



HALF YEARLY REPORT
DECEMBER 31, 2023

JS MONEY MARKET FUND



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MISSION

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



COMPANY INFORMATION

Management Company

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

Board of Directors

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

Chief Executive Officer

Ms. Iffat Zehra Mankani

Chief Financial Officer

Mr. Raheel Rehman

Chief Investment Officer

Mr. Syed Hussain Haider

Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

Legal Advisors

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

Audit Committee

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

Trustee

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

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the un-audited Financial Statements of **JS Money Market Fund** (the Fund) for the 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.

Income / Money Market Review:

Money managers strategically focused on the shorter end of the yield curve in 1HFY24, amid high inflation and the resultant tight monetary stance. However, towards the end of the period, the indications of easing inflationary pressures, a notable shift in strategy emerged, increasing exposure towards longer-term instruments in anticipation of prospective rate adjustments.

This shift in money managers' strategy aligns with the broader economic landscape, where monetary policy is poised to closely track the country's external accounts and inflation outlook. The inflation is expected to slow down towards the end of FY24, mainly due to the high base effect, contained aggregate demand, easing supply constraints, and moderation in international commodity prices. However, this slowdown could be countered by the potential currency devaluation and further increases in gas/energy tariffs. Looking ahead, the strategic approach would entail maximizing returns through greater allocation to longer-tenure instruments.

Review of Fund Performance

The Fund's annualized return was 22.05% for the half year ended December 31, 2023 against benchmark return of 21.42%. Net Assets moved from PKR 2,039.98 million (June 30, 2023) to PKR 2,848.39 million as of December 31, 2023. The total expense ratio (TER) of the Fund is 1.51% which includes 0.20% of government levies on the Fund.

Dividend

The Fund paid interim cash dividend to Rs. 7.1 per unit during the period ended December 31, 2023

Fund and 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. Further, PACRA has also assigned Stability rating of 'AA+(f)' with stable outlook to the Fund as at August 31, 2023.

Acknowledgment

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



Director

February 20, 2024
Karachi



Chief Executive Officer
Iffat Zehra Mankani

TRUSTEE REPORT TO THE UNIT HOLDERS



REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS MONEY MARKET FUND

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

JS Money Market Fund, an open-end scheme established under a trust deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan on April 29, 2022 whereas the date of execution of the Trust Deed was June 8, 2022.

1. JS Investments Limited, the Management Company of JS Money Market Fund has, in all material respects, managed JS Money Market Fund during the period ended December 31st, 2023 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.
2. Statement on the shortcoming(s) that may have impact on the decision of the existing or the potential unit holders remaining or investing in the Collective Investment Scheme; and

Statement

No short coming has been addressed during the period ended December 31st, 2023.

3. Disclosure of the steps taken to address the shortcoming(s) or to prevent the recurrence of the short coming(s).

Disclosure of the steps

We have critically examine the fund in accordance with circular, directives, NBFC Regulations 2008 and its constitutive documents. However, no shortcoming has been addressed.

4. Trustee's opinion regarding the calculation of the management fee, CIS Monthly Fee Payable to the Commission and other expenses in accordance with the applicable regulatory framework.

Trustee Opinion

"The Management fee, CIS monthly fee payable to the Commission and other expenses has been accurately calculated in accordance with the NBFC Regulations, 2008 and its constitutive documents".



Dabeer Khan
Manager Compliance

Digital Custodian Company Limited

Karachi: February 26, 2024

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AUDITOR REPORT TO THE UNIT HOLDERS



INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS' OF JS MONEY MARKET 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 Money Market Fund ("the Fund") as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund 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.

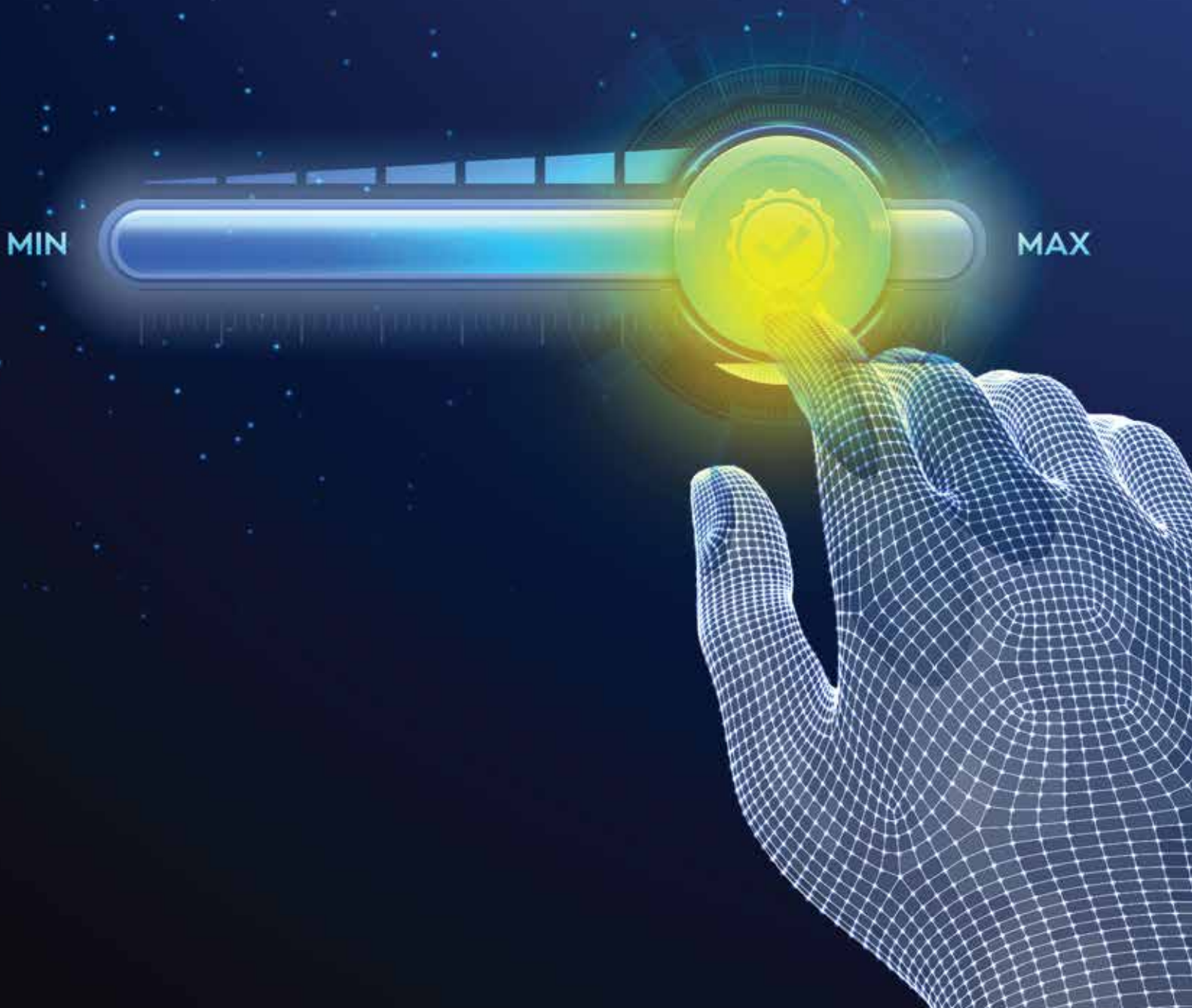
Other Matters

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 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: RR202310154xZq47VdJI


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	4	447,545,397	71,761,395
Investments	5	1,202,359,576	1,432,465,745
Profit and other receivables	6	113,027,629	22,210,593
Deferred formation cost	7	608,925	682,525
Receivable against sales of securities		1,099,963,251	521,340,072
Total assets		2,863,504,778	2,048,460,330
Liabilities			
Payable to the Management Company - JS Investments Limited	8	5,856,757	2,157,492
Payable to Digital Custodian Company Limited - Trustee	9	171,498	-
Annual fee payable to the Securities and Exchange Commission of Pakistan	10	174,538	65,674
Accrued expenses and other liabilities	11	8,916,799	6,258,109
Total liabilities		15,119,592	8,481,275
Contingencies and commitments	12	-	-
Net assets		2,848,385,186	2,039,979,055
Unit holders' funds		2,848,385,186	2,039,979,055
Number of units in issue		27,143,806	20,215,119
Net assets value per unit		104.94	100.91

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

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

	Note	For the six months period ended December 31, 2023	For the three months period ended December 31, 2023
		----- Rupees -----	
Income			
Profit/markup on bank balances & investments		351,313,010	174,374,883
Gain on sale of investments at fair value through profit or loss - net		44,197,063	19,159,308
Net unrealised loss on re-measurement of investments at fair value through profit or loss		(791,816)	(5,254,956)
Total income		394,718,257	188,279,235
Expenses			
Remuneration of the Management Company	8.1	14,716,522	5,368,618
Sindh sales tax on Management Company's remuneration	8.2	1,913,148	697,921
Remuneration of the Trustee	9.1	1,139,063	547,090
Sindh sales tax on Trustee remuneration	9.2	148,079	71,122
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	1,314,386	631,275
Securities transaction cost		364,724	232,379
Mutual fund rating fee		100,832	50,416
PSX Listing fee		14,125	7,062
Amortization of deferred formation costs	7	73,600	36,800
SECP Supervisory fee		1,250	625
Auditors' remuneration		455,844	261,984
Accounting and operational charges	8.3	1,752,397	841,669
Selling and marketing expense	8.4	4,325,316	4,325,316
Printing and Stationery		51,151	25,576
Bank and settlement charges		12,661	6,588
Total Expenses		26,383,098	13,104,441
Net income for the period before tax		368,335,159	175,174,794
Taxation	14	-	-
Net income for the period after tax		368,335,159	175,174,794
Allocation of Net Income For the period			
Net income for the period after tax		368,335,159	175,174,794
Income already paid on units redeemed		(198,713,260)	(65,990,021)
		169,621,899	109,184,773
Accounting income available for distribution:			
Relating to Capital Gain		43,405,247	13,904,352
Excluding Capital Gain		126,216,652	95,280,421
		169,621,899	109,184,773

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

Chief Financial Officer

Chief Executive Officer

Director



CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

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

	For the six months period ended December 31, 2023	For the three months period ended December 31, 2023
	----- Rupees -----	
Net income for the period after tax	368,335,159	175,174,794
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>368,335,159</u>	<u>175,174,794</u>

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



Chief Financial Officer



Chief Executive Officer



Director



CONDENSED INTERIM CASH FLOWS STATEMENT (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

For the six months
ended December
31, 2023

----- Rupees -----

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period after tax

368,335,159

Adjustments for:

Profit/markup on bank balances & investments

(351,313,010)

Gain on sale of investments at fair value through profit or loss - net

(44,197,063)

Net unrealised (gain) on re-measurement of investments

791,816

'at fair value through profit or loss'

(26,383,098)

(Increase) / Decrease in assets

Formation cost

73,600

Receivable against sales of Securities

(578,623,179)

Deposits and other receivable

(90,817,036)

(669,366,615)

Increase / (decrease) in liabilities

Payable to the Management Company - JS Investments Limited

3,699,265

Annual fee payable to Securities and Exchange Commission of Pakistan

108,864

Accrued expenses and other liabilities

2,658,690

6,638,317

(689,111,396)

Profit received on balances with banks and investments

351,313,010

Investments - net

273,511,416

Net cash flows from operating activities

624,824,426

CASH FLOWS FROM FINANCING ACTIVITIES

Dividend distribution

(126,089,159)

Amount received on issuance of units

18,121,334,711

Amount paid on the redemption of units

(17,555,174,580)

Net cash flows from financing activities

440,070,972

Increase in cash and cash equivalents during the period

375,784,002

Cash and cash equivalents at beginning of the period

71,761,395

Cash and cash equivalents at end of the period

447,545,397

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

Chief Financial Officer

Chief Executive Officer

Director



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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

For the six months period ended December 31, 2023			
	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----		
Net assets at beginning of the period	2,031,770,674	8,208,381	2,039,979,055
Issuance of units 172,774,376			
- Capital value (at net asset value per unit)	17,434,662,303	-	17,434,662,303
- Element of Income	686,672,408	-	686,672,408
Total proceeds on issuance of units	18,121,334,711	-	18,121,334,711
Redemption of units 165,845,689			
- Capital value (at net asset value per unit)	(16,735,488,476)	-	(16,735,488,476)
- Income already paid on units redeemed	-	(198,713,260)	(198,713,260)
- Element of Loss/ Income	(620,972,845)	-	(620,972,845)
Total payments on redemption of units	(17,356,461,320)	(198,713,260)	(17,555,174,580)
Interim distribution 26 September 2023 @ 1.46 per unit and 28 December 2023 @5.64 per unit		(126,089,159)	(126,089,159)
Total comprehensive income for the period	-	368,335,159	368,335,159
Net assets at end of the period	2,796,644,065	177,830,280	2,848,385,186
Undistributed income brought forward			
- Realized gain/(loss)		10,787,188	
- Unrealized income		(2,578,807)	
		8,208,381	
Accounting income available for distribution			
- Relating to capital gains		43,405,247	
- Excluding capital gains		126,216,652	
		169,621,899	
Net income for the period after taxation		368,335,159	
Undistributed loss carried forward		177,830,280	
Undistributed loss carried forward			
- Realized loss		178,622,096	
- Unrealized loss		(791,816)	
		177,830,280	
Net assets value per unit at beginning of the period			(Rupees) 100.91
Net assets value per unit at end of the period			104.94

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

Chief Financial Officer

Chief Executive Officer

Director



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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Money Market Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated April 29, 2022 consequent to which the Trust Deed was executed on June 08, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Management Company has launched the Fund on March 03, 2023.
- 1.2** The Fund is an open end mutual fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.
- 1.3** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.5** The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.
- 1.6** Pakistan Credit Rating Agency 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. Further, PACRA has also assigned Stability rating of 'AA+(f)' with stable outlook to the Fund as at August 31, 2023.
- 1.7** These are the first interim financial statements for the period ended December 31, 2023. Therefore, the comparative figures have not 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 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) B94Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

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

In compliance with Schedule V of the NBFC Regulations, the Board of Directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2023.

3 SUMMARY OF MATERIAL ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN

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

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

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

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

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

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

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

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



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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

4 BALANCES WITH BANK

		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
	Note	-----Rupees-----	
Profit and loss (PLS) sharing account	4.1	447,545,397	71,761,395

4.1 Profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% (June 2023: 15.00% to 19.50%) per annum.

5 INVESTMENTS

5	INVESTMENTS		December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
		Note	-----Rupees-----	
	Financial assets 'at fair value through profit or loss'			
	Market Treasury Bills	5.1	527,359,576	670,314,385
	Pakistan Investment Bonds	5.2	-	602,151,360
	Sukuk certificates	5.3	675,000,000	160,000,000
			1,202,359,576	1,432,465,745

5.1 Market Treasury Bills

Particulars	Issue date	-----Face value-----					Value as at December 31,		Market value as percentage of	
		As at July 01, 2023	Purchased during the	Sold/ matured	As at December 31, 2023	Rupees	Carrying value	Market value	Total investments of the fund	Net assets of the fund
							-----Rupees-----		----- (%) -----	
3 - Months Treasury Bill	20-Apr-2023	-	3,900	3,900	-	-	-	-		
3 - Months Treasury Bill	18-May-2023	-	24,350	24,350	-	-	-	-		
3 - Months Treasury Bill	01-Jun-2023	-	9,900	9,900	-	-	-	-		
3 - Months Treasury Bill	15-Jun-2023	6,986	7,150	14,136	-	-	-	-		
3 - Months Treasury Bill	22-Jun-2023	-	54,000	54,000	-	-	-	-		
3 - Months Treasury Bill	13-Jul-2023	-	58,000	58,000	-	-	-	-		
3 - Months Treasury Bill	10-Aug-2023	-	144,650	144,650	-	-	-	-		
3 - Months Treasury Bill	24-Aug-2023	-	38,500	38,500	-	-	-	-		
3 - Months Treasury Bill	07-Sep-2023	-	19,000	19,000	-	-	-	-		
3 - Months Treasury Bill	21-Sep-2023	-	49,250	49,250	-	-	-	-		
3 - Months Treasury Bill	05-Oct-2023	-	6,200	6,200	-	-	-	-		
3 - Months Treasury Bill	02-Nov-2023	-	5,000	5,000	-	-	-	-		
6 - Months Treasury Bill	27-Mar-2023	-	3,300	3,300	-	-	-	-		
6 - Months Treasury Bill	19-Oct-2023	-	10,000	9,280	720	72,000,000	67,760,458	67,725,576	5.63	2.38
6 - Months Treasury Bill	02-Nov-2023	-	5,000	5,000	-	-	-	-		
6 - Months Treasury Bill	16-Nov-2023	-	5,000	5,000	-	-	-	-		
6 - Months Treasury Bill	30-Nov-2023	-	5,000	-	5,000	500,000,000	460,390,934	459,634,000	38.22	16.13
Total cost as at December 31, 2023							528,151,392	527,359,576		
Total cost as at June 30, 2023							671,222,046	670,314,385		

5.2 Pakistan Investment Bonds - Floating

Particulars	Issue date	-----Face value-----					Value as at December 31, 2023		Market value as percentage of	
		As at July 01, 2023	Purchased	Sold/ matured	As at December 31 2023	Rupees	Carrying value	Market value	Total investments of the fund	Net assets of the fund
							-----Rupees-----		%	
Pakistan Investment Bonds - 2 years	August 26, 2021	6,063	-	6,036	-	-	-	-	-	-
Pakistan Investment Bonds - 2 years	December 30, 2021	-	41,000	41,000	-	-	-	-	-	-
Total cost as at December 31, 2023							-	-		
Total cost as at June 30, 2023							603,822,506	602,151,360		

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

5.3 Sukuk certificates

Particulars	Profit payments / Principal redemptions	Date of maturity	-----Face value-----				Value as at December 31, 2023		Market value as percentage of	
			As at July 01, 2023	Purchased	Sold/ matured	As at December 31, 2023	Carrying value	Market value	Total investments of the fund	Net assets of the fund
							-----Rupees-----		%	
K-Electric STS XVII (Face value of Rs 1,000,000 each)	Semi-annually	November 18, 2023	70	-	70	-	-	-	-	-
K-Electric STS XX (Face value of Rs 1,000,000 each)	Semi-annually	September 22, 2023	-	500	-	500	500,000,000	500,000,000	41.58	17.55
K-Electric STS XIX (Face value of Rs 1,000,000 each)	Semi-annually	August 28, 2023	-	175	-	175	175,000,000	175,000,000	14.55	6.14
The Hub Power Company Limited (Face value of Rs 1,000,000 each)	Semi-annually	May 18, 2023	90	-	90	-	-	-	-	-
Total cost as at December 31, 2023							675,000,000	675,000,000		
Total cost as at June 30, 2023							160,000,000	160,000,000		

6 PROFIT AND OTHER RECEIVABLES

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----		
Accrued markup on government securities	106,708,561	17,776,523
Accrued profit on bank balances	3,395,816	2,168,336
Advance tax	2,762,360	2,119,385
PSX listing fee	15,375	-
Mutual Fund rating fee	45,517	146,349
Securities Deposit	100,000	-
	113,027,629	22,210,593

7 DEFERRED FORMATION COST

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Preliminary expenses and formation costs	9.1	682,525	730,525
Less: Amortization during the period		(73,600)	(48,000)
		608,925	682,525

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from March 03, 2023 as per the requirements set out in the Trust Deed of the Fund.

8 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----			
Remuneration of the Management Company	8.1	387,669	582,287
Sindh sales tax on management remuneration	8.2	50,398	75,697
AMC charges payable	8.3	232,722	147,969
Marketing and selling expense payable	8.4	4,325,316	565,000
Payable to the Management Company		730,525	730,525
Printing fee Payable		107,165	56,014
Sales load payable		22,962	-
		5,856,757	2,157,492

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

- 8.1** As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.84% per annum of average net assets of the Fund during the period from July 01, 2023 to December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.
- 8.2** Sales tax at the rate of 13% on gross value of management fee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.
- 8.3** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.
- 8.4** 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, Management has charged the said expenses @0.25% to the Fund during the period from July 01, 2023 to December 31, 2023.

9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

		December 31 2023 (Un-Audited)	June 30 2023 (Audited)
	Note	-----Rupees-----	
Trustee remuneration	9.1	151,268	-
Sindh sales tax on trustee remuneration	9.2	19,665	-
CDC-settlement charges payable		565	-
		171,498	-

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

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

Net assets	Tariff
Flat rate	0.065% p.a of net assets

However, during the last year the trustee has waived remuneration as this was the first year of the Fund, therefore no expense has been charged by the Fund.

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

10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% (June 2023: 0.02%) on the net asset of the Fund, during the half year ended December 31, 2023.

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	December 31 2023 (Un-Audited)	June 30 2023 (Audited)
	-----Rupees-----	
Audit fee payable	302,244	300,000
Capital gain tax payable	6,610,426	1,850,131
Withholding tax payable	120,325	2,514,259
Sales load payable	1,731,925	1,424,441
Other payable	151,879	169,278
	8,916,799	6,258,109

12 CONTINGENCIES AND COMMITMENTS

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

13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the half year ended December 31, 2023 is 1.51% which includes 0.20% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.00% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

14 TAXATION

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

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

15 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.20% 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 and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

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

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

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

JS Investments Limited - Management Company

Remuneration to the Management Company	14,716,522
Sindh Sales tax on Management Company	1,913,148
Accounting and operational charges	1,752,397
Amortization of formation cost	73,600
Printing & stationery	51,151
Selling and marketing expense	4,325,316
Sales load for the period	17,258,865
Purchase of units: 2,626,050	275,000,000

Digital Custodian Company Limited - Trustee

Remuneration to the trustees	1,139,063
Sales tax on trustee remuneration	148,079
CDC-Settlement Charges	3,460

Jahangir Siddiqui & Co. Limited - Ultimate Parent Company of JSIL

Paid Cash Dividend	2,119,403
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Key management personnel of the Management Company

Issue of units: 394,774	40,997,592
Sales of units: 394,257	43,015,750
Dividend reinvest : 33,371 units	3,494,629
Refund of Capital 561 Units	-

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

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

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

JS Investments Limited - Management Company

	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Remuneration payable to the Management Company	387,669	582,287
Sindh sales tax on management remuneration	50,398	75,697
Units held: 2,626,050 units (June 2023: Nil Unit)	275,577,731	-
Formation cost	730,525	730,525
Selling and marketing expense payable	4,325,316	565,000
Allocated expenses payable	232,722	147,969
Sales load Payable	22,962	-
Printing charges payable	107,165	56,014

Digital Custodian Company Limited - Trustee

Remuneration to the trustees	151,268	-
Sales tax on trustee remuneration	19,665	-
CDC-Settlement Charges payable	565	-



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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

Jahangir Siddiqui & Co. Limited - Ultimate Parent Company of JSIL

Units held: 298,705 (2023 : 298,705 Units)

JS Global Capital Limited - Fellow subsidiary of JSBL

Brokerage Payable

Key management personnel of the Management Company

Units held: 564,817 (2023 : 530,368 Units)

Entity holding 10% or more than 10% of units of the Fund

Units held: 10,806,708 (2023 : 14,604,130 Units)

December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----	
31,325,373	30,142,322
-	3,264
59,271,897	53,519,419
1,134,055,920	1,473,702,744

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

16.1 Fair value hierarchy

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

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly.

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

As at December 31, 2023

At fair value through profit and loss

Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	1,202,359,576	-	1,202,359,576
-	1,202,359,576	-	1,202,359,576

As at June 30, 2023

At fair value through profit and loss

Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	1,432,465,745	-	1,432,465,745
-	1,432,465,745	-	1,432,465,745

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

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2023

17 GENERAL

17.1 Figures in the financial statements have been rounded off to nearest rupee.

17.2 Units have been rounded off to the nearest decimal place.

18 DATE OF AUTHORIZATION FOR ISSUE


These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on February 20, 2024.



Chief Financial Officer



Chief Executive Officer



Director





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