



HALF YEARLY REPORT

DECEMBER 31, 2023

JS CASH 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

A.F Ferguson & Co. 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

Digital Custodian Company Limited
4th Floor, Perdesi House
2/1, R-Y-16, Old Queens Road,
Karachi - 75530

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 Cash 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 21.82% for the half year ended December 31, 2023 against benchmark return of 21.42%. Net Assets moved from PKR 15.77 billion as at June 30, 2023 to PKR 28.81 billion as at December 31, 2023. The total expense ratio (TER) of the Fund is 1.36% which includes 0.18% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends accumulating to Rs. 10.69 per unit during the half year ended December 31, 2023.

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 maintained a Stability rating of 'AA+(f)' with stable outlook to the Fund.

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



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REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

JS CASH FUND

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

JS Cash Fund, an open end scheme established under a Trust Deed dated October 16, 2009 executed between JS Investments Limited, as the Management Company and Digital Custodian Company Limited Formerly MCB Financial Services Limited, as the Trustee.

1. JS Investments Limited, the Management Company of JS Cash Fund has, in all material respects, managed JS Cash 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 22, 2024

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AUDITOR REPORT TO THE UNIT HOLDERS



A.F. FERGUSON & CO.

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

Introduction

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

Scope of Review

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

A.F. Ferguson & Co.
A.F. Ferguson & Co.

Chartered Accountants

Engagement Partner: **Noman Abbas Sheikh**

Dated: February 29, 2024

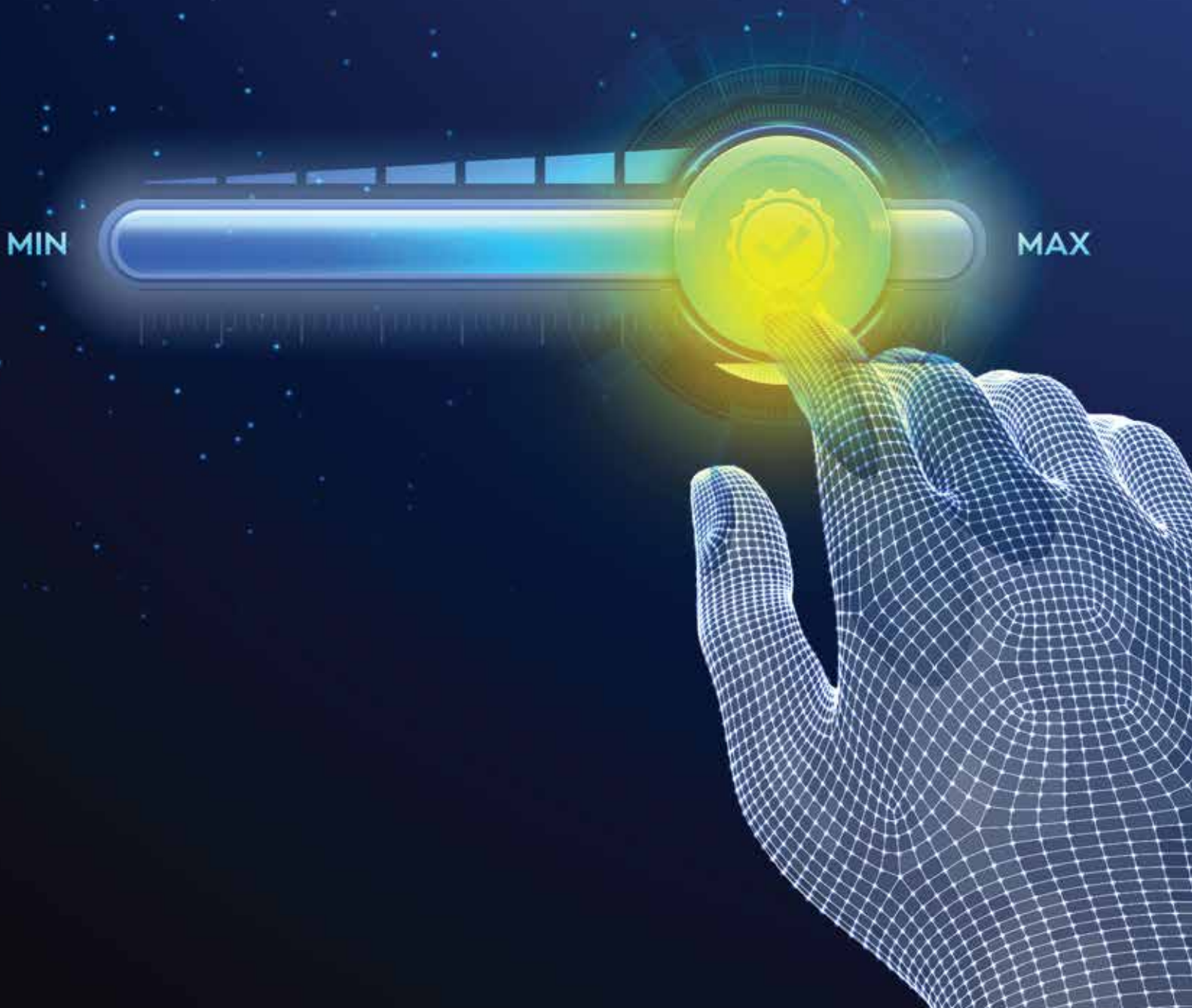
Karachi

UDIN: RR202310061BvR7z3GhZ

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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	2,653,309,271	272,908,140
Investments	5	8,933,724,550	15,256,598,300
Receivable against sale of Investments		16,350,000,000	-
Advance, deposit, prepayments and profit receivable	6	996,417,253	311,301,904
Total assets		28,933,451,074	15,840,808,344
LIABILITIES			
Payable to JS Investments Limited - Management Company	7	47,998,554	26,284,435
Payable to Digital Custodian Company Limited - Trustee	8	1,741,369	1,059,413
Payable to the Securities and Exchange Commission of Pakistan (SECP)	9	1,778,118	3,375,044
Dividend payable		-	1,364
Accrued expenses and other liabilities	10	70,001,500	37,806,437
Total liabilities		121,519,541	68,526,693
NET ASSETS		28,811,931,533	15,772,281,651
Unit holders' fund (as per statement attached)		28,811,931,533	15,772,281,651
Contingencies and commitments	11		
Number of units			
NUMBER OF UNITS IN ISSUE		278,623,602	152,784,237
Rupees			
NET ASSET VALUE PER UNIT		103.4081	103.2324

The annexed notes from 1 to 19 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

		Half year ended December 31,		Quarter ended December 31,		
		2023	2022	2023	2022	
Note		----- Rupees -----				
INCOME						
	Profit / mark-up income	2,906,712,751	1,186,703,972	1,598,975,716	659,100,148	
	(Loss) / gain on sale of investments - net	(190,755,969)	174,586,959	(134,616,821)	11,931,687	
	Net unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets at 'fair value through profit or loss'	(3,437,155)	(7,627,752)	46,475,025	(8,491,852)	
5.7		(194,193,124)	166,959,207	(88,141,796)	3,439,835	
Total income		2,712,519,627	1,353,663,179	1,510,833,920	662,539,983	
EXPENSES						
	Remuneration of JS Investments Limited - Management Company	7.1	83,880,491	32,250,018	40,664,311	14,515,707
	Sindh Sales Tax on Management Company's Remuneration	7.2	10,904,464	4,192,503	5,286,360	1,887,043
	Accounting and operating expenses	7.3	12,291,623	3,297,456	6,880,956	3,297,456
	Selling and marketing expenses	7.5	37,411,040	334,039	28,370,517	334,039
	Remuneration of Digital Custodian Company Limited - Trustee	8.1	7,989,559	5,802,102	4,472,618	2,798,025
	Sindh Sales Tax on remuneration of the Trustee	8.2	1,038,643	754,273	581,441	363,744
	Fee of the Securities and Exchange Commission of Pakistan (SECP)	9	9,218,731	1,785,262	5,160,720	860,873
	Annual listing fee		14,125	12,500	7,875	6,250
	SECP supervisory fee		1,250	1,250	625	625
	Securities transaction cost		2,976,839	1,546,095	1,318,276	753,124
	CDC annual fee		28,404	-	14,202	-
	Rating fee		124,425	114,245	66,990	57,435
	Printing and stationery		51,011	51,144	25,505	31,862
	Auditors' remuneration		366,391	339,390	183,196	169,695
	Bank and settlement charges		1,864	65,716	1,864	23,936
Total expenses			166,298,860	50,545,993	93,035,456	25,099,814
Net income for the period before taxation			2,546,220,767	1,303,117,186	1,417,798,464	637,440,169
	Taxation	13	-	-	-	-
Net income for the period after taxation			2,546,220,767	1,303,117,186	1,417,798,464	637,440,169
Earnings per unit		14				
Allocation of net income for the period:						
	Net income for the period		2,546,220,767	1,303,117,186		
	Income already paid on units redeemed		(161,065,285)	(136,441,126)		
			2,385,155,482	1,166,676,060		
Accounting income available for distribution:						
	- Relating to capital gains		-	166,959,207		
	- Excluding capital gains		2,385,155,482	999,716,853		
			2,385,155,482	1,166,676,060		

The annexed notes from 1 to 19 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 HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	----- Rupees -----			
Net income for the period after taxation	2,546,220,767	1,303,117,186	1,417,798,464	637,440,169
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>2,546,220,767</u>	<u>1,303,117,186</u>	<u>1,417,798,464</u>	<u>637,440,169</u>

The annexed notes from 1 to 19 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 HALF YEAR ENDED DECEMBER 31, 2023

		Half year ended December 31,	
		2023	2022
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		2,546,220,767	1,303,117,186
Adjustments for:			
Net unrealised diminution on re-measurement of investments classified as financial assets at 'fair value through profit or loss'	5.7	3,437,155	7,627,752
		2,549,657,922	1,310,744,938
Decrease in assets			
Investments - net		8,319,436,595	(1,540,435,722)
Receivable against sale of Investments		(16,350,000,000)	-
Advance, deposit, prepayments and profit receivable		(685,115,349)	49,356,621
		(8,715,678,754)	(1,491,079,101)
Increase / (decrease) in liabilities			
Payable to JS Investments Limited - Management Company		21,714,119	14,117,827
Payable to Digital Custodian Company Limited - Trustee		681,956	183,978
Payable to the Securities and Exchange Commission of Pakistan (SECP)		(1,596,926)	(141,639)
Accrued expenses and other liabilities		32,195,063	(34,345,626)
		52,994,212	(20,185,460)
Net cash used in from operating activities		(6,113,026,620)	(200,519,623)
CASH FLOWS FROM FINANCING ACTIVITIES			
Distribution during the period		(2,350,119,324)	(1,127,522,079)
Receipts from issuance of units		37,798,249,563	26,324,728,363
Payments on redemption of units		(24,954,702,488)	(25,603,926,381)
Net cash flows from financing activities		10,493,427,751	(406,720,097)
Net increase / (decrease) in cash and cash equivalent during the period		4,380,401,131	(607,239,720)
Cash and cash equivalents at the beginning of the period		272,908,140	14,961,365,696
Cash and cash equivalents at the end of the period	15	4,653,309,271	14,354,125,976

The annexed notes from 1 to 19 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 HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023			Half year ended December 31, 2022		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)					
Net assets at the beginning of the period	15,552,221,208	220,060,443	15,772,281,651	17,553,419,231	129,214,080	17,682,633,311
Issuance of 365,762,667 units (2022: 257,157,593 units)						
- Capital value (net asset value per unit at the beginning of the period)	37,758,557,945	-	37,758,557,945	26,323,059,160	-	26,323,059,160
- Element of income	39,691,618	-	39,691,618	1,669,203	-	1,669,203
	37,798,249,563	-	37,798,249,563	26,324,728,363	-	26,324,728,363
Redemption of 239,923,302 units (2022: 248,639,457 units)						
- Capital value (net asset value per unit at the beginning of the period)	(24,767,858,281)	-	(24,767,858,281)	(25,451,129,247)	-	(25,451,129,247)
- Element of income	(25,778,922)	(161,065,285)	(186,844,207)	(16,356,008)	(136,441,126)	(152,797,134)
	(24,793,637,203)	(161,065,285)	(24,954,702,488)	(25,467,485,255)	(136,441,126)	(25,603,926,381)
Total comprehensive income for the period	-	2,546,220,767	2,546,220,767	-	1,303,117,186	1,303,117,186
Interim distribution during the period: declared Rs. 1.87 (2022: Re 0.84) per unit on July 31, 2023 (2022: July 22, 2022)	-	(312,391,188)	(312,391,188)	-	(59,097,436)	(59,097,436)
Interim distribution during the period: declared Rs. 1.76 (2022: Rs. 1.42) per unit on Aug 30, 2023 (2022: Aug 26, 2022)	-	(394,894,009)	(394,894,009)	-	(233,550,987)	(233,550,987)
Interim distribution during the period: declared Rs. 1.69 (2022: Rs. 1.39) per unit on Sep 27, 2023 (2022: Sep 28, 2022)	-	(302,645,667)	(302,645,667)	-	(247,264,914)	(247,264,914)
Interim distribution during the period: declared Rs. 1.79 (2022: Re 0.91) per unit on Oct 27, 2023 (2022: Oct 20, 2022)	-	(431,633,524)	(431,633,524)	-	(156,055,680)	(156,055,680)
Interim distribution during the period: declared Rs. 1.91 (2022: Rs. 1.51) per unit on Nov 29, 2023 (2023: Nov 25, 2022)	-	(475,028,925)	(475,028,925)	-	(219,119,394)	(219,119,394)
Interim distribution during the period: declared Rs. 1.67 (2022: Rs. 1.37) per unit on Dec 28, 2023 (2022: Dec 28, 2022)	-	(433,524,647)	(433,524,647)	-	(212,433,668)	(212,433,668)
	-	(2,350,117,960)	(2,350,117,960)	-	(1,127,522,079)	(1,127,522,079)
Net assets at the end of the period	28,556,833,568	255,097,965	28,811,931,533	18,410,662,339	168,368,061	18,579,030,400
Undistributed income brought forward comprising of:						
- Realised income		232,158,767			129,214,080	
- Unrealised loss		(12,098,324)			-	
		220,060,443			129,214,080	
Accounting income available for distribution						
- Relating to capital gains		-			166,959,207	
- Excluding capital gains		2,385,155,482			999,716,853	
		2,385,155,482			1,166,676,060	
Distributions during the period		(2,350,117,960)			(1,127,522,079)	
Undistributed income carried forward		255,097,965			168,368,061	
Undistributed income carried forward comprising of:						
- Realised income		258,535,120			175,995,813	
- Unrealised loss		(3,437,155)			(7,627,752)	
		255,097,965			168,368,061	
	(Rupees)			(Rupees)		
Net asset value per unit at the beginning of the period	103.2324			102.3616		
Net asset value per unit at the end of the period	103.4081			102.4966		

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

Chief Financial Officer

Chief Executive Officer

Director

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Cash Fund (the Fund) was established under the 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 (the SECP) vide its letter dated October 13, 2009 consequent to which the Trust Deed was executed on October 16, 2009 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 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 a 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 maintained a Stability rating of 'AA+(f)' with stable outlook to the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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

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

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. 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 SIGNIFICANT 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 as applicable in Pakistan 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 of the Fund 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 accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these are considered either not to be relevant or do 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 STATEMENTS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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

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

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
4 BANK BALANCES		Rupees	
In saving accounts	4.1	2,653,309,271	272,908,140
		<u>2,653,309,271</u>	<u>272,908,140</u>

4.1 These include a balance of Rs. 27.39 million (June 30, 2023: Rs. 14.88 million) maintained with JS Bank Limited (a related party) that carry profit at the rate of 20.82% (June 30, 2023: 19.60%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 22.50% (June 30, 2023: 14.50% to 20.50%) per annum

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
5 INVESTMENTS		Rupees	
Financial assets 'at fair value through profit or loss'			
Market Treasury Bills	5.1	6,208,724,550	4,491,998,300
Pakistan Investment Bonds	5.2	-	8,479,600,000
Sukuk certificates	5.3	725,000,000	2,285,000,000
GoP Ijara Sukuks	5.4	-	-
Term deposit receipt	5.5	1,000,000,000	-
Letter of placement	5.6	1,000,000,000	-
		<u>8,933,724,550</u>	<u>15,256,598,300</u>

5.1 Market Treasury Bills - at fair value through profit or loss

Particulars	Issue date	Face value				Balance as at December 31, 2023			Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Fund	total investments of the Fund
		(Rupees)							(%)	
Market Treasury Bills										
- 3 months	April 20, 2023	1,150,000,000	805,000,000	1,955,000,000	-	-	-	-	-	-
- 3 months	May 18, 2023	-	6,405,000,000	6,405,000,000	-	-	-	-	-	-
- 3 months	June 1, 2023	-	3,725,000,000	3,725,000,000	-	-	-	-	-	-
- 3 months	June 15, 2023	2,500,000,000	6,750,000,000	9,250,000,000	-	-	-	-	-	-
- 3 months	June 22, 2023	1,000,000,000	11,125,000,000	12,125,000,000	-	-	-	-	-	-
- 3 months	July 13, 2023	-	3,135,000,000	3,135,000,000	-	-	-	-	-	-
- 3 months	July 25, 2023	-	5,500,000,000	5,500,000,000	-	-	-	-	-	-
- 3 months	August 10, 2023	-	26,660,000,000	26,660,000,000	-	-	-	-	-	-
- 3 months	August 24, 2023	-	950,000,000	950,000,000	-	-	-	-	-	-
- 3 months	September 7, 2023	-	3,300,000,000	3,300,000,000	-	-	-	-	-	-

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Particulars	Issue date	Face value				Balance as at December 31, 2023			Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Fund	total investments of the Fund
		(Rupees)							%	

Market Treasury Bills

- 3 months	September 21, 2023	-	21,808,199,780	21,808,199,780	-	-	-	-	-	-
- 3 months	October 5, 2023	-	7,750,000,000	7,750,000,000	-	-	-	-	-	-
- 3 months	October 19, 2023	-	500,000,000	500,000,000	-	-	-	-	-	-
- 3 months	November 2, 2023	-	500,000,000	350,000,000	150,000,000	147,948,772	147,920,550	(28,222)	0.51%	1.66%
- 3 months	November 30, 2023	-	1,530,000,000	1,530,000,000	-	-	-	-	-	-

Market Treasury Bills

- 6 months	March 27, 2023	-	4,880,000,000	4,880,000,000	-	-	-	-	-	-
- 6 months	June 15, 2023	-	750,000,000	750,000,000	-	-	-	-	-	-
- 6 months	October 19, 2023	-	6,000,000,000	3,500,000,000	2,500,000,000	2,350,738,019	2,351,582,500	844,481	8.16%	26.32%
- 6 months	November 2, 2023	-	500,000,000	500,000,000	-	-	-	-	-	-
- 6 months	November 16, 2023	-	1,000,000,000	500,000,000	500,000,000	463,922,762	463,123,500	(799,262)	1.61%	5.18%
- 6 months	November 30, 2023	-	2,500,000,000	-	2,500,000,000	2,301,969,918	2,298,170,000	(3,799,918)	7.98%	25.72%

Market Treasury Bills

- 12 months	July 28, 2022	-	300,000,000	300,000,000	-	-	-	-	-	-
- 12 months	November 3, 2022	-	950,000,000	950,000,000	-	-	-	-	-	-
- 12 months	April 6, 2023	-	1,000,000,000	-	1,000,000,000	947,582,234	947,928,000	345,766	3.29%	10.61%

Total as at December 31, 2023

6,212,161,705 6,208,724,550 (3,437,155)

Total as at June 30, 2023

4,497,837,959 4,491,998,300 5,839,659

5.1.1 These will mature latest by April 4, 2024 and carry effective yield rates ranging from 21.25% to 22.37% per annum.

5.2 Pakistan Investment Bonds - at fair value through profit or loss

Name of the investee company	Face value				Balance as at December 31, 2023			Market value as a percentage of	
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying Value	Market Value	Unrealised appreciation / (diminution)	net assets of the Fund	total investments of the Fund
	Rupees							%	

Pakistan Investment Bonds

- 2 years	8,500,000,000	19,500,000,000	28,000,000,000	-	-	-	-	-	-
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Total as at December 31, 2023

- - -

Total as at June 30, 2023

8,485,858,665 8,479,600,000 (6,258,665)

5.3 Sukuk certificates - at fair value through profit or loss

Name of the Investee Company	Issue date	Face value				Balance as at December 31, 2023			Market value as a percentage of	
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	net assets	total investments
		(Rupees)							%	

Power Generation and Distribution

K-Electric Limited STS XIV	February 28, 2023	470,000,000	-	470,000,000	-	-	-	-	-	-
K-Electric Limited STS XV	March 21, 2023	380,000,000	-	380,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - STS	March 27, 2023	100,000,000	-	100,000,000	-	-	-	-	-	-
K-Electric Limited STS XVI	April 11, 2023	500,000,000	-	500,000,000	-	-	-	-	-	-
The Hub Power Company Limited - STS	May 17, 2023	600,000,000	-	600,000,000	-	-	-	-	-	-
K-Electric Limited STS XVII	May 18, 2023	235,000,000	-	235,000,000	-	-	-	-	-	-
K-Electric Limited STS XIX	August 28, 2023	-	225,000,000	-	225,000,000	225,000,000	225,000,000	-	0.78%	2.52%
K-Electric Limited STS XX	September 22, 2023	-	500,000,000	-	500,000,000	500,000,000	500,000,000	-	1.74%	5.60%

Total as at December 31, 2023

725,000,000 725,000,000 -

Total as at June 30, 2023

2,285,000,000 2,285,000,000 -



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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

5.3.1 These will mature latest by March 22, 2024 and carry effective yield rates ranging from 23.49% to 23.61% per annum.

5.4 Government of Pakistan (GoP) Ijara Sukuks - at fair value through profit or loss

Name of the Investee Company	Issue date	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	net assets	total investments
(Rupees)								%		
Government of Pakistan - Ijara Sukuk										
- 1 year	March 8, 2023	-	60,000,000	60,000,000	-	-	-	-	-	-
- 1 year	April 17, 2023	-	45,000,000	45,000,000	-	-	-	-	-	-
Total as at December 31, 2023						-	-	-		
Total as at June 30, 2023						-	-	-		

5.5 Term Deposit Receipt - at fair value through profit or loss

Name of Bank	Ratings	Issue Date	As at July 1, 2023	Purchased during the period	Matured during the period	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution)	Market value as a percentage of	
									net assets of the Fund	total investments of the Fund
									(Rupees)	
									(%)	
Commercial Bank										
Bank Alfalah Limited	AA+ - PACRA	December 5, 2023	-	1,000,000,000	-	1,000,000,000	1,000,000,000	-	3.47%	11.19%
Total as at December 31, 2023						1,000,000,000	1,000,000,000	-		
Total as at June 30, 2023						-	-	-		

5.5.1 This will mature by January 5, 2024 and carry effective yield rate of 22.20% per annum.

5.6 Letter of placement - at fair value through profit or loss

Name of the Investee Company	Rating	Issue Date	Amount placed		As at December 31, 2023	Carrying value as at December 31, 2023	Market value as at December 31, 2023	Unrealised appreciation / (diminution)	Market value as a percentage of	
			Purchased during the period	Matured during the period					net assets of the Fund	total investments of the Fund
----- (Rupees) -----									----- (%) -----	
Development finance institutions										
Pak Oman Investment Company Limited	AA+ - VIS	December 22, 2023	1,000,000,000	-	1,000,000,000	1,000,000,000	1,000,000,000	-	3.47%	11.19%
Total as at December 31, 2023						1,000,000,000	1,000,000,000	-		
Total as at June 30, 2023						-	-	-		

5.6.1 This will mature latest by January 19, 2024 (June 30, 2023: Nil) and carry effective yield rate of 21.10% (June 30, 2023: Nil) per annum.



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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	December 31, 2023 (Unaudited)	December 31, 2022 (Unaudited)
5.7	Net unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss'		
		----- Rupees -----	
Market value of investments	5.1 to 5.6	8,933,724,550	13,361,016,470
Less: carrying value of investments	5.1 to 5.6	8,937,161,705	13,368,644,222
		<u>(3,437,155)</u>	<u>(7,627,752)</u>

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
6	ADVANCE, DEPOSIT, PREPAYMENTS AND PROFIT RECEIVABLE		
		----- Rupees -----	
Profits receivable on:			
- Bank balances		33,988,495	22,278,307
- Market Treasury Bills		890,006,263	174,851,259
- Letters of placement		6,054,795	-
- Sukuk certificates		49,727,022	111,018,926
- Term Deposit Receipts		16,421,918	2,853,699
		996,198,493	311,002,191
Security deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Prepaid rating fee		72,388	196,812
Prepaid CDC annual fee		28,096	-
Prepaid annual listing fee		14,125	-
Prepaid SECP supervisory fee on listing fee		1,250	-
Advance tax	6.1	2,901	2,901
		<u>996,417,253</u>	<u>311,301,904</u>

6.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding tax on profit on government securities and profit on bank deposits paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on profit on debt securities and profit on bank deposits amounts to Rs. 0.003 million.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on debt securities and profit on bank deposits has been shown as other receivables as at December 31, 2023 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

7	PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
			----- Rupees -----	
	Remuneration payable to the Management Company	7.1	11,254,316	6,153,329
	Sindh Sales Tax payable on Management Company's remuneration	7.2	2,047,289	1,384,160
	Accounting and operational charges payable	7.3	2,370,818	1,442,363
	Federal Excise Duty payable on Management Company's remuneration	7.4	3,803,127	3,803,127
	Payable against selling and marketing expense	7.5	28,370,518	13,380,814
	Payable against printing charges payable		152,486	101,475
	Sales load payable to the Management Company		-	19,167
			<u>47,998,554</u>	<u>26,284,435</u>

7.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of the management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration up to the rate of 1.25% (December 31, 2022: 1.25%) of the gross earnings of the scheme calculated on a daily basis during the period ended December 31, 2023. The remuneration is payable to the Management Company monthly in arrears.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

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

The Management Company has allocated expenses to the Fund based on its discretion subject to not being higher than actual expenses, which has also been approved by the Board of Directors of the Management Company.

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

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

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

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 3.803 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re 0.014 (June 30, 2023: Re 0.025)

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

The Management Company has charged selling and marketing expenses to the fund based on its discretion subject to not being higher than actual expenses, which has also been approved by the Board of Directors of the Management Company.

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
8	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE	----- Rupees -----	
	8.1	1,541,032	937,533
	8.2	200,337	121,880
		<u>1,741,369</u>	<u>1,059,413</u>

- 8.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% (June 30, 2023: 0.065%) per annum on the average annual net assets of the Fund calculated on a daily basis.

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

	Note	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
9	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)	----- Rupees -----	
	9.1	1,778,118	3,375,044
		<u>1,778,118</u>	<u>3,375,044</u>

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

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

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

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

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10 ACCRUED EXPENSES AND OTHER LIABILITIES

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- Rupees -----	
Auditors' remuneration payable	734,513	486,923
Zakat payable	4,529	462,691
Capital gain tax payable	7,635,099	6,528,166
Withholding tax payable	61,077,942	29,929,199
Sales load payable to the Management Company	325,064	-
Dividend payable	97	1,364
Other payable	224,256	398,094
	<u>70,001,500</u>	<u>37,806,437</u>

11 CONTINGENCIES AND COMMITMENTS

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

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period result is 1.36% (December 31, 2022: 0.57%) which includes 0.18% (December 31, 2022: 0.08%) representing government levies and the SECP fee. This ratio is within the maximum limit of 2.5% (December 31, 2022: 2.5%) (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market Scheme".

13 TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute atleast 90% of the income to be earned by the Fund in cash during the year ending June 30, 2024 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

14 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as, in the opinion of the Management Company, the determination of weighted average units for calculating EPU is not practicable.

15 CASH AND CASH EQUIVALENTS

	Note	December 31, 2023 (Unaudited)	December 31, 2022 (Unaudited)
		----- Rupees -----	
Bank balances	4	2,653,309,271	5,100,917,476
Market Treasury Bills	5.1	-	6,253,208,500
Term deposit receipts (with original maturity of three months or less)	5.5	1,000,000,000	-
Letter of placement	5.6	1,000,000,000	3,000,000,000
		<u>4,653,309,271</u>	<u>14,354,125,976</u>



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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Limited) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities / persons holding 10% or more in the units of the Fund as at December 31, 2023. It also includes the staff retirement benefits of the above related parties / connected persons.

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

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

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

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

16.1 Details of transactions with connected persons / related parties during the period are as follows:

JS Investments Limited - Management Company

Remuneration to the Management Company
Sindh Sales Tax on remuneration of the Management Company
Accounting and operating expenses
Selling and marketing expenses
Sales load paid
Printing charges
Issuance: 15,118,736 (2022: 955,329) unit
Redemption: 13,882,677 (2022: 856,340) units
Refund of capital: 67,605 (2022: 6,704) units
Dividend reinvested: 1,749 (2022: 170) units

Digital Custodian Company Limited - Trustee

Remuneration of Digital Custodian Company Limited - Trustee
Sindh Sales Tax on remuneration of the Trustee

EFU Life Assurance Limited Employees Pension Fund

(Associate of ultimate Parent Company - JSCL)

Reinvestment in lieu of dividend paid: 11,300 (2022: 6,883) units

EFU Life Assurance Limited Employees Provident Fund

(Associate of ultimate Parent Company - JSCL)

Reinvestment in lieu of dividend paid : 38,428 (2022: 23,408) units

For the half year ended	
December 31, 2023	December 31, 2022
(Unaudited)	
Rupees	
83,880,491	32,250,018
10,904,464	4,192,503
12,291,623	3,297,456
37,411,040	334,039
84,195	2,820,679
51,011	51,144
1,576,993,557	98,911,027
1,450,200,631	88,425,250
-	-
180,546	17,320
7,989,559	5,802,102
1,038,643	754,273
1,166,540	704,583
3,966,964	2,396,016

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

For the half year ended	
December 31, 2023	December 31, 2022
----- (Unaudited) -----	
----- Rupees -----	
2,090,545	1,454,971
465,110,614	-
329,212,052	-
3,087,999	1,818,715
1,363,390,727	2,465,000,000
1,378,206,427	610,000,000
-	-
1,437,306	127,560,332
165,172,902	450,000,000
52,000,000	603,000,000
-	-
3,978,425	17,440,127
2,499,463	23,124,634
4,475,015	801,232
50,000,000	-
30,000,000	-
-	-
486,559	-
2,756,174	633,655
-	500,000,000
-	1,404,434,686
3,983	2,411
32,864	91,079

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Energy Infrastructure Holding (Private) Limited (Fully owned by JSCL)

Issuance: 573,955 (2022: NIL) units

Units refunded as Capital : 8,322 (2022: NIL) units

Distribution during the period

Jahangir Siddiqui & Sons Limited

(Common ownership of the substantial shareholder)

Issuance: 749,965 (2022: NIL) units

Redemption: 28,991 (2022: NIL) units

Units refunded as Capital : 10,970 (2022: NIL) units

Reinvestment in lieu of Dividend paid : 23,977 (2022: NIL) units

Jahangir Siddiqui Securities Services Limited

(Common ownership of the substantial shareholder)

Issuance: 4,399 (2022: NIL) units

Units refunded as Capital : 64 (2022: NIL) units

Reinvestment in lieu of Dividend paid : 143 (2022: NIL) units

Distribution during the period

JS Lands Private Limited

(Common ownership of the substantial shareholder)

Issuance: 48,333 (2022: NIL) units

Units refunded as Capital : 103 (2022: NIL) units

Reinvestment in lieu of Dividend paid : 1,348 (2022: NIL) units

Key management personnel of the Management Company

Issuance: 6,921,825 (2022: 10,224,210) units

Redemption: 5,094,686 (2022: 12,803,780) units

Units refunded as capital : 83,025 (2022: 114,755) units*

Reinvestment in lieu of dividend paid : 28,913 (2022: 26,365) units

Distribution during the period

* units issued at NIL value as refund of element

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

JS Investments Limited - Management Company

Remuneration payable to the Management Company

Sindh Sales Tax payable on Management Company's remuneration

Accounting and operational charges payable

Payable against selling and marketing expense

Remuneration receivable from the Management Company

Federal excise duty payable on remuneration of the Management Company

Sales load payable to Management Company

1,307,196 (June 30, 2023: 1,782) units held

Printing charges payable

For the half year ended	
December 31, 2023	December 31, 2022
(Unaudited)	
Rupees	
60,108,409	-
-	-
1,905,774	-
78,551,366	-
3,000,000	-
-	-
2,475,153	-
460,736	-
-	-
14,759	-
64	-
5,000,000	-
-	-
139,139	-
725,811,616	1,058,296,598
534,651,772	1,323,472,502
-	-
2,984,694	2,716,870
472	326,751

December 31, 2023	June 30, 2023
(Unaudited)	(Audited)
Rupees	
11,254,316	6,153,329
2,047,289	1,384,160
2,370,818	1,442,363
28,370,518	13,380,814
-	-
3,803,127	3,803,127
-	19,167
135,177,112	184,018
152,486	101,475

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- Rupees -----	
Digital Custodian Company Limited - Trustee		
Payable to Digital Custodian Company Limited - Trustee	1,541,032	937,533
Sindh Sales Tax payable on remuneration of the Trustee	200,337	121,880
Security deposit with the Trustee	100,000	100,000
EFU Life Assurance Limited Employees Provident Fund (Associate of ultimate Parent Company - JSCL)		
459,274 (June 30, 2023: 420,846) units held	47,493,503	43,443,871
EFU Life Assurance Limited Employees Pension Fund (Associate of ultimate Parent Company - JSCL)		
135,056 (June 30, 2023: 123,756) units held	13,966,129	12,775,278
JS Bank Limited (Parent Company of JSIL)		
Bank balance	27,389,627	14,877,527
Profit receivable on bank balance	551,442	235,603
JS Global Capital Limited (fellow subsidiary of JSBL)		
461 (June 30, 2023: 423) units held	47,691	43,624
Brokerage commission payable	-	5,808
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
7,062 (June 30, 2023: 91,983) units held	730,237	9,495,486
Mahvash and Jahangir Siddiqui Foundation Common Directorship of JSCL (Ali Raza Siddiqui)		
195,561 (June 30, 2023: 195,561) units held	20,222,939	20,187,738
Future Trust (Common Directorship)		
1,849,101 (June 30, 2023: 486,665) units held	191,215,559	50,238,466
JS Infocom Limited (Fully owned by JSCL)		
1,101,678 (June 30, 2023: NIL) units held	113,924,540	-
JS Motion Picture Fund (Fund Under JSIL Management)		
435,900 (June 30, 2023: 4,164,399) units held	45,076,393	42,984,994
JS Fund of Funds (Fund Under JSIL Management)		
200,557 (30 June 2023: NIL) units held	20,739,617	-
Energy Infrastructure Holding (Private) Limited (Fully owned by JSCL)		
582,277 (30 June 2023: NIL) units held	60,213,219	-

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	December 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	----- Rupees -----	
Jahangir Siddiqui & Sons Limited (Common ownership of the substantial shareholder) 755,921 (30 June 2023: NIL) units held	78,169,833	-
Jahangir Siddiqui Securities Services Limited (Common ownership of the substantial shareholder) 4,606 (30 June 2023: NIL) units held	476,324	-
JS Lands Private Limited (Common ownership of the substantial shareholder) 49,783 (30 June 2023: NIL) units held	5,148,100	-
Entities holding 10% or more of units 152,838,228 (June 30, 2023: 102,018,389) units held	15,805,001,197	10,531,358,329
Key management personnel of the Management Company 2,070,475 (June 30, 2023: 131,398) units held	214,107,796	13,564,253

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

17.1 Fair value hierarchy

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

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

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2023

The Fund held the following financial instruments measured at fair values:

(Unaudited)				
December 31, 2023				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Market Treasury Bills	-	6,208,724,550	-	6,208,724,550
Sukuk certificates *	-	725,000,000	-	725,000,000
Term deposit receipt *	-	1,000,000,000	-	1,000,000,000
Letter of placement *	-	1,000,000,000	-	1,000,000,000
	-	8,933,724,550	-	8,933,724,550

(Unaudited)				
June 30, 2023				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Market Treasury Bills	-	4,491,998,300	-	4,491,998,300
Pakistan Investment Bonds	-	8,479,600,000	-	8,479,600,000
Sukuk certificates *	-	2,285,000,000	-	2,285,000,000
	-	15,256,598,300	-	15,256,598,300

* The carrying value of these securities approximate their fair value since these are short term in nature and are placed with counter parties which have high credit ratings

During the half year ended December 31, 2023 and year ended June 30, 2023, there were no transfers from level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

18 GENERAL

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

19 DATE OF AUTHORISATION FOR ISSUE

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



Chief Financial Officer



Chief Executive Officer



Director





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