000  | 18.88%                    | 37.51%         |
| GoP Ijarah Sukuk Certificates - XLII - VRR   | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | Weighted average 6 months T-Bills | -                                    | 1,000                       | -                      | 1,000                   | 100,000,000                            | 99,960,000                           | (40,000)  | 25.14%                    | 49.94%         |
| GoP Ijarah Sukuk Certificates - XXXIII - FRR | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | 16.19%                            | -                                    | 750                         | 750                    | -                       | -                                      | -                                    | -   | -                         | -              |
| <b>Total as at December 31, 2023</b>         |   |                  |                  |                                   |                                      |                             |                        |                         | <u>200,000,000</u>                     | <u>200,175,000</u>                   | <u>175,000</u>  | <u>50.34%</u>             | <u>100.00%</u> |

**(Un-audited)**  
**Faysal Islamic**  
**Financial**  
**Growth Plan-I**  
**December 31,**  
**2023**  
**(Rupees)**

## 6 PRELIMINARY EXPENSES AND FLOATATION COSTS

Note

|  |                              |
|--|------------------------------|
| Preliminary expenses And floatation costs incurred | 520,525                      |
| Less: amortisation for the period                  | 44,531                       |
| Closing balance                                    | <u>6.1</u><br><u>475,994</u> |

- 6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of five years in accordance with the Trust Deed of the Fund and the NBFC Regulations.

**(Un-audited)**  
**Faysal Islamic**  
**Financial**  
**Growth Plan-I**  
**December 31,**  
**2023**  
**(Rupees)**

## 7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

Note

|   |     |                  |
|---|-----|------------------|
| Remuneration payable  | 7.1 | 360,083          |
| Sindh Sales Tax payable on remuneration of the Management Company | 7.2 | 46,811           |
| Selling and marketing expenses payable                            | 7.3 | 718,727          |
| Accounting and operational charges payable                        | 7.4 | 391,258          |
| Preliminary expenses and floatation cost payable                  |     | 520,525          |
| Sales load payable  |     | 40,532           |
|   |     | <u>2,077,936</u> |

- 7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at rates ranging from 0.05% to 1.25% per annum of the average annual net assets of the Fund during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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- 7.2 During the period, an amount of Rs. 0.105 million was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13%.
- 7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates ranging from 0% to 1.15% per annum of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.
- 7.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational charges to the Fund at rates ranging from 0% to 0.55% per annum of the average annual net assets of the Fund during the period ended December 31, 2023, subject to total expense charged being lower than actual expense incurred.

|          |  | (Un-audited)                                 |
|----------|--|--|
|          |  | Faysal Islamic<br>Financial<br>Growth Plan-I |
|          |  | December 31,<br>2023                         |
|          |  | (Rupees)                                     |
| <b>8</b> | <b>PAYABLE TO CENTRAL DEPOSITORY COMPANY<br/>OF PAKISTAN LIMITED - TRUSTEE</b> | <b>Note</b>                                  |
|          | Remuneration payable   | 8.1 53,843                                   |
|          | Sindh Sales Tax payable on remuneration of the Trustee                         | 8.2 7,000                                    |
|          |  | <u>60,843</u>                                |

- 8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% per annum of average annual net assets of the Fund.
- 8.2 During the period, an amount of Rs. 0.021 million was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13%.

|          |  | (Un-audited)                                 |
|----------|--|--|
|          |  | Faysal Islamic<br>Financial<br>Growth Plan-I |
|          |  | December 31,<br>2023                         |
|          |  | (Rupees)                                     |
| <b>9</b> | <b>PAYABLE TO THE SECURITIES AND EXCHANGE<br/>COMMISSION OF PAKISTAN</b> | <b>Note</b>                                  |
|          | Fee payable  | 9.1 <u>24,426</u>                            |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shariah Compliant Islamic Income Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

7

- 7.2 During the period, an amount of Rs. 0.105 million was charged on account of sales tax on remuneration of the Management Company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13%.
- 7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates ranging from 0% to 1.15% per annum of the average annual net assets of the Fund during the period ended December 31, 2023 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.
- 7.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company, based on its discretion (duly authorised by the Board of Directors), has charged accounting and operational charges to the Fund at rates ranging from 0% to 0.55% per annum of the average annual net assets of the Fund during the period ended December 31, 2023, subject to total expense charged being lower than actual expense incurred.

|          |  | (Un-audited)                                 |
|----------|--|--|
|          |  | Faysal Islamic<br>Financial<br>Growth Plan-I |
|          |  | December 31,<br>2023                         |
|          |  | (Rupees)                                     |
| <b>8</b> | <b>PAYABLE TO CENTRAL DEPOSITORY COMPANY<br/>OF PAKISTAN LIMITED - TRUSTEE</b> | <b>Note</b>                                  |
|          | Remuneration payable   | 8.1 53,843                                   |
|          | Sindh Sales Tax payable on remuneration of the Trustee                         | 8.2 7,000                                    |
|          |  | <u>60,843</u>                                |

- 8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% per annum of average annual net assets of the Fund.
- 8.2 During the period, an amount of Rs. 0.021 million was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13%.

|          |  | (Un-audited)                                 |
|----------|--|--|
|          |  | Faysal Islamic<br>Financial<br>Growth Plan-I |
|          |  | December 31,<br>2023                         |
|          |  | (Rupees)                                     |
| <b>9</b> | <b>PAYABLE TO THE SECURITIES AND EXCHANGE<br/>COMMISSION OF PAKISTAN</b> | <b>Note</b>                                  |
|          | Fee payable  | 9.1 <u>24,426</u>                            |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shariah Compliant Islamic Income Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

9

- 15.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 15.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 15.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 15.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

|   | For the period from<br>July 25, 2023 to<br>December 31, 2023<br>(Un-audited)<br>Faysal Islamic<br>Financial Growth<br>Plan-I<br>(Rupees) |
|---|--|
| <b>Transactions during the period</b>                             |  |
| <b>Faysal Asset Management Limited - Management Company</b>       |  |
| Remuneration of the Management Company                            | 807,996  |
| Sindh Sales Tax on remuneration of the Management Company         | 105,039  |
| Accounting and operational charges                                | 724,952  |
| Selling and marketing expenses                                    | 718,727  |
| Units issued: 1,063,498 units                                     | 106,349,848  |
| <b>Faysal Bank Limited - Group Company</b>                        |  |
| Profit on savings account   | 27,763,693   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |  |
| Remuneration of the Trustee                                       | 160,814  |
| Sindh Sales Tax on remuneration of the Trustee                    | 20,906   |
| <b>Unit holders with more than 10% unit holding</b>               |  |
| Units issued : 2,715,163 units                                    | 275,797,822  |
| <b>(Un-audited)</b>   |  |
| <b>Faysal Islamic</b>   |  |
| <b>Financial</b>  |  |
| <b>Growth Plan-I</b>  |  |
| <b>December 31,</b>   |  |
| <b>2023</b>   |  |
| <b>(Rupees)</b>   |  |
| <b>Amounts / balances outstanding as at period end</b>            |  |
| <b>Faysal Asset Management Limited - Management Company</b>       |  |
| Remuneration payable  | 360,083  |
| Sindh Sales Tax payable on remuneration of the Management Company | 46,811   |
| Selling and marketing expenses payable                            | 718,727  |
| Accounting and operational charges payable                        | 391,258  |
| Preliminary expenses and floatation cost payable                  | 520,525  |
| Sales load payable  | 40,532   |
| Units outstanding: 1,063,498 units                                | 114,229,895  |
| <b>Faysal Bank Limited - Group Company</b>                        |  |
| Balance with bank   | 187,565,449  |
| Profit receivable on balance with bank                            | 3,971,579  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |  |
| Remuneration payable to the Trustee                               | 53,843   |
| Sindh Sales Tax payable on remuneration of the Trustee            | 7,000  |
| <b>Unit holders with more than 10% unit holding</b>               |  |
| Units outstanding: 2,715,163 units                                | 291,634,572  |



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 16 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

#### 16.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

Market risk comprises of three types of risks: profit rate risk, currency risk, and price risk.

##### (i) Profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2023, the Fund is exposed to such risk on its balances held with banks and GoP Ijarah sukuk certificates. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

##### a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds balances with banks and investment in GoP Ijarah sukuk certificates which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 3.878 million.

##### b) Sensitivity analysis for fixed rate instruments

As at December 31, 2023, the Fund does not hold any financial assets that may expose the Fund to fair value profit rate risk.

##### (ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

##### (iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Equity price risk is a risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any significant investment in equity securities at of December 31, 2023 and hence, is not exposed to price risk.

#### 16.2 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

The Fund is exposed to daily settlement of equity securities and daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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As per the NBFC Regulations the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets up to 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the period.

#### 16.3 Credit risk

- 16.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

|                                | December 31, 2023  |                                 |
|--------------------------------|--|---------------------------------|
|                                | (Un-audited)   |                                 |
|                                | Balance as per condensed statement of assets and liabilities | Maximum exposure to credit risk |
|                                | Rupees   |                                 |
| Balances with banks            | 187,595,561  | 187,595,561                     |
| Investments                    | 200,175,000  | -                               |
| Deposits and other receivables | 9,805,161  | 9,805,161                       |
|                                | <u>397,575,722</u>   | <u>197,400,722</u>              |

The maximum exposure to credit risk before any credit enhancement as at December 31, 2023 is the carrying amount of the financial assets. Investment in equity securities, investment in government securities and profit accrued thereon, however, are not exposed to credit risk and have been excluded from the above analysis as investment in government securities are guaranteed by the Government of Pakistan.

#### 16.3.2 Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and profit accrued thereon. The credit rating profile of bank balances and its accrued profit is as follows:

| Rating  | % of financial assets exposed to credit risk |
|---|--|
|   | December 31, 2023                            |
| <b>Bank balances and profit accrued thereon</b> |  |
| AA  | 99.98%                                       |
| AA+   | 0.01%  |
| A+  | 0.01%  |

#### 16.3.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic and industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. As transactions are entered with credit worthy parties and are within the regulatory limits, therefore any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at December 31, 2023 are unsecured and are not impaired.

## 17 FAIR VALUE MEASUREMENT

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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

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

### 17.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 the Fund held the following financial instruments measured at fair value:

| ASSETS   | (Un-audited)            |             |         |             |
|--|-------------------------|-------------|---------|-------------|
|  | As at December 31, 2023 |             |         |             |
|  | Level 1                 | Level 2     | Level 3 | Total       |
|  | ----- (Rupees) -----    |             |         |             |
| <b>Financial assets at fair value through profit or loss</b> |                         |             |         |             |
| GoP Ijarah sukuk certificates                                | -                       | 200,175,000 | -       | 200,175,000 |

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

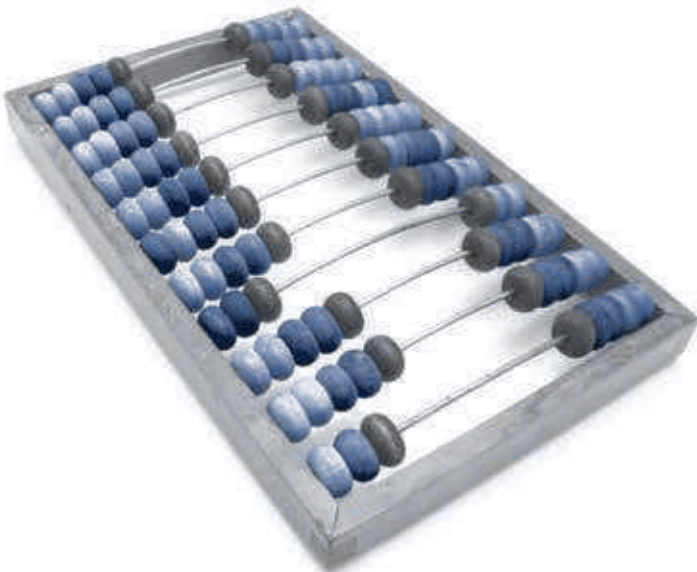
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Financial Planning Fund - II

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited  
Dubai Islamic Bank

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Financial Planning Fund that aims to generate returns on investment as per the respective allocation Plans by investing in collective investment scheme in line with the risk tolerance, returns & basic needs of the investor

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahr-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34325021 - 23  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL ISLAMIC FINANCIAL PLANNING FUND- II

#### 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 Faysal Islamic Financial Planning Fund- II (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provision 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





A.F.FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Financial Planning Fund – II** (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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068CLimSRp5w

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-5/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; [www.pwc.com/pk](http://www.pwc.com/pk)

## Statement of Assets and Liabilities

As at December 31, 2023

|   | (Unaudited)  | (Audited)  |
|---|--|--|
|   | Faysal Sharia<br>Capital<br>Preservation Plan-X<br>December 31, 2023 | Faysal Sharia<br>Capital<br>Preservation Plan-X<br>June 30, 2023 |
|   | ----- (Rupees) -----   |  |
| <b>Assets</b>   |  |  |
| Balances with banks   | 4 604,912,035  | 110,217,012  |
| Investments   | 5 326,627,121  | 959,980,925  |
| Advances and other receivables                                      | 4,072,598  | 13,222,752   |
| Preliminary expenses and floatation costs                           | 6 867,727  | 909,679  |
| <b>Total assets</b>   | 936,479,481  | 1,084,330,368  |
| <b>Liabilities</b>  |  |  |
| Payable to Faysal Asset Management Limited - Management Company     | 7 4,625,401  | 6,808,400  |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8 62,370   | 72,220   |
| Payable to the Securities and Exchange Commission of Pakistan       | 9 15,616   | 243,785  |
| Accrued expenses and other liabilities                              | 10 900,535   | 585,489  |
| <b>Total liabilities</b>  | 5,603,922  | 7,709,894  |
| <b>Net assets</b>   | <u>930,875,559</u>   | <u>1,076,620,474</u>   |
| <b>Unit holders' fund (as per the statement attached)</b>           | <u>930,875,559</u>   | <u>1,076,620,474</u>   |
| <b>Contingencies and commitments</b>                                |  |  |
|   | 11   | ----- (Number of units) -----                                    |
| <b>Number of units in issue</b>                                     | <u>8,182,629</u>   | <u>10,726,925</u>  |
|   | ----- (Rupees) -----   |  |
| <b>Net asset value per unit</b>                                     | <u>113.76</u>  | <u>100.37</u>  |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|  | Faysal Sharia Capital<br>Preservation Plan-X       |  | Faysal Sharia Capital<br>Preservation Plan-X     |  |
|--|--|--|--|--|
|  | For the Half<br>year ended<br>December 31,<br>2023 | For the period<br>From July 15,<br>2022 to<br>December 31,<br>2022 | For the Quarter<br>Ended<br>December 31,<br>2023 | For the Quarter<br>Ended<br>December 31,<br>2022 |
| Note   | ------(Rupees)-----                                |  | ------(Rupees)-----                              |  |
| <b>Income</b>  |  |  |  |  |
| Profit on savings accounts with banks  | 21,932,128   | 14,430,090   | 14,556,737                                       | 5,908,121  |
| Dividend income  | 29,140,927   | 31,711,427   | 1,559,876  | 14,836,723                                       |
| Back end load  | 2,706,161  | 2,029,442  | 1,191,506  | 908,975  |
| Gain on sale of investments - net  | 49,098,099   | 24,838,910   | 33,688,466                                       | 17,503,379                                       |
| Unrealised appreciation / (diminution) on re-measurement of investments<br>classified as 'financial assets at fair value through profit or loss' - net | 5.2 33,952,924                                     | (4,781,388)  | 19,893,090                                       | (8,054,355)                                      |
| <b>Total income</b>  | 136,830,239  | 68,228,481   | 70,889,675                                       | 31,102,843                                       |
| <b>Operating expenses</b>  |  |  |  |  |
| Remuneration of Faysal Asset Management Limited - Management<br>Company  | 7.1 1,928,085                                      | 2,769,140  | 1,324,821  | 1,319,577  |
| Sindh Sales Tax on remuneration of the Management Company  | 7.2 250,651  | 359,988  | 172,227  | 171,545  |
| Accounting and operational charges   | 7.3 5,079,332                                      | 10,452,052   | 2,415,962  | 7,464,010  |
| Remuneration of Central Depository Company of Pakistan Limited -<br>Trustee  | 8.1 355,551  | 439,533  | 169,117  | 240,773  |
| Sindh Sales Tax on remuneration of the Trustee   | 8.2 46,222   | 57,139   | 20,705   | 31,300   |
| Fee of the Securities and Exchange Commission of Pakistan  | 9.1 101,587  | 125,566  | 48,320   | 68,777   |
| Amortisation of preliminary expenses and floatation cost   | 6.1 41,952   | 402,487  | 20,976   | 217,817  |
| Auditors' remuneration   | 377,549  | 279,140  | 191,095  | 151,064  |
| Fee and subscriptions  | -  | 12,808   | -  | 6,931  |
| Legal and professional charges   | 131,480  | 73,005   | 65,688   | 39,494   |
| Shariah advisory fee   | 86,768   | 50,301   | 43,332   | 23,079   |
| Bank charges   | 2,857  | 2,116  | 605  | 225  |
| Printing charges   | 9,873  | 15,836   | 7,389  | 8,570  |
| <b>Total operating expenses</b>  | 8,411,907  | 15,039,111   | 4,480,237  | 9,743,162  |
| <b>Net income for the period before taxation</b>   | 128,418,332  | 53,189,370   | 66,409,438                                       | 21,359,681                                       |
| Taxation   | 13 -   | -  | -  | -  |
| <b>Net income for the period after taxation</b>  | 128,418,332  | 53,189,370   | 66,409,438                                       | 21,359,681                                       |
| <b>Earnings per unit</b>   | 14   |  |  |  |
| <b>Allocation of net income for the period</b>   |  |  |  |  |
| Net income for the period after taxation   | 128,418,332  | 53,189,370   |  |  |
| Income already paid on units redeemed  | (18,792,241)                                       | (1,579,966)  |  |  |
|  | 109,626,091  | 51,609,404   |  |  |
| <b>Accounting income available for distribution</b>  |  |  |  |  |
| - Relating to capital gains  | 83,051,023   | 20,057,522   |  |  |
| - Excluding capital gains  | 26,575,068   | 31,551,882   |  |  |
|  | 109,626,091  | 51,609,404   |  |  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Faysal Sharia Capital<br>Preservation Plan-X       |  | Faysal Sharia Capital<br>Preservation Plan-X        |   |
|--|--|--|---|---|
|  | For the Half<br>year ended<br>December<br>31, 2023 | For the<br>period From<br>July 15, 2022<br>to December<br>31, 2022 | For the<br>Quarter<br>Ended<br>December<br>31, 2023 | For the<br>Quarter<br>Ended<br>December<br>31, 2022 |
|  | ------(Rupees)-----                                |  | ------(Rupees)-----                                 |   |
| <b>Net income for the period after taxation</b>  | 128,418,332  | 53,189,370   | 66,409,438  | 21,359,681  |
| Other comprehensive income for the period        | -  | -  | -   | -   |
| <b>Total comprehensive income for the period</b> | <u>128,418,332</u>                                 | <u>53,189,370</u>  | <u>66,409,438</u>                                   | <u>21,359,681</u>                                   |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

| Faysal Sharia Capital Preservation Plan-X                              |                      |                    | Faysal Sharia Capital Preservation Plan-X              |                      |                   |
|--|----------------------|--------------------|--|----------------------|-------------------|
| For the Half year ended December 31, 2023                              |                      |                    | For the period from July 15, 2022 to December 31, 2022 |                      |                   |
| Capital value  | Undistributed income | Total              | Capital value  | Undistributed income | Total             |
| (Rupees)   |                      |                    | (Rupees)   |                      |                   |
| <b>Net assets at the beginning of the period</b>                       | 1,072,836,646        | 3,783,828          | 1,076,620,474  | -                    | -                 |
| Issuance of 75 units (2022: 13,933,375 units)                          |                      |                    |  |                      |                   |
| - Capital value (at par value per unit at the beginning of the period) | 7,528                | -                  | 7,528  | 1,393,337,482        | -                 |
| - Element of income  | 726                  | -                  | 726  | -                    | -                 |
| <b>Total proceeds on issuance of units</b>                             | 8,254                | -                  | 8,254  | 1,393,337,482        | -                 |
| Redemption of 2,544,371 units (2022: 998,921 units)                    |                      |                    |  |                      |                   |
| - Capital value (at par value per unit at the beginning of the period) | (255,378,517)        | -                  | (255,378,517)  | (99,892,148)         | -                 |
| - Element of Loss  | (743)                | (18,792,241)       | (18,792,984)   | -                    | (1,579,966)       |
| <b>Total payments on redemption of units</b>                           | (255,379,260)        | (18,792,241)       | (274,171,501)  | (99,892,148)         | (1,579,966)       |
| Total comprehensive income for the period                              | -                    | 128,418,332        | 128,418,332  | -                    | 53,189,370        |
| Distribution during the period   | -                    | -                  | -  | -                    | (10,470,365)      |
| <b>Net income for the period less distribution</b>                     | -                    | 128,418,332        | 128,418,332  | -                    | 42,719,005        |
| <b>Net assets at the end of the period</b>                             | <u>817,465,640</u>   | <u>113,409,919</u> | <u>930,875,559</u>                                     | <u>1,293,445,334</u> | <u>41,139,039</u> |
| <b>Undistributed income brought forward</b>                            |                      |                    |  |                      |                   |
| - Realised income  |                      | 3,783,828          |  |                      | -                 |
| - Unrealised income  |                      | -                  |  |                      | -                 |
|  |                      | <u>3,783,828</u>   |  |                      | <u>-</u>          |
| <b>Accounting income available for distribution</b>                    |                      |                    |  |                      |                   |
| - Relating to capital gains  |                      | 83,051,023         |  |                      | 20,057,522        |
| - Excluding capital gains  |                      | 26,575,068         |  |                      | 31,551,882        |
|  |                      | <u>109,626,091</u> |  |                      | <u>51,609,404</u> |
| Distributions during the period  |                      | -                  |  |                      | (10,470,365)      |
| Undistributed income carried forward                                   |                      | <u>113,409,919</u> |  |                      | <u>41,139,039</u> |
| <b>Undistributed income carried forward</b>                            |                      |                    |  |                      |                   |
| - Realised income  |                      | 79,456,995         |  |                      | 41,139,039        |
| - Unrealised income  |                      | 33,952,924         |  |                      | -                 |
|  |                      | <u>113,409,919</u> |  |                      | <u>41,139,039</u> |
|  |                      | (Rupees)           |  |                      | (Rupees)          |
| Net asset value per unit at the beginning of the period                |                      | <u>100.37</u>      |  |                      | <u>100.00</u>     |
| Net asset value per unit at the end of the period                      |                      | <u>113.76</u>      |  |                      | <u>103.18</u>     |

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

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

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Faysal Sharia Capital Preservation Plan-X  |   |   |
|--|---|---|
|  | For the Half year<br>ended December<br>31, 2023 | For the period<br>from July 15, 2022<br>to December 31,<br>2022 |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |   |   |
| Net income for the period before taxation  | 128,418,332                                     | 53,189,370  |
| <b>Adjustments for:</b>  |   |   |
| Amortisation of preliminary expenses and flotation costs   | 6.1 41,952                                      | 402,487   |
| Unrealised (appreciation) / diminution on re-measurement of investments<br>classified as 'financial assets at fair value through profit or loss' - net | 5.2 (33,952,924)<br>(33,910,972)                | 4,781,388<br>5,183,875  |
|  | <u>94,507,360</u>                               | <u>58,373,245</u>   |
| <b>Decrease / (increase) in assets</b>   |   |   |
| Advances and other receivables   | 9,150,154                                       | (9,245,908)   |
| Investments - net  | 667,306,728                                     | (1,327,031,360)   |
| Preliminary expenses and flotation costs paid  | -   | (1,740,696)   |
|  | 676,456,882                                     | (1,338,017,964)   |
| <b>(Decrease) / increase in liabilities</b>  |   |   |
| Payable to Faysal Asset Management Limited - Management Company  | (2,182,999)                                     | 9,453,888   |
| Payable to Central Depository Company of Pakistan Limited - Trustee  | (9,850)   | 90,948  |
| Payable to the Securities and Exchange Commission of Pakistan  | (228,169)                                       | 125,566   |
| Accrued expenses and other liabilities   | 315,046   | 449,784   |
|  | (2,105,972)                                     | 10,120,186  |
| <b>Net cash generated from / (used in) operating activities</b>  | <u>768,858,270</u>                              | <u>(1,269,524,533)</u>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>  |   |   |
| Amounts received against issuance of units   | 8,254   | 1,393,337,482   |
| Payments made against redemption of units  | (274,171,501)                                   | (101,472,114)   |
| Dividend paid  | -   | (10,470,365)  |
| <b>Net cash (used in) / generated from financing activities</b>  | <u>(274,163,247)</u>                            | <u>1,281,395,003</u>  |
| <b>Net increase in cash and cash equivalents during the period</b>   | 494,695,023                                     | 11,870,470  |
| Cash and cash equivalents at beginning of the period   | 110,217,012                                     | -   |
| <b>Cash and cash equivalents at the end of the period</b>  | 4 604,912,035                                   | <u>11,870,470</u>   |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Financial Planning Fund II (the Fund) is an open-ended mutual fund established through a Trust Deed entered into on May 19, 2020 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open ended 'Shari'ah compliant fund of funds scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription under pre - IPO at a par value of Rs 100 per unit.
- 1.4 Faysal Sharia Capital Preservation Plan - X under Faysal Islamic Financial Planning Fund II is a Shari'ah compliant plan which commenced its operations from July 15, 2022 with an objective to earn a potentially competitive return through dynamic asset allocation between Islamic income / money market, Islamic equity collective investment scheme and Islamic banks deposits by using Constant Proportion Portfolio Insurance (CPPI) methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. July 15, 2022). Units will be subject to front end load and back end / contingent load.
- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 [June 30, 2023: 'AM2++' dated December 30, 2022]. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- The 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 the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

2

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

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

- 3.1 The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain new standards, interpretations and amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on / or after July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2024 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

|                              | Note | (Un-audited)                                    | (Audited)                                       |
|------------------------------|------|---|---|
|                              |      | December 31, 2023                               | June 30, 2023                                   |
|                              |      | Faysal Sharia<br>Capital<br>Preservation Plan-X | Faysal Sharia<br>Capital<br>Preservation Plan-X |
|                              |      | (Rupees)  | (Rupees)  |
| <b>4 BALANCES WITH BANKS</b> |      |   |   |
| Savings accounts             | 4.1  | 5,949,917                                       | 110,217,012                                     |
| Current account              | 4.2  | 598,962,118                                     | -   |
|                              |      | 604,912,035                                     | 110,217,012                                     |

- 4.1 These include a balance of Rs. 5.539 million (June 30, 2023: 109.811 million) maintained with Faysal Bank Limited, (a related party), that carries profit at the rate of 21.50% (June 30, 2023: 20.40%). Other savings accounts of the Fund carry profit at rate of 7.60% (June 30, 2023: 6.50%) per annum.

- 4.2 These include a balance of Rs 598.962 million (June 30, 2023: Nil) maintained with the Faysal Bank Limited (a related party).

|   | Note | (Un-audited)                                    | (Audited)                                       |
|---|------|---|---|
|   |      | December 31, 2023                               | June 30, 2023                                   |
|   |      | Faysal Sharia<br>Capital<br>Preservation Plan-X | Faysal Sharia<br>Capital<br>Preservation Plan-X |
|   |      | (Rupees)  | (Rupees)  |
| <b>5 INVESTMENTS</b>                        |      |   |   |
| <b>At fair value through profit or loss</b> |      |   |   |
| Units of open-ended mutual funds            | 5.1  | 326,627,121                                     | 959,980,925                                     |



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Units of open-ended mutual funds

| Name of the security                 | Number of units    |                             |                            |                         | As at December 31, 2023 |                    |  | Market value as a percentage of |            |
|--------------------------------------|--------------------|-----------------------------|----------------------------|-------------------------|-------------------------|--------------------|--|---------------------------------|------------|
|                                      | As at July 1, 2023 | Purchased during the period | Redeemed during the period | As at December 31, 2023 | Carrying value          | Market value       | Unrealised appreciation / (diminution) | Total investments               | Net assets |
|                                      |                    |                             |                            |                         | (Rupees)                |                    |  |                                 |            |
| Faysal Halal Amdani Fund             | -                  | 22,303,958                  | 22,303,958                 | -                       | -                       | -                  | -                                      | -                               | -          |
| Faysal Islamic Sovereign Plan I      | 4,008,699          | 62,271,284                  | 66,279,983                 | -                       | -                       | -                  | -                                      | -                               | -          |
| Faysal Islamic Dedicated Equity Fund | 4,634,941          | -                           | 3,696,074                  | 938,867                 | 92,674,197              | 126,313,852        | 33,639,655                             | 38.67                           | 13.57      |
| Faysal Islamic Cash Fund             | -                  | 37,072,569                  | 37,072,569                 | -                       | -                       | -                  | -                                      | -                               | -          |
| Pak Qatar Cash Plan                  | -                  | 1,805,727                   | -                          | 1,805,727               | 200,000,000             | 200,313,269        | 313,269                                | 61.33                           | 21.52      |
| UBL Al Ameen Islamic Cash Fund       | 993,106            | -                           | 993,106                    | -                       | -                       | -                  | -                                      | -                               | -          |
| <b>As at December 31, 2023</b>       | <b>9,636,746</b>   | <b>123,453,539</b>          | <b>130,345,691</b>         | <b>2,744,594</b>        | <b>292,674,197</b>      | <b>326,627,121</b> | <b>33,952,924</b>                      |                                 |            |
| <b>As at June 30, 2023</b>           |                    |                             |                            |                         | <b>962,611,571</b>      | <b>959,980,925</b> | <b>(2,630,646)</b>                     |                                 |            |

| 5.2 Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | Note | (Un-audited)                              | (Audited)                                 |
|---|------|---|---|
|   |      | December 31, 2023                         | June 30, 2023                             |
|   |      | Faysal Sharia Capital Preservation Plan-X | Faysal Sharia Capital Preservation Plan-X |
|   |      | (Rupees)                                  | (Rupees)                                  |
| Market value of investments   |      | 326,627,121                               | 959,980,925                               |
| Less: carrying value of investments   |      | (292,674,197)                             | (962,611,571)                             |
|   |      | <u>33,952,924</u>                         | <u>(2,630,646)</u>                        |

### 6 PRELIMINARY EXPENSES AND FLOATATION COSTS

|  |     |                |                |
|--|-----|----------------|----------------|
| Opening balance                                    |     | 909,679        | -              |
| Preliminary expenses and floatation costs incurred |     | -              | 1,740,696      |
| Less: amortisation for the period                  | 6.1 | (41,952)       | (831,017)      |
| Closing balance                                    |     | <u>867,727</u> | <u>909,679</u> |

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over two years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

| 7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY | Note | (Un-audited)                              | (Audited)                                 |
|---|------|---|---|
|   |      | December 31, 2023                         | June 30, 2023                             |
|   |      | Faysal Sharia Capital Preservation Plan-X | Faysal Sharia Capital Preservation Plan-X |
|   |      | (Rupees)                                  | (Rupees)                                  |
| Management remuneration payable                                   | 7.1  | 410,466                                   | 269,946                                   |
| Sindh Sales Tax on remuneration of the Management Company         | 7.2  | 53,361                                    | 35,094                                    |
| Accounting and operational expenses payable                       | 7.3  | 2,420,878                                 | 4,762,664                                 |
| Preliminary expenses and floatation cost payable                  | 6    | 1,740,696                                 | 1,740,696                                 |
|   |      | <u>4,625,401</u>                          | <u>6,808,400</u>                          |

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 1% (June 30, 2023: 1%) per annum of the average annual net assets of the Fund for the period ended December 31, 2023 for all the plans. However, no amount of remuneration is charged on that part of the net assets which have been invested in mutual funds managed by the Management Company. The remuneration is payable to the Management Company monthly in arrears.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

4

- 7.2 During the period, an amount of Rs. 0.251 million (December 31, 2022: 0.360 million) was charged on account of sales tax on remuneration of the management company levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).
- 7.3 During the period ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. Therefore, the Management Company, based on its discretion (duly authorised by the Board of Directors), has charged allocated expenses to the Fund at the rate of 1% (June 30, 2023: 1% to 3%).

|  | Note | (Un-audited)  | (Audited)   |
|--|------|---|---|
|  |      | December 31, 2023                                     | June 30, 2023   |
| <b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b> |      | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) |
| Remuneration payable   | 8.1  | 55,195  | 63,911  |
| Sindh Sales Tax on remuneration of the Trustee                               | 8.2  | 7,175   | 8,309   |
|  |      | <u>62,370</u>   | <u>72,220</u>   |

- 8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:

| Net Assets (Rs.)                | Fee   |
|---------------------------------|---|
| up to Rs 1,000 million          | 0.20% per annum of net assets   |
| from Rs 1,000 million and above | Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million. |

- 8.2 During the period, an amount of Rs. 0.046 million (December 31, 2022: 0.057 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

|  | Note | (Un-audited)  | (Audited)   |
|--|------|---|---|
|  |      | December 31, 2023                                     | June 30, 2023   |
| <b>9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b> |      | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) |
| Annual Fee payable   | 9.1  | 15,616  | 243,785   |

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (June 30, 2023: 0.02%) per annum of average annual net assets of the Fund.

|  | (Un-audited)  | (Audited)   |
|--|---|---|
|  | December 31, 2023                                     | June 30, 2023   |
| <b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b> | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) | Faysal Sharia Capital Preservation Plan-X<br>(Rupees) |
| Auditors' remuneration payable                   | 408,783   | 387,634   |
| Legal and professional charges payable           | 282,280   | 150,800   |
| Withholding tax payable                          | 7,161   | 16,721  |
| Printing charges payable                         | 16,476  | 20,434  |
| Shariah Advisory fee payable                     | 96,668  | 9,900   |
| Capital gain tax payable                         | 89,167  | -   |
|  | <u>900,535</u>  | <u>585,489</u>  |

#### 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2023 is 1.66% (December 31, 2022: 2.36%) which includes 0.08% (December 31, 2022: 0.08%) of government levies. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Fund of Fund Scheme'.

### 13 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

### 14 EARNINGS PER UNIT

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

### 15 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

15.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% or more units / net assets of the Fund.

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

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

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

15.5 Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

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

| Transactions during the period:                             | (Un-audited)<br>December 31, 2023                           | (Un-audited)<br>December 31, 2022                           |
|---|---|---|
|   | Faysal Sharia<br>Capital<br>Preservation Plan-X<br>(Rupees) | Faysal Sharia<br>Capital<br>Preservation Plan-X<br>(Rupees) |
| <b>Faysal Asset Management Limited - Management Company</b> |   |   |
| Remuneration of the Management Company                      | 1,928,085   | 2,769,140   |
| Sindh Sales tax on remuneration of the Management Company   | 250,651   | 359,988   |
| Accounting and operational charges                          | 5,079,332   | 10,452,052  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| Transactions during the period:  | December 31, 2023   | December 31, 2022   |
|--|---|---|
|  | Faysal Sharia Capital Preservation Plan-X<br>(Rupees)         | Faysal Sharia Capital Preservation Plan-X<br>(Rupees)         |
| <b>Faysal Bank Limited (Group company / Associated Company)</b>                      |   |   |
| Profit on balance with bank  | 21,903,132  | 13,992,085  |
| Bank charges   | 2,857   | 2,116   |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                      |   |   |
| Remuneration of the Trustee  | 355,551   | 439,533   |
| Sindh Sales Tax on remuneration of the Trustee                                       | 46,222  | 57,139  |
| <b>Faysal Islamic Dedicated Equity Fund - fund managed by the Management Company</b> |   |   |
| Purchase of Units : Nil (2022: 12,454,949)   | -   | 1,200,000,000   |
| Redemption of Units: 3,696,074 (2022: 6,512,628)                                     | 408,000,000   | 633,000,000   |
| <b>Faysal Islamic Cash Fund - fund managed by the Management Company</b>             |   |   |
| Purchase of Units : 37,072,569 (2022: 145,007,134)                                   | 3,707,256,941   | 14,500,713,385  |
| Redemption of Units: 37,072,569 (2022: 137,592,064)                                  | 3,707,256,941   | 13,759,206,385  |
| <b>Faysal Halal Amdani Fund - fund managed by the Management Company</b>             |   |   |
| Purchase of Units : 22,303,958 (2022: 70,542,016)                                    | 2,375,000,000   | 7,373,204,764   |
| Redemption of Units : 22,303,958 (2022: 70,542,016)                                  | 2,376,292,502   | 7,379,519,300   |
| <b>Faysal Islamic Sovereign Plan I - fund managed by the Management Company</b>      |   |   |
| Purchase of Units : 62,271,284 (2022: Nil)   | 6,321,883,946   | -   |
| Redemption of Units : 66,279,983 (2022: Nil)   | 6,728,398,050   | -   |
|  | (Un-audited)  | (audited)   |
|  | December 31, 2023   | June 30, 2023   |
| <b>Amounts / balances outstanding as at period / year end:</b>                       | <b>Faysal Sharia Capital Preservation Plan-X<br/>(Rupees)</b> | <b>Faysal Sharia Capital Preservation Plan-X<br/>(Rupees)</b> |
| <b>Faysal Asset Management Limited - Management Company</b>                          |   |   |
| Remuneration payable   | 410,466   | 269,946   |
| Sindh Sales Tax payable on remuneration of the Management Company                    | 53,361  | 35,094  |
| Preliminary expenses and floatation cost payable                                     | 1,740,696   | 1,740,696   |
| Accounting and operational charges payable   | 2,420,878   | 4,762,664   |
| <b>Faysal Bank Limited (group company / associated company)</b>                      |   |   |
| Balance with bank  | 604,501,382   | 109,811,597   |
| Profit receivable on balance with bank   | 2,758,970   | 11,932,882  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                      |   |   |
| Remuneration payable   | 55,195  | 63,911  |
| Sindh Sales Tax on remuneration of the Trustee                                       | 7,175   | 8,309   |
| <b>Faysal Islamic Dedicated Equity Fund - fund managed by the Management Company</b> |   |   |
| Outstanding Units: 938,867 (June 30, 2023: 4,634,941)                                | 126,313,852   | 457,515,101   |
| <b>Faysal Islamic Sovereign Plan I - fund managed by the Management Company</b>      |   |   |
| Outstanding units: Nil (June 30, 2023: 4,008,699)                                    | -   | 402,393,129   |
| <b>Units holder holding 10% or more units</b>  |   |   |
| Outstanding units: 1,050,269 (June 30, 2023: 1,050,269)                              | 119,481,128   | 105,415,500   |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 17 FAIR VALUE MEASUREMENT

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

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

Units of mutual funds are valued using the net asset value (NAV) announced by Mutual Fund Association of Pakistan (MUFAP). The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

#### 17.1 Fair value hierarchy

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

| (Un-audited)                     |         |             |       |             |
|----------------------------------|---------|-------------|-------|-------------|
| As at December 31, 2023          |         |             |       |             |
| Level 1                          | Level 2 | Level 3     | Total |             |
| Units of open-ended mutual funds | -       | 326,627,121 | -     | 326,627,121 |
|                                  | -       | 326,627,121 | -     | 326,627,121 |

| (Audited)                        |         |             |       |             |
|----------------------------------|---------|-------------|-------|-------------|
| As at June 30, 2023              |         |             |       |             |
| Level 1                          | Level 2 | Level 3     | Total |             |
| Units of open-ended mutual funds | -       | 959,980,925 | -     | 959,980,925 |
|                                  | -       | 959,980,925 | -     | 959,980,925 |

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

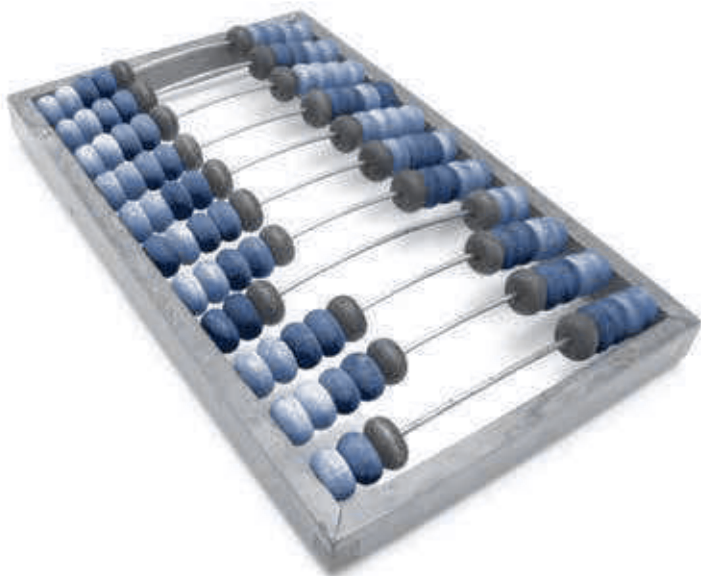
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Financial Planning Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited



## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Financial Planning Fund that aims to generate returns on investment as per the respective allocation Plans by investing in collective investment scheme in line with the risk tolerance, returns & basic needs of the investor

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**  
CDC House, 99-B, Block 'B',  
S.M.C.H.S., Main Shalra-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34328021 - 23  
URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)

**TRUSTEE REPORT TO THE UNIT HOLDERS****FAYSAL ISLAMIC FINANCIAL PLANNING 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 Faysal Islamic Financial Planning Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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



A.F. FERGUSON & CO.

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS**

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Financial Planning 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

**Scope of Review**

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

**Conclusion**

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310058AldPfe40W

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, 1-A, Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32442518/32424540; <www.pwc.com/pk>

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## Statement of Assets and Liabilities

As at December 31, 2023

| December 31, 2023   |   |  |   |  |   |  |                    |
|---|---|--|---|--|---|--|--------------------|
| (Un-audited)  |   |  |   |  |   |  |                    |
|   | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII | Total              |
| <b>Assets</b>   | (Rupees)                                      |  |   |  |   |  |                    |
| Balances with banks   | 4,015,625                                     | 4,219,526                                    | 8,547,425                                   | 3,560,005                                    | 4,243,104                                     | 29,305,901                                     | 53,891,586         |
| Investments   | -   | -  | -   | -  | -   | 203,458,338                                    | 203,458,338        |
| Preliminary expenses and floatation costs                           | -   | -  | -   | -  | -   | -  | -                  |
| Advances and other receivable                                       | -   | -  | -   | -  | -   | 1,183,571                                      | 1,183,571          |
| <b>Total assets</b>   | <b>4,015,625</b>                              | <b>4,219,526</b>                             | <b>8,547,425</b>                            | <b>3,560,005</b>                             | <b>4,243,104</b>                              | <b>233,947,810</b>                             | <b>258,533,495</b> |
| <b>Liabilities</b>  |   |  |   |  |   |  |                    |
| Payable to Faysal Asset Management Limited - Management Company     | -   | -  | -   | -  | -   | 883,814  | 883,814            |
| Payable to Central Depository Company of Pakistan Limited - Trustee | -   | -  | -   | -  | -   | 15,994   | 15,994             |
| Payable to the Securities and Exchange Commission of Pakistan       | -   | -  | -   | -  | -   | 3,898  | 3,898              |
| Payable against redemption of units                                 | -   | -  | -   | -  | -   | -  | -                  |
| Accrued expenses and other liabilities                              | 4,015,625                                     | 4,219,526                                    | 8,547,425                                   | 3,560,005                                    | 4,243,104                                     | 1,971,685                                      | 26,557,370         |
| <b>Total liabilities</b>  | <b>4,015,625</b>                              | <b>4,219,526</b>                             | <b>8,547,425</b>                            | <b>3,560,005</b>                             | <b>4,243,104</b>                              | <b>2,875,391</b>                               | <b>27,461,076</b>  |
| <b>Net assets</b>   | <b>-</b>                                      | <b>-</b>                                     | <b>-</b>                                    | <b>-</b>                                     | <b>-</b>                                      | <b>231,072,419</b>                             | <b>231,072,419</b> |
| <b>Unit holders' fund (as per statement attached)</b>               | <b>-</b>                                      | <b>-</b>                                     | <b>-</b>                                    | <b>-</b>                                     | <b>-</b>                                      | <b>231,072,419</b>                             | <b>231,072,419</b> |
| <b>Contingencies and commitments</b>                                |   |  |   |  |   |  |                    |
|   | ----- (Number of units) -----                 |  |   |  |   |  |                    |
| <b>Number of units in issue</b>                                     | <b>-</b>                                      | <b>-</b>                                     | <b>-</b>                                    | <b>-</b>                                     | <b>-</b>                                      | <b>2,234,598</b>                               |                    |
|   | ----- (Rupees) -----                          |  |   |  |   |  |                    |
| <b>Net asset value per unit</b>                                     | <b>-</b>                                      | <b>-</b>                                     | <b>-</b>                                    | <b>-</b>                                     | <b>-</b>                                      | <b>103.41</b>                                  |                    |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Assets and Liabilities

As at December 31, 2023

| June 30, 2023   |   |  |   |  |   |  |                      |                      |
|---|---|--|---|--|---|--|----------------------|----------------------|
| (Audited)   |   |  |   |  |   |  |                      |                      |
|   | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII | Total                |                      |
| (Rupees)  |   |  |   |  |   |  |                      |                      |
| <b>Assets</b>   |   |  |   |  |   |  |                      |                      |
| Balances with banks   | 4   | 3,725,536                                    | 3,930,934                                   | 7,982,792                                    | 95,901,514                                    | 150,706,800                                    | 5,249,058            | 267,496,634          |
| Investments   | 5   | -  | -   | -  | -   | 201,196,564                                    | 2,060,961,617        | 2,262,158,181        |
| Preliminary expenses and floatation costs                           | 6   | -  | -   | -  | -   | -  | 12,315               | 12,315               |
| Advances and other receivable                                       | 7   | -  | -   | -  | 1,249,326                                     | 2,931,613                                      | 4,710,777            | 8,891,716            |
| <b>Total assets</b>   |   | <u>3,725,536</u>                             | <u>3,930,934</u>                            | <u>7,982,792</u>                             | <u>97,150,840</u>                             | <u>354,834,977</u>                             | <u>2,070,933,767</u> | <u>2,538,558,846</u> |
| <b>Liabilities</b>  |   |  |   |  |   |  |                      |                      |
| Payable to Faysal Asset Management Limited - Management Company     | 8   | -  | 27,547                                      | -  | 461,354                                       | 3,294,258                                      | 6,323,181            | 10,106,340           |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 9   | -  | -   | -  | 5,751   | 28,640   | 141,503              | 175,894              |
| Payable to the Securities and Exchange Commission of Pakistan       | 10  | 6,394  | 10,594                                      | 58,194                                       | 114,950                                       | 356,341  | 527,293              | 1,073,766            |
| Payable against redemption of units                                 |   | -  | -   | -  | -   | 202,382  | -                    | 202,382              |
| Accrued and other liabilities                                       | 11  | 3,719,142                                    | 3,892,793                                   | 7,924,598                                    | 96,568,785                                    | 872,961  | 3,155,828            | 116,134,107          |
| <b>Total liabilities</b>  |   | <u>3,725,536</u>                             | <u>3,930,934</u>                            | <u>7,982,792</u>                             | <u>97,150,840</u>                             | <u>4,754,582</u>                               | <u>10,147,805</u>    | <u>127,692,489</u>   |
| <b>Net assets</b>   |   | <u>-</u>                                     | <u>-</u>                                    | <u>-</u>                                     | <u>-</u>                                      | <u>350,080,395</u>                             | <u>2,060,785,962</u> | <u>2,410,866,357</u> |
| <b>Unit holders' fund (as per statement attached)</b>               |   | <u>-</u>                                     | <u>-</u>                                    | <u>-</u>                                     | <u>-</u>                                      | <u>350,080,395</u>                             | <u>2,060,785,962</u> | <u>2,410,866,357</u> |
| <b>Contingencies and commitments</b>                                | 12  |  |   |  |   |  |                      |                      |
| ----- (Number of units) -----                                       |   |  |   |  |   |  |                      |                      |
| <b>Number of units in issue</b>                                     |   | <u>-</u>                                     | <u>-</u>                                    | <u>-</u>                                     | <u>-</u>                                      | <u>3,590,639</u>                               | <u>21,619,675</u>    |                      |
| ----- (Rupees) -----  |   |  |   |  |   |  |                      |                      |
| <b>Net asset value per unit</b>                                     |   | <u>-</u>                                     | <u>-</u>                                    | <u>-</u>                                     | <u>-</u>                                      | <u>97.50</u>                                   | <u>95.32</u>         |                      |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2023  |  |   |  | For the period from July 1, 2023 to November 24, 2023 | Half year ended December 31, 2023              | Total        |
|--|--|---|--|---|--|--------------|
| Faysal Sharia Capital Preservation Plan - III  | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII         | Faysal Sharia Capital Preservation Plan - VIII |              |
| <b>Note</b>  |  |   |  |   |  |              |
| (Rupees)   |  |   |  |   |  |              |
| <b>Income</b>  |  |   |  |   |  |              |
| Profit on savings accounts with banks  | -  | -   | -  | 4,497,053   | 23,000,828                                     | 27,497,881   |
| Dividend income from units of open end mutual funds  | -  | -   | -  | 9,889,032   | 1,953,352                                      | 11,842,384   |
| Back-end load income   | -  | -   | -  | -   | 579,815  | 579,815      |
| Realised gain on sale of investments - net   | -  | -   | -  | 5,822,831   | 64,210,823                                     | 70,033,654   |
| Other income   | -  | -   | -  | -   | -  | -            |
|  | -  | -   | -  | 20,208,916  | 89,744,818                                     | 109,953,734  |
| Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | -   | -  | -   | 3,458,338                                      | 3,458,338    |
| <b>Total income</b>  |  |   |  | 20,208,916  | 93,203,156                                     | 113,412,072  |
| <b>Operating expenses</b>  |  |   |  |   |  |              |
| Remuneration of Faysal Asset Management Limited - Management Company   | 8.1  | -   | -  | -   | 522,072  | 2,122,889    |
| Sindh Sales Tax on remuneration of the Management Company  | 8.2  | -   | -  | -   | 67,869   | 275,976      |
| Allocated expenses   | 8.3  | -   | -  | -   | 1,023,536                                      | 4,649,948    |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee   | 9.1  | -   | -  | -   | 71,648   | 334,890      |
| Sindh Sales Tax on remuneration of the Trustee   | 9.2  | -   | -  | -   | 9,314  | 43,536       |
| Annual fee to the Securities and Exchange Commission of Pakistan   | 10.1   | -   | -  | -   | 20,471   | 92,830       |
| Auditors' remuneration   |  | -   | -  | -   | 143,632  | 201,979      |
| Amortisation of preliminary expenses and floatation costs  | 6.1  | -   | -  | -   | -  | 12,315       |
| Legal and professional charges   |  | -   | -  | -   | 52,536   | 65,741       |
| Fees and subscription  |  | -   | -  | -   | -  | -            |
| Shariah advisory fee   |  | -   | -  | -   | 34,692   | 43,424       |
| Printing charges   |  | -   | -  | -   | 2,069  | 6,070        |
| Bank charges   |  | -   | -  | -   | 344  | 2,427        |
| <b>Total operating expenses</b>  |  | -   | -  | -   | 1,948,183                                      | 7,852,025    |
| <b>Net income from operating activities</b>  |  | -   | -  | -   | 18,260,733                                     | 85,351,131   |
| <b>Net income for the period before taxation</b>   |  | -   | -  | -   | 18,260,733                                     | 85,351,131   |
| Taxation   | 14   | -   | -  | -   | -  | -            |
| <b>Net income for the period after taxation</b>  |  | -   | -  | -   | 18,260,733                                     | 85,351,131   |
| <b>Earnings per unit</b>   | 15   |   |  |   |  |              |
| <b>Allocation of net income for the period</b>   |  |   |  |   |  |              |
| Net income for the period after taxation   |  | -   | -  | -   | 18,260,733                                     | 85,351,131   |
| Income already paid on units redeemed  |  | -   | -  | -   | (10,199,308)                                   | (36,509,101) |
|  |  | -   | -  | -   | 8,061,425                                      | 48,842,030   |
| <b>Accounting income available for distribution</b>  |  | -   | -  | -   | 8,061,425                                      | 48,842,030   |
| - Relating to capital gains  |  | -   | -  | -   | 5,822,831                                      | 67,669,161   |
| - Excluding capital gains  |  | -   | -  | -   | 2,238,594                                      | (8,627,823)  |
|  |  | -   | -  | -   | 8,061,425                                      | 59,041,338   |

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

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

Chief Financial Officer

Chief Executive Officer

Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | For the period from July 1, 2022 to September 30, 2022 | Half year ended December 31, 2022             |  |   |  |   |  | Total |
|---|--|---|--|---|--|---|--|-------|
|   |  | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII |       |
| <b>Note</b>   |  |   |  |   |  |   |  |       |
| (Rupees)  |  |   |  |   |  |   |  |       |
| <b>Income</b>   |  |   |  |   |  |   |  |       |
| Profit on savings accounts with banks   | 1,476,411  | 2,457,829                                     | 6,743,955                                    | 10,806,216                                  | 31,988,823                                   | 40,701,514                                    | 94,174,748                                     |       |
| Dividend income from units of open end mutual funds   | 3,324,121  | 3,450,500                                     | 21,326,385                                   | 36,273,764                                  | 55,533,791                                   | 44,754,610                                    | 164,663,171                                    |       |
| Back-end load income  | -  | 20,705  | 305,832                                      | 375,325                                     | 2,281,308                                    | 5,509,409                                     | 8,482,579                                      |       |
| Realised gain on sale of investments - net  | -  | 1,407,654                                     | 5,587,487                                    | 11,139,234                                  | 32,604,775                                   | 59,250,128                                    | 109,989,278                                    |       |
| Other income  | 246,818  | -   | -  | -   | -  | -   | 246,818  |       |
|   | <u>5,047,350</u>                                       | <u>7,336,688</u>                              | <u>33,963,659</u>                            | <u>58,594,539</u>                           | <u>122,408,697</u>                           | <u>150,215,661</u>                            | <u>377,566,594</u>                             |       |
| Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2  | -   | -  | -   | (3,953,191)                                  | 17,498,665                                    | 13,545,474                                     |       |
| <b>Total income</b>   |  | <u>5,047,350</u>                              | <u>7,336,688</u>                             | <u>33,963,659</u>                           | <u>58,594,539</u>                            | <u>118,455,506</u>                            | <u>391,112,068</u>                             |       |
| <b>Operating expenses</b>   |  |   |  |   |  |   |  |       |
| Remuneration of Faysal Asset Management Limited - Management Company  | 8.1  | 83,709  | 165,253                                      | 569,771                                     | 1,177,048                                    | 3,727,093                                     | 5,699,821                                      |       |
| Sindh Sales Tax on remuneration of the Management Company   | 8.2  | 10,882  | 21,483                                       | 74,070                                      | 153,016                                      | 484,522                                       | 740,977  |       |
| Allocated expenses  | 8.3  | 639,492                                       | 617,022                                      | 4,075,094                                   | 2,203,966                                    | 8,147,936                                     | 11,360,487                                     |       |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 9.1  | 22,810  | 36,316                                       | 190,005                                     | 343,822                                      | 762,118                                       | 1,060,282                                      |       |
| Sindh Sales Tax on remuneration of the Trustee  | 9.2  | 2,965   | 4,721  | 24,701                                      | 44,697                                       | 99,075  | 137,837  |       |
| Annual fee to the Securities and Exchange Commission of Pakistan  | 10.1   | 6,396   | 10,318                                       | 54,357                                      | 98,187                                       | 217,923                                       | 303,147  |       |
| Auditors' remuneration  |  | 23,365  | 46,736                                       | 46,736                                      | 46,736                                       | 46,736  | 46,990   |       |
| Amortisation of preliminary expenses and floatation costs   | 6.1  | -   | 28,044                                       | 24,627                                      | 41,439                                       | 42,011  | 42,180   |       |
| Legal and professional charges  |  | 6,624   | 13,248                                       | 13,248                                      | 13,248                                       | 13,248  | 13,320   |       |
| Fees and subscription   |  | 1,196   | 2,392  | 2,392                                       | 2,392  | 2,392   | 2,405  |       |
| Shariah advisory fee  |  | 4,508   | 9,016  | 9,016                                       | 9,016  | 9,016   | 9,065  |       |
| Printing charges  |  | 1,472   | 2,944  | 2,944                                       | 2,944  | 2,960   | 16,208   |       |
| Bank charges  |  | 1,410   | 1,694  | 2,178                                       | 2,536  | 1,412   | 1,445  |       |
| <b>Total operating expenses</b>   |  | <u>804,829</u>                                | <u>1,159,187</u>                             | <u>5,089,139</u>                            | <u>4,139,047</u>                             | <u>13,556,426</u>                             | <u>19,420,916</u>                              |       |
| <b>Net income from operating activities</b>   |  | <u>4,242,521</u>                              | <u>6,177,501</u>                             | <u>28,874,520</u>                           | <u>54,455,492</u>                            | <u>104,899,080</u>                            | <u>148,293,410</u>                             |       |
| <b>Net income for the period before taxation</b>  |  | <u>4,242,521</u>                              | <u>6,177,501</u>                             | <u>28,874,520</u>                           | <u>54,455,492</u>                            | <u>104,899,080</u>                            | <u>148,293,410</u>                             |       |
| Taxation  | 14   | -   | -  | -   | -  | -   | -  |       |
| <b>Net income for the period after taxation</b>   |  | <u>4,242,521</u>                              | <u>6,177,501</u>                             | <u>28,874,520</u>                           | <u>54,455,492</u>                            | <u>104,899,080</u>                            | <u>148,293,410</u>                             |       |
| <b>Earnings per unit</b>  | 15   |   |  |   |  |   |  |       |
| <b>Allocation of net income for the period</b>  |  |   |  |   |  |   |  |       |
| Net income for the period after taxation  |  | 4,242,521                                     | 6,177,501                                    | 28,874,520                                  | 54,455,492                                   | 104,899,080                                   | 148,293,410                                    |       |
| Income already paid on units redeemed   |  | (1,124,785)                                   | (4,667,742)                                  | (23,847,472)                                | (9,526,551)                                  | (10,199,308)                                  | (26,309,793)                                   |       |
|   |  | <u>3,117,736</u>                              | <u>1,509,759</u>                             | <u>5,027,048</u>                            | <u>44,928,941</u>                            | <u>94,699,772</u>                             | <u>121,983,617</u>                             |       |
| <b>Accounting income available for distribution</b>   |  |   |  |   |  |   |  |       |
| - Relating to capital gains   |  | -   | 1,407,654                                    | 5,587,487                                   | 11,139,234                                   | 28,651,584                                    | 76,748,793                                     |       |
| - Excluding capital gains   |  | 3,117,736                                     | 102,105                                      | (560,439)                                   | 33,789,707                                   | 66,048,188                                    | 45,234,824                                     |       |
|   |  | <u>3,117,736</u>                              | <u>1,509,759</u>                             | <u>5,027,048</u>                            | <u>44,928,941</u>                            | <u>94,699,772</u>                             | <u>121,983,617</u>                             |       |

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

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

Chief Financial Officer

Chief Executive Officer

Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

| Quarter ended December 31, 2023  |   |  |   |  |   |  |            |
|--|---|--|---|--|---|--|------------|
|  | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII | Total      |
| <b>Income</b>  |   |  |   |  |   |  |            |
| Profit on savings accounts with banks  | -   | -  | -   | -  | 1,054,751                                     | 5,012,083                                      | 6,066,834  |
| Dividend income from units of open end mutual funds  | -   | -  | -   | -  | -   | 505,252  | 505,252    |
| Back-end load income   | -   | -  | -   | -  | (317,158)                                     | -  | (317,158)  |
| Realised gain on sale of investments - net   | -   | -  | -   | -  | 6,175,720                                     | 1,657,178                                      | 7,832,898  |
|  | -   | -  | -   | -  | 6,913,313                                     | 7,174,513                                      | 14,087,826 |
| Unrealised appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net | -   | -  | -   | -  | -   | 3,458,338                                      | 3,458,338  |
| <b>Total income</b>  | -   | -  | -   | -  | 6,913,313                                     | 10,632,851                                     | 17,546,164 |
| <b>Operating expenses</b>  |   |  |   |  |   |  |            |
| Remuneration of Faysal Asset Management Limited - Management Company   | 8.1   | -  | -   | -  | 270,293                                       | 514,770  | 785,063    |
| Sindh Sales Tax on remuneration of the Management Company  | 8.2   | -  | -   | -  | 35,138  | 66,920   | 102,058    |
| Allocated expenses   | 8.3   | -  | -   | -  | 281,227                                       | 655,257  | 936,484    |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee   | 9.1   | -  | -   | -  | 19,686  | 45,850   | 65,536     |
| Sindh Sales Tax on remuneration of the Trustee   | 9.2   | -  | -   | -  | 2,559   | 5,961  | 8,520      |
| Annual fee to the Securities and Exchange Commission of Pakistan   | 10.1  | -  | -   | -  | 5,625   | 13,100   | 18,725     |
| Auditor's remuneration   |   | -  | -   | -  | 50,204  | 100,431  | 150,635    |
| Amortisation of preliminary expenses and floatation costs  | 6.1   | -  | -   | -  | -   | -  | -          |
| Legal and professional charges   |   | -  | -   | -  | 19,638  | 32,844   | 52,482     |
| Fees and subscription  |   | -  | -   | -  | -   | -  | -          |
| Shariah advisory fee   |   | -  | -   | -  | 12,980  | 21,712   | 34,692     |
| Printing charges   |   | -  | -   | -  | 770   | 3,187  | 3,957      |
| Bank charges   |   | -  | -   | -  | 96  | 153  | 249        |
| <b>Total operating expenses</b>  |   | -  | -   | -  | 698,216                                       | 1,460,185                                      | 2,158,401  |
| <b>Net income for the period before taxation</b>   |   | -  | -   | -  | 6,215,097                                     | 9,172,666                                      | 15,387,763 |
| Taxation   | 14  | -  | -   | -  | -   | -  | -          |
| <b>Net income for the period after taxation</b>  |   | -  | -   | -  | 6,215,097                                     | 9,172,666                                      | 15,387,763 |
| Earnings per unit  | 15  |  |   |  |   |  |            |

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

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

Chief Financial Officer

Chief Executive Officer

Director



## Income Statement

For The Half Year And Quarter Ended December 31, 2023

| Quarter ended December 31, 2022   |   |  |   |  |   |  |             |  |
|---|---|--|---|--|---|--|-------------|--|
|   | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - III | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - IV | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - V | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VI | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VII | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VIII | Total       |  |
|   | Note  |  |   |  |   |  | (Rupees)    |  |
| <b>Income</b>   |   |  |   |  |   |  |             |  |
| Profit on savings accounts with banks   | -   | 978,868  | 2,744,582   | 6,452,501  | 13,274,366  | 17,119,235   | 40,569,552  |  |
| Dividend income from units of open end mutual funds   | -   | 198,724  | 7,187,318   | 17,307,048   | 25,710,448  | 29,961,084   | 80,364,622  |  |
| Back-end load income  | -   | -  | 103,751   | 155,832  | 1,183,797   | 3,211,075  | 4,654,455   |  |
| Realised gain on sale of investments - net  | -   | -  | 1,372,017   | 8,810,642  | 34,076,688  | 29,845,164   | 74,104,511  |  |
|   | -   | 1,177,592  | 11,407,668  | 32,726,023   | 74,245,299  | 80,136,558   | 199,693,140 |  |
| Unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net | -   | -  | -   | -  | (2,451,269)   | 9,187,957  | 6,736,688   |  |
| <b>Total income</b>   | -   | 1,177,592  | 11,407,668  | 32,726,023   | 71,794,030  | 89,324,515   | 206,429,828 |  |
| <b>Operating expenses</b>   |   |  |   |  |   |  |             |  |
| Remuneration of Faysal Asset Management Limited -   |   |  |   |  |   |  |             |  |
| Management Company  | 8.1   | -  | 66,955  | 213,158  | 632,810   | 1,507,569  | 2,652,755   |  |
| Sindh Sales Tax on remuneration of the Management Company   | 8.2   | -  | 8,704   | 27,686   | 82,266  | 195,984  | 344,858     |  |
| Allocated expenses  | 8.3   | -  | 162,408   | 1,212,786  | 99,278  | 3,852,309  | 5,164,314   |  |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 9.1   | -  | 5,658   | 56,420   | 139,156   | 361,193  | 481,973     |  |
| Sindh Sales Tax on remuneration of the Trustee  | 9.2   | -  | 765   | 7,325  | 18,090  | 46,955   | 62,657      |  |
| Annual fee to the Securities and Exchange Commission of Pakistan  | 10.1  | -  | 1,624   | 16,170   | 39,711  | 103,373  | 137,916     |  |
| Auditor's remuneration  | -   | -  | 23,368  | 23,368   | 23,368  | 23,368   | 23,622      |  |
| Amortisation of preliminary expenses and floatation costs   | 6.1   | -  | 7,068   | 3,651  | 20,463  | 21,006   | 21,204      |  |
| Legal and professional charges  | -   | -  | 6,624   | 6,624  | 6,624   | 6,624  | 6,696       |  |
| Fees and subscription   | -   | -  | 1,196   | 1,196  | 1,196   | 1,196  | 1,209       |  |
| Shariah advisory fee  | -   | -  | 4,508   | 4,508  | 4,508   | 4,557  | 22,589      |  |
| Printing charges  | -   | -  | 1,472   | 1,472  | 1,472   | 1,471  | 1,488       |  |
| Bank charges  | -   | -  | 394   | 364  | 967   | 228  | 261         |  |
| <b>Total operating expenses</b>   | -   | -  | 290,744   | 1,574,728  | 1,069,909   | 6,125,784  | 8,903,510   |  |
| <b>Net income for the period before taxation</b>  | -   | -  | 886,848   | 9,832,940  | 31,656,114  | 65,668,246   | 80,421,005  |  |
| Taxation  | 14  | -  | -   | -  | -   | -  | -           |  |
| <b>Net income for the period after taxation</b>   | -   | -  | 886,848   | 9,832,940  | 31,656,114  | 65,668,246   | 80,421,005  |  |
| <b>Earnings per unit</b>  | 15  |  |   |  |   |  |             |  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2023                      |   |  |   | For the period<br>from July 1,<br>2023 to<br>November 24,<br>2023 | Half year<br>ended<br>December 31,<br>2023              | Total             |                    |
|--|---|--|---|---|---|-------------------|--------------------|
| Faysal Sharia<br>Capital<br>Preservation<br>Plan - III | Faysal Sharia<br>Capital<br>Preservation<br>Plan - IV | Faysal Sharia<br>Capital<br>Preservation<br>Plan - V | Faysal Sharia<br>Capital<br>Preservation<br>Plan - VI | Faysal Sharia<br>Capital<br>Preservation<br>Plan - VII            | Faysal Sharia<br>Capital<br>Preservation<br>Plan - VIII |                   |                    |
| ----- (Rupees) -----                                   |   |  |   |   |   |                   |                    |
| Net income for the period after taxation               | -   | -  | -   | -   | 18,260,733  | 85,351,131        | 103,611,864        |
| Other comprehensive income for the period              | -   | -  | -   | -   | -   | -                 | -                  |
| <b>Total comprehensive income for the period</b>       | <b>-</b>  | <b>-</b>   | <b>-</b>  | <b>-</b>  | <b>18,260,733</b>                                       | <b>85,351,131</b> | <b>103,611,864</b> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| For the period from July 1, 2022 to September 30, 2022 | Half year ended December 31, 2022             |  |   |  |   |  | Total              |
|--|---|--|---|--|---|--|--------------------|
|  | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII |                    |
|  | (Rupees)                                      |  |   |  |   |  |                    |
| Net income for the period after taxation               | 4,242,521                                     | 6,177,501                                    | 28,874,520                                  | 54,455,492                                   | 104,899,080                                   | 148,293,410                                    | 346,942,524        |
| Other comprehensive income for the period              | -   | -  | -   | -  | -   | -  | -                  |
| <b>Total comprehensive income for the period</b>       | <u>4,242,521</u>                              | <u>6,177,501</u>                             | <u>28,874,520</u>                           | <u>54,455,492</u>                            | <u>104,899,080</u>                            | <u>148,293,410</u>                             | <u>346,942,524</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Quarter ended December 31, 2023                           |  |   |  |   |  |                  |                   |
|---|--|---|--|---|--|------------------|-------------------|
| Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - III | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - IV | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - V | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VI | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VII | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VIII | Total            |                   |
| (Rupees)  |  |   |  |   |  |                  |                   |
| Net income for the period after taxation                  | -  | -   | -  | -   | 6,215,097  | 9,172,666        | 15,387,763        |
| Other comprehensive income for the period                 | -  | -   | -  | -   | -  | -                | -                 |
| <b>Total comprehensive income for the period</b>          | <b>-</b>   | <b>-</b>  | <b>-</b>   | <b>-</b>  | <b>6,215,097</b>   | <b>9,172,666</b> | <b>15,387,763</b> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Quarter ended December 31, 2022                           |  |   |  |   |  |                   |                    |
|---|--|---|--|---|--|-------------------|--------------------|
| Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - III | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - IV | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - V | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VI | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VII | Faysal<br>Sharia<br>Capital<br>Preservation<br>Plan - VIII |                   | Total              |
| (Rupees)  |  |   |  |   |  |                   |                    |
| Net income for the period after taxation                  | -  | 886,848   | 9,832,940  | 31,656,114  | 65,668,246   | 80,421,005        | 188,465,153        |
| Other comprehensive income for the period                 | -  | -   | -  | -   | -  | -                 | -                  |
| <b>Total comprehensive income for the period</b>          | <b>-</b>   | <b>886,848</b>  | <b>9,832,940</b>   | <b>31,656,114</b>   | <b>65,668,246</b>  | <b>80,421,005</b> | <b>188,465,153</b> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended December 31, 2023  |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       | For the period from July 1, 2023 to<br>November 24, 2023 |                  |               | Half year ended December 31, 2023              |                  |                 | Total         |                 |                 |
|--|------------------------------------|----------------------|-------|------------------------------------|----------------------|-------|------------------------------------|----------------------|-------|------------------------------------|----------------------|-------|--|------------------|---------------|--|------------------|-----------------|---------------|-----------------|-----------------|
|  | Faysal Sharia Capital Preservation |                      |       | Faysal Sharia Capital Preservation |                      |       | Faysal Sharia Capital Preservation |                      |       | Faysal Sharia Capital Preservation |                      |       | Faysal Sharia Capital Preservation Plan - VII            |                  |               | Faysal Sharia Capital Preservation Plan - VIII |                  |                 |               |                 |                 |
|  | Capital value                      | Undistributed income | Total | Capital value                      | Undistributed income | Total | Capital value                      | Undistributed income | Total | Capital value                      | Undistributed income | Total | Capital value  | Accumulated loss | Total         | Capital value                                  | Accumulated loss | Total           |               |                 |                 |
|  | (Rupees)                           |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| <b>Net assets at the beginning of the period (audited)</b>                   | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 448,002,237   | (97,921,842)                                   | 350,080,395      | 2,247,719,419   | (186,933,457) | 2,060,785,962   | 2,410,866,357   |
| Issuance of:   |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| FSCPP VII: 1,198 units; FSCPP VIII: 57 units                                 |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| - Capital value (at net asset value per unit at the beginning of the period) | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 116,805       | -  | 116,805          | 5,407           | -             | 5,407           | 122,212         |
| - Element of income  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 4,639         | -  | 4,639            | 261             | -             | 261             | 4,900           |
| Total proceeds on issuance of units  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 121,444       | -  | 121,444          | 5,668           | -             | 5,668           | 127,112         |
| Redemption of:   |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| FSCPP VII: 3,581,076 units; FSCPP VIII: 19,385,134 units                     |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| - Capital value (at net asset value per unit at the beginning of the period) | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (357,981,784) | -  | (357,981,784)    | (1,888,760,549) | -             | (1,888,760,549) | (2,246,742,333) |
| - Element of income  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (281,480)     | (10,199,308)                                   | (10,480,788)     | -               | (26,309,793)  | (26,309,793)    | (36,790,581)    |
| Total payments on redemption of units  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (358,263,264) | (10,199,308)                                   | (368,462,572)    | (1,888,760,549) | (26,309,793)  | (1,915,070,342) | (2,283,532,914) |
| Total comprehensive income for the period                                    | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | -             | 18,260,733                                     | 18,260,733       | -               | 85,351,131    | 85,351,131      | 103,611,864     |
| Distributions during the period  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | -             | -  | -                | -               | -             | -               | -               |
| <b>Net assets at end of the period (un-audited)</b>                          | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 89,860,417    | (89,860,417)                                   | -                | 358,964,538     | (127,892,119) | 231,072,419     | 231,072,419     |
| <b>Undistributed income brought forward</b>                                  |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| - Realised income  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (96,370,556)  | -  | (96,370,556)     | (162,731,372)   | -             | (162,731,372)   | -               |
| - Unrealised (loss) / income   | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (1,551,286)   | -  | (1,551,286)      | (186,933,457)   | -             | (186,933,457)   | -               |
| <b>Accounting income available for distribution</b>                          |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| - Relating to capital gains  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 5,822,831     | -  | 5,822,831        | 67,669,161      | -             | 67,669,161      | -               |
| - Excluding capital gains  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 2,238,594     | -  | 2,238,594        | (8,627,823)     | -             | (8,627,823)     | -               |
| Undistributed income carried forward   | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 8,061,425     | -  | 8,061,425        | 59,041,338      | -             | 59,041,338      | -               |
|  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (89,860,417)  | -  | (89,860,417)     | (127,892,119)   | -             | (127,892,119)   | -               |
| <b>Undistributed income carried forward</b>                                  |                                    |                      |       |                                    |                      |       |                                    |                      |       |                                    |                      |       |  |                  |               |  |                  |                 |               |                 |                 |
| - Realised income  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (89,860,417)  | -  | (89,860,417)     | (131,350,457)   | -             | (131,350,457)   | -               |
| - Unrealised loss  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | -             | -  | -                | 3,458,338       | -             | 3,458,338       | -               |
|  | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | (89,860,417)  | -  | (89,860,417)     | (127,892,119)   | -             | (127,892,119)   | -               |
|  | (Rupees)                           |                      |       | (Rupees)                           |                      |       | (Rupees)                           |                      |       | (Rupees)                           |                      |       | (Rupees)   |                  |               | (Rupees)                                       |                  |                 |               |                 |                 |
| Net asset value per unit at beginning of the period                          | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | 97.50         | -  | 97.50            | -               | -             | 95.32           | -               |
| Net asset value per unit at end of the period                                | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -                                  | -                    | -     | -  | -                | -             | -  | -                | -               | -             | 103.41          | -               |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

|  | For the period from July 1, 2022 to September 30, 2022 |                      |               | Half year ended December 31, 2022            |                      |               |   |                      |               |  |                      |               | Half year ended December 31, 2023             |                  |               |  |                  |                 | Total         |
|--|--|----------------------|---------------|--|----------------------|---------------|---|----------------------|---------------|--|----------------------|---------------|---|------------------|---------------|--|------------------|-----------------|---------------|
|  | Faysal Sharia Capital Preservation Plan - III          |                      |               | Faysal Sharia Capital Preservation Plan - IV |                      |               | Faysal Sharia Capital Preservation Plan - V |                      |               | Faysal Sharia Capital Preservation Plan - VI |                      |               | Faysal Sharia Capital Preservation Plan - VII |                  |               | Faysal Sharia Capital Preservation Plan - VIII |                  |                 |               |
|  | Capital value  | Undistributed income | Total         | Capital value                                | Undistributed income | Total         | Capital value                               | Undistributed income | Total         | Capital value                                | Undistributed income | Total         | Capital value                                 | Accumulated loss | Total         | Capital value                                  | Accumulated loss | Total           |               |
|  | (Rupees)   |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| <b>Net assets at the beginning of the period (audited)</b>   | (22,247,352)   | 164,211,732          | 141,964,380   | 283,098,664                                  | 23,251,749           | 306,350,413   | 742,834,209                                 | 20,179,886           | 763,014,095   | 1,160,402,787                                | (12,232,555)         | 1,148,170,232 | 2,390,973,586                                 | (101,819,630)    | 2,289,153,956 | 3,507,655,482                                  | (207,122,057)    | 3,300,533,425   | 7,948,186,501 |
| Issuance of:   |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| FSCPP III: 3,223 units; FSCPP IV: 17 units; FSCPP V: Nil units; FSCPP VI: Nil units; FSCPP VII: Nil units; FSCPP VIII: Nil units;                                  |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| - Capital value (at net asset value per unit at the beginning of the period)   | 379,319  | -                    | 379,319       | 1,752  | -                    | 1,752         | -   | -                    | -             | -  | -                    | -             | -   | -                | -             | -  | -                | -               | 381,071       |
| - Element of income  | 2,377  | -                    | 2,377         | 44   | -                    | 44            | -   | -                    | -             | -  | -                    | -             | -   | -                | -             | -  | -                | -               | 2,421         |
| Total proceeds on issuance of units  | 381,696  | -                    | 381,696       | 1,796  | -                    | 1,796         | -   | -                    | -             | -  | -                    | -             | -   | -                | -             | -  | -                | -               | 383,492       |
| Redemption of:   |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| FSCPP III: 479,132 units; FSCPP IV: 2,673,211 units; FSCPP V: 6,632,680 units; FSCPP VI: 4,429,579 units; FSCPP VII: 4,347,869 units; FSCPP VIII: 9,139,970 units; |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| - Capital value (at net asset value per unit at the beginning of the period)   | (142,340,406)  | (142,340,406)        | (284,680,812) | (281,996,980)                                | (281,996,980)        | (563,993,960) | (674,676,205)                               | (23,847,472)         | (674,676,205) | (424,879,485)                                | (9,526,551)          | (424,879,485) | (419,395,431)                                 | (419,395,431)    | (838,790,862) | (862,630,386)                                  | (862,630,386)    | (2,805,918,893) |               |
| - Element of income  | (3,129,339)  | (1,118,252)          | (4,247,591)   | (4,667,742)                                  | (4,667,742)          | (9,335,484)   | (23,847,472)                                | (23,847,472)         | (47,694,944)  | (424,879,485)                                | (9,526,551)          | (434,406,036) | (419,395,431)                                 | (10,199,308)     | (429,595,343) | (862,630,386)                                  | (26,309,793)     | (888,940,179)   | (78,789,057)  |
| Total payments on redemption of units  | (145,469,745)  | (1,118,252)          | (146,588,000) | (286,664,722)                                | (9,335,484)          | (295,999,960) | (701,523,677)                               | (47,694,944)         | (749,218,621) | (869,758,970)                                | (19,053,102)         | (888,271,772) | (838,790,862)                                 | (10,218,616)     | (898,990,478) | (1,751,261,264)                                | (26,336,106)     | (1,915,226,584) |               |
| Total comprehensive income for the period  | -  | 4,242,521            | 4,242,521     | 6,177,501                                    | 6,177,501            | 12,355,002    | 28,874,520                                  | 28,874,520           | 57,749,040    | 57,749,040                                   | 54,455,492           | 112,204,532   | 104,899,080                                   | 104,899,080      | 209,708,160   | 148,293,410                                    | 148,293,410      | 296,996,820     |               |
| <b>Net assets at the end of the period (un-audited)</b>  | (167,336,001)  | 167,336,001          | -             | 1,103,480                                    | 24,761,508           | 25,864,988    | 68,158,004                                  | 25,206,934           | 93,364,938    | 735,523,302                                  | 32,696,386           | 768,219,688   | 1,971,576,155                                 | (7,119,858)      | 1,964,456,297 | 2,645,025,096                                  | (85,138,440)     | 2,559,886,656   | 5,411,794,567 |
| <b>Undistributed income brought forward</b>  |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| - Realised income  | 164,211,732  | -                    | 164,211,732   | 29,363,758                                   | -                    | 29,363,758    | 51,189,478                                  | -                    | 51,189,478    | 22,564,470                                   | -                    | 22,564,470    | (30,075,739)                                  | -                | (30,075,739)  | 80,942,825                                     | -                | 80,942,825      |               |
| - Unrealised income / (loss)   | -  | -                    | -             | (6,112,009)                                  | -                    | (6,112,009)   | (31,009,592)                                | (3,009,592)          | (34,019,184)  | (34,797,025)                                 | (12,232,555)         | (47,031,640)  | (7,143,891)                                   | (101,819,630)    | (108,963,521) | (116,107,356)                                  | (287,964,882)    | -               | (287,964,882) |
| <b>Accounting income available for distribution</b>  |  |                      |               |  |                      |               |   |                      |               |  |                      |               |   |                  |               |  |                  |                 |               |
| - Relating to capital gains  | 3,124,269  | -                    | 3,124,269     | 1,407,654                                    | -                    | 1,407,654     | 5,027,048                                   | -                    | 5,027,048     | 11,139,234                                   | -                    | 11,139,234    | 28,651,584                                    | -                | 28,651,584    | 76,748,793                                     | -                | 76,748,793      |               |
| - Excluding capital gains  | -  | -                    | -             | 102,105                                      | -                    | 102,105       | -   | -                    | -             | 33,789,707                                   | -                    | 33,789,707    | 65,045,186                                    | -                | 65,045,186    | 45,234,624                                     | -                | 45,234,624      |               |
| <b>Undistributed income carried forward</b>  | 167,336,001  | -                    | 167,336,001   | 1,509,759                                    | -                    | 1,509,759     | 5,027,048                                   | -                    | 5,027,048     | 44,928,941                                   | -                    | 44,928,941    | 94,696,772                                    | -                | 94,696,772    | 121,983,617                                    | -                | 121,983,617     |               |
| <b>Undistributed income carried forward</b>  | 167,336,001  | -                    | 167,336,001   | 24,761,508                                   | -                    | 24,761,508    | 25,206,934                                  | -                    | 25,206,934    | 32,696,386                                   | -                    | 32,696,386    | (1,186,667)                                   | -                | (1,186,667)   | 17,498,665                                     | -                | 17,498,665      |               |
| - Realised income  | 167,336,001  | -                    | 167,336,001   | 24,761,508                                   | -                    | 24,761,508    | 25,206,934                                  | -                    | 25,206,934    | 32,696,386                                   | -                    | 32,696,386    | (1,186,667)                                   | -                | (1,186,667)   | 17,498,665                                     | -                | 17,498,665      |               |
| - Unrealised (loss) / income   | -  | -                    | -             | -  | -                    | -             | -   | -                    | -             | -  | -                    | -             | (1,186,667)                                   | -                | (1,186,667)   | -  | -                | -               |               |
|  |  | (Rupees)             |               | (Rupees)                                     |                      | (Rupees)      | (Rupees)                                    |                      | (Rupees)      | (Rupees)                                     |                      | (Rupees)      | (Rupees)                                      |                  | (Rupees)      | (Rupees)                                       |                  | (Rupees)        | (Rupees)      |
| Net asset value per unit at beginning of the period  | -  | -                    | -             | 105.49                                       | -                    | 105.49        | 101.72                                      | -                    | 101.72        | 98.98  | -                    | 98.98         | 96.46   | -                | 96.46         | 94.38  | -                | 94.38           |               |
| Net asset value per unit at end of the period  | -  | -                    | -             | 112.08                                       | -                    | 112.08        | 107.55                                      | -                    | 107.55        | 105.14                                       | -                    | 105.14        | 101.34  | -                | 101.34        | 99.11  | -                | 99.11           |               |

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

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

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended December 31, 2023             |  |   |  | For the period from July 1, 2023 to November 24, 2023 | Half year ended December 31, 2023              | Total           |
|---|---|--|---|--|---|--|-----------------|
|   | Faysal Sharia Capital Preservation Plan - III | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII         | Faysal Sharia Capital Preservation Plan - VIII |                 |
|   | Note ----- (Rupees) -----                     |  |   |  |   |  |                 |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |   |  |   |  |   |  |                 |
| Net income for the period before taxation   | -   | -  | -   | -  | 18,260,733  | 85,351,131                                     | 103,611,864     |
| <b>Adjustments for:</b>   |   |  |   |  |   |  |                 |
| Unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.2   | -  | -   | -  | -   | (3,458,338)                                    | (3,458,338)     |
| Amortisation of preliminary expenses and floatation cost  | 6.1   | -  | -   | -  | -   | 12,315   | 12,315          |
|   |   |  |   |  | 18,260,733  | 81,905,108                                     | 100,165,841     |
| <b>Decrease in assets</b>   |   |  |   |  |   |  |                 |
| Investments - net   | -   | -  | -   | -  | 201,196,564   | 1,860,961,617                                  | 2,062,158,181   |
| Advances and other receivable   | -   | -  | -   | 1,249,326                                    | 2,931,613   | 3,527,206                                      | 7,708,145       |
| Preliminary expenses and floatation costs   | -   | -  | -   | -  | -   | -  | -               |
|   |   |  |   | 1,249,326                                    | 204,128,177   | 1,864,488,823                                  | 2,069,866,326   |
| <b>Increase / (decrease) in liabilities</b>   |   |  |   |  |   |  |                 |
| Payable to Faysal Asset Management Limited - Management Company   | -   | (27,547)                                     | -   | (461,354)                                    | (3,294,258)   | (5,439,367)                                    | (9,222,526)     |
| Payable to Central Depository Company of Pakistan Limited - Trustee   | -   | -  | -   | (5,751)                                      | (28,640)  | (125,509)                                      | (159,900)       |
| Payable to the Securities and Exchange Commission of Pakistan   | (6,394)                                       | (10,594)                                     | (58,194)                                    | (114,950)                                    | (356,341)   | (523,395)                                      | (1,069,868)     |
| Accrued expenses and other liabilities  | 296,483                                       | 326,733                                      | 622,827                                     | (93,008,780)                                 | 3,370,143   | (1,184,143)                                    | (89,576,737)    |
|   | 290,089                                       | 288,592                                      | 564,633                                     | (93,590,835)                                 | (309,096)   | (7,272,414)                                    | (100,029,031)   |
| <b>Net cash generated from / (used in) operating activities</b>   | 290,089                                       | 288,592                                      | 564,633                                     | (92,341,509)                                 | 222,079,814   | 1,939,121,517                                  | 2,070,003,136   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |   |  |   |  |   |  |                 |
| Amounts received against issuance of units  | -   | -  | -   | -  | 121,444   | 5,668  | 127,112         |
| Payments made against redemption of units   | -   | -  | -   | -  | (368,664,954)   | (1,915,070,342)                                | (2,283,735,296) |
| Dividends paid  | -   | -  | -   | -  | -   | -  | -               |
| <b>Net cash used in financing activities</b>  | -   | -  | -   | -  | (368,543,510)   | (1,915,064,674)                                | (2,283,608,184) |
| <b>Net increase / (decrease) in cash and cash equivalents during the period</b>   | 290,089                                       | 288,592                                      | 564,633                                     | (92,341,509)                                 | (146,463,696)   | 24,056,843                                     | (213,605,048)   |
| Cash and cash equivalents at the beginning of the period  | 3,725,536                                     | 3,930,934                                    | 7,982,792                                   | 95,901,514                                   | 150,706,800   | 5,249,058                                      | 267,496,634     |
| <b>Cash and cash equivalents at the end of the period</b>   | 4,015,625                                     | 4,219,526                                    | 8,547,425                                   | 3,560,005                                    | 4,243,104   | 29,305,901                                     | 53,891,586      |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director



## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2022   |  |   |  |   |  |               | Total           |
|---|--|---|--|---|--|---------------|-----------------|
| Faysal Sharia Capital Preservation Plan - III   | Faysal Sharia Capital Preservation Plan - IV | Faysal Sharia Capital Preservation Plan - V | Faysal Sharia Capital Preservation Plan - VI | Faysal Sharia Capital Preservation Plan - VII | Faysal Sharia Capital Preservation Plan - VIII |               |                 |
| Note  |  |   |  |   |  |               | (Rupees)        |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |  |   |  |   |  |               |                 |
| Net income for the period before taxation   | 4,242,521                                    | 6,177,501                                   | 28,874,520                                   | 54,455,492                                    | 104,899,080                                    | 148,293,410   | 346,942,524     |
| <b>Adjustments for:</b>   |  |   |  |   |  |               |                 |
| Unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | -  | -   | -  | -   | 3,953,191                                      | (17,498,665)  | (13,545,474)    |
| Amortisation of preliminary expenses and floatation cost  | -  | 28,044                                      | 24,627                                       | 41,439  | 42,011   | 42,180        | 178,301         |
|   | 4,242,521                                    | 6,205,545                                   | 28,899,147                                   | 54,496,931                                    | 108,894,282                                    | 130,836,925   | 333,575,351     |
| <b>Decrease / (increase) in assets</b>  |  |   |  |   |  |               |                 |
| Investments - net   | 121,714,122                                  | 277,927,998                                 | 649,515,089                                  | 388,673,995                                   | 314,585,196                                    | 746,054,047   | 2,498,470,447   |
| Advances and other receivable   | 281,493                                      | (169,823)                                   | 134,020                                      | (461,825)                                     | (546,477)                                      | (624,015)     | (1,386,627)     |
| Preliminary expenses and floatation costs   | -  | (27,086)                                    | -  | -   | -  | -             | (27,086)        |
|   | 121,995,615                                  | 277,731,089                                 | 649,649,109                                  | 388,212,170                                   | 314,038,719                                    | 745,430,032   | 2,497,056,734   |
| <b>(Decrease) / increase in liabilities</b>   |  |   |  |   |  |               |                 |
| Payable to Faysal Asset Management Limited - Management Company   | (602,596)                                    | (557,623)                                   | (734,529)                                    | (1,259,829)                                   | 2,151,743                                      | 1,639,983     | 637,149         |
| Payable to Central Depository Company of Pakistan Limited - Trustee   | (10,117)                                     | (17,818)                                    | (43,052)                                     | (23,728)                                      | (13,690)                                       | (37,903)      | (146,308)       |
| Payable to the Securities and Exchange Commission of Pakistan   | (178,766)                                    | (61,225)                                    | (116,681)                                    | (164,123)                                     | (326,954)                                      | (284,834)     | (1,132,583)     |
| Accrued expenses and other liabilities  | (25,892)                                     | 10,523                                      | 79,344                                       | 18,530  | (1,193,294)                                    | (1,002,813)   | (2,113,602)     |
|   | (817,371)                                    | (626,143)                                   | (814,918)                                    | (1,429,150)                                   | 617,805  | 314,433       | (2,755,344)     |
| <b>Net cash generated from operating activities</b>   | 125,420,765                                  | 283,310,491                                 | 677,733,338                                  | 441,279,951                                   | 423,550,806                                    | 876,581,390   | 2,827,876,711   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |  |   |  |   |  |               |                 |
| Amounts received against issuance of units  | 381,696                                      | 1,796                                       | -  | -   | -  | -             | 383,492         |
| Payments made against redemption of units   | (146,588,597)                                | (286,664,722)                               | (698,523,677)                                | (434,406,036)                                 | (429,594,739)                                  | (888,940,179) | (2,884,717,950) |
| Dividends paid  | -  | -   | -  | -   | -  | -             | -               |
| <b>Net cash used in financing activities</b>  | (146,206,901)                                | (286,662,926)                               | (698,523,677)                                | (434,406,036)                                 | (429,594,739)                                  | (888,940,179) | (2,884,334,458) |
| <b>Net (decrease) / increase in cash and cash equivalents during the period</b>   | (20,786,136)                                 | (3,352,435)                                 | (20,790,339)                                 | 6,873,915                                     | (6,043,933)                                    | (12,358,789)  | (56,457,717)    |
| Cash and cash equivalents at the beginning of the period  | 24,252,656                                   | 29,344,545                                  | 45,497,748                                   | 24,530,363                                    | 22,435,666                                     | 30,773,794    | 176,834,772     |
| <b>Cash and cash equivalents at the end of the period</b>   | 4 3,466,520                                  | 25,992,110                                  | 24,707,410                                   | 31,404,278                                    | 16,391,733                                     | 18,415,005    | 120,377,055     |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

#### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Islamic Financial Planning Fund (the Fund) is an open end mutual fund constituted under a Trust Deed entered into on November 21, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). The Fund is required to be registered under the Sindh Trust Act. Accordingly, on November 30, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Management Company of the Fund has been licensed to act as an asset management company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).
- 1.3 The Fund has been categorised as an open end 'Shariah compliant Fund of Funds Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit.
- 1.4 Faysal Islamic Financial Planning Fund is an open-end 'Shariah Compliant Fund of Funds Scheme' that aims to generate competitive returns on investment as per the respective allocation plans by investing in Shariah compliant CIS in line with the risk tolerance, return and basic needs of the investor.

|   |   |
|---|---|
| Faysal Sharia Capital Preservation Plan III (FSCPP - III) | Faysal Sharia Capital Preservation Plan-III is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from March 31, 2020 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah Compliant income/Money market component, Shariah Complaint equity Collective Investment Scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. March 31, 2020). Units will be subject to front end and back end / contingent load. The SECP granted an extension of six months after the initial maturity of the plan after which the plan matured on September 30, 2022.             |
| Faysal Sharia Capital Preservation Plan IV (FSCPP - IV)   | Faysal Sharia Capital Preservation Plan-IV is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from July 24, 2020 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah compliant sovereign income / money market component, Shariah complaint equity collective investment scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. July 24, 2020). Units will be subject to front end and back end / contingent load. The SECP granted an extension of six months after the initial maturity of the plan after which the plan matured on January 23, 2023.      |
| Faysal Sharia Capital Preservation Plan V (FSCPP - V)     | Faysal Sharia Capital Preservation Plan-V is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from October 15, 2020 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah compliant sovereign income / money market component, Shariah complaint equity collective investment scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. October 15, 2020). Units will be subject to front end and back end / contingent load. The SECP granted an extension of six months after the initial maturity of the plan after which the plan matured on April 14, 2023.   |
| Faysal Sharia Capital Preservation Plan VI (FSCPP - VI)   | Faysal Sharia Capital Preservation Plan-VI is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from December 29, 2020 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah compliant sovereign income / money market component, Shariah complaint equity collective investment scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. December 29, 2020). Units will be subject to front end and back end / contingent load. The SECP granted an extension of six months after the initial maturity of the plan after which the plan matured on June 27, 2023. |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### FAYSAL ISLAMIC FINANCIAL PLANNING FUND

|   |  |
|---|--|
| Faysal Sharia Capital Preservation Plan VII (FSCPP - VII)   | Faysal Sharia Capital Preservation Plan-VII is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from April 16, 2021 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah compliant sovereign income / money market component, Shariah compliant equity collective investment scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. April 16, 2021). Units will be subject to front end and back end / contingent load. The SECP granted an extension of forty days after the initial maturity of the plan after which the plan matured on November 24, 2023.        |
| Faysal Sharia Capital Preservation Plan VIII (FSCPP - VIII) | Faysal Sharia Capital Preservation Plan-VIII is an Islamic plan under Faysal Islamic Financial Planning Fund which commenced its operations from August 26, 2021 with an objective to earn a potentially competitive return through dynamic asset allocation between Shariah compliant sovereign income / money market component, Shariah compliant equity collective investment scheme and Islamic banks deposit by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. August 26, 2021). Units will be subject to front end and back end / contingent load. The SECP granted an extension of six months after the initial maturity of the plan after which the plan will mature on February 26, 2024. |

- 1.5 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023: 'AM2++' dated December 30 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.6 The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.7 During the current period, Faysal Shariah Capital Preservation Plan VII matured on November 24, 2023 as per the provisions of the offering document.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at and for the half year ended December 31, 2023.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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

- 3.1 The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2023. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2023.
- 3.3 **Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

| Note | December 31, 2023 |            |           |            |             |              |       |
|------|-------------------|------------|-----------|------------|-------------|--------------|-------|
|      | (Un-audited)      |            |           |            |             |              |       |
|      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total |
|      | (Rupees)          |            |           |            |             |              |       |

#### 4 BALANCES WITH BANKS

|                  |     |           |           |           |           |           |            |            |
|------------------|-----|-----------|-----------|-----------|-----------|-----------|------------|------------|
| Savings accounts | 4.1 | 4,015,625 | 4,219,526 | 8,547,425 | 3,560,005 | 4,243,104 | 29,305,901 | 53,891,586 |
|------------------|-----|-----------|-----------|-----------|-----------|-----------|------------|------------|

| Note | June 30, 2023 |            |           |            |             |              |       |
|------|---------------|------------|-----------|------------|-------------|--------------|-------|
|      | (Audited)     |            |           |            |             |              |       |
|      | FSCPP - III   | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total |
|      | (Rupees)      |            |           |            |             |              |       |

|                  |     |           |           |           |            |             |           |             |
|------------------|-----|-----------|-----------|-----------|------------|-------------|-----------|-------------|
| Savings accounts | 4.1 | 3,725,536 | 3,930,934 | 7,982,792 | 95,901,514 | 150,706,800 | 5,249,058 | 267,496,634 |
|------------------|-----|-----------|-----------|-----------|------------|-------------|-----------|-------------|

- 4.1 Deposits in savings accounts also include Rs. 53.872 million (June 30, 2023: Rs. 267.497 million) maintained with Faysal Bank Limited, a related party, and carry profit at the rate of 21.50% (June 30, 2023: 20.40%) per annum.

| Note | December 31, 2023 |            |           |            |             |              |       |
|------|-------------------|------------|-----------|------------|-------------|--------------|-------|
|      | (Un-audited)      |            |           |            |             |              |       |
|      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total |
|      | (Rupees)          |            |           |            |             |              |       |

#### 5 INVESTMENTS

|                                      |     |   |   |   |   |   |             |             |
|--------------------------------------|-----|---|---|---|---|---|-------------|-------------|
| At fair value through profit or loss |     |   |   |   |   |   |             |             |
| Units of open-end mutual funds       | 5.1 | - | - | - | - | - | 203,458,338 | 203,458,338 |

| Note | June 30, 2023 |            |           |            |             |              |       |
|------|---------------|------------|-----------|------------|-------------|--------------|-------|
|      | (Audited)     |            |           |            |             |              |       |
|      | FSCPP - III   | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total |
|      | (Rupees)      |            |           |            |             |              |       |

|                                      |     |   |   |   |   |             |               |               |
|--------------------------------------|-----|---|---|---|---|-------------|---------------|---------------|
| At fair value through profit or loss |     |   |   |   |   |             |               |               |
| Units of open-end mutual funds       | 5.1 | - | - | - | - | 201,196,564 | 2,060,961,617 | 2,262,158,181 |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 5.1 Units of open-end mutual funds

#### 5.1.1 Faysal Sharia Capital Preservation Plan - VII

| Name of investee                     | As at July 1, 2023 | Purchased / reinvested during the period | Redeemed during the period | As at December 31, 2023 | As at December 31, 2023     |              |                       | Market value as a percentage of net assets | Market value as a percentage of total investments |
|--------------------------------------|--------------------|--|----------------------------|-------------------------|-----------------------------|--------------|-----------------------|--|---|
|                                      |                    |  |                            |                         | Carrying value              | Market value | Unrealised diminution |  |   |
|                                      |                    |  |                            |                         | ----- Number of units ----- |              |                       |  |   |
| Faysal Islamic Sovereign Plan - I    | 2,004,350          | 7,630,271                                | 9,634,621                  | -                       | -                           | -            | -                     | -  |   |
| Faysal Halal Amdani Fund             | -                  | 4,229,533                                | 4,229,533                  | -                       | -                           | -            | -                     | -  |   |
| Faysal Islamic Cash Fund             | -                  | 5,302,928                                | 5,302,928                  | -                       | -                           | -            | -                     | -  |   |
| Pak Qatar Islamic Cash Plan          | -                  | 1,901,424                                | 1,901,424                  | -                       | -                           | -            | -                     | -  |   |
| <b>Total as at December 31, 2023</b> |                    |  |                            |                         |                             |              |                       |  |   |
| <b>Total as at June 30, 2023</b>     |                    |  |                            |                         | 202,747,850                 | 201,196,564  | (1,551,286)           | 8.35                                       | 8.89  |

#### 5.1.2 Faysal Sharia Capital Preservation Plan - VIII

| Name of investee                     | As at July 1, 2023 | Purchased / reinvested during the period | Redeemed during the period | As at December 31, 2023 | As at December 31, 2023     |               |                         | Market value as a percentage of net assets | Market value as a percentage of total investments |
|--------------------------------------|--------------------|--|----------------------------|-------------------------|-----------------------------|---------------|-------------------------|--|---|
|                                      |                    |  |                            |                         | Carrying value              | Market value  | Unrealised appreciation |  |   |
|                                      |                    |  |                            |                         | ----- Number of units ----- |               |                         |  |   |
| Faysal Islamic Dedicated Equity Fund | 1,932,121          | 4,047                                    | 1,936,169                  | -                       | -                           | -             | -                       | -  |   |
| Faysal Islamic Sovereign Plan - I    | 14,645,889         | 45,829,245                               | 60,475,134                 | -                       | -                           | -             | -                       | -  |   |
| Al-Ameen Islamic Cash Fund           | 3,972,423          | -  | 3,972,423                  | -                       | -                           | -             | -                       | -  |   |
| Faysal Halal Amdani Fund             | -                  | 48,832,991                               | 48,832,991                 | -                       | -                           | -             | -                       | -  |   |
| Faysal Islamic Cash Fund             | -                  | 31,019,534                               | 31,019,534                 | -                       | -                           | -             | -                       | -  |   |
| Pak Qatar Islamic Cash Plan          | -                  | 1,834,078                                | -                          | 1,834,078               | 200,000,000                 | 203,458,338   | 3,458,338               | 88.05                                      | 100.00  |
| <b>Total as at December 31, 2023</b> |                    |  |                            |                         | 200,000,000                 | 203,458,338   | 3,458,338               | 88.05                                      | 100.00  |
| <b>Total as at June 30, 2023</b>     |                    |  |                            |                         | 2,085,163,702               | 2,060,961,617 | (24,202,085)            | 85.48                                      | 91.11   |

### 5.2 Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss

|                                     | Note | December 31, 2023    |            |           |            |             |               |               |
|-------------------------------------|------|----------------------|------------|-----------|------------|-------------|---------------|---------------|
|                                     |      | (Un-audited)         |            |           |            |             |               |               |
|                                     |      | FSCPP - III          | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII  | Total         |
|                                     |      | ----- (Rupees) ----- |            |           |            |             |               |               |
| Market value of investments         | 5.1  | -                    | -          | -         | -          | -           | 203,458,338   | 203,458,338   |
| Less: carrying value of investments | 5.1  | -                    | -          | -         | -          | -           | 200,000,000   | 200,000,000   |
|                                     |      | -                    | -          | -         | -          | -           | 3,458,338     | 3,458,338     |
|                                     | Note | June 30, 2023        |            |           |            |             |               |               |
|                                     |      | (Audited)            |            |           |            |             |               |               |
|                                     |      | FSCPP - III          | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII  | Total         |
|                                     |      | ----- (Rupees) ----- |            |           |            |             |               |               |
| Market value of investments         | 5.1  | -                    | -          | -         | -          | 201,196,564 | 2,060,961,617 | 2,262,158,181 |
| Less: carrying value of investments | 5.1  | -                    | -          | -         | -          | 202,747,850 | 2,085,163,702 | 2,287,911,552 |
|                                     |      | -                    | -          | -         | -          | (1,551,286) | (24,202,085)  | (25,753,371)  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 6        | PRELIMINARY EXPENSES AND FLOATATION COSTS | December 31, 2023 |            |           |            |             |              | Total     |
|----------|---|-------------------|------------|-----------|------------|-------------|--------------|-----------|
|          |   | (Un-audited)      |            |           |            |             |              |           |
|          |   | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII |           |
| (Rupees) |   |                   |            |           |            |             |              |           |
|          | At the beginning of the period            | -                 | -          | -         | -          | -           | 12,315       | 12,315    |
| 6.1      | Less: amortisation for the period         | -                 | -          | -         | -          | -           | (12,315)     | (12,315)  |
|          | Closing balance                           | -                 | -          | -         | -          | -           | -            | -         |
|          |   | June 30, 2023     |            |           |            |             |              | Total     |
|          |   | (Audited)         |            |           |            |             |              |           |
|          |   | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII |           |
| (Rupees) |   |                   |            |           |            |             |              |           |
|          | At the beginning of the year              | -                 | 5,481      | 24,627    | 41,439     | 67,168      | 95,763       | 234,478   |
|          | Less: amortisation for the year           | -                 | (5,481)    | (24,627)  | (41,439)   | (67,168)    | (83,448)     | (222,163) |
|          | Closing balance                           | -                 | -          | -         | -          | -           | 12,315       | 12,315    |

- 6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of two years as per the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

| 7        | ADVANCES AND OTHER RECEIVABLE                    | December 31, 2023 |            |           |            |             |              | Total     |
|----------|--|-------------------|------------|-----------|------------|-------------|--------------|-----------|
|          |  | (Un-audited)      |            |           |            |             |              |           |
|          |  | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII |           |
| (Rupees) |  |                   |            |           |            |             |              |           |
|          | Profit receivable on savings accounts with banks | -                 | -          | -         | -          | -           | 1,120,398    | 1,120,398 |
| 7.1      | Advance tax                                      | -                 | -          | -         | -          | -           | 63,173       | 63,173    |
|          | Other receivables                                | -                 | -          | -         | -          | -           | -            | -         |
|          |  | -                 | -          | -         | -          | -           | 1,183,571    | 1,183,571 |
|          |  | June 30, 2023     |            |           |            |             |              | Total     |
|          |  | (Rupees)          |            |           |            |             |              |           |
|          |  | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII |           |
|          | Profit receivable on savings accounts with banks | -                 | -          | -         | 1,249,326  | 1,619,395   | 4,647,604    | 7,516,325 |
| 7.1      | Advance tax                                      | -                 | -          | -         | 1,312,218  | -           | 63,173       | 1,375,391 |
|          |  | -                 | -          | -         | 1,249,326  | 2,931,613   | 4,710,777    | 8,891,716 |

- 7.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on profit on balances with banks paid to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on balances with banks amounts to Rs. 0.063 million for FSCPP-VIII and amount of Rs. 0.637 million for FSCPP-III and 0.048 million for FSCPP-IV was expensed out against advance tax recorded in previous years.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. In 2016, the Board of the AMCs authorised all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund on balances with banks has been shown as other receivable as at December 31, 2023 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 8        | PAYABLE TO FAYSAL<br>ASSET MANAGEMENT<br>LIMITED - MANAGEMENT<br>COMPANY | Note | December 31, 2023 |            |           |            |             |              |         |
|----------|--|------|-------------------|------------|-----------|------------|-------------|--------------|---------|
|          |  |      | (Un-audited)      |            |           |            |             |              |         |
|          |  |      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total   |
| (Rupees) |  |      |                   |            |           |            |             |              |         |
|          | Remuneration of the Management Company                                   | 8.1  | -                 | -          | -         | -          | -           | 202,498      | 202,498 |
|          | Sindh Sales Tax on remuneration of the Management Company                | 8.2  | -                 | -          | -         | -          | -           | 26,325       | 26,325  |
|          | Allocated expenses payable   | 8.3  | -                 | -          | -         | -          | -           | 654,991      | 654,991 |
|          | Preliminary expenses and flotation costs payable                         | 6    | -                 | -          | -         | -          | -           | -            | -       |
|          | Sales load payable   |      | -                 | -          | -         | -          | -           | -            | -       |
|          |  |      | -                 | -          | -         | -          | -           | 883,814      | 883,814 |

|          | Note  | June 30, 2023 |            |           |            |             |              |            |
|----------|---|---------------|------------|-----------|------------|-------------|--------------|------------|
|          |   | (Audited)     |            |           |            |             |              |            |
|          |   | FSCPP - III   | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total      |
| (Rupees) |   |               |            |           |            |             |              |            |
|          | Remuneration of the Management Company                    | 8.1           | -          | -         | 74,043     | 118,372     | 514,815      | 707,230    |
|          | Sindh Sales Tax on remuneration of the Management Company | 8.2           | -          | -         | 9,533      | 18,698      | 66,926       | 95,157     |
|          | Allocated expenses payable                                | 8.3           | -          | 27,547    | 377,778    | 1,946,590   | 4,721,269    | 7,073,184  |
|          | Sales Load Payable  |               | -          | -         | -          | 1,210,598   | 1,020,171    | 2,230,769  |
|          |   |               | -          | 27,547    | 461,354    | 3,294,258   | 6,323,181    | 10,106,340 |

- 8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate ranging from 0% to 1% (June 30, 2023: 0% to 1%) per annum of the average annual net assets of the Fund for the period ended December 31, 2023 for all the plans. However, no amount of remuneration is charged on that part of net assets which has been invested in mutual funds managed by the Management Company. The remuneration is payable to the Management Company monthly in arrears.
- 8.2 During the period an amount of Rs.344 million (December 31, 2022: Rs. 1,485 million) was charged on account of sales tax on remuneration of Management Company levied through the Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).
- 8.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Accordingly, the Management Company has charged allocated expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the following rates:

#### Faysal Sharia Capital Preservation Plan - VII

|   |
|---|
| <b>For the period from July 01, 2023 to November 24, 2023</b> |
| 1% of the average annual net assets                           |

#### Faysal Sharia Capital Preservation Plan - VIII

|   |
|---|
| <b>For the period from July 01, 2023 to December 31, 2023</b> |
| 1% of the average annual net assets                           |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 9        | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE | Note | December 31, 2023 |            |           |            |             |              |         |
|----------|---|------|-------------------|------------|-----------|------------|-------------|--------------|---------|
|          |   |      | (Un-audited)      |            |           |            |             |              |         |
|          |   |      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total   |
| (Rupees) |   |      |                   |            |           |            |             |              |         |
|          | Remuneration of the Trustee   | 9.1  | -                 | -          | -         | -          | -           | 14,154       | 14,154  |
|          | Sindh Sales Tax payable on remuneration of the Trustee              | 9.2  | -                 | -          | -         | -          | -           | 1,840        | 1,840   |
|          |   |      | -                 | -          | -         | -          | -           | 15,994       | 15,994  |
|          |   | Note | June 30, 2023     |            |           |            |             |              |         |
|          |   |      | (Audited)         |            |           |            |             |              |         |
|          |   |      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total   |
| (Rupees) |   |      |                   |            |           |            |             |              |         |
|          | Remuneration of the Trustee   | 9.1  | -                 | -          | -         | 5,084      | 26,124      | 125,882      | 157,090 |
|          | Sindh Sales Tax payable on remuneration of the Trustee              | 9.2  | -                 | -          | -         | 667        | 2,516       | 15,621       | 18,804  |
|          |   |      | -                 | -          | -         | 5,751      | 28,640      | 141,503      | 175,894 |

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.07% of average annual net assets of the Fund if it has the objective to invest in CIS being managed by Faysal Asset Management Limited and under the trusteeship of CDC. Otherwise, the below mentioned tariff structure shall be applied:

| Net Assets (Rs.)                | Tariff  |
|---------------------------------|---|
| up to Rs 1,000 million          | 0.2% per annum of net assets  |
| from Rs 1,000 million and above | Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million. |

- 9.2 During the period an amount of Rs.0.056 million (December 31, 2022: 0.314 million) was charged on account of sales tax on remuneration of Trustee Fee levied through the Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2023: 13%).

| 10       | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31, 2023 |            |           |            |             |              |           |
|----------|---|------|-------------------|------------|-----------|------------|-------------|--------------|-----------|
|          |   |      | (Un-audited)      |            |           |            |             |              |           |
|          |   |      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total     |
| (Rupees) |   |      |                   |            |           |            |             |              |           |
|          | Annual fee payable  | 10.1 | -                 | -          | -         | -          | -           | 3,898        | 3,898     |
|          |   | Note | June 30, 2023     |            |           |            |             |              |           |
|          |   |      | (Audited)         |            |           |            |             |              |           |
|          |   |      | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total     |
| (Rupees) |   |      |                   |            |           |            |             |              |           |
|          | Annual fee payable  | 10.1 | 6,394             | 10,594     | 58,194    | 114,950    | 356,341     | 527,293      | 1,073,766 |

- 10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, has revised the rate of fee to 0.075% per annum of the daily net assets of the Fund, applicable to "Shariah compliant Fund of Funds Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged the SECP fee at the rate of 0.075% per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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|    |  | December 31, 2023 |                  |                  |                  |                  |                  |                   |
|----|--|-------------------|------------------|------------------|------------------|------------------|------------------|-------------------|
|    |  | (Un-audited)      |                  |                  |                  |                  |                  |                   |
| 11 | ACCRUED EXPENSES AND OTHER LIABILITIES | FSCPP - III       | FSCPP - IV       | FSCPP - V        | FSCPP - VI       | FSCPP - VII      | FSCPP - VIII     | Total             |
|    |  | (Rupees)          |                  |                  |                  |                  |                  |                   |
|    | Auditors' remuneration payable         | -                 | -                | -                | -                | -                | 182,208          | 182,208           |
|    | Fees and subscription payable          | -                 | -                | -                | -                | -                | 3,421            | 3,421             |
|    | Printing charges payable               | -                 | -                | -                | -                | -                | 6,387            | 6,387             |
|    | Legal and professional charges payable | -                 | -                | -                | -                | -                | 88,594           | 88,594            |
|    | Shariah advisory fee payable           | -                 | -                | -                | -                | -                | 48,623           | 48,623            |
|    | Withholding tax payable                | -                 | -                | -                | -                | -                | 57,355           | 57,355            |
|    | Capital gain tax payable               | -                 | -                | -                | -                | -                | 4,049            | 4,049             |
|    | Other payable                          | -                 | -                | -                | -                | -                | 1,581,048        | 1,581,048         |
|    | Payable to unit holders                | 4,015,625         | 4,219,526        | 8,547,425        | 3,560,005        | 4,243,104        | -                | 24,585,685        |
|    |  | <u>4,015,625</u>  | <u>4,219,526</u> | <u>8,547,425</u> | <u>3,560,005</u> | <u>4,243,104</u> | <u>1,971,685</u> | <u>26,557,370</u> |

|  |  | June 30, 2023    |                  |                  |                   |                |                  |                    |
|--|--|------------------|------------------|------------------|-------------------|----------------|------------------|--------------------|
|  |  | (Audited)        |                  |                  |                   |                |                  |                    |
|  |  | FSCPP - III      | FSCPP - IV       | FSCPP - V        | FSCPP - VI        | FSCPP - VII    | FSCPP - VIII     | Total              |
|  |  | (Rupees)         |                  |                  |                   |                |                  |                    |
|  | Auditors' remuneration payable         | 75,000           | 107,522          | -                | 147,319           | 173,911        | 32,267           | 536,019            |
|  | Fees and subscription payable          | -                | -                | -                | -                 | 40,288         | 3,421            | 43,709             |
|  | Printing charges payable               | 4,000            | 5,966            | -                | -                 | 6,591          | 2,999            | 19,556             |
|  | Legal and professional charges payable | 48,889           | 66,568           | 193,187          | 27,148            | 48,667         | 45,323           | 429,782            |
|  | Shariah advisory fee payable           | -                | -                | -                | 3,055             | 12,183         | 5,199            | 20,437             |
|  | Withholding tax payable                | -                | -                | -                | -                 | -              | 57,355           | 57,355             |
|  | Capital gain tax payable               | -                | -                | -                | 36,358            | 193,511        | 82,098           | 311,967            |
|  | Other payable                          | 150,000          | -                | -                | -                 | 397,810        | 2,927,166        | 3,474,976          |
|  | Payable to unit holders                | 3,441,253        | 3,712,737        | 7,731,411        | 96,354,905        | -              | -                | 111,240,306        |
|  |  | <u>3,719,142</u> | <u>3,892,793</u> | <u>7,924,598</u> | <u>96,568,785</u> | <u>872,961</u> | <u>3,155,828</u> | <u>116,134,107</u> |

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

## 13 TOTAL EXPENSE RATIO

The total expense ratio (TER) as at December 31, 2023 are 1.92% and 1.71% (December 31, 2022: 1.25% and 1.28%), which includes 0.10% and 0.09% (December 31, 2022: 0.07% and 0.07%), representing government levies such as, SECP fee of FSCPP VII and FSCPP VIII respectively. The same is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorized as a Shariah Compliant Fund of Funds scheme.

## 14 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

## 15 EARNINGS PER UNIT

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 16.1 Related parties / connected persons include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 16.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 16.4 Remuneration to the Trustee is determined in accordance with the provisions of the Trust Deed.
- 16.5 Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 16.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period / year end are as follows:

#### Transactions during the period

| Half year ended December 31, 2023 |            |           |            |             | For the period from<br>July 1, 2023 to<br>November 24, 2023 | Half year ended<br>December 31, 2023 | Total |
|-----------------------------------|------------|-----------|------------|-------------|---|--------------------------------------|-------|
| (Un-audited)                      |            |           |            |             |   |                                      |       |
| FSCPP - III                       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII  |                                      |       |
| (Rupees)                          |            |           |            |             |   |                                      |       |

#### Faysal Asset Management Limited - Management Company

|   |   |   |   |   |           |           |           |
|---|---|---|---|---|-----------|-----------|-----------|
| Remuneration of the Management Company                    | - | - | - | - | 522,072   | 2,122,889 | 2,644,961 |
| Sindh Sales Tax on remuneration of the Management Company | - | - | - | - | 67,869    | 275,976   | 343,845   |
| Allocated expenses  | - | - | - | - | 1,023,536 | 4,649,948 | 5,673,484 |

#### Faysal Bank Limited - Group Company

|                            |   |   |   |   |           |            |            |
|----------------------------|---|---|---|---|-----------|------------|------------|
| Profit on savings accounts | - | - | - | - | 4,497,053 | 23,000,828 | 27,497,881 |
| Bank charges               | - | - | - | - | 344       | 2,427      | 2,771      |

#### Central Depository Company of Pakistan Limited - Trustee

|  |   |   |   |   |        |         |         |
|--|---|---|---|---|--------|---------|---------|
| Remuneration of the Trustee                    | - | - | - | - | 71,648 | 334,890 | 406,538 |
| Sindh Sales Tax on remuneration of the Trustee | - | - | - | - | 9,314  | 43,536  | 52,850  |

#### Faysal Halal Amdani Fund - Fund managed by the Management Company

|  |   |   |   |   |             |               |               |
|--|---|---|---|---|-------------|---------------|---------------|
| Purchase of (FSCPP VII: 4,229,533 units, FSCPP VIII: 48,832,991 units)   | - | - | - | - | 440,016,047 | 5,090,775,600 | 5,530,791,647 |
| Redemption of (FSCPP VII: 4,229,533 units, FSCPP VIII: 48,832,991 units) | - | - | - | - | 440,251,435 | 5,093,532,517 | 5,533,783,952 |

#### Faysal Islamic Dedicated Equity Fund - Fund managed by the Management Company

|   |   |   |   |   |   |             |             |
|---|---|---|---|---|---|-------------|-------------|
| Purchase of (FSCPP VII: Nil units, FSCPP VIII: 4,047 units)       | - | - | - | - | - | 423,555     | 423,555     |
| Redemption of (FSCPP VII: Nil units, FSCPP VIII: 1,936,169 units) | - | - | - | - | - | 207,943,571 | 207,943,571 |

#### Faysal Islamic Cash Fund - Fund managed by the Management Company

|  |   |   |   |   |             |               |               |
|--|---|---|---|---|-------------|---------------|---------------|
| Purchase of (FSCPP VII: 5,302,928 units, FSCPP VIII: 31,019,534 units)   | - | - | - | - | 530,292,810 | 3,101,953,352 | 3,632,246,162 |
| Redemption of (FSCPP VII: 5,302,928 units, FSCPP VIII: 31,019,534 units) | - | - | - | - | 530,292,810 | 3,101,953,352 | 3,632,246,162 |

#### Faysal Islamic Sovereign Plan - I - Fund managed by the Management Company

|  |   |   |   |   |             |               |               |
|--|---|---|---|---|-------------|---------------|---------------|
| Purchase of (FSCPP VII: 7,630,271 units, FSCPP VIII: 45,829,245 units)   | - | - | - | - | 771,102,438 | 4,670,000,000 | 5,441,102,438 |
| Redemption of (FSCPP VII: 9,634,621 units, FSCPP VIII: 60,475,134 units) | - | - | - | - | 980,204,488 | 6,182,415,523 | 7,162,620,011 |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### Amounts / balances outstanding as at period end

|   | December 31, 2023 |            |           |            |             |              | Total      |
|---|-------------------|------------|-----------|------------|-------------|--------------|------------|
|   | (Un-audited)      |            |           |            |             |              |            |
|   | FSCPP - III       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII |            |
|   | (Rupees)          |            |           |            |             |              |            |
| <b>Faysal Asset Management Limited - Management Company</b>       |                   |            |           |            |             |              |            |
| Remuneration payable to the Management Company                    | -                 | -          | -         | -          | -           | 202,498      | 202,498    |
| Sindh Sales Tax payable on remuneration of the Management Company | -                 | -          | -         | -          | -           | 26,325       | 26,325     |
| Allocated expenses payable  | -                 | -          | -         | -          | -           | 654,991      | 654,991    |
| Sales load payable  | -                 | -          | -         | -          | -           | -            | -          |
| <b>Faysal Bank Limited - Group Company</b>                        |                   |            |           |            |             |              |            |
| Balances with bank  | 4,015,625         | 4,219,526  | 8,547,425 | 3,560,005  | 4,233,104   | 29,295,901   | 53,871,586 |
| Profit receivable on savings accounts                             | -                 | -          | -         | -          | -           | 1,183,571    | 1,183,571  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |                   |            |           |            |             |              |            |
| Remuneration payable to the Trustee                               | -                 | -          | -         | -          | -           | 14,154       | 14,154     |
| Sindh Sales Tax payable on remuneration of the Trustee            | -                 | -          | -         | -          | -           | 1,840        | 1,840      |
| <b>Unit holders with more than 10% unit holding</b>               |                   |            |           |            |             |              |            |
| Units in issue (FSCPP VIII: 581,093 units)                        | -                 | -          | -         | -          | -           | 60,090,858   | 60,090,858 |

### Transactions during the period December 31, 2022

|   | Half year ended December 31, 2022 |            |               |               |                |                |                |
|---|-----------------------------------|------------|---------------|---------------|----------------|----------------|----------------|
|   | (Un-audited)                      |            |               |               |                |                |                |
|   | FSCPP - III                       | FSCPP - IV | FSCPP - V     | FSCPP - VI    | FSCPP - VII    | FSCPP - VIII   | Total          |
|   | (Rupees)                          |            |               |               |                |                |                |
| <b>Faysal Asset Management Limited - Management Company</b>   |                                   |            |               |               |                |                |                |
| Remuneration of the Management Company  | 83,709                            | 165,253    | 569,771       | 1,177,048     | 3,727,093      | 5,699,821      | 11,422,695     |
| Sindh Sales Tax on remuneration of the Management Company   | 10,882                            | 21,483     | 74,070        | 153,016       | 484,522        | 740,977        | 1,484,950      |
| Allocated expenses  | 638,492                           | 817,022    | 4,075,094     | 2,203,966     | 8,147,836      | 11,360,487     | 27,243,997     |
| <b>Faysal Bank Limited - Group Company</b>  |                                   |            |               |               |                |                |                |
| Profit on savings accounts  | 1,476,411                         | 2,457,829  | 6,743,955     | 10,806,216    | 31,988,823     | 40,701,514     | 94,174,748     |
| Bank charges  | 1,410                             | 1,694      | 2,178         | 2,536         | 1,412          | 1,445          | 10,675         |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>   |                                   |            |               |               |                |                |                |
| Remuneration of the Trustee   | 22,810                            | 36,316     | 190,005       | 343,822       | 762,118        | 1,060,282      | 2,415,353      |
| Sindh Sales Tax on remuneration of the Trustee  | 2,965                             | 4,721      | 24,701        | 44,697        | 99,075         | 137,837        | 313,996        |
| <b>Faysal Halal Amdani Fund - Fund managed by the Management Company</b>  |                                   |            |               |               |                |                |                |
| Purchase of (FSCPP III: Nil units, FSCPP IV: Nil units,<br>FSCPP V: 12,513,529 units, FSCPP VI: 32,037,255 units,<br>FSCPP VII: 104,099,745 units, FSCPP VIII: 209,246,583 units)       | -                                 | -          | 1,306,089,943 | 3,317,285,999 | 10,945,769,520 | 21,742,305,976 | 37,311,451,440 |
| Redemption of (FSCPP III: Nil units, FSCPP IV: 748,872 units,<br>FSCPP V: 13,564,914 units, FSCPP VI: 33,490,220 units,<br>FSCPP VII: 104,848,575 units, FSCPP VIII: 233,377,101 units) | -                                 | 76,775,214 | 1,419,121,241 | 3,474,993,195 | 11,046,901,357 | 24,212,154,287 | 40,229,945,294 |
| <b>Faysal Islamic Dedicated Equity Fund - Fund managed by the Management Company</b>  |                                   |            |               |               |                |                |                |
| Purchase of (FSCPP III: Nil units, FSCPP IV: Nil units,<br>FSCPP V: 3,147,470 units, FSCPP VI: 6,647,138 units,<br>FSCPP VII: 11,198,487 units, FSCPP VIII: 7,713,694 units)            | -                                 | -          | 305,000,000   | 685,000,000   | 1,110,000,000  | 755,000,000    | 2,835,000,000  |
| Redemption of (FSCPP III: NIL units, FSCPP IV: NIL units,<br>FSCPP V: 4,219,505 units, FSCPP VI: 7,892,503 units,<br>FSCPP VII: 10,314,341 units, FSCPP VIII: 8,413,392 units)          | -                                 | -          | 400,688,007   | 777,714,586   | 1,001,000,000  | 794,000,000    | 2,973,402,593  |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| For the period from<br>July 1, 2022 to<br>September 30, 2022 | Half year ended December 31, 2022 |            |           |            |             |              |       |
|--|-----------------------------------|------------|-----------|------------|-------------|--------------|-------|
|  | (Un-audited)                      |            |           |            |             |              |       |
|  | FSCPP - III                       | FSCPP - IV | FSCPP - V | FSCPP - VI | FSCPP - VII | FSCPP - VIII | Total |
|  | (Rupees)                          |            |           |            |             |              |       |

### Faysal Islamic Cash Fund - Fund managed by the Management Company

|  |             |             |               |               |                |                |                |
|--|-------------|-------------|---------------|---------------|----------------|----------------|----------------|
| Purchase of (FSCPP III: 2,033,243 units, FSCPP IV: 1,834,506 units, FSCPP V: 20,046,882 units, FSCPP VI: 62,665,850 units, FSCPP VII: 157,416,562 units, FSCPP VIII: 201,517,558 units)  | 203,325,250 | 183,473,194 | 2,004,879,605 | 6,266,933,483 | 15,740,974,207 | 20,151,832,200 | 44,551,417,939 |
| Redemption of (FSCPP III: 3,250,383 units, FSCPP IV: 3,860,109 units, FSCPP V: 24,510,709 units, FSCPP VI: 63,959,771 units, FSCPP VII: 160,967,226 units FSCPP VIII: 184,482,118 units) | 325,039,372 | 386,033,633 | 2,451,262,359 | 6,396,324,723 | 16,096,040,515 | 18,448,288,149 | 44,102,988,751 |

### Unit holders with more than 10% unit holding

|   |   |         |   |   |   |   |         |
|---|---|---------|---|---|---|---|---------|
| Units redeemed: 2,873 units in FSCPP IV | - | 320,000 | - | - | - | - | 320,000 |
|---|---|---------|---|---|---|---|---------|

### Amounts / balances outstanding as at year June 30, 2023

| June 30, 2023 |          |         |          |           |            |       |
|---------------|----------|---------|----------|-----------|------------|-------|
| (Audited)     |          |         |          |           |            |       |
| FSCPP-III     | FSCPP-IV | FSCPP-V | FSCPP-VI | FSCPP-VII | FSCPP-VIII | Total |
| (Rupees)      |          |         |          |           |            |       |

### Faysal Asset Management Limited - Management Company

|   |   |        |   |         |           |           |           |
|---|---|--------|---|---------|-----------|-----------|-----------|
| Management remuneration payable                           | - | -      | - | 74,043  | 118,372   | 514,815   | 707,230   |
| Sindh sales tax on remuneration of the Management Company | - | -      | - | 9,533   | 18,698    | 66,926    | 95,157    |
| Allocated expenses payable                                | - | 27,547 | - | 377,778 | 1,946,590 | 4,721,269 | 7,073,184 |
| Sales Load Payable  | - | -      | - | -       | 1,210,598 | 1,020,171 | 2,230,769 |

### Faysal Bank Limited

|                                       |           |           |           |            |             |           |             |
|---------------------------------------|-----------|-----------|-----------|------------|-------------|-----------|-------------|
| Balance in savings accounts           | 3,725,536 | 3,930,934 | 7,982,792 | 95,901,514 | 150,706,800 | 5,249,058 | 267,496,634 |
| Profit receivable on savings accounts | -         | -         | -         | 1,249,326  | 1,619,395   | 4,647,604 | 6,266,999   |

### Central Depository Company of Pakistan Limited - Trustee

|  |   |   |   |       |        |         |         |
|--|---|---|---|-------|--------|---------|---------|
| Trustee fee payable                            | - | - | - | 5,084 | 26,124 | 125,882 | 157,090 |
| Sindh sales tax on remuneration of the Trustee | - | - | - | 667   | 2,516  | 15,621  | 18,804  |

### Faysal Islamic Dedicated Equity Fund - Fund managed by the Management Company

|  |   |   |   |   |   |             |             |
|--|---|---|---|---|---|-------------|-------------|
| Investment in units ( FSCPP V: Nil & FSCPP VI: Nil & FSCPP VII: Nil & FSC VIII: 1,930,063) | - | - | - | - | - | 190,516,521 | 190,516,521 |
|--|---|---|---|---|---|-------------|-------------|

### Faysal Islamic Sovereign Plan - I - Fund managed by the Company

|   |   |   |   |   |             |               |               |
|---|---|---|---|---|-------------|---------------|---------------|
| Investment in units FSCPP-VII : 2,004,350 FSCPP-VIII : 14,645,889 | - | - | - | - | 201,196,564 | 1,470,154,315 | 1,671,350,879 |
|---|---|---|---|---|-------------|---------------|---------------|

### Unit holders with 10% or more unit holding than 10% holding

|   |   |   |   |   |             |   |             |
|---|---|---|---|---|-------------|---|-------------|
| Units in issue: Nil units in FSCPP III & Nil units in FSCPP IV & Nil units in FSCPP VI & 353,822 units in FSCPP VII & Nil units in FSCPP VIII | - | - | - | - | 367,120,013 | - | 367,120,013 |
|---|---|---|---|---|-------------|---|-------------|

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

## 17 FAIR VALUE MEASUREMENT

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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

### 17.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

#### Faysal Shariah Capital Preservation Plan - VII

| As at December 31, 2023                                 |         |         |       |         | As at June 30, 2023 |         |             |   |
|---|---------|---------|-------|---------|---------------------|---------|-------------|---|
| (Un-audited)  |         |         |       |         | (Audited)           |         |             |   |
| Level 1   | Level 2 | Level 3 | Total | Level 1 | Level 2             | Level 3 | Total       |   |
| (Rupees)  |         |         |       |         | (Rupees)            |         |             |   |
| Financial assets 'at fair value through profit or loss' |         |         |       |         |                     |         |             |   |
| Units of open-end mutual funds                          |         |         |       |         | -                   | -       | -           | - |
| -   | -       | -       | -     | -       | 201,196,564         | -       | 201,196,564 |   |

#### Faysal Shariah Capital Preservation Plan - VIII

| As at December 31, 2023                                 |             |         |             |         | As at June 30, 2023 |         |               |   |
|---|-------------|---------|-------------|---------|---------------------|---------|---------------|---|
| (Un-audited)  |             |         |             |         | (Audited)           |         |               |   |
| Level 1   | Level 2     | Level 3 | Total       | Level 1 | Level 2             | Level 3 | Total         |   |
| (Rupees)  |             |         |             |         | (Rupees)            |         |               |   |
| Financial assets 'at fair value through profit or loss' |             |         |             |         |                     |         |               |   |
| Units of open-end mutual funds                          |             |         |             |         | -                   | -       | -             | - |
| -   | 203,458,338 | -       | 203,458,338 | -       | 2,060,961,617       | -       | 2,060,961,617 |   |

## 18 GENERAL

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

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

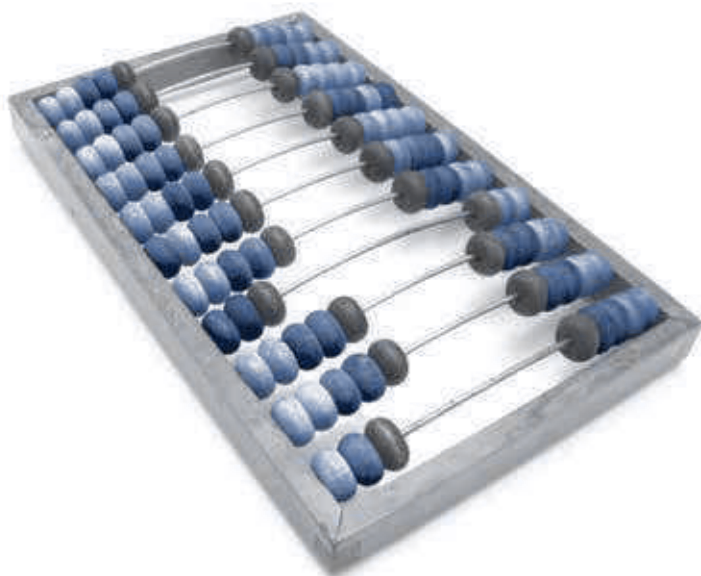
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Sharia Planning Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited



## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Sharia Planning Fund The “Faysal Sharia Capital Preservation Plan” is an Islamic Plan under “Faysal Sharia Planning Fund ” with an objective to earn a potentially competitive return through dynamic asset allocation between Islamic income/Money market. Islamic equity collective investment scheme and Islamic bank deposit by using CPPI methodology while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the Fund Manger’s outlook on the assets classes.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

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URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)




## TRUSTEE REPORT TO THE UNIT HOLDERS

### FAYSAL SHARIA PLANNING 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 Faysal Sharia Planning Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 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.

  
**Badruddin Akher**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 23, 2024



A.F. FERGUSON &amp; CO.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Sharia Planning 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 and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR2023100687w5ZuR0Et

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415002/32427338/32424740; <www.pwc.com/pk>

## Statement of Assets and Liabilities

As at December 31, 2023

| December 31, 2023  |   |  |   |                      |
|--|---|--|---|----------------------|
| (Un-audited)   |   |  |   |                      |
|  | Faysal Sharia<br>Capital<br>Preservative<br>Plan-IX | Faysal Capital<br>Preservative<br>Plan-I | Faysal Capital<br>Preservative<br>Plan-II | Total                |
| Note ----- (Rupees) -----  |   |  |   |                      |
| <b>Assets</b>  |   |  |   |                      |
| Balances with banks  | 4 1,637,610,014                                     | 978,827                                  | 560,915                                   | 1,639,149,756        |
| Investments  | 5 -   | -  | -   | -                    |
| Profit receivable  | 29,607,312  | -  | -   | 29,607,312           |
| <b>Total assets</b>  | <u>1,667,217,326</u>                                | <u>978,827</u>                           | <u>560,915</u>                            | <u>1,668,757,068</u> |
| <b>Liabilities</b>   |   |  |   |                      |
| Payable to Faysal Asset Management Limited -<br>Management Company     | 6 5,240,387   | -  | -   | 5,240,387            |
| Payable to Central Depository Company of<br>Pakistan Limited - Trustee | 7 122,499   | -  | -   | 122,499              |
| Payable to the Securities and Exchange<br>Commission of Pakistan       | 8 28,683  | -  | -   | 28,683               |
| Accrued and other liabilities  | 9 1,399,037   | -  | -   | 1,399,037            |
| Payable to unit holders  | -   | 978,827                                  | 560,915                                   | 1,539,742            |
| <b>Total liabilities</b>   | <u>6,790,606</u>                                    | <u>978,827</u>                           | <u>560,915</u>                            | <u>8,330,348</u>     |
| <b>Net assets</b>  | <u>1,660,426,720</u>                                | <u>-</u>                                 | <u>-</u>                                  | <u>1,660,426,720</u> |
| <b>Unit holders' Fund</b> (as per the statement attached)              | <u>1,660,426,720</u>                                | <u>-</u>                                 | <u>-</u>                                  | <u>1,660,426,720</u> |
| <b>Contingencies and commitments</b>                                   | 10  |  |   |                      |
| ----- (Number of units) -----  |   |  |   |                      |
| <b>Number of units in issue</b>  | <u>15,206,658</u>                                   | <u>-</u>                                 | <u>-</u>                                  |                      |
| ----- (Rupees) -----   |   |  |   |                      |
| <b>Net asset value per unit</b>  | <u>109.19</u>                                       | <u>-</u>                                 | <u>-</u>                                  |                      |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Assets and Liabilities

As at December 31, 2023

| June 30, 2023  |   |  |   |                      |
|--|---|--|---|----------------------|
| (Audited)  |   |  |   |                      |
|  | Faysal Sharia<br>Capital<br>Preservative<br>Plan-IX | Faysal Capital<br>Preservative<br>Plan-I | Faysal Capital<br>Preservative<br>Plan-II | Total                |
| Note ----- (Rupees) -----  |   |  |   |                      |
| <b>Assets</b>  |   |  |   |                      |
| Balances with banks  | 4 26,766,155  | 878,285                                  | 503,286                                   | 28,147,726           |
| Investments  | 5 1,964,455,240                                     | -  | -   | 1,964,455,240        |
| Profit and other receivables   | 15,035,061  | -  | -   | 15,035,061           |
| <b>Total assets</b>  | <u>2,006,256,456</u>                                | <u>878,285</u>                           | <u>503,286</u>                            | <u>2,007,638,027</u> |
| <b>Liabilities</b>   |   |  |   |                      |
| Payable to Faysal Asset Management Limited -<br>Management Company     | 6 12,070,774  | -  | -   | 12,070,774           |
| Payable to Central Depository Company of<br>Pakistan Limited - Trustee | 7 140,599   | -  | -   | 140,599              |
| Payable to the Securities and Exchange<br>Commission of Pakistan       | 8 527,108   | -  | -   | 527,108              |
| Accrued and other liabilities  | 9 982,983   | -  | -   | 982,983              |
| Payable to unit holders  | -   | 878,285                                  | 503,286                                   | 1,381,571            |
| <b>Total liabilities</b>   | 13,721,464  | 878,285                                  | 503,286                                   | 15,103,035           |
| <b>Net assets</b>  | <u>1,992,534,992</u>                                | <u>-</u>                                 | <u>-</u>                                  | <u>1,992,534,992</u> |
| <b>Unit holders' Fund</b> (as per the statement attached)              | <u>1,992,534,992</u>                                | <u>-</u>                                 | <u>-</u>                                  | <u>1,992,534,992</u> |
| <b>Contingencies and commitments</b>                                   | 10  | ----- (Number of units) -----            |   |                      |
| <b>Number of units in issue</b>  | <u>20,353,129</u>                                   | <u>-</u>                                 | <u>-</u>                                  |                      |
|  | ----- (Rupees) -----                                |  |   |                      |
| <b>Net asset value per unit</b>  | <u>97.90</u>  | <u>-</u>                                 | <u>-</u>                                  |                      |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended<br>December 31,<br>2023 | Half year ended<br>December 31,<br>2022 | Quarter ended<br>December 31,<br>2023 | Quarter ended<br>December 31,<br>2022 |
|---|---|---|---------------------------------------|---------------------------------------|
|   | FSCPP-IX                                | FSCPP-IX                                | FSCPP-IX                              | FSCPP-IX                              |
| Note -----(Rupees)  |   |   |                                       |                                       |
| <b>Income</b>   |   |   |                                       |                                       |
| Profit on balances with banks   | 40,369,040                              | 22,659,378                              | 28,075,121                            | 9,474,128                             |
| Dividend income   | 48,429,712                              | 49,572,030                              | 3,869,923                             | 14,851,934                            |
| Sales load income   | 5,058,140                               | 4,312,854                               | 2,368,912                             | 2,927,509                             |
| Net realised gain on sale of investments  | 127,760,218                             | 94,745,627                              | 107,020,406                           | 69,077,380                            |
|   | <u>221,617,110</u>                      | <u>171,289,889</u>                      | <u>141,334,362</u>                    | <u>96,330,951</u>                     |
| Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss' - net | 5.2 -                                   | 28,803,272                              | (33,959,447)                          | (2,178,542)                           |
| <b>Total income</b>   | <u>221,617,110</u>                      | <u>200,093,161</u>                      | <u>107,374,915</u>                    | <u>94,152,409</u>                     |
| <b>Expenses</b>   |   |   |                                       |                                       |
| Remuneration of Faysal Asset Management Limited - Management Company  | 6.1 3,832,015                           | 4,212,148                               | 2,650,116                             | 2,371,558                             |
| Sindh sales tax on remuneration of the Management Company   | 6.2 498,162                             | 547,579                                 | 344,515                               | 308,303                               |
| Allocated expenses  | 6.3 9,492,450                           | 26,977,897                              | 4,418,190                             | 15,745,385                            |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 7.1 669,020                             | 1,037,581                               | 307,805                               | 517,155                               |
| Sindh sales tax on remuneration of the Trustee  | 7.2 86,973                              | 134,886                                 | 40,015                                | 67,231                                |
| Annual fee of the Securities and Exchange Commission of Pakistan  | 8.1 189,010                             | 296,451                                 | 87,944                                | 147,759                               |
| Auditor's remuneration  | 382,626                                 | 302,128                                 | 200,582                               | 151,064                               |
| Amortisation of preliminary expenses and floatation costs   | -                                       | -                                       | -                                     | (20,976)                              |
| Legal and professional charges  | 131,492                                 | 79,120                                  | 131,492                               | 79,120                                |
| Fees, subscription and other charges  | -                                       | 13,800                                  | (65,796)                              | (32,660)                              |
| Shariah Advisory fee  | 86,768                                  | 49,432                                  | 43,332                                | 27,232                                |
| Printing charges  | 4,968                                   | 17,110                                  | 2,484                                 | 8,554                                 |
| Bank charges  | 1,661                                   | 1,375                                   | 1,226                                 | 226                                   |
| <b>Total expenses</b>   | <u>15,375,145</u>                       | <u>33,669,507</u>                       | <u>8,161,905</u>                      | <u>19,369,951</u>                     |
| <b>Net income for the period before taxation</b>  | <u>206,241,965</u>                      | <u>166,423,654</u>                      | <u>99,213,010</u>                     | <u>74,782,458</u>                     |
| Taxation  | 11 -                                    | -                                       | -                                     | -                                     |
| <b>Net income for the period after taxation</b>   | <u>206,241,965</u>                      | <u>166,423,654</u>                      | <u>99,213,010</u>                     | <u>74,782,458</u>                     |
| <b>Earnings per unit</b>  | 13                                      |   |                                       |                                       |
| <b>Allocation of net income for the period</b>  |   |   |                                       |                                       |
| Net income for the period after taxation  | 206,241,965                             | 166,423,654                             |                                       |                                       |
| Income already paid on units redeemed   | (34,511,448)                            | (9,251,391)                             |                                       |                                       |
|   | <u>171,730,517</u>                      | <u>157,172,263</u>                      |                                       |                                       |
| <b>Accounting income available for distribution</b>   |   |   |                                       |                                       |
| - Relating to capital gains   | 127,760,218                             | 123,548,899                             |                                       |                                       |
| - Excluding capital gains   | 43,970,299                              | 33,623,364                              |                                       |                                       |
|   | <u>171,730,517</u>                      | <u>157,172,263</u>                      |                                       |                                       |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Half year ended<br>December 31,<br>2023 | Half year ended<br>December 31,<br>2022 | Quarter ended<br>December 31,<br>2023 | Quarter ended<br>December 31,<br>2022 |
|--|---|---|---------------------------------------|---------------------------------------|
|  | FSCPP-IX                                | FSCPP-IX                                | FSCPP-IX                              | FSCPP-IX                              |
|  | ------(Rupees)-----                     |   |                                       |                                       |
| <b>Net income for the period after taxation</b>  | 206,241,965                             | 166,423,654                             | 99,213,010                            | 74,782,458                            |
| Other comprehensive income for the period        | -                                       | -                                       | -                                     | -                                     |
| <b>Total comprehensive income for the period</b> | <u>206,241,965</u>                      | <u>166,423,654</u>                      | <u>99,213,010</u>                     | <u>74,782,458</u>                     |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2023   |                      |                    |                      |
|---|----------------------|--------------------|----------------------|
| FSCPP-IX  |                      |                    |                      |
| Capital value   | Undistributed income | Total              |                      |
| (Rupees)  |                      |                    |                      |
| <b>Net assets at the beginning of the period (audited)</b>                | 2,060,439,469        | (67,904,477)       | 1,992,534,992        |
| Issuance of units:  |                      |                    |                      |
| FSCPP IX: 123 (2022: Nil) units   |                      |                    |                      |
| - Capital value (at ex-net asset per unit at the beginning of the period) | 12,042               | -                  | 12,042               |
| - Element of income   | 721                  | -                  | 721                  |
| Total proceeds on issuance of units                                       | 12,763               | -                  | 12,763               |
| Redemption of units:  |                      |                    |                      |
| FSCPP IX 5,146,594 (2022: 2,115,098) units                                |                      |                    |                      |
| - Capital value (at ex-net asset per unit at the beginning of the period) | (503,851,552)        | -                  | (503,851,552)        |
| - Element of loss   | -                    | (34,511,448)       | (34,511,448)         |
| Total payments on redemption of units                                     | (503,851,552)        | (34,511,448)       | (538,363,000)        |
| Total comprehensive income for the period                                 | -                    | 206,241,965        | 206,241,965          |
| <b>Net assets at end of the period (un-audited)</b>                       | <u>1,556,600,680</u> | <u>103,826,040</u> | <u>1,660,426,720</u> |
| <b>Undistributed loss brought forward</b>                                 |                      |                    |                      |
| - Realised loss   |                      | (91,226,207)       |                      |
| - Unrealised income   |                      | 23,321,730         |                      |
|   |                      | (67,904,477)       |                      |
| <b>Accounting income available for distribution</b>                       |                      |                    |                      |
| - Relating to capital gains   |                      | 127,760,218        |                      |
| - Excluding capital gains   |                      | 43,970,299         |                      |
|   |                      | 171,730,517        |                      |
| Undistributed income carried forward                                      |                      | <u>103,826,040</u> |                      |
| <b>Undistributed income carried forward</b>                               |                      |                    |                      |
| - Realised income   |                      | 103,826,040        |                      |
| - Unrealised income   |                      | -                  |                      |
|   |                      | <u>103,826,040</u> |                      |
|   |                      |                    | (Rupees)             |
| Net asset value per unit at beginning of the period                       |                      |                    | <u>97.90</u>         |
| Net asset value per unit at end of the period                             |                      |                    | <u>109.19</u>        |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



## Statement of Movement In Unit Holders' Fund

For The Half Year And Quarter Ended December 31, 2023

| Half year ended December 31, 2022   |                      |                   |                      |
|---|----------------------|-------------------|----------------------|
| FSCPP-IX  |                      |                   |                      |
| Capital value   | Undistributed income | Total             |                      |
| (Rupees)  |                      |                   |                      |
| <b>Net assets at the beginning of the period (audited)</b>                | 2,991,528,086        | (74,127,261)      | 2,917,400,825        |
| Issuance of units:  |                      |                   |                      |
| FSCPP I: NIL (2021: 9,753) units  |                      |                   |                      |
| FSCPP II: NIL (2021: 20,387) units  |                      |                   |                      |
| FSCPP IX: NIL (2021: NIL) units   |                      |                   |                      |
| - Capital value (at ex-net asset per unit at the beginning of the period) | -                    | -                 | -                    |
| - Element of income   | -                    | -                 | -                    |
| Total proceeds on issuance of units                                       | -                    | -                 | -                    |
| Redemption of units:  |                      |                   |                      |
| FSCPP I: NIL (2021: 6,230,954) units                                      |                      |                   |                      |
| FSCPP II: NIL (2021: 7,777,834) units                                     |                      |                   |                      |
| FSCPP IX 2,115,098 (2021: NIL) units                                      |                      |                   |                      |
| - Capital value (at ex-net asset per unit at the beginning of the period) | (206,391,285)        | -                 | (206,391,285)        |
| - Element of loss   | -                    | (9,251,391)       | (9,251,391)          |
| Total payments on redemption of units                                     | (206,391,285)        | (9,251,391)       | (215,642,676)        |
| Total comprehensive income for the period                                 | -                    | 166,423,654       | 166,423,654          |
| <b>Net assets at end of the period (un-audited)</b>                       | <b>2,785,136,801</b> | <b>83,045,002</b> | <b>2,868,181,803</b> |
| <b>Undistributed loss brought forward</b>                                 |                      |                   |                      |
| - Realised income   |                      | 54,810,202        |                      |
| - Unrealised loss   |                      | (128,937,463)     |                      |
|   |                      | (74,127,261)      |                      |
| <b>Accounting income available for distribution</b>                       |                      |                   |                      |
| - Relating to capital gains   |                      | 123,548,899       |                      |
| - Excluding capital gains   |                      | 33,623,364        |                      |
|   |                      | 157,172,263       |                      |
| Undistributed income carried forward                                      |                      | <u>83,045,002</u> |                      |
| <b>Undistributed income carried forward</b>                               |                      |                   |                      |
| - Realised income   |                      | 54,241,730        |                      |
| - Unrealised income   |                      | 28,803,272        |                      |
|   |                      | <u>83,045,002</u> |                      |
|   |                      |                   | (Rupees)             |
| Net asset value per unit at beginning of the period                       |                      |                   | <u>97.58</u>         |
| Net asset value per unit at end of the period                             |                      |                   | <u>103.24</u>        |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | Note | Half year ended<br>December 31,<br>2023<br>FSCPP-IX<br>(Rupees) | Half year ended<br>December 31,<br>2022<br>FSCPP-IX<br>(Rupees) |
|---|------|---|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |      |   |   |
| Net income for the period before taxation   |      | 206,241,965   | 166,423,654   |
| <b>Adjustments for:</b>   |      |   |   |
| Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss' - net |      | -   | (28,803,272)  |
|   |      | <u>206,241,965</u>  | <u>137,620,382</u>  |
| <b>Decrease in assets</b>   |      |   |   |
| Investments   |      | 1,964,455,240   | 88,589,589  |
| Profit receivable   |      | (14,572,251)  | (4,048,347)   |
|   |      | <u>1,949,882,989</u>  | <u>84,541,242</u>   |
| <b>(Decrease) / increase in liabilities</b>   |      |   |   |
| Payable to Faysal Asset Management Limited - Management Company   |      | (6,830,387)   | 8,167,006   |
| Payable to Central Depository Company of Pakistan Limited - Trustee   |      | (18,100)  | 4,010   |
| Payable to the Securities and Exchange Commission of Pakistan   |      | (498,425)   | (2,993)   |
| Accrued and other liabilities   |      | 416,054   | 329,123   |
|   |      | <u>(6,930,858)</u>  | <u>8,497,146</u>  |
| <b>Net cash generated from operating activities</b>   |      | <u>2,149,194,096</u>  | <u>230,658,770</u>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |      |   |   |
| Amounts received against issuance of units  |      | 12,763  | -   |
| Payments made against redemption of units   |      | (538,363,000)   | (215,642,676)   |
| <b>Net cash used in financing activities</b>  |      | <u>(538,350,237)</u>  | <u>(215,642,676)</u>  |
| <b>Net increase in cash and cash equivalents during the period</b>  |      | <u>1,610,843,859</u>  | <u>15,016,094</u>   |
| Cash and cash equivalents at the beginning of the period  |      | 26,766,155  | 22,764,610  |
| <b>Cash and cash equivalents at the end of the period</b>   | 4    | <u><u>1,637,610,014</u></u>                                     | <u><u>37,780,704</u></u>  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Sharia Planning Fund (the Fund) is an open end Fund constituted under a trust deed executed under the Trust Act, 1882 entered into on December 20, 2017 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed to act as an asset management company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021 the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

- 1.2 The Fund has been categorised as an open ended 'Shari'ah compliant fund of funds scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009. The units of the Fund were initially offered for public subscription under pre - IPO at a par value of Rs 100 per unit. The maturity of the Fund is perpetual and the Fund shall offer a maximum of six allocation plans.
- 1.3 The objective of the Fund is to earn a potentially high return through dynamic asset allocation between Shari'ah compliant dedicated equity and money market based collective investment schemes, while providing capital preservation of the initial investment value including sales load at completion of twenty four months and beyond.

|  |   |
|--|---|
| Faysal Sharia Capital Preservation Plan-I (FSCPP)      | Medium risk - high return through asset allocation<br>Faysal Sharia Capital Preservation Plan under Faysal Sharia Planning Fund is a Sharia compliant plan which commenced its operations from July 9, 2019 with an objective to earn a potentially competitive return through dynamic asset allocation between Islamic income / money market, Islamic equity collective investment scheme and Islamic banks deposits by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the Fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. July 9, 2019). Units will be subject to front end and back end / contingent load. The SECP vide its letter no. SCD/AMCW/FSPF/13/2021 dated July 12, 2021 gave approval for extension of maturity of the plan till January 10, 2022. Accordingly, the Fund matured on January 10, 2022.                     |
| Faysal Sharia Capital Preservation Plan- II (FSCPP-II) | Medium risk - high return through asset allocation<br>Faysal Sharia Capital Preservation Plan - II under Faysal Sharia Planning Fund is a Sharia compliant plan which commenced its operations from September 27, 2019 with an objective to earn a potentially competitive return through dynamic asset allocation between Islamic income / money market, Islamic equity collective investment scheme and Islamic banks deposits by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the Fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. September 27, 2019). Units will be subject to front end load and back end / contingent load. The SECP vide its letter no. SCD/AMCW/FSPF/88/2021 dated October 1, 2021 gave approval for extension of maturity of the plan till March 28, 2022. Accordingly, the Fund matured on March 28, 2022. |
| Faysal Sharia Capital Preservation Plan-IX (FSCPP IX)  | Medium risk - high return through asset allocation<br>Faysal Sharia Capital Preservation Plan - IX under Faysal Sharia Planning Fund is a Shari'ah compliant plan which commenced its operations from January 7, 2022 with an objective to earn a potentially competitive return through dynamic asset allocation between Islamic income / money market, Islamic equity collective investment scheme and Islamic banks deposits by using CPPI methodology, while aiming to providing capital preservation of the initial investment value at maturity of the plan based on the fund manager's outlook on the assets' classes. The initial maturity of this plan is two years from the close of the subscription period (i.e. January 07, 2022). The SECP vide its letter no. SCD/AMCW/FSPF/383/2023 then granted an extension for a period of thirty days after which the plan will mature on February 9, 2024. Units will be subject to front end load and back end / contingent load.                                       |

- 1.4 The Management Company has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2022: 'AM2++' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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- 1.5 The title to the assets of the Fund are held in the name of CDC as the Trustee of the Fund. The Fund's property comprises of different types of allocation plans which are accounted for and maintained separately in the books of accounts and collectively constitute the Fund's property.
- 1.6 FSCPP and FSCPP- II had matured on January 10, 2022 and March 28, 2022 respectively as per the provisions of the offering document and SECP letter.
- 1.7 The initial maturity of Faysal Sharia Capital Preservation Plan-IX (FSCPP IX) was two years from the close of the initial subscription period (i.e. January 7, 2022). The SECP then granted an extension for a period of thirty days after which the plan will mature on February 9, 2024.

During the current year, Faysal Sharia Capital Preservation Plan-IX (FSCPP IX) is due to be matured on February 9, 2024 by the Management Company as per the provisions of the supplemental offering document. However, the duration of the Fund is perpetual and hence, these financial statements have been prepared for the half year ended December 31, 2023. Since the Plan will cease to operate, therefore, the Plan is no longer a going concern. The management has continued to measure the Plan's assets and liabilities principally in accordance with the summary of significant accounting policies as disclosed in note 3 to the annual audited financial statements of the Fund for the year ended June 30, 2023. However, in preparing these financial statements, the management has given due consideration to the fact that the measurement of assets and liabilities of the Plan may be affected by changes in judgements that can arise when the going concern assumption ceases to be valid.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

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

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

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

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

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

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

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

| 4        | BALANCES WITH BANKS                    | Note | December 31, 2023 |         |          |               |
|----------|--|------|-------------------|---------|----------|---------------|
|          |  |      | FSCPP-IX          | FCPP- I | FCPP- II | Total         |
| (Rupees) |  |      |                   |         |          |               |
|          | Balances with bank in savings accounts | 4.1  | 1,637,610,014     | 978,827 | 560,915  | 1,639,149,756 |
|          |  | Note | June 30, 2023     |         |          |               |
|          |  |      | FSCPP-IX          | FCPP- I | FCPP- II | Total         |
| (Rupees) |  |      |                   |         |          |               |
|          | Balances with bank in savings accounts | 4.1  | 26,766,155        | 878,285 | 503,286  | 28,147,726    |

4.1 This represents balance maintained with Faysal Bank Limited, a related party that carry profit at the rate of 21.50% (June 30, 2023: 20.40%) per annum.

| 5        | INVESTMENTS                                 | Note | December 31, | June 30,      |
|----------|---|------|--------------|---------------|
|          |   |      | 2023         | 2023          |
|          |   |      | (Un-audited) | (Audited)     |
|          |   |      | FSCPP-IX     | FSCPP-IX      |
| (Rupees) |   |      |              |               |
|          | <b>At fair value through profit or loss</b> |      |              |               |
|          | Units of mutual funds                       | 5.1  | -            | 1,964,455,240 |

#### 5.1 Units of mutual funds

##### 5.1.1 Faysal Sharia Capital Preservation Plan-IX

| Name of investee fund                | As at July 1, 2023 | Purchased during the period | Redeemed during the period | As at December 31, 2023 | As at December 31, 2023 |               |                                       | Market value as percentage of |                               |
|--------------------------------------|--------------------|-----------------------------|----------------------------|-------------------------|-------------------------|---------------|---------------------------------------|-------------------------------|-------------------------------|
|                                      |                    |                             |                            |                         | Carrying value          | Market value  | Unrealised appreciation/ (diminution) | net assets of the Fund        | total investments of the Fund |
|                                      |                    |                             |                            |                         |                         |               |                                       |                               |                               |
| Number of units                      |                    |                             |                            |                         | (Rupees)                |               |                                       | %                             |                               |
| Faysal Halal Amdani Fund             | -                  | 100,224,103                 | 100,224,103                | -                       | -                       | -             | -                                     | -                             | -                             |
| Faysal Islamic Cash Fund             | -                  | 40,094,166                  | 40,094,166                 | -                       | -                       | -             | -                                     | -                             | -                             |
| Faysal Islamic Dedicated Equity Fund | 9,483,154          | -                           | 9,483,154                  | -                       | -                       | -             | -                                     | -                             | -                             |
| Faysal Islamic Sovereign Plan - I    | 5,010,873          | 123,974,302                 | 128,985,175                | -                       | -                       | -             | -                                     | -                             | -                             |
| Al-Ameen Islamic Cash Fund           | 5,213,806          | -                           | 5,213,806                  | -                       | -                       | -             | -                                     | -                             | -                             |
| <b>As at December 31, 2023</b>       |                    |                             |                            |                         | -                       | -             | -                                     |                               |                               |
| <b>As at June 30, 2023</b>           |                    |                             |                            |                         | 1,941,133,510           | 1,964,455,240 | 23,321,730                            |                               |                               |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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| 5.2 | Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | Note | December 31,         | June 30,          |
|-----|--|------|----------------------|-------------------|
|     |  |      | 2023                 | 2023              |
|     |  |      | (Un-audited)         | (Audited)         |
|     |  |      | FSCPP-IX             | FSCPP IX          |
|     |  |      | ----- (Rupees) ----- |                   |
|     | Market value of investments  | 5.1  | -                    | 1,964,455,240     |
|     | Less: carrying value of investments  | 5.1  | -                    | (1,941,133,510)   |
|     |  |      | <u>-</u>             | <u>23,321,730</u> |

### 6 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

|  |   |     |                  |                   |
|--|---|-----|------------------|-------------------|
|  | Management fee payable                                    | 6.1 | 834,832          | 506,885           |
|  | Sindh sales tax on remuneration of the Management Company | 6.2 | 108,528          | 65,840            |
|  | Allocated expenses payable                                | 6.3 | 4,297,027        | 11,498,049        |
|  |   |     | <u>5,240,387</u> | <u>12,070,774</u> |

6.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 1% (June 30, 2023: 1%) per annum of the average annual net assets of the Fund. However, no amount of remuneration is charged on that part of net assets which has been invested in mutual funds managed by the Management Company. The remuneration is payable to the Management Company monthly in arrears.

6.2 During the period, an amount of Rs. 0.498 million (December 31, 2022: 0.547 million) for FSCPP-IX was charged on account of sales tax at the rate of 13% (December 31, 2022: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.

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

The Management Company, on its discretion, has charged Rs. 9.492 million on account of allocated expenses of the Fund for the period ended December 31, 2023 (December 31, 2022: 26.978 million).

| 7 | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED- TRUSTEE | Note | December 31,         | June 30,       |
|---|--|------|----------------------|----------------|
|   |  |      | 2023                 | 2023           |
|   |  |      | (Un-audited)         | (Audited)      |
|   |  |      | FSCPP-IX             | FSCPP IX       |
|   |  |      | ----- (Rupees) ----- |                |
|   | Trustee fee payable  | 7.1  | 108,406              | 124,426        |
|   | Sindh sales tax on remuneration of the Trustee                     | 7.2  | 14,093               | 16,173         |
|   |  |      | <u>122,499</u>       | <u>140,599</u> |

7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.070% on investments in CIS being managed by Faysal Asset Management Limited and under the trusteeship of CDC. On average annual net assets of the fund other than investment mentioned above, the below mentioned tariff structure shall be applied:

| Net Assets (Rs.)                | Tariff  |
|---------------------------------|---|
| up to Rs 1,000 million          | 0.20% per annum of net assets   |
| from Rs 1,000 million and above | Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million. |

7.2 During the period, an amount of Rs. 0.014 million (December 31, 2022: 0.134 million) for FSCPP-IX was charged on account of sales tax at the rate of 13% (June 30, 2022: 13%) on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

| 8 | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31,         | June 30,       |
|---|---|------|----------------------|----------------|
|   |   |      | 2023                 | 2023           |
|   |   |      | (Un-audited)         | (Audited)      |
|   |   |      | FSCPP-IX             | FSCPP-IX       |
|   |   |      | ----- (Rupees) ----- |                |
|   | Annual fee payable  | 8.1  | <u>28,683</u>        | <u>527,108</u> |

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

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- 8.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (June 30, 2023: 0.02%) of average annual net assets of the Fund.

| December 31,<br>2023                     | June 30,<br>2023 |                |
|--|------------------|----------------|
| (Un-audited)                             | (Audited)        |                |
| FSCPP-IX                                 | FSCPP-IX         |                |
| ----- (Rupees) -----                     |                  |                |
| Auditors' remuneration                   | 429,279          | 462,453        |
| Withholding and capital gain tax payable | 354,957          | 119,870        |
| Legal and professional charges           | 314,578          | 183,087        |
| Listing fee payable                      | 9,000            | 9,000          |
| Printing charges payable                 | 21,406           | 25,524         |
| Shariah advisor fee                      | 269,817          | 183,049        |
|  | <u>1,399,037</u> | <u>982,983</u> |

#### 9 ACCRUED AND OTHER LIABILITIES

|  |                  |                |
|--|------------------|----------------|
| Auditors' remuneration                   | 429,279          | 462,453        |
| Withholding and capital gain tax payable | 354,957          | 119,870        |
| Legal and professional charges           | 314,578          | 183,087        |
| Listing fee payable                      | 9,000            | 9,000          |
| Printing charges payable                 | 21,406           | 25,524         |
| Shariah advisor fee                      | 269,817          | 183,049        |
|  | <u>1,399,037</u> | <u>982,983</u> |

#### 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

#### 11 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is 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.

#### 12 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at December 31, 2023 is 1.63% (December 2022: 2.27%) which includes 0.08% (December 2022: 0.06%) representing government levies on the Fund such as, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for the collective investment scheme categorised as Fund of Funds Scheme.

#### 13 EARNINGS PER UNIT

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

#### 14 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

- 14.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 14.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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- 14.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 14.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5 Allocated expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.
- 14.6 The details of transactions carried out by the Fund with connected persons and related parties and balances with them at period / year end are as follows:

### Transactions during the period

|  | Half year<br>ended<br>December 31,<br>2023<br>(Un-audited)<br>FSCPP-IX | Half year<br>ended<br>December 31,<br>2022<br>(Un-audited)<br>FSCPP-IX |
|--|--|--|
| ----- (Rupees) -----   |  |  |
| <b>Faysal Asset Management Limited - Management Company</b>                            |  |  |
| Remuneration of the Management Company   | 3,832,015  | 4,212,148  |
| Sindh sales tax on remuneration of the Management Company                              | 498,162  | 547,579  |
| Allocated expenses   | 9,492,450  | 26,977,897   |
| <b>Faysal Bank Limited - Group Company / Associated Company</b>                        |  |  |
| Profit on balances with banks  | 40,369,040   | 9,013,565  |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                        |  |  |
| Remuneration of the Trustee  | 669,020  | 1,037,581  |
| Sindh sales tax on remuneration of the Trustee   | 86,973   | 134,886  |
| <b>Faysal Halal Amdani Fund - fund managed by the Management Company</b>               |  |  |
| Purchase of 100,224,103 (December 31, 2022: 99,673,124) units                          | 10,745,349,020   | 10,610,000,000   |
| Redemption of 100,224,103 (December 31, 2022: 99,673,124) units                        | 10,751,196,108   | 10,631,555,849   |
| <b>Faysal Islamic Dedicated Equity Fund - fund managed by the Management Company</b>   |  |  |
| Purchase of Nil (December 31, 2022: 9,127,359) units                                   | -  | 900,000,000  |
| Redemption of 9,483,154 (December 31, 2022: 10,613,403) units                          | 1,053,635,606  | 1,048,000,000  |
| <b>Faysal Islamic Cash Fund - fund managed by the Management Company</b>               |  |  |
| Purchase of 40,094,166 (December 31, 2022: 223,595,463) units                          | 4,009,416,568  | 22,359,546,314   |
| Redemption of 40,094,166 (December 31, 2022: 223,733,265) units                        | 4,009,416,568  | 22,373,326,478   |
| <b>Faysal Islamic Sovereign Plan - I Fund - fund managed by the Management Company</b> |  |  |
| Purchase of 123,974,302 (December 31, 2022: Nil) units                                 | 12,600,914,143   | -  |
| Redemption of 128,985,175 (December 31, 2022: Nil) units                               | 13,105,439,753   | -  |
| <b>Unitholder having holding of 10% or more</b>  |  |  |
| Purchase of Nil (December 31, 2022: Nil) units   | -  | -  |
| Redemption of Nil (December 31, 2022: Nil) units                                       | -  | -  |
| <b>Outstanding balances</b>  |  |  |
|  | December 31,<br>2023<br>(Un-audited)<br>FSCPP-IX                       | June 30,<br>2023<br>(Audited)<br>FSCPP-IX                              |
| ----- (Rupees) -----   |  |  |
| <b>Faysal Asset Management Limited - Management Company</b>                            |  |  |
| Management fee payable   | 834,832  | 506,885  |
| Sindh sales tax on remuneration of the Management Company                              | 108,528  | 65,840   |
| Allocated expenses payable   | 4,297,027  | 11,498,049   |



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### Outstanding balances

|  | December 31,<br>2023 | June 30,<br>2023 |
|--|----------------------|------------------|
|  | (Un-audited)         | (Audited)        |
|  | FSCPP-IX             | FSCPP-IX         |
|  | ----- (Rupees) ----- |                  |
| <b>Faysal Bank Limited - Group Company / Associated Company</b>                        |                      |                  |
| Balance in saving accounts   | 5,195,400            | 26,766,155       |
| Return receivable on balance with banks  | 9,607,312            | 15,035,061       |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>                        |                      |                  |
| Trustee fee payable  | 108,406              | 124,426          |
| Sindh sales tax on remuneration of the Trustee   | 14,093               | 16,173           |
| <b>Faysal Halal Amdani Fund - fund managed by the Management Company</b>               |                      |                  |
| Investment in Units: Nil (June 30, 2023: Nil) units                                    | -                    | -                |
| <b>Faysal Islamic Sovereign Plan - I Fund - fund managed by the Management Company</b> |                      |                  |
| Investment in Units: Nil (June 30, 2023: 5,010,873) units                              | -                    | 502,991,411      |
| <b>Faysal Islamic Dedicated Equity Fund- fund managed by the Management Company</b>    |                      |                  |
| Investment in Units: Nil (June 30, 2023: 9,483,154) units                              | -                    | 936,082,178      |
| <b>Faysal Islamic Cash Fund - fund managed by the Management Company</b>               |                      |                  |
| Investment in Units: Nil (June 30, 2023: Nil) units                                    | -                    | -                |
| <b>Unit holders holding 10% or more units</b>  |                      |                  |
| Investment in Units: 2,540,840 (June 30, 2023: Nil) units                              | 277,436,354          | 248,748,238      |

### 15 FAIR VALUE MEASUREMENT

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

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

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

#### 15.1 Fair value hierarchy

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

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

As at the reporting date, the Fund held the following financial instruments measured at fair values:

#### Faysal Shariah Capital Preservation Plan-IX

|  | As at December 31, 2023 (Un-audited) |         |         |       |
|--|--------------------------------------|---------|---------|-------|
|  | Level 1                              | Level 2 | Level 3 | Total |
|  | ----- (Rupees in '000) -----         |         |         |       |
| <b>Financial assets 'at fair value through profit or loss'</b> |                                      |         |         |       |
| Units of mutual funds  | -                                    | -       | -       | -     |
|  | -                                    | -       | -       | -     |

**Notes to and forming part of the Financial Statements (Un-audited)**

For The Half Year And Quarter Ended December 31, 2023

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**Faysal Shariah Capital Preservation Plan-IX**

|   | As at June 30, 2023 (Audited) |               |         | Total         |
|---|-------------------------------|---------------|---------|---------------|
|   | Level 1                       | Level 2       | Level 3 |               |
| Financial assets 'at fair value through profit or loss' | ----- (Rupees in '000) -----  |               |         |               |
| Units of mutual funds                                   | -                             | 1,964,455,240 | -       | 1,964,455,240 |
|   | -                             | 1,964,455,240 | -       | 1,964,455,240 |

**16 GENERAL**

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

**17 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 02, 2024.

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

\_\_\_\_\_  
Chief Financial Officer

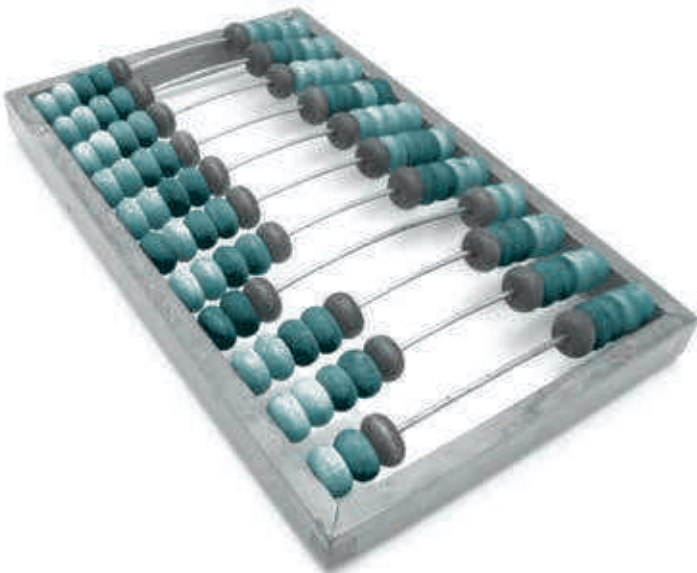
\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

# Faysal Islamic Pension Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2023 (Un-Audited)



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## FUND INFORMATION

### Management Company

Faysal Asset Management Limited.

### Board of Directors

Mr. Yousaf Hussain, Chairman  
Syed Majid Ali, Vice Chairman  
Mr. Mian Salman Ali, Director  
Mrs. Samia Zuberi, Director  
Mr. Ali Waqar, Director  
Mr. Nadir Rahman, Chief Executive Officer

### Chief Financial Officer & Company Secretary

Mr. Salman Muslim

### Audit Committee

Mrs. Samia Zuberi, Chair Person  
Syed Majid Ali, Member  
Mr. Mian Salman Ali, Member

### HR Committee

Mrs. Samia Zuberi, Chair Person  
Mr. Yousaf Hussain, Member  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Risk Committee

Mr. Mian Salman Ali, Chairman  
Syed Majid Ali, Member  
Mr. Ali Waqar, Member

### Trustee to the Fund

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

### Auditors

A.F Ferguson & Co. Chartered Accountants

### Legal Advisor

Mohsin Tayebaly & Co,  
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,  
Clifton, Karachi

### Registrar

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

### Bankers to the Fund

Faysal Bank Limited  
Dubai Islamic Bank

## MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## MISSION STATEMENT

Faysal Islamic Pension Fund that aims to generate returns on investment as per the respective allocation plans by investing in collective investment scheme in line with the risk tolerance, returns & basic needs of the investor.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office:**

CDC House, 99-B, Block 'B',  
S.M.C.H.S., Main Shafrane-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326001 - 23  
URL: [www.cdcpk.com](http://www.cdcpk.com)  
Email: [info@cdcpk.com](mailto:info@cdcpk.com)



**TRUSTEE REPORT TO THE PARTICIPANTS**

**FAYSAL ISLAMIC PENSION FUND**

**Report of the Trustee pursuant to Regulation 67D in conjunction with 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 Faysal Islamic Pension Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, 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.

**Badruddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi, February 27, 2024



A.F. FERGUSON &amp; Co.

## REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE PARTICIPANTS

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Islamic Pension 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 participants sub-funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2023. The Pension Fund Manager (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2023.

### Scope of Review

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

### Conclusion

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Shahbaz Akbar**  
Dated: February 26, 2024  
Karachi  
UDIN: RR202310068S6Pzmfk7A

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427038/32424740; <www.pwc.com/pk>



## Statement of Assets and Liabilities

As at December 31, 2023

|   | December 31, 2023 |                             |                       |                    | June 30, 2023               |                   |                       |                   |                    |
|---|-------------------|-----------------------------|-----------------------|--------------------|-----------------------------|-------------------|-----------------------|-------------------|--------------------|
|   | (Un-audited)      |                             |                       |                    | (Audited)                   |                   |                       |                   |                    |
|   | Equity Sub-Fund   | Debt Sub-Fund               | Money Market Sub-Fund | Total              | Equity Sub-Fund             | Debt Sub-Fund     | Money Market Sub-Fund | Total             |                    |
| <b>Assets</b>   | Rupees            |                             |                       |                    | Rupees                      |                   |                       |                   |                    |
| Balances with banks   | 4                 | 959,233                     | 18,480,927            | 58,164,807         | 77,604,967                  | 629,301           | 16,152,091            | 16,310,915        | 33,092,307         |
| Investments   | 5                 | 43,557,912                  | 35,309,500            | 73,535,600         | 152,403,012                 | 26,341,300        | 29,948,000            | 75,012,500        | 131,301,800        |
| Receivable against sale of units                                    |                   | 16,000                      | 92,000                | 7,872,615          | 7,980,615                   | 996,400           | 1,245,500             | 3,238,539         | 5,480,439          |
| Advances, deposits and other receivable                             |                   | 2,895,287                   | 3,894,608             | 3,647,185          | 10,437,080                  | 2,839,788         | 1,231,592             | 3,032,172         | 7,103,552          |
| Preliminary expenses and floatation costs                           | 6                 | 46,637                      | 47,390                | 46,825             | 140,852                     | 57,309            | 58,062                | 57,497            | 172,868            |
| <b>Total assets</b>   |                   | <u>47,475,069</u>           | <u>57,824,425</u>     | <u>143,267,032</u> | <u>248,566,526</u>          | <u>30,864,098</u> | <u>48,635,245</u>     | <u>97,651,623</u> | <u>177,150,966</u> |
| <b>Liabilities</b>  |                   |                             |                       |                    |                             |                   |                       |                   |                    |
| Payable to Faysal Asset Management Limited - Pension Fund Manager   | 7                 | 66,830                      | 24,273                | 83,767             | 174,870                     | 47,858            | 21,545                | 77,286            | 146,689            |
| Payable to Central Depository Company of Pakistan Limited - Trustee | 8                 | 9,783                       | 7,020                 | 20,243             | 37,046                      | 12,055            | 9,288                 | 10,127            | 31,470             |
| Payable to the Securities and Exchange Commission of Pakistan       | 9                 | 6,419                       | 8,579                 | 19,323             | 34,321                      | 9,465             | 13,177                | 18,158            | 40,800             |
| Payable against redemption of units                                 |                   | 2,335                       | 19,398                | 906,486            | 928,219                     | -                 | -                     | -                 | -                  |
| Accrued expenses and other liabilities                              | 10                | 491,492                     | 278,608               | 277,426            | 1,047,526                   | 1,252,175         | 209,781               | 211,705           | 1,673,661          |
| <b>Total liabilities</b>  |                   | <u>576,859</u>              | <u>337,878</u>        | <u>1,307,245</u>   | <u>2,221,982</u>            | <u>1,321,553</u>  | <u>253,791</u>        | <u>317,276</u>    | <u>1,892,620</u>   |
| <b>Net assets</b>   |                   | <u>46,898,210</u>           | <u>57,486,547</u>     | <u>141,959,787</u> | <u>246,344,544</u>          | <u>29,542,545</u> | <u>48,381,454</u>     | <u>97,334,347</u> | <u>175,258,346</u> |
| <b>Participants' Sub-Funds</b><br>(as per statement attached)       |                   | <u>46,898,210</u>           | <u>57,486,547</u>     | <u>141,959,787</u> | <u>246,344,544</u>          | <u>29,542,545</u> | <u>48,381,454</u>     | <u>97,334,347</u> | <u>175,258,346</u> |
| <b>Contingencies and commitments</b>                                | 11                | ----- Number of units ----- |                       |                    | ----- Number of units ----- |                   |                       |                   |                    |
| Number of units in issue  | 14                | <u>325,274</u>              | <u>429,240</u>        | <u>1,041,438</u>   | <u>322,956</u>              | <u>399,725</u>    | <u>798,842</u>        |                   |                    |
|   |                   | ----- Rupees -----          |                       |                    | ----- Rupees -----          |                   |                       |                   |                    |
| <b>Net asset value per unit</b>                                     |                   | <u>144.1806</u>             | <u>133.9264</u>       | <u>136.3113</u>    | <u>91.4754</u>              | <u>121.0368</u>   | <u>121.8443</u>       |                   |                    |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended December 31, 2023 |                   |                       |                   | Half year ended December 31, 2022 |                  |                       |                  |                  |
|---|-----------------------------------|-------------------|-----------------------|-------------------|-----------------------------------|------------------|-----------------------|------------------|------------------|
|   | Equity Sub-Fund                   | Debt Sub-Fund     | Money Market Sub-Fund | Total             | Equity Sub-Fund                   | Debt Sub-Fund    | Money Market Sub-Fund | Total            |                  |
| <b>Note</b>   | Rupees                            |                   |                       |                   | Rupees                            |                  |                       |                  |                  |
| <b>Income</b>   |                                   |                   |                       |                   |                                   |                  |                       |                  |                  |
| Profit on balances with banks   | 4.1                               | 86,352            | 1,322,286             | 2,977,788         | 4,386,426                         | 76,444           | 1,095,162             | 2,478,259        | 3,649,865        |
| Profit on GoP Ijara sukuk certificates  |                                   | -                 | 3,841,672             | 8,925,968         | 12,767,640                        | -                | 1,523,858             | 380,964          | 1,904,822        |
| Dividend income   |                                   | 1,391,010         | -                     | -                 | 1,391,010                         | 1,429,014        | -                     | -                | 1,429,014        |
| Realised gain on sale of investments - net  |                                   | 8,495,476         | -                     | 660,711           | 9,156,187                         | 815,454          | -                     | -                | 815,454          |
| Unrealised appreciation / (diminution) on re-measurement of investments classified as "financial assets at fair value through profit or loss" - net | 5.3                               | 7,961,697         | 353,330               | 547,109           | 8,862,136                         | (2,081,435)      | 21,559                | 5,390            | (2,054,486)      |
| <b>Total income</b>   |                                   | <u>17,934,535</u> | <u>5,517,288</u>      | <u>13,111,576</u> | <u>36,563,399</u>                 | <u>239,477</u>   | <u>2,640,579</u>      | <u>2,864,613</u> | <u>5,744,669</u> |
| <b>Operating expenses</b>   |                                   |                   |                       |                   |                                   |                  |                       |                  |                  |
| Remuneration of Faysal Asset Management Limited - Pension Fund Manager  | 7.1                               | 189,677           | 12,861                | 28,413            | 230,951                           | 151,517          | -                     | -                | 151,517          |
| Sindh Sales Tax on remuneration of the Pension Fund Manager   | 7.2                               | 24,658            | 1,672                 | 3,694             | 30,024                            | 19,697           | -                     | -                | 19,697           |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 8.1                               | 50,366            | 50,366                | 85,241            | 185,973                           | 50,411           | 50,411                | 50,411           | 151,233          |
| Sindh Sales Tax on remuneration of the Trustee  | 8.2                               | 6,548             | 6,548                 | 11,081            | 24,177                            | 6,553            | 6,553                 | 6,553            | 19,659           |
| Annual fee to the Securities and Exchange Commission of Pakistan  | 9                                 | 7,587             | 10,288                | 22,731            | 40,606                            | 6,275            | 7,636                 | 8,421            | 22,332           |
| Auditors' remuneration  |                                   | 115,318           | 115,318               | 115,318           | 345,954                           | 103,960          | 103,960               | 103,960          | 311,880          |
| Transaction charges   |                                   | 350,861           | 8,136                 | 8,552             | 367,549                           | 202,009          | 1,130                 | 2,260            | 205,399          |
| Legal and professional charges  |                                   | 43,883            | 47,275                | 43,883            | 135,041                           | 26,312           | 26,312                | 26,312           | 78,936           |
| Printing charges  |                                   | 1,656             | 1,656                 | 1,656             | 4,968                             | 1,840            | 1,840                 | 1,840            | 5,520            |
| Amortisation of preliminary expenses and floatation costs   | 6.1                               | 10,672            | 10,672                | 10,672            | 32,016                            | 10,672           | 10,672                | 10,672           | 32,016           |
| Reimbursement of expenses from the Management Company   |                                   | -                 | -                     | -                 | -                                 | (65,000)         | -                     | -                | (65,000)         |
| Bank and settlement charges   |                                   | 2,360             | 1,363                 | 1,223             | 4,946                             | 199,368          | 7,083                 | 6,311            | 212,762          |
| Shariah advisory fee  |                                   | 28,940            | 28,940                | 28,940            | 86,820                            | 18,471           | 18,471                | 18,471           | 55,413           |
| <b>Total operating expenses</b>   |                                   | <u>832,526</u>    | <u>295,095</u>        | <u>361,404</u>    | <u>1,489,025</u>                  | <u>732,085</u>   | <u>234,068</u>        | <u>235,211</u>   | <u>1,201,364</u> |
| <b>Net income / (loss) for the period before taxation</b>   |                                   | <u>17,102,009</u> | <u>5,222,193</u>      | <u>12,750,172</u> | <u>35,074,374</u>                 | <u>(492,608)</u> | <u>2,406,511</u>      | <u>2,629,402</u> | <u>4,543,305</u> |
| Taxation  | 12                                | -                 | -                     | -                 | -                                 | -                | -                     | -                | -                |
| <b>Net income / (loss) for the period after taxation</b>  |                                   | <u>17,102,009</u> | <u>5,222,193</u>      | <u>12,750,172</u> | <u>35,074,374</u>                 | <u>(492,608)</u> | <u>2,406,511</u>      | <u>2,629,402</u> | <u>4,543,305</u> |
| <b>Earnings per unit</b>  | 13                                |                   |                       |                   |                                   |                  |                       |                  |                  |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Half Year And Quarter Ended December 31, 2023

|   | Quarter ended December 31, 2023 |                   |                       |                  | Quarter ended December 31, 2022 |                |                       |                  |                  |
|---|---------------------------------|-------------------|-----------------------|------------------|---------------------------------|----------------|-----------------------|------------------|------------------|
|   | Equity Sub-Fund                 | Debt Sub-Fund     | Money Market Sub-Fund | Total            | Equity Sub-Fund                 | Debt Sub-Fund  | Money Market Sub-Fund | Total            |                  |
| <b>Note</b>   | ----- Rupees -----              |                   |                       |                  | ----- Rupees -----              |                |                       |                  |                  |
| <b>Income</b>   |                                 |                   |                       |                  |                                 |                |                       |                  |                  |
| Profit on balances with banks   | 4.1                             | 50,995            | 569,559               | 2,090,684        | 2,711,238                       | 57,432         | 595,662               | 1,344,763        | 1,997,857        |
| Profit on GoP Ijara sukuk certificates  |                                 | -                 | 1,987,050             | 4,382,456        | 6,369,506                       | -              | 771,814               | 192,953          | 964,767          |
| Dividend income   |                                 | 1,200,756         | -                     | -                | 1,200,756                       | 1,228,758      | -                     | -                | 1,228,758        |
| Realised gain on sale of investments - net  |                                 | 5,283,195         | -                     | 660,711          | 5,943,906                       | 450,798        | -                     | -                | 450,798          |
| Unrealised (diminution) / appreciation on re-measurement of investments classified as "financial assets at fair value through profit or loss" - net |                                 | 7,246,507         | 214,415               | (38,332)         | 7,422,590                       | (1,134,601)    | 30,779                | 7,695            | (1,096,127)      |
| <b>Total income</b>   |                                 | <u>13,781,453</u> | <u>2,771,024</u>      | <u>7,095,519</u> | <u>23,647,996</u>               | <u>602,387</u> | <u>1,398,255</u>      | <u>1,545,411</u> | <u>3,546,053</u> |
| <b>Operating expenses</b>   |                                 |                   |                       |                  |                                 |                |                       |                  |                  |
| Remuneration of Faysal Asset Management Limited - Pension Fund Manager  | 7.1                             | 104,839           | 6,607                 | 15,623           | 127,069                         | 74,901         | -                     | -                | 74,901           |
| Sindh Sales Tax on remuneration of the Pension Fund Manager   | 7.2                             | 13,629            | 859                   | 2,031            | 16,519                          | 9,737          | -                     | -                | 9,737            |
| Remuneration of Central Depository Company of Pakistan Limited - Trustee  | 8.1                             | 25,206            | 25,206                | 46,869           | 97,281                          | 25,206         | 25,206                | 25,206           | 75,618           |
| Sindh Sales Tax on remuneration of the Trustee  | 8.2                             | 3,277             | 3,277                 | 6,093            | 12,647                          | 3,276          | 3,277                 | 3,277            | 9,830            |
| Annual fee to the Securities and Exchange Commission of Pakistan  | 9                               | 4,193             | 5,286                 | 12,498           | 21,977                          | 2,996          | 3,695                 | 4,171            | 10,862           |
| Auditors' remuneration  |                                 | 59,852            | 59,852                | 59,852           | 179,556                         | 51,980         | 51,980                | 51,980           | 155,940          |
| Transaction charges   |                                 | 200,229           | 2,825                 | 3,241            | 206,295                         | -              | -                     | 1,130            | 1,130            |
| Legal and professional charges  |                                 | 21,898            | 25,149                | 21,898           | 68,945                          | 13,156         | 13,156                | 13,156           | 39,468           |
| Printing charges  |                                 | 828               | 828                   | 828              | 2,484                           | 920            | 920                   | 920              | 2,760            |
| Amortisation of preliminary expenses and floatation costs   | 6.1                             | 5,336             | 5,336                 | 5,336            | 16,008                          | 5,336          | 5,336                 | 5,336            | 16,008           |
| Reimbursement of expenses from the Management Company   |                                 | -                 | -                     | -                | -                               | 10,000         | -                     | -                | 10,000           |
| Bank and settlement charges   |                                 | 1,323             | 1,132                 | 984              | 3,439                           | 172,646        | 4,196                 | 2,565            | 179,407          |
| Shariah advisory fee  |                                 | 14,444            | 14,444                | 14,444           | 43,332                          | 9,108          | 9,108                 | 9,108            | 27,324           |
| <b>Total operating expenses</b>   |                                 | <u>455,054</u>    | <u>150,801</u>        | <u>189,697</u>   | <u>795,552</u>                  | <u>379,262</u> | <u>116,874</u>        | <u>116,849</u>   | <u>612,985</u>   |
| <b>Net income for the period before taxation</b>  |                                 | <u>13,326,399</u> | <u>2,620,223</u>      | <u>6,905,822</u> | <u>22,852,444</u>               | <u>223,125</u> | <u>1,281,381</u>      | <u>1,428,562</u> | <u>2,933,068</u> |
| Taxation  | 12                              | -                 | -                     | -                | -                               | -              | -                     | -                | -                |
| <b>Net income for the period after taxation</b>   |                                 | <u>13,326,399</u> | <u>2,620,223</u>      | <u>6,905,822</u> | <u>22,852,444</u>               | <u>223,125</u> | <u>1,281,381</u>      | <u>1,428,562</u> | <u>2,933,068</u> |
| Earnings per unit   | 13                              |                   |                       |                  |                                 |                |                       |                  |                  |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended December 31, 2023 |                  |                       |                   | Half year ended December 31, 2022 |                  |                       |                  |
|---|-----------------------------------|------------------|-----------------------|-------------------|-----------------------------------|------------------|-----------------------|------------------|
|   | Equity Sub-Fund                   | Debt Sub-Fund    | Money Market Sub-Fund | Total             | Equity Sub-Fund                   | Debt Sub-Fund    | Money Market Sub-Fund | Total            |
|   | Rupees                            |                  |                       |                   | Rupees                            |                  |                       |                  |
| Net income / (loss) for the period after taxation         | 17,102,009                        | 5,222,193        | 12,750,172            | 35,074,374        | (492,608)                         | 2,406,511        | 2,629,402             | 4,543,305        |
| Other comprehensive income for the period                 | -                                 | -                | -                     | -                 | -                                 | -                | -                     | -                |
| <b>Total comprehensive income / (loss) for the period</b> | <u>17,102,009</u>                 | <u>5,222,193</u> | <u>12,750,172</u>     | <u>35,074,374</u> | <u>(492,608)</u>                  | <u>2,406,511</u> | <u>2,629,402</u>      | <u>4,543,305</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|  | Quarter ended December 31, 2023 |                  |                       |                   | Quarter ended December 31, 2022 |                  |                       |                  |
|--|---------------------------------|------------------|-----------------------|-------------------|---------------------------------|------------------|-----------------------|------------------|
|  | Equity Sub-Fund                 | Debt Sub-Fund    | Money Market Sub-Fund | Total             | Equity Sub-Fund                 | Debt Sub-Fund    | Money Market Sub-Fund | Total            |
|  | Rupees                          |                  |                       |                   | Rupees                          |                  |                       |                  |
| Net income for the period after taxation         | 13,326,399                      | 2,620,223        | 6,905,822             | 22,852,444        | 223,125                         | 1,281,381        | 1,428,562             | 2,933,068        |
| Other comprehensive income for the period        | -                               | -                | -                     | -                 | -                               | -                | -                     | -                |
| <b>Total comprehensive income for the period</b> | <u>13,326,399</u>               | <u>2,620,223</u> | <u>6,905,822</u>      | <u>22,852,444</u> | <u>223,125</u>                  | <u>1,281,381</u> | <u>1,428,562</u>      | <u>2,933,068</u> |

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Cash Flow Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

|   | For the half year ended 31 December 2023 |               |                       |              | For the half year ended 31 December 2022 |               |                       |             |
|---|--|---------------|-----------------------|--------------|--|---------------|-----------------------|-------------|
|   | Equity Sub-Fund                          | Debt Sub-Fund | Money Market Sub-Fund | Total        | Equity Sub-Fund                          | Debt Sub-Fund | Money Market Sub-Fund | Total       |
|   | Rupees                                   |               |                       |              | Rupees                                   |               |                       |             |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |  |               |                       |              |  |               |                       |             |
| Net income / (loss) for the period before taxation  | 17,102,009                               | 5,222,193     | 12,750,172            | 35,074,374   | (492,608)                                | 2,406,511     | 2,629,402             | 4,543,305   |
| <b>Adjustments for:</b>   |  |               |                       |              |  |               |                       |             |
| Amortisation of preliminary expenses and floatation costs   | 6  | 10,672        | 10,672                | 32,016       | 10,672                                   | 10,672        | 10,672                | 32,016      |
| Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 5.3                                      | (7,961,697)   | (353,330)             | (547,109)    | (8,862,136)                              | 2,081,435     | (21,559)              | (5,390)     |
|   | 9,150,984                                | 4,879,535     | 12,213,735            | 26,244,254   | 1,599,499                                | 2,395,624     | 2,634,684             | 6,629,807   |
| <b>Increase in assets</b>   |  |               |                       |              |  |               |                       |             |
| Investments - net   | (9,254,915)                              | (5,008,170)   | 2,024,009             | (12,239,076) | (602,092)                                | (6,441)       | (1,610)               | (610,143)   |
| Advances, deposits and other receivable   | (55,499)                                 | (2,663,016)   | (615,013)             | (3,333,528)  | (63,904)                                 | (135,518)     | (658,311)             | (857,733)   |
| Receivable against sale of units  | 980,400                                  | 1,153,500     | (4,634,076)           | (2,500,176)  | -  | -             | -                     | -           |
|   | (8,330,014)                              | (6,517,686)   | (3,225,080)           | (18,072,780) | (665,996)                                | (141,959)     | (659,921)             | (1,467,876) |
| <b>Increase / (decrease) in liabilities</b>   |  |               |                       |              |  |               |                       |             |
| Payable to Faysal Asset Management Company Limited - Pension Fund Manager   | 18,972                                   | 2,728         | 6,481                 | 28,181       | (92,756)                                 | (97,205)      | (95,167)              | (285,128)   |
| Payable to Central Depository Company of Pakistan Limited - Trustee   | (2,272)                                  | (2,268)       | 10,116                | 5,576        | 2,281                                    | (371)         | (1,161)               | 749         |
| Payable to the Securities and Exchange Commission of Pakistan   | (3,046)                                  | (4,598)       | 1,165                 | (6,479)      | (3,541)                                  | (2,379)       | (1,803)               | (7,723)     |
| Payable against redemption of units   | 2,335                                    | 19,398        | 906,486               | 928,219      | -  | -             | -                     | -           |
| Accrued expenses and other liabilities  | (760,683)                                | 68,827        | 65,721                | (626,135)    | (53,516)                                 | 36,748        | 37,056                | 20,288      |
|   | (744,694)                                | 84,087        | 989,969               | 329,362      | (147,532)                                | (63,207)      | (61,075)              | (271,814)   |
| <b>Net cash generated from / (used in) operating activities</b>   | 76,276                                   | (1,554,064)   | 9,978,624             | 8,500,836    | 785,971                                  | 2,190,458     | 1,913,688             | 4,890,117   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |  |               |                       |              |  |               |                       |             |
| Net receipts from issuance of units   | 262,600                                  | 6,520,315     | 48,251,238            | 55,034,153   | 187,000                                  | 2,219,361     | 6,270,982             | 8,677,343   |
| Amount paid on redemption of units  | (8,944)                                  | (5,175,445)   | (13,837,940)          | (19,022,329) | (1,072,621)                              | (2,196,891)   | (2,212,631)           | (5,482,143) |
| Amount received / (paid) on reallocation of units   | -  | 2,538,030     | (2,538,030)           | -            | 10,573                                   | (6,477)       | (4,096)               | -           |
| <b>Net cash generated from / (used in) financing activities</b>   | 253,656                                  | 3,882,900     | 31,875,268            | 36,011,824   | (875,048)                                | 15,993        | 4,054,255             | 3,195,200   |
| <b>Net increase in cash and cash equivalents</b>  | 329,932                                  | 2,328,836     | 41,853,892            | 44,512,660   | (89,077)                                 | 2,206,451     | 5,967,943             | 8,085,317   |
| Cash and cash equivalents at the beginning of the period  | 629,301                                  | 16,152,091    | 16,310,915            | 33,092,307   | 192,980                                  | 15,133,525    | 32,274,319            | 47,600,824  |
| <b>Cash and cash equivalents at the end of the period</b>   | 4  | 959,233       | 18,480,927            | 58,164,807   | 77,604,967                               | 103,903       | 17,339,976            | 38,242,262  |
|   |  |               |                       |              |  |               |                       | 55,686,141  |

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Movement in Participants' Sub-funds

For The Half Year And Quarter Ended December 31, 2023

|   | Half year ended December 31, 2023 |                   |                       |                    | Half year ended December 31, 2022 |                   |                       |                    |
|---|-----------------------------------|-------------------|-----------------------|--------------------|-----------------------------------|-------------------|-----------------------|--------------------|
|   | Equity Sub-Fund                   | Debt Sub-Fund     | Money Market Sub-Fund | Total              | Equity Sub-Fund                   | Debt Sub-Fund     | Money Market Sub-Fund | Total              |
|   | Rupees                            |                   |                       |                    | Rupees                            |                   |                       |                    |
| <b>Net assets at the beginning of the period (audited)</b>  | 29,542,545                        | 48,381,454        | 97,334,347            | 175,258,346        | 30,137,070                        | 35,417,105        | 37,524,884            | 103,079,059        |
| Amount received on issuance of units  | 262,600                           | 6,520,315         | 48,251,238            | 55,034,153         | 203,000                           | 2,239,361         | 6,274,982             | 8,717,343          |
| Amount paid on redemption of units  | (8,944)                           | (5,175,445)       | (13,837,940)          | (19,022,329)       | (1,072,621)                       | (2,196,891)       | (2,212,631)           | (5,482,143)        |
| Amount received / (paid) on reallocation of units   |                                   | 2,538,030         | (2,538,030)           | -                  | 10,573                            | (6,477)           | (4,096)               | -                  |
| Gain on sale of investments - net   | 8,495,476                         | -                 | 660,711               | 9,156,187          | 815,454                           | -                 | -                     | 815,454            |
| Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net | 7,961,697                         | 353,330           | 547,109               | 8,862,136          | (2,081,435)                       | 21,559            | 5,390                 | (2,054,486)        |
| Other income - net  | 644,836                           | 4,868,863         | 11,542,352            | 17,056,051         | 773,373                           | 2,384,952         | 2,624,012             | 5,782,337          |
| <b>Total comprehensive income / (loss) for the period</b>   | 17,102,009                        | 5,222,193         | 12,750,172            | 35,074,374         | (492,608)                         | 2,406,511         | 2,629,402             | 4,543,305          |
| <b>Net assets at the end of the period (un-audited)</b>   | <u>46,898,210</u>                 | <u>57,486,547</u> | <u>141,959,787</u>    | <u>246,344,544</u> | <u>28,785,414</u>                 | <u>37,859,609</u> | <u>44,212,541</u>     | <u>110,857,564</u> |

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

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Islamic Pension Fund (the Fund) has been established as a trust under the Sindh Trust Act, 2020 constituted under a Trust Deed entered into on July 30, 2021 between Faysal Asset Management Limited as the Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Fund as a Pension Fund dated September 08, 2021 under the Voluntary Pension System Rules, 2005 (the VPS Rules). The Offering Document was approved by the SECP through its letter No. SCD/AMCW/PW/FAML/FIPF/56/2021 dated August 30, 2021.

The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at 7th Floor, Faysal House, ST-02, Main Shahrah-e-Faisal, Karachi.

1.2 The units of the Fund are offered to the public for subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the VPS Rules and can be redeemed by surrendering them to the Fund. Further, as per the Offering Document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 The objective of the Fund is to provide individuals with a portable, individualised, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.

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

1.5 The Pension Fund Manager has been assigned a quality rating of 'AM2++' by VIS Credit Rating Company Limited dated December 29, 2023 (June 30, 2023: 'AM2+' dated December 30, 2022). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.6 The Fund consists of three sub-funds namely, Faysal Islamic Pension Fund - Equity Sub-Fund (Equity Sub-Fund), Faysal Islamic Pension Fund - Debt Sub-Fund (Debt Sub-Fund) and Faysal Islamic Pension Fund - Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the sub-funds is as follows:

#### Faysal Islamic Pension Fund - Equity Sub-Fund

Assets of the Equity Sub-Fund shall be invested in equity securities which are listed on the Stock Exchange or in securities of which the application for listing has been approved by the Stock Exchange. Equity Sub-Fund shall be eligible to invest in units of Real Estate Investment Trusts and Exchange Traded Funds provided that entity / sector / group exposure limits as prescribed are complied with. At least ninety percent (90%) of net assets of the Equity Sub-Fund shall remain invested in listed equity securities based on rolling average investment of last ninety (90) days calculated on daily basis. The Pension Fund Manager may make investment maximum up to five percent (5%) of net assets of the Equity Sub-Fund in units of private equity and venture capital funds registered under Private Funds Regulations, 2015. The Pension Fund Manager may make investment maximum up to ten percent (10%) of net assets of the Equity Sub-Fund in public offering and pre-initial public offering of equity securities. Investment in equity securities of any single company shall not exceed fifteen percent (15%) of net assets of the Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to thirty-five percent (35%) of net assets of Equity Sub-Fund or the index weight, whichever is higher, subject to maximum of forty percent (40%) of net assets of the Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government securities having less than one-year time to maturity or keep as deposits with Islamic banks or Islamic windows of commercial banks which are rated not less than "A". The Pension Fund Manager shall ensure that the investment in equity securities of the certain companies, as specified in the Offering Document, shall not exceed ten percent (10%) of the net assets of the Equity Sub-Fund on monthly average basis.



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### Faysal Islamic Pension Fund - Debt Sub-Fund

The Debt Sub-Fund shall consist of Shariah compliant government securities, placement in the Islamic banks or Islamic windows of commercial banks, money market placements, deposits, certificates of deposit, certificates of musharaka, term deposit receipts, Islamic commercial papers, sukuk certificates or any other Islamic mode of placement, deposits / placements with microfinance banks and any other approved debt / money market security issued from time-to-time. Rating of any security in the portfolio shall not be lower than "A+". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AA". Rating of any microfinance bank with which funds are placed shall not be lower than "A+". At least twenty five percent (25%) net assets of the Debt Sub-Fund shall be invested in Shariah compliant government securities not exceeding ninety (90) days' maturity or deposit with scheduled placement in the Islamic banks or Islamic windows of commercial banks (excluding term deposit receipts) having not less than "A+" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed fifteen percent (15%) of net assets of the Debt Sub-Fund. Exposure in debt security of an entity, excluding securities issued by the Federal Government, shall not exceed fifteen percent (15%) of net assets of the Debt Sub-Fund or ten percent (10%) of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Debt Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of musharaka, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of the Debt Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of securities held in the portfolio of the Debt Sub-Fund, excluding securities issued by the Federal Government, shall not exceed five (5) years.

### Faysal Islamic Pension Fund - Money Market Sub-Fund

The Money Market Sub-Fund shall consist of government securities, cash and near cash instruments (including cash in bank accounts, but excluding term deposit receipts), treasury bills, money market placements, deposits, certificates of deposit, certificates of musharaka, or any other Islamic mode of placement, term deposit receipts, commercial papers and reverse repo. Rating of any security in the portfolio shall not be lower than "AA". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AAA". At least ten percent (10%) net assets of the Money Market Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with Islamic banks or Islamic windows of commercial banks having not less than "AA" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed fifteen percent (15%) of net assets of the Money Market Sub-Fund. Exposure in security of an entity, excluding securities issued by the Federal Government, shall not exceed fifteen percent (15%) of net assets of the Money Market Sub-Fund or ten percent (10%) of size of the issue of that security. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Money Market Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of musharaka, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of the Money Market Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of assets of the Money Market Sub-Fund shall not exceed one year. Time to maturity of any asset in the portfolio of the Money Market Sub-Fund shall not exceed six (6) months, except Shariah compliant government securities (such as GoP Ijarah sukuk), where time to maturity may be up to five (5) years.

- 1.7 The Fund offers four (4) types of allocation schemes, as prescribed by the SECP under the VPS Rules, 2005 vide its Circular no. 12 of 2021 dated April 06, 2021, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the Offering Document). Based on the minimum allocation, the funds are allocated to the above stated Sub-Funds. A participant has the option to select any allocation scheme in relation to the contributions and shall make such selection at the date of opening his / her individual pension account. A participant may change any allocation scheme selected in relation to his / her contributions to a different allocation scheme selected by him by sending form of the change to the Pension Fund Manager as per the allocation policy approved by the SECP.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

## Notes to and forming part of the Financial Statements (Un-audited)

### For The Half Year And Quarter Ended December 31, 2023

3

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Voluntary Pension System Rules, 20005 (the VPS Rules) and the requirements of the Trust Deed.

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

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

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

3.1 The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

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

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

| Note | December 31, 2023 (Un-audited) |               |                       |       | June 30, 2023 (Audited) |               |                       |       |
|------|--------------------------------|---------------|-----------------------|-------|-------------------------|---------------|-----------------------|-------|
|      | Equity Sub-Fund                | Debt Sub-Fund | Money Market Sub-Fund | Total | Equity Sub-Fund         | Debt Sub-Fund | Money Market Sub-Fund | Total |
|      | ----- Rupees -----             |               |                       |       | ----- Rupees -----      |               |                       |       |

### 4 BALANCES WITH BANKS

|                  |     |         |            |            |            |         |            |            |            |
|------------------|-----|---------|------------|------------|------------|---------|------------|------------|------------|
| Savings accounts | 4.1 | 959,233 | 18,480,927 | 58,164,807 | 77,604,967 | 629,301 | 16,152,091 | 16,310,915 | 33,092,307 |
|------------------|-----|---------|------------|------------|------------|---------|------------|------------|------------|

4.1 Deposits in savings accounts include Rs 0.321 million, Rs 18.795 million and Rs 58.096 million (June 30, 2023: Rs. 0.629 million, Rs. 16.152 million and Rs. 16.310 million) in the Equity Sub-Fund, the Debt Sub-Fund and the Money Market Sub-Fund respectively with Faysal Bank Limited, a related party, that carries profit at the rate of 21.50% (June 30, 2023: 14.5% to 20.54%) per annum. Other savings accounts of the Fund carries profit at the rate of 19.00% (June 30, 2023: 12.50% to 18.5%) per annum.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

4

| 5                                    | INVESTMENTS | Note | December 31, 2023 (Un-audited) |                   |                       |                    | June 30, 2023 (Audited) |                   |                       |                    |
|--------------------------------------|-------------|------|--------------------------------|-------------------|-----------------------|--------------------|-------------------------|-------------------|-----------------------|--------------------|
|                                      |             |      | Equity Sub-Fund                | Debt Sub-Fund     | Money Market Sub-Fund | Total              | Equity Sub-Fund         | Debt Sub-Fund     | Money Market Sub-Fund | Total              |
| Rupees                               |             |      |                                |                   |                       |                    |                         |                   |                       |                    |
| At fair value through profit or loss |             |      |                                |                   |                       |                    |                         |                   |                       |                    |
| 5.1                                  |             |      | 43,557,912                     | -                 | -                     | 43,557,912         | 26,341,300              | -                 | -                     | 26,341,300         |
|                                      |             |      | Listed equity securities       |                   |                       | 108,845,100        | -                       | -                 | -                     | 108,845,100        |
| 5.2                                  |             |      | -                              | 35,309,500        | 73,535,600            | -                  | -                       | 29,948,000        | 75,012,500            | 104,960,500        |
|                                      |             |      | GoP Ijarah sukuk certificates  |                   |                       | -                  | -                       | -                 | -                     | -                  |
|                                      |             |      | <b>43,557,912</b>              | <b>35,309,500</b> | <b>73,535,600</b>     | <b>152,403,012</b> | <b>26,341,300</b>       | <b>29,948,000</b> | <b>75,012,500</b>     | <b>131,301,800</b> |

### 5.1 Listed equity securities - Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each, except for the shares of K-electric Limited which have a nominal of Rs. 3.5 each.

| Name of the investee company               | As at July 1, 2023 | Purchased during the period | Bonus / right shares received during the period | Sold during the year | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised (diminution)/ appreciation as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets | Paid-up value of shares held as a percentage of total paid-up capital of the investee company |
|--|--------------------|-----------------------------|---|----------------------|-------------------------|--|--------------------------------------|---|---|--|---|
|  |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| <b>PROPERTY</b>                            |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| TPL Properties Limited                     | 16,600             | 95,000                      | -   | 66,600               | 45,000                  | 579,535                                | 608,400                              | 28,865  | 1.40%   | 1.30%                                      | 0.01%   |
| <b>AUTOMOBILE ASSEMBLER</b>                |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Honda Atlas Cars (Pakistan) Limited *      | -                  | 3,000                       | -   | 2,300                | 700                     | 85,081                                 | 149,604                              | 64,523  | 0.34%   | 0.32%                                      | 0.00%   |
| Sazgar Engineering Works Limited           | -                  | 6,470                       | -   | 6,470                | -                       | -                                      | -                                    | -   | -   | -  | -   |
| <b>CEMENT</b>                              |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Cherat Cement Company Limited *            | -                  | 3,940                       | -   | -                    | 3,940                   | 507,796                                | 642,141                              | 134,345   | 1.47%   | 1.37%                                      | -   |
| Fauji Cement Company Limited *             | 75,500             | 11,000                      | -   | 57,000               | 29,500                  | 424,360                                | 558,140                              | 133,780   | 1.28%   | 1.19%                                      | -   |
| Maple Leaf Cement Factory Limited *        | 32,375             | 43,730                      | -   | 41,105               | 35,000                  | 1,135,251                              | 1,362,200                            | 226,949   | 3.13%   | 2.90%                                      | -   |
| Pioneer Cement Limited *                   | -                  | 8,000                       | -   | -                    | 8,000                   | 857,550                                | 919,520                              | 61,970  | 2.11%   | 1.96%                                      | -   |
| Lucky Cement Limited *                     | 2,563              | 8,035                       | -   | 8,388                | 2,210                   | 1,695,151                              | 1,739,226                            | 44,075  | 3.99%   | 3.71%                                      | -   |
| <b>CHEMICALS</b>                           |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Engro Polymer & Chemicals Limited *        | -                  | 31,608                      | -   | -                    | 31,608                  | 1,538,369                              | 1,472,617                            | (65,752)  | 3.38%   | 3.14%                                      | -   |
| Lottee Chemical Pakistan Limited *         | -                  | 34,300                      | -   | -                    | 34,300                  | 878,081                                | 925,757                              | 47,676  | 2.13%   | 1.97%                                      | -   |
| <b>CABLES &amp; ELECTRICAL GOODS</b>       |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Pak Elektron Limited *                     | -                  | 87,200                      | -   | 73,200               | 14,000                  | 168,819                                | 316,120                              | 147,301   | 0.73%   | 0.67%                                      | -   |
| <b>COMMERCIAL BANKS</b>                    |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Meezan Bank Limited *                      | 29,530             | 28,585                      | -   | 28,115               | 30,000                  | 3,413,949                              | 4,840,800                            | 1,426,851   | 11.11%  | 10.32%                                     | -   |
| BankIslami Pakistan Limited                | 34,750             | 18,500                      | -   | 53,250               | -                       | -                                      | -                                    | -   | -   | -  | -   |
| Faysal Bank Limited                        | 106,500            | 134,200                     | -   | 140,700              | 100,000                 | 2,400,567                              | 3,258,000                            | 857,433   | 7.48%   | 6.95%                                      | 0.01%   |
| <b>ENGINEERING</b>                         |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| International Steels Limited *             | -                  | 9,000                       | -   | 3,000                | 6,000                   | 332,397                                | 438,120                              | 105,723   | 1.01%   | 0.93%                                      | -   |
| <b>FERTILIZER</b>                          |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Engro Corporation Limited *                | 4,340              | 8,273                       | -   | 8,613                | 4,000                   | 1,079,747                              | 1,179,640                            | 99,893  | 2.71%   | 2.52%                                      | -   |
| Engro Fertilizers Limited *                | 8,500              | 15,200                      | -   | 7,928                | 15,772                  | 1,351,908                              | 1,770,092                            | 418,184   | 4.06%   | 3.77%                                      | -   |
| <b>FOODS &amp; PERSONAL CARE PRODUCTS</b>  |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| The Organic Meal Company Limited           | 14,888             | 103,600                     | -   | 54,888               | 63,600                  | 1,283,868                              | 1,381,392                            | 97,524  | 3.17%   | 2.95%                                      | 0.04%   |
| <b>INDUSTRIAL ENGINEERING</b>              |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Mughal Iron And Steel Industries Limited   | 4,000              | -                           | -   | 4,000                | -                       | -                                      | -                                    | -   | -   | -  | 0.00%   |
| <b>OIL &amp; GAS EXPLORATION COMPANIES</b> |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Oil and Gas Development Company Limited *  | 28,825             | 59,900                      | -   | 58,725               | 30,000                  | 2,956,775                              | 3,373,500                            | 416,725   | 7.74%   | 7.19%                                      | -   |
| Pakistan State Oil Company Limited *       | 7,465              | 22,275                      | -   | 20,500               | 9,240                   | 1,104,895                              | 1,632,800                            | 527,905   | 3.75%   | 3.48%                                      | -   |
| Pakistan Petroleum Limited *               | 25,000             | 55,640                      | -   | 44,640               | 36,000                  | 2,655,932                              | 4,141,080                            | 1,485,148   | 9.51%   | 8.83%                                      | -   |
| Mari Petroleum Company Limited *           | 800                | 180                         | -   | 830                  | 150                     | 230,181                                | 314,415                              | 84,234  | 0.72%   | 0.67%                                      | -   |
|  |                    |                             |   |                      |                         | 6,947,783                              | 9,461,795                            | 2,514,012   |   |  |   |

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| Name of the investee company               | As at July 1, 2023 | Purchased during the period | Bonus / right shares received during the period | Sold during the year | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised (diminution)/ appreciation as at December 31, 2023 | Market value as a percentage of total investments | Market value as a percentage of net assets | Paid-up value of shares held as a percentage of total paid-up capital of the investee company |
|--|--------------------|-----------------------------|---|----------------------|-------------------------|--|--------------------------------------|---|---|--|---|
|  |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| <b>POWER GENERATION &amp; DISTRIBUTION</b> |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| The Hub Power Company Limited *            | 43,815             | 34,045                      | -   | 58,615               | 19,245                  | 2,004,051                              | 2,253,397                            | 249,346   | 5.17%   | 4.80%                                      | -   |
| K-Electric Limited *                       | 124,000            | -                           | -   | -                    | 124,000                 | 213,280                                | 652,240                              | 438,960   | 1.50%   | 1.39%                                      | -   |
| Nisat Chunian Power Limited                | 70,000             | 145,150                     | -   | 165,000              | 50,150                  | 1,373,465                              | 1,402,696                            | 29,231  | 3.22%   | 2.99%                                      | 0.01%   |
| Lalpir Power Limited                       | -                  | 34,000                      | -   | -                    | 34,000                  | 801,616                                | 767,720                              | (33,896)  | 1.76%   | 1.64%                                      | 0.01%   |
| Nisat Power Limited                        | -                  | 29,000                      | -   | -                    | 29,000                  | 947,923                                | 897,550                              | (50,373)  | 2.06%   | 1.91%                                      | 0.01%   |
|  |                    |                             |   |                      |                         | 5,340,335                              | 5,973,603                            | 633,268   |   |  |   |
| <b>GLASS &amp; CERAMICS</b>                |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Tariq Glass Industries Limited             | 13,510             | 15,500                      | -   | 13,010               | 16,000                  | 1,430,681                              | 1,595,520                            | 164,839   | 3.66%   | 3.40%                                      | 0.01%   |
|  |                    |                             |   |                      |                         | 1,430,681                              | 1,595,520                            | 164,839   |   |  | 0.01%   |
| <b>PHARMACEUTICALS</b>                     |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| AGP Limited *                              | 7,098              | -                           | -   | -                    | 7,098                   | 400,895                                | 499,060                              | 98,165  | 1.15%   | 1.06%                                      | -   |
| Citi Pharma Limited                        | 4,830              | 45,000                      | -   | 20,830               | 29,000                  | 682,263                                | 688,460                              | 6,197   | 1.58%   | 1.47%                                      | 0.01%   |
| Haleon Pakistan Limited *                  | 2,200              | -                           | -   | 1,000                | 1,200                   | 168,168                                | 202,812                              | 34,644  | 0.47%   | 0.43%                                      | -   |
| The Searle Company Limited *               | -                  | 10,000                      | -   | 5,000                | 5,000                   | 184,937                                | 257,400                              | 72,463  | 0.59%   | 0.55%                                      | -   |
|  |                    |                             |   |                      |                         | 1,436,263                              | 1,647,732                            | 211,469   |   |  |   |
| <b>SYNTHETIC AND RAYON</b>                 |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Image Pakistan Limited                     | -                  | 34,000                      | -   | 14,000               | 20,000                  | 247,400                                | 339,200                              | 91,800  | 0.78%   | 0.72%                                      | 0.02%   |
|  |                    |                             |   |                      |                         | 247,400                                | 339,200                              | 91,800  |   |  |   |
| <b>TEXTILE COMPOSITE</b>                   |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Interloop Limited *                        | -                  | 30,000                      | -   | 18,000               | 12,000                  | 480,400                                | 864,000                              | 383,600   | 1.98%   | 1.84%                                      | -   |
| Nisat Chunian Limited                      | -                  | 10,439                      | -   | 10,439               | -                       | -                                      | -                                    | -   | -   | -  | -   |
|  |                    |                             |   |                      |                         | 480,400                                | 864,000                              | 383,600   |   |  |   |
| <b>TECHNOLOGY &amp; COMMUNICATION</b>      |                    |                             |   |                      |                         |  |                                      |   |   |  |   |
| Avanceon Limited *                         | 13,127             | 10,000                      | -   | 19,127               | 4,000                   | 197,553                                | 229,360                              | 31,807  | 0.53%   | 0.49%                                      | -   |
| Octopus Digital Limited *                  | 11,596             | -                           | -   | 7,500                | 4,096                   | 153,149                                | 195,461                              | 42,312  | 0.45%   | 0.42%                                      | -   |
| Air Link Communication Limited *           | -                  | 47,000                      | -   | 41,500               | 5,500                   | 274,098                                | 334,080                              | 59,982  | 0.77%   | 0.71%                                      | -   |
| Systems Limited *                          | 5,950              | 10,520                      | -   | 13,270               | 3,200                   | 1,356,124                              | 1,355,392                            | (732)   | 3.11%   | 2.89%                                      | -   |
|  |                    |                             |   |                      |                         | 1,960,924                              | 2,114,293                            | 133,369   |   |  |   |
| <b>Total as at December 31, 2023</b>       |                    |                             |   |                      |                         | <b>35,596,215</b>                      | <b>43,557,912</b>                    | <b>7,961,697</b>  |   |  |   |
| <b>Total as at June 30, 2023</b>           |                    |                             |   |                      |                         | <b>29,310,467</b>                      | <b>26,341,300</b>                    | <b>(2,969,167)</b>  |   |  |   |

\*Nil figures due to rounding off difference.

5.1.1 Investments include 3,500 shares (June 30, 2023: Nil shares) of Pakistan Petroleum Limited, having market value of Rs. 0.403 million (June 30, 2023: Nil) as at December 31, 2023, which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

### 5.2 GoP Ijarah sukuk certificates

#### 5.2.1 Debt Sub-Fund

| Name of the security                         | Profit payments / principal redemptions | Issue date       | Maturity date    | Profit rate                       | As at July 1, 2023 | Purchased during the period | Sold during the period | As at December 31, 2023 | Carrying value as at December 31, 2023 | Market value as at December 31, 2023 | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of |                   |  |   |  |
|--|---|------------------|------------------|-----------------------------------|--------------------|-----------------------------|------------------------|-------------------------|--|--------------------------------------|--|---------------------------------|-------------------|--|---|--|
|  |   |                  |                  |                                   |                    |                             |                        |                         |  |                                      |  | net assets                      | total investments |  |   |  |
|  |   |                  |                  |                                   |                    |                             |                        |                         |  |                                      | Number of certificates   |                                 | Rupees            |  | % |  |
| GoP Ijarah sukuk certificates - XXII - VRR   | Semi-annually / At maturity             | December 9, 2020 | December 9, 2025 | Weighted average 6 months T-Bills | 200                | -                           | -                      | 200                     | 19,953,964                             | 20,182,000                           | 228,036  | 35.11%                          | 57.16%            |  |   |  |
| GoP Ijarah sukuk certificates - XXX - VRR    | Semi-annually / At maturity             | April 17, 2023   | April 17, 2024   | Weighted average 6 months T-Bills | 100                | -                           | -                      | 100                     | 10,002,206                             | 10,059,000                           | 56,794   | 17.50%                          | 28.49%            |  |   |  |
| GoP Ijarah sukuk certificates - XXXVII - VRR | Semi-annually / At maturity             | August 7, 2023   | August 7, 2024   | Weighted average 6 months T-Bills | -                  | 50                          | -                      | 50                      | 5,000,000                              | 5,068,500                            | 68,500   | 8.82%                           | 14.35%            |  |   |  |
| <b>Total as at December 31, 2023</b>         |   |                  |                  |                                   |                    |                             |                        |                         | <b>34,956,170</b>                      | <b>35,309,500</b>                    | <b>353,330</b>   | <b>61.43%</b>                   | <b>100.00%</b>    |  |   |  |
| <b>Total as at June 30, 2023</b>             |   |                  |                  |                                   |                    |                             |                        |                         | <b>29,968,776</b>                      | <b>29,948,000</b>                    | <b>(20,776)</b>  |                                 |                   |  |   |  |

5.2.1.1 The nominal value of these sukuk certificates is Rs 100,000 each.

## Notes to and forming part of the Financial Statements (Un-audited)

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### 5.2.2 Money Market Sub-Fund

| Name of the security                         | Profit payments / principal redemptions | Issue date       | Maturity date    | Profit rate                       | As at                  | Purchased         | Sold              | As at             | Carrying                      | Market                        | Unrealised appreciation / (diminution) as at December 31, 2023 | Market value as a percentage of |                   |
|--|---|------------------|------------------|-----------------------------------|------------------------|-------------------|-------------------|-------------------|-------------------------------|-------------------------------|--|---------------------------------|-------------------|
|  |   |                  |                  |                                   | July 1, 2023           | during the period | during the period | December 31, 2023 | value as at December 31, 2023 | value as at December 31, 2023 |  | net assets                      | total investments |
|  |   |                  |                  |                                   | Number of certificates |                   |                   |                   | Rupees                        |                               | %  |                                 |                   |
| GoP Ijarah sukuk certificates - XXII - VRR   | Semi-annually / At maturity             | December 9, 2020 | December 9, 2025 | Weighted average 6 months T-Bills | 50                     | -                 | -                 | 50                | 4,988,491                     | 5,045,500                     | 57,009   | 3.55%                           | 6.86%             |
| GoP Ijarah sukuk certificates - XXX - VRR    | Semi-annually / At maturity             | April 17, 2023   | April 17, 2024   | Weighted average 6-months T-Bills | 450                    | -                 | 450               | -                 | -                             | -                             | -  | -                               | -                 |
| GoP Ijarah sukuk certificates - XXXII - VRR  | Semi-annually / At maturity             | June 26, 2023    | June 26, 2024    | Weighted average 6-months T-Bills | 250                    | -                 | -                 | 250               | 25,000,000                    | 25,187,500                    | 187,500  | 17.74%                          | 34.25%            |
| GoP Ijarah sukuk certificates - XXXVII - VRR | Semi-annually / At maturity             | August 7, 2023   | August 7, 2024   | Weighted average 6-months T-Bills | -                      | 80                | -                 | 80                | 8,000,000                     | 8,109,600                     | 109,600  | 5.71%                           | 11.03%            |
| GoP Ijarah sukuk certificates - XXXIX - VRR  | Semi-annually / At maturity             | October 9, 2023  | October 9, 2024  | Weighted average 6-months T-Bills | -                      | 100               | -                 | 100               | 10,000,000                    | 10,163,000                    | 163,000  | 7.16%                           | 13.82%            |
| GoP Ijarah sukuk certificates - XLI - VRR    | Semi-annually / At maturity             | December 4, 2023 | December 4, 2026 | Weighted average 6-months T-Bills | -                      | 250               | -                 | 250               | 25,000,000                    | 25,030,000                    | 30,000   | 17.63%                          | 34.04%            |
| Total as at December 31, 2023                |   |                  |                  |                                   |                        |                   |                   |                   | 72,988,491                    | 73,535,600                    | 547,109  | 51.79%                          | 100.00%           |
| Total as at June 30, 2023                    |   |                  |                  |                                   |                        |                   |                   |                   | 74,982,194                    | 75,012,500                    | 20,306   |                                 |                   |

5.2.2.1 The nominal value of these sukuk certificates is Rs 100,000 each.

### 5.3 Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

| Note                                | December 31, 2023 (unaudited) |               |                       |            | June 30, 2023 (audited) |               |                       |            |             |
|-------------------------------------|-------------------------------|---------------|-----------------------|------------|-------------------------|---------------|-----------------------|------------|-------------|
|                                     | Equity Sub-Fund               | Debt Sub-Fund | Money Market Sub-Fund | Total      | Equity Sub-Fund         | Debt Sub-Fund | Money Market Sub-Fund | Total      |             |
| Rupees                              |                               |               |                       |            |                         |               |                       |            |             |
| Market value of investments         | 5.1 & 5.2                     | 43,557,912    | 35,309,500            | 73,535,600 | 152,403,012             | 26,341,300    | 29,948,000            | 75,012,500 | 131,301,800 |
| Less: carrying value of investments | 5.1 & 5.2                     | 35,596,215    | 34,956,170            | 72,988,491 | 143,540,876             | 29,310,467    | 29,968,776            | 74,992,194 | 134,271,437 |
|                                     |                               | 7,961,697     | 353,330               | 547,109    | 8,862,136               | (2,969,167)   | (20,776)              | 20,306     | (2,969,637) |

## 6 PRELIMINARY EXPENSES AND FLOATION COSTS

| Preliminary expenses and floation costs at the beginning of the period / year |     | 57,309 | 58,062 | 57,497 | 172,868 | 78,479 | 79,232 | 78,667 | 236,378 |
|---|-----|--------|--------|--------|---------|--------|--------|--------|---------|
| Less: amortisation during the period / year                                   | 6.1 | 10,672 | 10,672 | 10,672 | 32,016  | 21,170 | 21,170 | 21,170 | 63,510  |
| At the end of the period  |     | 46,637 | 47,390 | 46,825 | 140,852 | 57,309 | 58,062 | 57,497 | 172,868 |

6.1 Preliminary expenses and floation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of three years commencing from October 05, 2021 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

## 7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

| Note  | December 31, 2023 (unaudited) |               |                       |        | June 30, 2023 (audited) |               |                       |        |         |
|---|-------------------------------|---------------|-----------------------|--------|-------------------------|---------------|-----------------------|--------|---------|
|   | Equity Sub-Fund               | Debt Sub-Fund | Money Market Sub-Fund | Total  | Equity Sub-Fund         | Debt Sub-Fund | Money Market Sub-Fund | Total  |         |
| Rupees  |                               |               |                       |        |                         |               |                       |        |         |
| Remuneration payable to the Pension Fund Manager                    | 7.1                           | 40,075        | 2,414                 | 5,736  | 48,225                  | 23,286        | -                     | -      | 23,286  |
| Sindh Sales Tax payable on remuneration of the Pension Fund Manager | 7.2                           | 5,210         | 314                   | 745    | 6,269                   | 3,027         | -                     | -      | 3,027   |
| Sales load payable  |                               | -             | -                     | 55,741 | 55,741                  | -             | -                     | 55,741 | 55,741  |
| Preliminary expenses and floation costs payable                     |                               | 21,545        | 21,545                | 21,545 | 64,635                  | 21,545        | 21,545                | 21,545 | 64,635  |
|   |                               | 66,830        | 24,273                | 83,767 | 174,870                 | 47,858        | 21,545                | 77,286 | 146,689 |

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- 7.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. During the period, the Pension Fund Manager has charged its remuneration at the rate of 1.00% (2022: 1.00%) of daily net assets of the Equity Sub-Fund, 1.00% (2022: Nil) of daily net assets of the Debt Sub-Fund and 0.05% (2022: Nil) of daily net assets of the Money Market Sub-Fund. The remuneration is payable to the Pension Fund Manager monthly in arrears.
- 7.2 During the period, an aggregate amount of Rs. 0.030 million (December 31, 2022: Rs. 0.019 million) was charged on account of sales tax on the management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

| 8 | PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE | Note | December 31, 2023 (unaudited) |               |                       |               | June 30, 2023 (audited) |               |                       |               |
|---|---|------|-------------------------------|---------------|-----------------------|---------------|-------------------------|---------------|-----------------------|---------------|
|   |   |      | Equity Sub-Fund               | Debt Sub-Fund | Money Market Sub-Fund | Total         | Equity Sub-Fund         | Debt Sub-Fund | Money Market Sub-Fund | Total         |
|   |   |      | ----- Rupees -----            |               |                       |               | ----- Rupees -----      |               |                       |               |
|   | Remuneration payable  | 8.1  | 8,655                         | 6,211         | 17,913                | 32,779        | 10,668                  | 8,219         | 8,962                 | 27,849        |
|   | Sindh Sales Tax payable on remuneration of the Trustee              | 8.2  | 1,128                         | 809           | 2,330                 | 4,267         | 1,387                   | 1,069         | 1,165                 | 3,621         |
|   |   |      | <u>9,783</u>                  | <u>7,020</u>  | <u>20,243</u>         | <u>37,046</u> | <u>12,055</u>           | <u>9,288</u>  | <u>10,127</u>         | <u>31,470</u> |

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the net assets of the pertinent Sub-Fund at the following rates:

| Net assets (Rs)  | Fee   |
|--|---|
| - up to Rs 1,000 million                               | Rs. 0.3 million or 0.15% per annum of net assets, whichever is higher                   |
| - exceeding Rs 1,000 million and upto Rs 3,000 million | Rs. 1.5 million plus 0.10% per annum of net assets on amount exceeding Rs 1,000 million |
| - exceeding Rs 3,000 million and upto Rs 6,000 million | Rs. 3.5 million plus 0.08% per annum of net assets on amount exceeding Rs 3,000 million |
| - exceeding Rs 6,000 million                           | Rs. 5.9 million plus 0.06% per annum of net assets on amount exceeding Rs 6,000 million |

- 8.2 During the period, an amount of Rs. 0.024 million (December 31, 2022: Rs. 0.019 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (December 31, 2022: 13%).

| 9 | PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN | Note | December 31, 2023 (unaudited) |               |                       |        | June 30, 2023 (audited) |               |                       |        |
|---|---|------|-------------------------------|---------------|-----------------------|--------|-------------------------|---------------|-----------------------|--------|
|   |   |      | Equity Sub-Fund               | Debt Sub-Fund | Money Market Sub-Fund | Total  | Equity Sub-Fund         | Debt Sub-Fund | Money Market Sub-Fund | Total  |
|   |   |      | ----- Rupees -----            |               |                       |        | ----- Rupees -----      |               |                       |        |
|   | Annual fee payable  | 9.1  | 6,419                         | 8,579         | 19,323                | 34,321 | 9,465                   | 13,177        | 18,158                | 40,800 |

- 9.1 In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent (0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

| 10 | ACCRUED EXPENSES AND OTHER LIABILITIES  | December 31, 2023 (unaudited) |                |                       |                  | June 30, 2023 (audited) |                |                       |                  |
|----|---|-------------------------------|----------------|-----------------------|------------------|-------------------------|----------------|-----------------------|------------------|
|    |   | Equity Sub-Fund               | Debt Sub-Fund  | Money Market Sub-Fund | Total            | Equity Sub-Fund         | Debt Sub-Fund  | Money Market Sub-Fund | Total            |
|    |   | ----- Rupees -----            |                |                       |                  | ----- Rupees -----      |                |                       |                  |
|    | Auditors' remuneration payable          | 77,235                        | 77,234         | 77,235                | 231,704          | 66,446                  | 66,445         | 66,446                | 199,337          |
|    | Brokerage payable                       | 205,774                       | -              | 981                   | 206,755          | 38,256                  | -              | -                     | 38,256           |
|    | Payable against purchase of investments | -                             | -              | -                     | -                | 998,395                 | -              | -                     | 998,395          |
|    | Legal and professional charges payable  | 161,220                       | 172,199        | 169,553               | 502,972          | 133,030                 | 141,363        | 141,363               | 415,756          |
|    | Printing charges payable                | 88                            | -              | 88                    | 176              | 1,935                   | 1,973          | 1,933                 | 5,841            |
|    | Shariah advisory fee payable            | 28,940                        | 28,940         | 28,940                | 86,820           | -                       | -              | -                     | -                |
|    | Withholding tax payable                 | 18,235                        | 235            | 629                   | 19,099           | 14,113                  | -              | 1,963                 | 16,076           |
|    |   | <u>491,492</u>                | <u>278,608</u> | <u>277,426</u>        | <u>1,047,526</u> | <u>1,252,175</u>        | <u>209,781</u> | <u>211,705</u>        | <u>1,673,661</u> |

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2023 and June 30, 2023.

### 12 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

### 13 EARNINGS PER UNIT

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

|   | December 31, 2023 (unaudited)      |                |                       |                  | June 30, 2023 (audited)            |                |                       |                  |
|---|------------------------------------|----------------|-----------------------|------------------|------------------------------------|----------------|-----------------------|------------------|
|   | Equity Sub-Fund                    | Debt Sub-Fund  | Money Market Sub-Fund | Total            | Equity Sub-Fund                    | Debt Sub-Fund  | Money Market Sub-Fund | Total            |
| <b>14 NUMBER OF UNITS IN ISSUE</b>                  | -----Number of units in issue----- |                |                       |                  | -----Number of units in issue----- |                |                       |                  |
| Total units in issue at the beginning of the period | 322,956                            | 399,725        | 798,842               | 1,521,523        | 312,424                            | 337,309        | 356,981               | 1,006,714        |
| Add: issuance of units during the period            | 2,403                              | 50,586         | 371,626               | 424,615          | 33,896                             | 102,568        | 519,964               | 656,428          |
| Less: units redeemed during the period              | 85                                 | 40,950         | 109,368               | 150,403          | 23,364                             | 40,152         | 78,103                | 141,619          |
| Reallocation of units                               | -                                  | 19,879         | (19,662)              | 217              | -                                  | -              | -                     | -                |
| Total units in issue at the end of the period       | <u>325,274</u>                     | <u>429,240</u> | <u>1,041,438</u>      | <u>1,795,952</u> | <u>322,956</u>                     | <u>399,725</u> | <u>798,842</u>        | <u>1,521,523</u> |

### 15 CONTRIBUTION TABLE

|                            | December 31, 2023 |                |               |                  |                       |                   | December 31, 2022 |                   |                |                   |                       |                   |
|----------------------------|-------------------|----------------|---------------|------------------|-----------------------|-------------------|-------------------|-------------------|----------------|-------------------|-----------------------|-------------------|
|                            | Equity Sub-Fund   |                | Debt Sub-Fund |                  | Money Market Sub-Fund |                   | Equity Sub-Fund   |                   | Debt Sub-Fund  |                   | Money Market Sub-Fund |                   |
|                            | Units             | Rupees         | Units         | Rupees           | Units                 | Rupees            | Units             | Rupees            | Units          | Rupees            | Units                 | Rupees            |
| Corporate                  | -                 | -              | -             | -                | -                     | -                 | 300,000           | 30,000,000        | 300,000        | 30,000,000        | 300,000               | 30,000,000        |
| Individuals                | -                 | -              | -             | -                | -                     | -                 | 535               | 53,971            | 604            | 60,957            | 12,235                | 1,232,963         |
| Employer                   | 2,403             | 262,600        | 19,879        | 2,493,750        | 287,948               | 36,986,496        | -                 | -                 | -              | -                 | -                     | -                 |
| Transfer from fund manager | -                 | -              | 30,707        | 4,026,565        | 83,678                | 11,264,742        | -                 | -                 | -              | -                 | -                     | -                 |
|                            | <u>2,403</u>      | <u>262,600</u> | <u>50,586</u> | <u>6,520,315</u> | <u>371,626</u>        | <u>48,251,238</u> | <u>300,535</u>    | <u>30,053,971</u> | <u>300,604</u> | <u>30,060,957</u> | <u>312,235</u>        | <u>31,232,963</u> |

### 16 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

- 16.1** Connected persons / related parties include Faysal Asset Management Limited being the Pension Fund Manager, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Pension Fund Manager, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Pension Fund Manager and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 16.2** Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons / related parties. The transactions with connected persons / related parties are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.
- 16.3** Remuneration to the Pension Fund Manager of the Fund is determined in accordance with the provisions of the VPS Rules.
- 16.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules and the Trust Deed.

## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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

| Transactions during the period   | Half year ended December 31, 2023 (unaudited) |               |                       |            | Half year ended December 31, 2022 (unaudited) |               |                       |            |
|--|---|---------------|-----------------------|------------|---|---------------|-----------------------|------------|
|  | Equity Sub-Fund                               | Debt Sub-Fund | Money Market Sub-Fund | Total      | Equity Sub-Fund                               | Debt Sub-Fund | Money Market Sub-Fund | Total      |
|  | Rupees  |               |                       |            | Rupees  |               |                       |            |
| <b>Faysal Asset Management Company Limited - Pension Fund Manager</b>      |   |               |                       |            |   |               |                       |            |
| Remuneration of the Pension Fund Manager                                   | 189,677                                       | 12,861        | 28,413                | 230,951    | 151,517                                       | -             | -                     | 151,517    |
| Sindh Sales Tax on remuneration of the Pension Fund Manager                | 24,658  | 1,672         | 3,694                 | 30,024     | 19,697  | -             | -                     | 19,697     |
| Units issued : Nil units (2022: 300,000) units - Equity Sub-Fund           | -   | -             | -                     | -          | -   | -             | -                     | -          |
| Units issued : Nil units (2022: 300,000) units - Debt Sub-Fund             | -   | -             | -                     | -          | -   | -             | -                     | -          |
| Units issued : Nil units (2022: 300,000) units - Money Market Sub-Fund     | -   | -             | -                     | -          | -   | -             | -                     | -          |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>            |   |               |                       |            |   |               |                       |            |
| Remuneration of the Trustee  | 50,366  | 50,366        | 85,241                | 185,973    | 50,411  | 50,411        | 50,411                | 151,233    |
| Sindh Sales Tax on remuneration of the Trustee                             | 6,548   | 6,548         | 11,081                | 24,177     | 6,553   | 6,553         | 6,553                 | 19,659     |
| Settlement charges   | 17,058  | 8,136         | 8,552                 | 33,746     | 5,790   | 2,260         | 2,260                 | 10,310     |
| <b>Faysal Bank Limited</b>   |   |               |                       |            |   |               |                       |            |
| Profit on savings account  | 36,693  | 1,144,853     | 2,919,643             | 4,101,189  | 47,869  | 1,068,741     | 2,452,687             | 3,569,297  |
| Bank charges   | 2,360   | 1,363         | 1,223                 | 4,946      | 3,445   | 5,893         | 6,311                 | 15,649     |
| <b>Balances outstanding as at period end</b>                               |   |               |                       |            |   |               |                       |            |
|  | December 31, 2023 (unaudited)                 |               |                       |            | June 30, 2023 (audited)                       |               |                       |            |
|  | Equity Sub-Fund                               | Debt Sub-Fund | Money Market Sub-Fund | Total      | Equity Sub-Fund                               | Debt Sub-Fund | Money Market Sub-Fund | Total      |
|  | Rupees  |               |                       |            | Rupees  |               |                       |            |
| <b>Faysal Asset Management Company Limited - Pension Fund Manager</b>      |   |               |                       |            |   |               |                       |            |
| Remuneration payable to the Pension Fund Manager                           | 40,075  | 2,414         | 5,736                 | 48,225     | 23,286  | -             | -                     | 23,286     |
| Sindh Sales Tax payable on remuneration of the Pension Fund Manager        | 5,210   | 314           | 745                   | 6,269      | 3,027   | -             | -                     | 3,027      |
| Outstanding 300,000 (June 30, 2023: 300,000) units - Equity Sub-Fund       | 43,254,180                                    | -             | -                     | 43,254,180 | 27,442,620                                    | -             | -                     | 27,442,620 |
| Outstanding 300,000 (June 30, 2023: 300,000) units - Debt Sub-Fund         | -   | 40,177,920    | -                     | 40,177,920 | -   | -             | -                     | -          |
| Outstanding 300,000 (June 30, 2023: 300,000) units - Money Market Sub-Fund | -   | -             | 40,893,390            | 40,893,390 | -   | -             | -                     | -          |
| Sales load payable   | -   | -             | 55,741                | 55,741     | -   | -             | -                     | -          |
| Primary expenses and floatation costs payab                                | 21,545  | 21,545        | 21,545                | 64,635     | 21,545  | 21,545        | 21,545                | 64,635     |
| <b>Central Depository Company of Pakistan Limited - Trustee</b>            |   |               |                       |            |   |               |                       |            |
| Trustee remuneration payable   | 8,655   | 6,211         | 17,913                | 32,779     | 10,668  | 8,219         | 8,962                 | 27,849     |
| Sindh Sales Tax payable on remuneration of the Trustee                     | 1,128   | 809           | 2,330                 | 4,267      | 1,387   | 1,069         | 1,165                 | 3,621      |
| Security deposit   | 100,000                                       | 100,000       | 100,000               | 300,000    | 100,000                                       | 100,000       | 100,000               | 300,000    |
| <b>Faysal Bank Limited</b>   |   |               |                       |            |   |               |                       |            |
| Balance with bank  | 321,460                                       | 18,795,551    | 58,096,748            | 77,213,759 | 471,901                                       | 14,352,934    | 15,720,254            | 30,545,089 |
| Profit receivable on savings account                                       | 53,802  | 149,395       | 1,078,069             | 1,281,266  | 51,802  | 238,279       | 642,590               | 932,671    |

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



## Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year And Quarter Ended December 31, 2023

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### 17 FAIR VALUE MEASUREMENT

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

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

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

#### Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

|                                      | December 31, 2022 (unaudited) |            |         |            | June 30, 2023 (audited) |            |         |            |
|--------------------------------------|-------------------------------|------------|---------|------------|-------------------------|------------|---------|------------|
|                                      | Level 1                       | Level 2    | Level 3 | Total      | Level 1                 | Level 2    | Level 3 | Total      |
| Equity Sub-Fund                      | Rupees                        |            |         |            | Rupees                  |            |         |            |
| At fair value through profit or loss |                               |            |         |            |                         |            |         |            |
| Listed equity securities             | 43,557,912                    | -          | -       | 43,557,912 | 26,341,300              | -          | -       | 26,341,300 |
| Debt Sub-Fund                        |                               |            |         |            |                         |            |         |            |
| At fair value through profit or loss |                               |            |         |            |                         |            |         |            |
| GoP Ijarah sukuk certificates        | -                             | 35,309,500 | -       | 35,309,500 | -                       | 29,948,000 | -       | 29,948,000 |
| Money Market Sub-Fund                |                               |            |         |            |                         |            |         |            |
| At fair value through profit or loss |                               |            |         |            |                         |            |         |            |
| GoP Ijarah sukuk certificates        | -                             | 73,535,600 | -       | 73,535,600 | -                       | 75,012,500 | -       | 75,012,500 |

### 18 GENERAL

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

### 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 02, 2024 by the Board of Directors of the Management Company.

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

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director