



HALF YEARLY REPORT

DECEMBER 31, 2023

JS LARGE CAP. FUND



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NOISIV

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



Mission

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



COMPANY INFORMATION

Management Company

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

Board of Directors

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

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

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

Audit Committee

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

Trustee

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

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Large Cap. Fund** (the Fund) for the half year ended December 31, 2023.

Economy Review:

During FY23, Pakistan's economy faced severe shocks from floods, Geo-political tensions escalating commodity prices, tightening financing conditions, and policy setbacks, leading to stalled growth, surging inflation, depleted reserves, and acute fiscal pressures. However, during 1HFY24 the country transitioned from a rhetoric of default with no visible solutions toward reform implementation, sustainable policies, and reinforcing external accounts. Guided by SIFC and IMF directives, this shift reoriented the outlook from potential default to sustained growth, signaling an optimistic turn and leaving the worst economic challenges behind.

Asset sales under SIFC are expected to help prevent a significant decline in FX reserves, supported by reforms in the energy sector and SOEs, creating fiscal space. Concurrently, the anticipated influx of FDI is poised to address the country's gross financing needs, bolstering Pakistan's economic stability and growth. In FY24, GDP growth is projected at 2.5%, driven by the post-flood recovery in the agriculture sector. Additionally, sustained policies, effective reforms, and substantial financial support remain pivotal to long-term growth.

The financial inflows under the SIFC asset sale and the IMF program will bolster exchange rate stability, playing a pivotal role in curbing inflation by maintaining a stable PKR. During 1HFY24, the average inflation was recorded at 28.8%, compared to 25.04% in the corresponding period last year. Moving forward monetary policy to remain tightly linked to the external account and inflation outlook while contractionary measures will remain the central theme on the fiscal side.

Equity Market Review:

KSE-100 index began the year on a strong note influenced by the successful agreement with the IMF under the Stand-By Arrangement (SBA) which played a pivotal role in economic stability. In 1HFY24, the KSE-100 Index displayed remarkable growth and optimism, registering an impressive 51% increase, gaining 20,998.35 points, and closing the index at 62,451.04 points at year-end.

The overall trading activity witnessed an increase of ~118% Y-o-Y, as the volumes rose to 477.6mn shares, compared to 219.2mn shares in 1HFY23. Similarly, the value of shares traded displayed growth of 69% Y-o-Y, averaging around USD 50.2mn in 1HFY24. During 1HFY24, Commercial Banks, Oil & Gas Exploration Companies, and Power Generation & Distribution were notable outperformers.

Looking ahead, the equity market's performance would largely be influenced by the government's adherence to the reforms under the IMF program, materialization of FDI flows under SIFC, and political stability.

Review of Fund Performance

The Fund's return was 46.79% for the half year ended on December 31, 2023, against the benchmark return of 51.61%. Net Assets moved from PKR 273.06 million (June 30, 2023) to PKR 369.39 million as of December 31, 2023. The total expense ratio (TER) of the Fund is 5.05%, which includes 0.56% of government levies on the Fund.

Asset Manager Rating

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

Acknowledgment

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



Director

February 20, 2024
Karachi



Chief Executive Officer
Iffat Zehra Mankani

TRUSTEE REPORT TO THE UNIT HOLDERS

**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.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

JS LARGE CAP. 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 JS Large Cap. Fund (the Fund) are of the opinion that JS Investments Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the following:

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



Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 29, 2024

AUDITOR REPORT TO THE UNIT HOLDERS



INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS' OF JS LARGE CAP. FUND

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

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Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of JS Large Cap. 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 and together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statements") for the six months period then ended. Management Company (JS Investments Limited) is responsible for the preparation and presentation of the condensed interim financial statements in accordance with approved accounting 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.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial 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 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

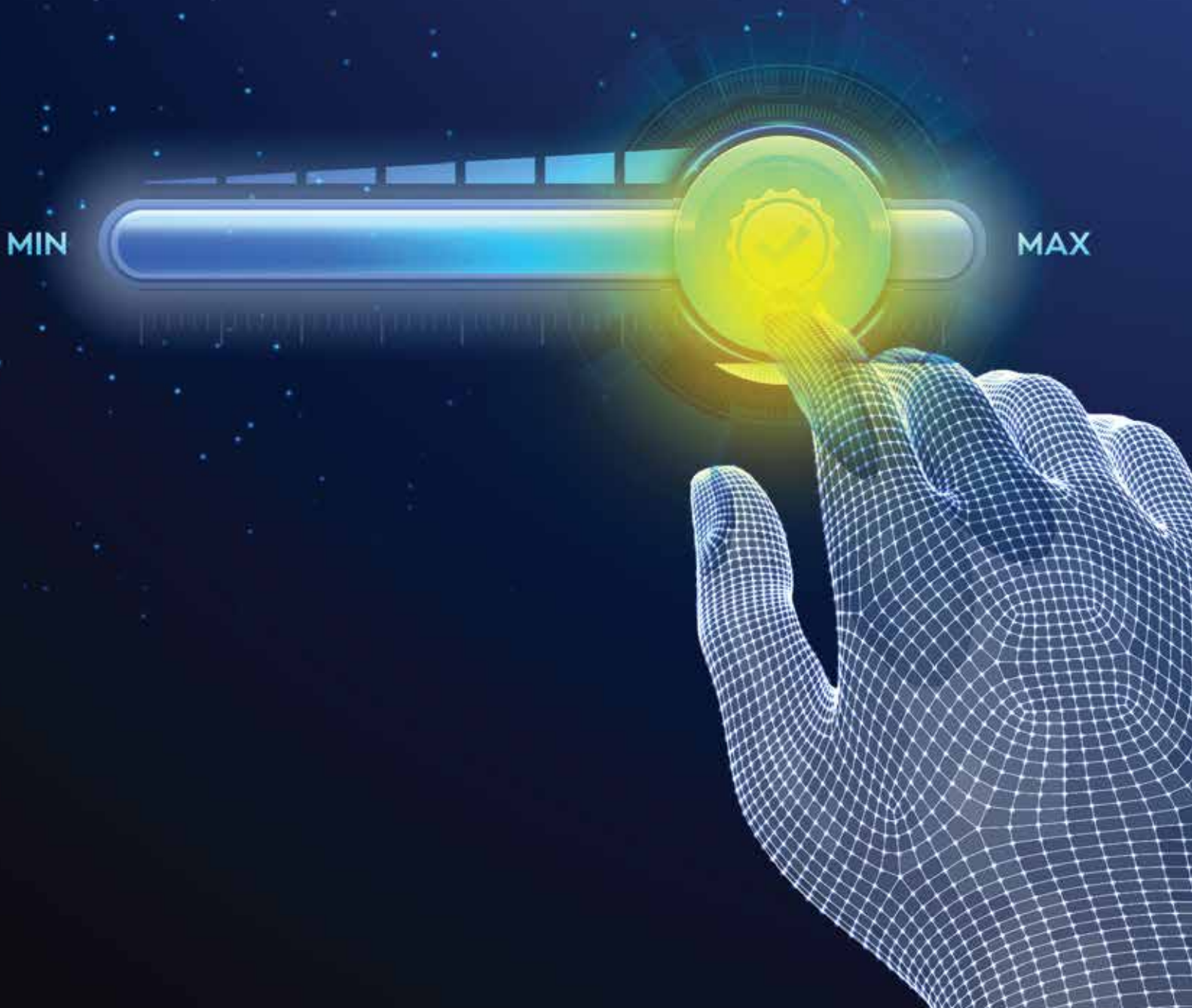
The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the three-months period ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2023.

Date: February 28, 2024
Karachi
UDIN: RR202310154MB4L8Xn2G


Chartered Accountants
Muhammad Khalid Aziz
Engagement Partner



CONDENSED INTERIM FINANCIAL STATEMENTS



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2023

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	Note	Rupees	
Assets			
Bank balances	7	51,439,701	38,925,302
Investments	8	339,812,631	251,032,545
Accrued return on bank balances	9	1,691,239	1,276,235
Dividend Receivable		67,220	-
Deposits, prepayments and receivables	10	2,457,737	6,616,816
Total assets		395,468,528	297,850,898
Liabilities			
Payable to JS Investments Limited - Management Company	11	12,926,907	12,445,480
Payable to Central Depository Company of Pakistan Limited - Trustee	12	72,940	50,303
Annual fee payable to Securities and Exchange Commission of Pakistan	13	30,511	59,702
Accrued expenses and other liabilities	14	1,559,222	753,796
Dividend payable		11,484,325	11,484,325
Total liabilities		26,073,905	24,793,606
Contingencies and commitments	15		
Net assets		369,394,623	273,057,292
Unit holders' funds		369,394,623	273,057,292
Number of units in issue	16	2,284,102	2,478,578
Net asset value per unit		161.72	110.17

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED DECEMBER 31, 2023

	Six Months Period Ended December 31,		Three Months Period Ended December 31,	
	2023	2022	2023	2022
	----- Rupees -----			
Net income / (loss) for the period after taxation	123,112,774	(11,994,686)	94,759,024	(1,562,660)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	123,112,774	(11,994,686)	94,759,024	(1,562,660)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES

Net income / (loss) for the period after taxation

Adjustments for:

Net (gain) / loss on sale of investments

Net unrealised (gain) / loss on re-measurement of investment

classified as 'financial assets at fair value through profit or loss'

Dividend income

Return on bank balances

Decrease/(increase) in current assets

Deposit, prepayments and other receivables

(Decrease) / increase in liabilities

Payable to JS Investments Limited - Management Company

Remuneration payable to the trustee

Annual fee payable to

the Securities and Exchange Commission of Pakistan

Accrued and other liabilities

Operating gain / (loss) before working capital changes

Investments-net

Dividends received

Profit received on bank deposits

Net cash generated from operating activities

CASH FLOWS FROM FINANCING ACTIVITIES

Distribution paid in cash

Amount received on issuance of units

Amount paid on redemption of units

Net cash used in financing activities

Net increase in cash and cash equivalents during the period

Cash and cash equivalents at the beginning of the period

Cash and cash equivalents at the end of the period

Six Months Period ended December 31,	
2023	2022
----- Rupees -----	
123,112,774	(11,994,686)
(53,601,268)	4,295,527
(55,237,409)	20,690,414
(10,423,268)	(13,528,892)
(4,136,965)	(4,974,984)
(286,136)	(5,512,621)
4,159,079	(973,404)
481,427	134,890
22,637	(3,207)
(29,191)	(51,671)
805,426	(13,155)
1,280,299	66,857
5,153,242	(6,419,168)
20,058,591	1,908,855
10,356,048	13,528,892
3,721,961	5,511,554
34,136,600	20,949,301
39,289,842	14,530,133
-	-
68,529,538	66,808
(88,984,720)	(13,484,056)
(20,455,182)	(13,417,248)
18,834,660	1,112,885
38,925,302	86,867,996
57,759,962	87,980,881

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director



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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Six Months Period Ended December 31, 2023			Six Months Period Ended December 31, 2022		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	----- Rupees -----					
Net assets as at the beginning of the period	782,654,507	(509,597,215)	273,057,292	828,976,116	(504,523,764)	324,452,352
Issuance of units 510,807 (2022: 606 units)						
- Capital value (at net asset value per unit at the beginning of the period)	56,275,558	-	56,275,558	67,706	-	67,706
- Element of income	12,253,980	-	12,253,980	(898)	-	(898)
Total proceeds on issuance of units	68,529,538	-	68,529,538	66,808	-	66,808
Redemption of units 705,283 (2022: 122,910 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(77,701,079)	-	(77,701,079)	(13,731,491)	-	(13,731,491)
- income paid on redemption		(6,320,261)	(6,320,261)	-	-	-
- Element of income	(11,283,641)	-	(11,283,641)	247,435	-	247,435
Total payments on redemption of units	(88,984,720)	(6,320,261)	(95,304,981)	(13,484,056)	-	(13,484,056)
Total comprehensive (loss) / income for the period	-	123,112,774	123,112,774	-	(11,994,686)	(11,994,686)
Net assets as at the end of the period	762,199,325	(392,804,702)	369,394,623	815,558,868	(516,518,450)	299,040,418
Undistributed loss brought forward						
Relating to realized loss	(484,708,093)			(444,667,616)		
Relating to unrealized loss	(24,889,122)			(59,856,148)		
	(509,597,215)			(504,523,764)		
Accounting income available for distribution						
Relating to capital gains	108,838,677					
Excluding capital gains	7,953,836					
	116,792,513			-		
Net gain / (loss) for the period after taxation	123,112,774			(11,994,686)		
Undistributed income carried forward	(392,804,702)			(516,518,450)		
Undistributed loss carried forward						
Relating to realized loss	(448,042,111)			(495,828,036)		
Relating to unrealized gain / (loss)	55,237,409			(20,690,414)		
	(392,804,702)			(516,518,450)		
Net asset value per unit at the beginning of the period	110.17			111.72		
Net asset value per unit at end of the period	161.72			107.50		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** The condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and directives issued by the Securities and Exchange

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

The comparative statement of assets and liabilities presented in these condensed interim financial statements as at December 31, 2023 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the period ended December 31, 2023 have been extracted from the unaudited condensed interim financial statements for the period then ended.

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

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

2.2 Basis of measurement

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

2.3 Functional and presentation currency

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

3. MATERIAL ACCOUNTING POLICIES INFORMATION AND ESTIMATES

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

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

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

4 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

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

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



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

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

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

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

5. SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTIONS

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

6. FINANCIAL RISK MANAGEMENT

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

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		Rupees	
7. BANK BALANCES	Note		
Savings accounts	7.1	51,439,701	38,925,302
7.1	This includes balances of Rs. 29.50 million (June 30, 2023: 15.56 million) with JS Bank Limited (a related party) and Rs. 0.02 million (June 30, 2023: 0.02 million) with BankIslami Pakistan Limited (a related party), these accounts carrying profit at the rates of 20.82% (June 30, 2023: 19.60%) and 19.00% (June 30, 2023: 19.75%) respectively. Other PLS accounts of the Fund carry profits at the rates of 18.50% to 22.00% (June 30, 2023: 12.25% to 22.00%) per annum.		

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		Rupees	
8. INVESTMENTS	Note		
At fair value through profit or loss			
Listed equity securities	8.1	339,812,631	251,032,545
Quoted debt securities			
- Sukuk certificates	8.2.1	-	-
- Term finance certificates	8.2.3	-	-
Unquoted debt securities	8.3	-	-
		339,812,631	251,032,545



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

8.1 Listed equity securities

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

	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of net assets	Market value as percentage of investee capital
	-----Number of shares-----					-----Rupees-----		%	%
Sectors / Companies									
CEMENT									
D.G. Khan Cement Company Limited	120,000	379,000	-	401,000	98,000	4,961,071	7,585,200	2.05	0.02
Lucky Cement Limited	12,000	19,400	-	11,850	19,550	11,346,954	15,385,459	4.17	0.01
Maple Leaf Cement Factory Limited	527,292	568,000	-	708,000	387,292	11,846,095	15,073,405	4.08	0.04
Pioneer Cement Limited	-	66,000	-	15,250	50,750	5,766,315	5,833,205	1.58	0.02
Power Cement Limited	-	500,000	-	-	500,000	3,250,000	2,980,000	0.81	0.05
Cherat Cement Limited	49,500	61,000	-	110,500	-	-	-	-	-
						37,170,435	46,857,269	12.68	0.14
CHEMICAL									
Descon Oxychem Limited	225,000	-	-	225,000	-	-	-	-	-
Engro Polymer and Chemicals Limited	120,000	80,000	-	200,000	-	-	-	-	-
						-	-	-	-
COMMERCIAL BANKS									
Bank Al-Falah Limited	297,500	200,000	-	232,000	265,500	9,379,332	12,879,405	3.49	0.01
Bank Al-Habib Limited	2,649	132,000	-	2,649	132,000	10,945,081	10,631,280	2.88	0.01
Bankislami Pakistan Limited (Related Party)	365,510	250,000	-	299,316	316,194	5,656,922	7,019,507	1.90	0.03
Faysal Bank Limited	33,349	-	-	-	33,349	672,983	1,086,510	0.29	-
Habib Bank Limited	208,389	55,000	-	143,500	119,889	10,373,726	13,288,497	3.60	0.01
MCB Bank Limited	-	54,000	-	-	54,000	9,592,104	9,317,700	2.52	-
Meezan Bank Limited	-	90,500	-	3,700	86,800	11,937,813	14,006,048	3.79	-
National Bank Of Pakistan	-	792,500	-	395,000	397,500	9,775,260	12,763,725	3.46	0.02
Askari Bank Limited	49,500	61,000	-	110,500	-	-	-	-	-
United Bank Limited	143,000	4,200	-	83,500	63,700	7,788,276	11,328,408	3.07	0.01
						76,121,497	92,321,080	24.99	0.09
ENGINEERING									
Aisha Steel Mills Limited	308,847	1,100,000	-	-	1,408,847	9,025,799	12,228,792	3.31	0.15
Mughal Iron and Steel Industries Limited	-	50,000	-	50,000	-	-	-	-	-
						9,025,799	12,228,792	3.31	0.15
FERTILIZER									
Engro Corporation Limited	19,563	49,000	-	19,563	49,000	13,436,790	14,450,590	3.91	0.01
Engro Fertilizers Limited	136,300	-	-	136,300	-	-	-	-	-
Fauji Fertilizer Company Limited	195,000	101,761	-	194,000	102,761	10,411,050	11,631,518	3.15	0.01
						23,847,840	26,082,108	7.06	0.02
GLASS & CERAMICS									
Ghani Glass Limited	-	228,000	-	15,000	213,000	6,445,590	6,243,030	1.69	0.03
Tariq Glass Industries Limited	-	42,500	-	42,500	-	-	-	-	-
						6,445,590	6,243,030	1.69	0.03



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Market value as percentage of net assets	Market value as percentage of investee capital
	-----Number of shares-----					-----Rupees-----		%	%
OIL & GAS EXPLORATION COMPANIES									
Mari Petroleum Company Limited	11,869	5,000	-	3,250	13,619	23,348,251	28,546,786	7.73	0.01
Oil and Gas Development Company Limited	133,500	266,500	-	189,500	210,500	20,229,107	23,670,725	6.41	0.00
Pakistan Oilfields Limited	13,500	22,500	-	36,000	-	-	-	-	-
Pakistan Petroleum Limited	170,000	281,500	-	235,300	216,200	14,665,986	24,869,486	6.73	0.01
						58,243,344	77,086,997	20.87	0.02
OIL & GAS MARKETING COMPANIES									
Hascol Petroleum Limited	8	-	-	-	8	44	59	0.00	0.00
Pakistan State Oil Company Limited	79,080	109,500	-	57,300	131,280	18,735,460	23,198,489	6.28	0.03
Sui Northern Gas Pipelines Limited	240,000	400,000	-	465,000	175,000	12,952,671	12,866,000	3.48	0.03
						31,688,175	36,064,548	9.76	0.06
PHARMACEUTICALS									
AGP Limited	71,800	-	-	71,800	-	-	-	-	-
Highnoon Laboratories Limited	29,395	-	-	29,395	-	-	-	-	-
						-	-	-	-
REFINERY									
Attock Refinery Limited	30,000	7,500	-	37,500	-	-	-	-	-
TEXTILE COMPOSITE									
Nishat Chunian Limited	-	134,000	-	134,000	-	-	-	-	-
POWER GENERATION & DISTRIBUTION									
Hub Power Company Limited	165,800	194,000	-	205,800	154,000	18,606,718	18,031,382	4.88	0.01
K-Electric Limited *	-	4,750,000	-	3,400,000	1,350,000	5,511,755	7,101,000	1.92	0.01
Nishat Chunian Power Limited	-	327,500	-	-	327,500	7,769,269	9,160,175	2.48	0.09
						31,887,742	34,292,557	9.28	0.11
TECHNOLOGY & COMMUNICATION									
Air Link Communication Limited	128,150	-	-	128,150	-	-	-	-	-
Avanceon Limited	92,000	-	-	92,000	-	-	-	-	-
Octopus Digital Limited	46,000	-	-	46,000	-	-	-	-	-
Systems Limited	51,000	25,000	-	76,000	-	-	-	-	-
						-	-	-	-
TRANSPORT									
Pakistan International Airlines Corporation	-	1,225,000	-	-	1,225,000	10,144,800	8,636,250	2.34	0.02
Investments at fair value through P&L as at December 31, 2023						284,575,222	339,812,631	91.99	0.64
Cost of Investments at fair value through P&L as at June 30, 2023						251,032,545			

*Ordinary shares have a face value of Rs 10 per share, except for K-Electric Limited which have a face value of Rs 3.5 per share.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

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

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

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

- 8.1.2** Following shares have been pledged with National Clearing Company of Pakistan Limited:

	December 31, 2023 (Unaudited)	30 June 2023 (Audited)	December 31, 2023 (Unaudited)	30 June 2023 (Audited)
	(Number of Shares)		------(Rupees)-----	
The Hub Power Company Limited	-	110,000	-	7,653,800
Habib Bank Limited	100,000	168,000	11,084,000	12,302,640
Pakistan State Oil Company Limited	100,000	-	17,671,000	-
Oil and Gas Development Company Limited	200,000	-	22,490,000	-
	<u>400,000</u>	<u>278,000</u>	<u>51,245,000</u>	<u>19,956,440</u>

8.2 Quoted debt securities

8.2.1 Sukuk certificates

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

	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
Sector / Company	(Number of certificates)				------(Rupees)-----	
Chemicals						
Agritech Limited (note 7.2.2)	1,100	-	-	1,100	4,400,790	-
Less: Provision against financial assets					(4,400,790)	-
Market value as at December 31, 2023					<u>-</u>	<u>-</u>
Cost as at December 31, 2023					<u>4,276,509</u>	

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

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

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

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

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

In this regard, The fund received fourth tranche of CFADS amounting to Rs. 107,389 on September 28, 2023 and final tranche of CFADS received amounting to Rs. 39,041 on December 28, 2023.

8.2.3 Term finance certificates

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

	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
	(Number of certificates)				------(Rupees)-----	
Sector / Company						
Chemicals						
Agritech Limited (Note 7.2.4)	697	-	-	697	-	-
Cost as at December 31, 2023					3,485,000	-

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

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

8.3 Unquoted debt securities

8.3.1 Privately placed term finance certificates

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

Sector / Company	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
	(Number of certificates)				------(Rupees)-----	
Chemicals						
Azgard Nine Limited						
(Note 7.3.3 & 7.3.4)	8,316	-	-	8,316	63,837,358	-
Less: Principal Redemption					(6,383,736)	-
Less: Provision					(57,453,622)	-
					-	-
Azgard Nine Limited						
(note 7.3.3 and 7.3.4)	11,949	-	-	11,949	59,745,000	-
'Less:Provision					(59,745,000)	-
					-	-
Cost as at December 31, 2023					80,778,490	

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

8.3.3 The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. The Approved Scheme stated that the principal repayment of Rs. 83.16 million, will be paid over a period of 08 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.58 million have already been received at time zero and Rs. 17.74 million will be received within 2 years from time zero) and remaining amount of Rs. 63.837 million by 20 equal installments of TFC @ 5% starting from July 29, 2023. During the period from July 01, 2023 till December 31, 2023, Rs. 1.56 million have been received on account of markup income and Rs. 6.38 million received against principal redemptions.

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

8.4 DETAILS OF NON-COMPLIANT INVESTMENTS

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

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

Name of non-compliant investment	Type	Value before provision	Provision held if any	Value of investment after provision	% of net assets	% of gross assets
-----Rupees-----						
Agritech Limited (7.2.1)	Sukuks	4,400,790	(4,400,790)	-	-	-
Agritech Limited zero coupon (7.2.3)	PPTFC	3,485,000	(3,485,000)	-	-	-
Azgard Nine Limited PPTFCs (7.3.1)	PPTFC	57,453,622	(57,453,622)	-	-	-
Azgard Nine Limited PPTFCs (7.3.1)	PPTFC	59,745,000	(59,745,000)	-	-	-

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

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

8.4.3 These convertible PPTFC were issued against ANL preference share amounting to Rs. 50.3 million. ANL issued these TFCs at Mark-Up Rate of 11% per annum to the Investors, with a tenor of 8 years (inclusive of a 2 year grace period for principal redemption) on terms and conditions mentioned in TFC Investor Agreement. However upto the period ended no principal repayment has been received by the Fund.

8.5 Net Unrealised gain / (loss) on re-measurement of investment classified as 'financial assets at fair value through profit and loss'

Note

December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----	
339,812,631	251,032,545
284,575,222	275,921,667
55,237,409	(24,889,122)
1,691,239	1,276,235

9 ACCRUED RETURN ON BANK BALANCES

Accrued return on bank balances

9.1 This include amount of Rs. 0.382 million (June 30, 2023: Rs. 0.032 million) as profit receivable from JS Bank Limited (related party).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

10 DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees)-----	
Security deposit with NCCPL	1,000,000	1,000,000
Security deposit with CDC	200,000	200,000
Income tax recoverable	1,003,312	1,003,312
Prepaid listing fee	15,682	-
SECP Supervisory Fee	1,243	-
Receivable against Sale of investment	-	4,413,504
Receivable from Management Company	237,500	-
	2,457,737	6,616,816

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

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

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

11 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

Note

Remuneration Payable to management company	10.1	645,492	445,160
Sindh Sales Tax on remuneration of the Management Company	10.2	1,522,310	1,496,268
Federal Excise Duty payable on Management Company's remuneration	10.3	9,630,269	9,630,269
Accounting and Operational Charges payable	10.4	32,275	22,258
Selling and Marketing Expenses payable	10.5	923,596	729,575
Printing and stationery charges payable		172,965	121,950
		12,926,907	12,445,480

- 11.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2023: 2%) of the average annual net assets and is paid in arrears on a monthly basis.
- 11.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.1.438 million (June 30, 2023: 1.438 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.63 (June 30, 2023: Rs. 0.58) per unit.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

- 11.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.
- 11.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.
- 11.5** SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company. For the current year the percentage is also 1.07% (June 30, 2023: 1.07%).

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		------(Rupees)-----	
12	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	
	Remuneration payable to the Trustee	11.1	64,549
	Sindh Sales Tax payable on Trustee remuneration	11.2	8,391
			72,940

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

During the period CDC Trustee tariff charged is as follows

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

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

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

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended December 31, 2023.

		December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		------(Rupees)-----	
14	ACCRUED EXPENSES AND OTHER LIABILITIES		
	Audit Fee Payable	594,705	571,783
	Zakat Payable	9,827	130,044
	Other liabilities	224,599	51,969
	Payable against purchase of investment	730,091	-
		1,559,222	753,796

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

15 CONTINGENCIES AND COMMITMENTS

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

16 NUMBER OF UNITS IN ISSUE

Total outstanding as of July 01
Issued during the year
Redemption during the year
Total outstanding as of December 31

December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
----- Number of units -----	
2,478,578	2,904,154
510,807	67,535
(705,283)	(493,111)
2,284,102	2,478,578

17 TAXATION

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

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

18 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the six months period ended December 31, 2023 is 5.05% (December 31, 2022: 4.74%) which includes 0.56% (December 31, 2022: 0.39%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at December 31, 2023. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

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

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

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



NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

JS Investments Limited - Management Company

Remuneration to the Management Company	3,240,426	3,410,139
Sindh Sales Tax on remuneration of the Management Company *	421,256	443,317
Reimbursement of accounting and operational charges	162,021	157,997
Selling and marketing expenses - Management Company	1,733,628	1,690,609
Printing and stationery expenses	51,015	38,565
Income from Management Company	237,500	-

Central Depository Company of Pakistan Limited - Trustee

Remuneration to Trustee	324,429	316,013
Sindh Sales Tax on trustee's remuneration **	42,175	41,082
Settlement charges	234,781	17,102

JS Global Capital Limited - Fellow subsidiary of Parent Company

Brokerage fee	146,794	41,070
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JS Bank Limited - Parent Company of JS Investments Limited

Return on bank balances	2,220,911	2,116,020
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BankIslami Pakistan Limited

(Fellow Subsidiary of Parent Company)

Return on bank balances	1,226	-
Proceeds from sale of investment	6,376,926	-

Azgard Nine Limited (Other related party)

Markup Receipt (ANL PPTFC)	1,560,080	1,600,307
Principal Redemption (ANL PPTFC)	6,383,736	-

Key Management Personnel of the Management Company

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

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

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

JS Investments Limited - Management Company

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
Remuneration payable to the Management Company	645,492	445,160
Sindh Sales Tax payable on the Management Company's remuneration*	1,522,310	1,496,268
Federal excise duty payable on the Management Company's remuneration*	9,630,269	9,630,269
Reimbursement of accounting and operational charges to the Management Company	32,275	22,258
Selling and marketing expenses payable	923,596	729,575
Printing and stationery charges payable	172,965	121,950
Receivable from Management Company	237,500	-

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	------(Rupees)-----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	64,549	44,516
Sindh Sales Tax payable on Trustee the remuneration**	8,391	5,787
Security deposit	200,000	200,000
Annual, transaction, custodian, CDS connection fee payable	-	1,560
JS Global Capital Limited (Fellow subsidiary of Parent Company)		
Brokerage payable	32,948	2,893
JS Bank Limited - Parent Company of JS Investments Limited		
Bank balances	29,501,043	15,556,662
Accrued return on bank balance	381,607	-
BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)		
Bank balance	21,779	20,553
Key Management Personnel of the Management Company		
Units outstanding: 3,334 (June 30, 2023: 3,334)	539,190	367,317
Unit holder holding 10% or more of units in issue		
Units outstanding: 267,834 (June 30, 2023: 267,834)	43,314,195	29,507,327

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

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

20 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

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

21 Fair value hierarchy

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

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

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
December 31, 2023				
Investments at fair value through profit and loss				
Listed equity securities	339,812,631	-	-	339,812,631
June 30, 2023				
Investments at fair value through profit and loss				
Listed equity securities	251,032,545	-	-	251,032,545

The Fund has not disclosed the fair values for the financial assets (other than investment in listed equity securities) and for financial liabilities, as these are either short term in nature or are repriced periodically. Therefore, their carrying amounts are reasonable approximation of their fair values.

22 GENERAL

22.1 Figures have been rounded off to the nearest rupee.

23 DATE OF AUTHORIZATION OF ISSUE


These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on February 20, 2024.



Chief Financial Officer



Chief Executive Officer



Director



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