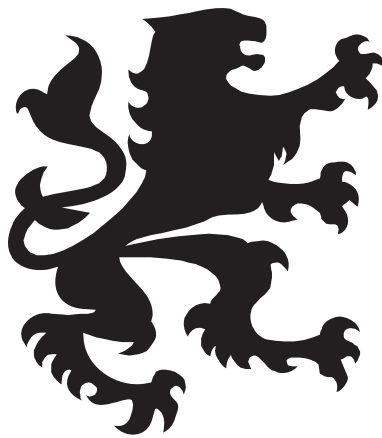


LAKSON ISLAMIC TACTICAL FUND

Quarterly Report (September 30, 2024)



LAKSON INVESTMENTS

WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

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Vision

To be a top quartile provider of investment solutions to both individuals and institutions. Through the success of our clients and employees we seek to build sustainable and long-term shareholder value, and to be an employer of choice in the asset management industry.

Mission

To deliver superior performance as measured by market share parameters, high-quality service and a portfolio of innovative yet tailored products across a range of investment disciplines and distribution channels.

To provide a fulfilling, stimulating and supportive environment for our employees that fosters their personal growth and facilitates our productivity as a team.

Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani
Chief Financial Officer	Mr. Junaid Arshad
Company Secretary of the Management Company	Ms. Nobia Shams
Audit Committee	Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	BDO Ebrahim & Co. Chartered Accountants 2nd Floor, Block C, Lakson Square, Building No. 1, Sarwar Shaheed Road, Karachi - 74200.
Bankers to the Fund	AlBaraka Bank Pakistan Limited Bank Islami Pakistan Limited Dubai Islamic Bank Limited Habib Metropolitan Islamic Bank Limited Habib Bank AG Zurich

Legal Adviser

Fazleghani Advocates
F-72/I, Block 8, KDA-5,
Kehkashan, Clifton,
Karachi, Pakistan.

Shariah Advisor

Al Hilal Shariah Advisors

Registrar

Lakson Investments Limited
Lakson Square Building No.2,
Sarwar Shaheed Road,
Karachi-74200, Pakistan

Distributor

Rabia Fida
BMA Capital Management

Rating

2-Star (One Year)
3-Star (Three Years)
3-Star (Five Years)
Fund Performance Ranking
AM2+ : Asset Manager Rating by PACRA

LAKSON ISLAMIC TACTICAL FUND
REVIEW REPORT OF THE DIRECTORS' OF THE MANAGEMENT COMPANY
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Islamic Tactical Fund ("LITF") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended September 30, 2024.

Fund Objective

The investment objective of the LITF is to provide long-term capital appreciation by exclusively investing in Shari'ah Compliant avenues including equities, fixed income instruments and emerging market securities.

Principal activities

LITF is an open-end asset allocation fund and is listed on Pakistan Stock Exchange Limited. The Fund is managed using an active investment management style which focuses on an analysis of the macro factors such as government policies, global economic data, commodities prices and supply/demand dynamics. The Fund switches exposure between equities and fixed income based on the outlook of the investments team. Exposure of the Scheme in fixed income securities is managed through duration and yield curve management.

Fund performance

The LITF closed 1QFY25 with a return of 1.23% against the benchmark return of 0.05%, outperformed the benchmark by 1.18%. The fund maintains 39.1% exposure in equities, 39.8% in Sukuk, 20.6% in Cash and 0.4% in Others. Sector allocation is skewed towards Commercial Banks (5.7%), Oil & Gas Exploration (5.5%), Construction & Material (9.5%), Fertilizer (6.0%), Oil & Gas Exploration (5.5%) and others (9.1%). The fund size of LITF as of September 30, 2024 is PKR 470.56 mln.

Earning per Unit (EPU)

EPU has not been disclosed as we feel the determination of weighted average units for calculating EPU is not practicable for open end funds.

Economic Review

Pakistan's economic trajectory remained positive in the third quarter of 2024, building upon the reforms initiated under the IMF Stand-by-Agreement in 2023. A key milestone was the approval of a 37-month Extended Fund Facility (EFF) from the IMF, providing a much-needed boost to the country's foreign exchange reserves. The current account deficit narrowed significantly during this period, even turning into a surplus in August due to increased remittances and a decline in trade deficits. Exports grew by 7% year-on-year, while imports rose by 14%. Remittances from overseas Pakistanis surged by 44%.

A combination of stable currency improved the current account balance, and support from international lenders led to a 26-month high in foreign exchange reserves, reaching \$9.5 billion in September.

The State Bank of Pakistan (SBP) continued its monetary easing policy, reducing the interest rate by 300 basis points to 17.5%. This decision was supported by a faster-than-expected decline in inflation, which fell to an average of 10.4% in July-August 2024 from 27.8% in the same period last year. In August, Pakistan achieved single-digit inflation for the first time in three years, primarily due to lower food prices, a stable currency, and declining international oil prices.

In recognition of positive developments, Moody's Ratings upgraded Pakistan's sovereign rating to Caa2 from Caa3, marking the first upgrade in nine years. The agency cited improved macroeconomic conditions, government liquidity, and external positions as key factors behind the rating increase.

Fixed Income Market Review

The quarter ending September 2024 was characterized by significant volatility in the fixed income market, driven by strategic monetary policy adjustments and evolving inflation expectations. As we move forward, market participants will closely monitor the SBP's decisions and the implications for government securities, particularly as the next MPC meeting approaches. The potential for further rate cuts will continue to shape the investment landscape, making it a crucial period for fixed-income investors.

Equity Market Review

The KSE-100 index continued its upward trajectory in the third quarter of 2024, delivering a 3.4% return and bringing its year-to-date performance to 30%. The index reached a new all-time high of 82,248 points in September, buoyed by anticipation of the IMF's approval for the \$7 billion EFF. While foreign investors were net sellers during the quarter, with a net outflow of \$21.8 million, domestic investors, including mutual funds and individuals, stepped in to absorb the selling pressure. Mutual funds and individuals combined were net buyers with an inflow of \$66 million. Average trading volumes declined slightly in U.S. dollar terms but increased in terms of shares traded.

Sector-wise, pharmaceuticals, transport, and fertilizer outperformed the broader market, driven by strong corporate earnings and investor interest in high-dividend-yielding stocks. The power sector underperformed due to negative news regarding potential revisions to power companies' capacity purchase agreements.

Emerging Market Review

MSCI Emerging market index illustrated a complex yet promising scenario for emerging markets. While the Indian market showcased impressive gains, with a combined growth of over 5% across July and August, the Chinese market rebounded strongly in September, driven by substantial monetary stimulus aimed at revitalizing economic growth. The PBoC's actions reflect a proactive approach to addressing economic challenges, significantly impacting market sentiment.

Overall, emerging market equities, as measured by MSCI indexes, outperformed the global MSCI ACWI benchmark, signaling resilience amid global uncertainties. However, the outlook remains mixed, with regional disparities highlighting the need for careful navigation. Factors such as geopolitical tensions, particularly between the U.S. and China, and varying economic conditions in countries like Mexico and Brazil, will play crucial roles in shaping the trajectory of emerging markets moving forward.

As the next quarter approaches, investors will be closely monitoring developments in these markets, particularly in relation to ongoing economic reforms, geopolitical dynamics, and the potential for further monetary policy adjustments in key regions. The interplay between domestic growth strategies and external pressures will be essential in determining the sustainability of the recent positive trends in emerging market equities.

Future Outlook

As we move into the fourth quarter of 2024, Pakistan's economic outlook appears cautiously optimistic, with real GDP growth expected to gradually rebound to 4.5% over FY25–27. This recovery will be supported by reduced fiscal drag, ongoing reforms, and improving financial conditions. The country's tight monetary and fiscal policies are anticipated to sustain disinflation, with inflation projected to align with the State Bank of Pakistan's target range of 5–7% by FY26, following a decline from a peak of 38% in May 2023 to 9.6% in August 2024.

The FY25 budget targets a primary surplus of 1% of GDP, aiming for a rise to 2% by the end of the program through enhanced revenue collection and tax measures. This fiscal consolidation is crucial for improving debt sustainability, with the current account deficit expected to remain modest at around 1% of GDP. Additionally, gross reserves are projected to increase to USD 22.5 billion by FY28, supported by multilateral disbursements. Structural reforms focusing on state-owned enterprises, governance, and trade liberalization will be essential

for enhancing productivity and supporting long-term growth. Overall, while challenges remain, targeted policies and reforms position Pakistan for a gradual recovery and improved economic resilience in the coming quarters.

Acknowledgement

The Board is thankful to its valued investors, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustee of the Fund – Central Depository Company of Pakistan Limited and the management of the Pakistan Stock Exchange Limited for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the growth and the prudent management of the Fund.

For and on Behalf of the Board



Chief Executive Officer



Director

Dated: October 28, 2024

لیکسن اسلامک ٹیکٹیکل فنڈ
30 ستمبر 2024ء کو ختم ہونے والی مدت کے لیے
مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن اسلامک ٹیکٹیکل فنڈ ("LITF") کی مینجمنٹ کمپنی، لیکسن انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز کیلئے 30 ستمبر 2024ء کو ختم ہونے والی مدت کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرنا باعث مسرت ہے۔

فنڈ کا مقصد

لیکسن اسلامک ٹیکٹیکل فنڈ کی سرمایہ کاری کا مقصد، خاص طور پر شریعہ سے مطابقت رکھنے والے ذرائع بشمول ایکویٹیز، فکسڈ انکم انسٹرومنٹس اور ایمرجنگ مارکیٹ سیکیورٹیز میں سرمایہ کاری کرتے ہوئے سرمائے کی قدر میں طویل مدتی اضافہ کرنا ہے۔

نمایاں سرگرمیاں

LITF ایک اوپن اینڈ ایسیٹ ایلوکیشن اسکیم ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ اس اسکیم کا انتظام وانصرام ایکٹو انویسٹمنٹ مینجمنٹ کا طریقہ کار استعمال کرتے ہوئے کیا جاتا ہے، جو بڑے اقتصادی عوامل کے تجزیے پر توجہ مرکوز رکھتا ہے مثلاً حکومتی پالیسیز، عالمی اقتصادی ڈیٹا، کموڈٹیز کی قیمتیں اور رسد / طلب کا تحریک۔ اسکیم انویسٹمنٹ ٹیم کی توقعات کی بنیاد پر ایکویٹیز اور فکسڈ انکم میں سرمایہ کاری کا تبادلہ کرتی ہے۔ فکسڈ انکم سیکیورٹیز میں اسکیم کی سرمایہ کاری کا انتظام وانصرام دورانیے اور yield curve مینجمنٹ کے ذریعے کیا جاتا ہے۔

فنڈ کی کارکردگی

لیکسن اسلامک ٹیکٹیکل فنڈ نے بینچ مارک منافع 0.05% کے مقابلے میں مالی سال 2025ء کی پہلی سہ ماہی کیلئے 1.23% منافع فراہم کیا۔ فنڈ نے سہ ماہی کے دوران بینچ مارک کے مقابلے میں 1.18% بہتر کارکردگی کا مظاہرہ کیا۔ اس فنڈ کی سرمایہ کاری ایکویٹیز میں 39.1%، ہسٹوک میں 39.8%، کیش میں 20.6% اور دیگر میں 0.4% ہے۔ سیکٹرز کے لحاظ سے تفویض کمرشل بینکوں میں (5.7%)، تیل و گیس کی تلاش (5.5%)، تعمیرات اور میٹریل (9.5%)، فریٹلائزر (6.0%) اور دیگر میں (9.1%) ہے۔ 30 ستمبر 2024ء کے مطابق LITF کے فنڈز کا حجم 470.56 ملین روپے ہے۔

فی یونٹ آمدنی (EPU)

فی یونٹ آمدنی (EPU) ظاہر نہیں کی گئی، کیوں کہ ہم محسوس کرتے ہیں کہ EPU شمار کرنے کے لیے موزوں اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے قابل عمل نہیں ہے۔

معاشی جائزہ

2024ء کی تیسری سہ ماہی میں پاکستان کی معاشی سمت مثبت رہی جس کی بنیاد 2023 میں آئی ایم ایف اسٹینڈ بائی ایگریمنٹ کے تحت شروع کی گئی اصلاحات پر مبنی ہے۔ ایک اہم سنگ میل آئی ایم ایف سے 37 ماہ کی توسیعی فنڈ سہولت (ای ایف ایف) کی منظوری تھی، جس سے ملک کے زرمبادلہ کے ذخائر میں انتہائی ضروری اضافہ ہوا۔ اس عرصے کے دوران کرنٹ اکاؤنٹ خسارہ نمایاں طور پر کم ہوا، یہاں تک کہ ترسیلات زر میں اضافے اور تجارتی خسارے میں کمی کی وجہ سے اگست میں سرپلس میں تبدیل ہو گیا۔ برآمدات میں سال بہ سال 7 فیصد اضافہ ہوا جبکہ درآمدات 14 فیصد بڑھیں۔ بیرون ملک مقیم پاکستانیوں کی ترسیلات زر میں 44 فیصد اضافہ ہوا۔ مستحکم کرنسی اور بین الاقوامی قرض دہندگان کی جانب سے مدد کے امتزاج سے کرنٹ اکاؤنٹ بیلنس میں بہتری آئی اور زرمبادلہ کے ذخائر 26 ماہ کی بلند ترین سطح پر پہنچ گئے جو ستمبر میں 9.5 ارب ڈالر تک جا پہنچے تھے۔

اسٹیٹ بینک آف پاکستان (ایس بی پی) نے مانیٹری نرمی کی پالیسی جاری رکھتے ہوئے شرح سود میں 300 بیس پوائنٹس کی کمی کر کے اسے 17.5 فیصد کر دیا۔ اس فیصلے کو افراط زر میں توقع سے زیادہ تیزی سے کمی سے مدد ملی، جو جولائی تا اگست 2024 میں اوسطاً 10.4 فیصد تک گر گئی جو گزشتہ سال کے اسی عرصے میں 27.8 فیصد تھی۔ اگست میں، پاکستان نے تین سال میں پہلی بار افراط زر کی سنگل ڈیجٹ شرح حاصل کی، جس کی بنیادی وجہ کھانے پینے کی اشیاء کی قیمتوں میں کمی، مستحکم کرنسی اور تیل کی بین الاقوامی قیمتوں میں کمی ہے۔ مثبت پیش رفت کے اعتراف میں موڈیز ریٹنگز نے پاکستان کی خود مختار ریٹنگ کو "CAA3" سے بڑھا کر "CAA2" کر دیا، جو 9 سال میں پہلی اپ گریڈ ہے۔ ایجنسی نے درجہ بندی میں بہتری کے پس پردہ اہم عوامل کے طور پر بہتر میکرو اکنامک حالات، سرکاری لیکویڈیٹی اور بیرونی پوزیشنوں کا حوالہ دیا۔

فلسفہ انکم مارکیٹ کا جائزہ

ستمبر 2024 کو ختم ہونے والی سہ ماہی کے دوران فلسفہ انکم مارکیٹ میں نمایاں اتار چڑھاؤ کی نشاندہی کی گئی، جس کی وجہ اسٹریٹجک مانیٹری پالیسی ایڈجسٹمنٹس اور افراط زر کی بڑھتی ہوئی توقعات تھیں۔ جیسے جیسے ہم آگے بڑھیں گے، مارکیٹ کے شرکاء اسٹیٹ بینک کے فیصلوں اور حکومتی سیکورٹیز کے لیے ان کے مضمرات پر گہری نظر رکھیں گے، خاص طور پر جب "ایم پی سی" کا اگلا اجلاس قریب آ رہا ہے۔ شرح سود میں مزید کمی کے امکانات سرمایہ کاری کے منظر نامے کو تشکیل دیتے رہیں گے، جس کی وجہ سے فلسفہ آمدنی والے سرمایہ کاروں کے لئے یہ ایک

اہم وقت بن جائے گا۔

ایکویٹی مارکیٹ کا جائزہ

کے ایس ای 100 انڈیکس نے 2024 کی تیسری سہ ماہی میں بھی اپنی ترقی کا سفر جاری رکھا، اس نے 3.4 فیصد منافع دیا اور اس کی ”سال بہ تاحال“ (year-to-date) کارکردگی 30 فیصد تک پہنچ گئی۔ آئی ایم ایف کی جانب سے 7 ارب ڈالر کے ”ای ایف ایف“ کی منظوری کی توقع کے سبب انڈیکس ستمبر میں 82 ہزار 248 پوائنٹس کی نئی بلند ترین سطح پر پہنچ گیا تھا جبکہ سہ ماہی کے دوران 21.8 ملین ڈالر کے خالص اخراج (نیٹ آؤٹ فلو) کے ساتھ غیر ملکی سرمایہ کار، خالص فروخت کنندہ (نیٹ سیلرز) تھے، میوچل فنڈز اور افراد سمیت ملکی سرمایہ کاروں نے فروخت کے دباؤ کو جذب کرنے کے لئے مداخلت کی۔ میوچل فنڈز اور افراد مشترکہ طور پر 66 ملین ڈالر کی سرمایہ کاری کے ساتھ خالص خریدار (نیٹ بائرز) تھے۔ امریکی ڈالر کے لحاظ سے اوسط تجارتی حجم میں قدرے کمی واقع ہوئی لیکن خرید و فروخت ہونے والے حصص کے لحاظ سے اضافہ ہوا۔

سیکٹر کے لحاظ سے فارماسیوٹیکل، ٹرانسپورٹ اور فریٹ لائزر نے وسیع تر مارکیٹ کے مقابلے میں بہتر کارکردگی کا مظاہرہ کیا، جس کی وجہ مستحکم کارپوریٹ آمدنی اور زیادہ منافع دینے والے حصص میں سرمایہ کاروں کی دلچسپی ہے۔ پاور کمپنیوں کے کیپیکسٹری پر چیز معاہدوں پر ممکنہ نظر ثانی سے متعلق منفی خبروں کی وجہ سے بجلی کے شعبے نے کمتر کارکردگی کا مظاہرہ کیا۔

ایمریکن مارکیٹ کا جائزہ

MCSI ایمریکن مارکیٹ انڈیکس نے ابھرتی ہوئی مارکیٹوں کے لئے ایک پیچیدہ لیکن امید افزا منظر نامہ پیش کیا۔ جولائی اور اگست کے دوران 5 فیصد سے زیادہ کی مشترکہ نمو کے ساتھ انڈین مارکیٹ نے متاثر کن منافع ظاہر کیا، ستمبر میں چینی مارکیٹ میں زبردست بہتری آئی، جس کا سبب معاشی نمو کو بحال کرنے کے لیے دیا جانے والا خاطر خواہ مالیاتی محرک تھا۔ "PBoC" کے اقدامات اقتصادی چیلنجوں سے نمٹنے کے لئے ایک فعال حکمت عملی کی عکاسی کرتے ہیں، جس کے مارکیٹ پر نمایاں اثرات مرتب ہوئے ہیں۔

مجموعی طور پر، MCSI انڈیکس کے مطابق، ایمریکن مارکیٹ کے حصص نے MCSI ACWI اینیچ مارک سے بہتر کارکردگی کا مظاہرہ کیا، جس سے عالمی غیر یقینی صورتحال میں اس کی لچک پذیری کا اشارہ ملتا ہے۔ تاہم منظر نامہ ملا جلا دکھائی دیتا ہے، علاقائی عدم مساوات محتاط پیش رفت کی ضرورت کو اجاگر کرتی ہے۔ جغرافیائی۔ سیاسی تناؤ، خاص طور پر امریکا اور چین کے درمیان جبکہ میکسیکو اور برازیل جیسے ممالک میں بدلتے ہوئے معاشی حالات جیسے عوامل، ابھرتی ہوئی مارکیٹوں کے لیے پیش قدمی کے راستے تشکیل دینے میں اہم کردار ادا کریں گے۔

جیسے جیسے اگلی سہ ماہی قریب آئے گی، سرمایہ کاران مارکیٹوں میں ہونے والی پیش رفت پر، بالخصوص جاری معاشی اصلاحات، جغرافیائی

سیاسی حرکیات اور کلیدی خطوں میں مزید مانیٹری پالیسی ایڈجسٹمنٹس کے امکانات کے حوالے سے گہری نظر رکھیں گے۔ ایمر جنگ مارکیٹ ایکویٹیز میں حالیہ مثبت رجحانات کی پائیداری کا تعین کرنے میں ملکی ترقی کی حکمت عملی اور بیرونی دباؤ کے درمیان باہمی تعامل ضروری ہوگا۔

مستقبل کا منظر نامہ

جیسا کہ ہم 2024 کی چوتھی سہ ماہی میں داخل ہو رہے ہیں، پاکستان کا معاشی منظر نامہ محتاط طور پر امید افزا دکھائی دیتا ہے، مالی سال 2025-2027 کے دوران جی ڈی پی کی حقیقی نمو بتدریج 4.5 فیصد تک بڑھنے کی توقع ہے۔ اس بحالی کو مالی مشکلات میں کمی، جاری اصلاحات اور مالی حالات میں بہتری سے مدد ملے گی۔ ملک کی سخت مالیاتی اور زرعی پالیسیوں کے سبب افراط زر میں کمی کا سلسلہ برقرار رہنے کا امکان ہے اور مالی سال 2026 تک افراط زر کی شرح اسٹیٹ بینک آف پاکستان کے 5-7 فیصد کے ہدف کی حد کے مطابق رکھنے کی توقع ہے، افراط زر مئی 2023 میں 38 فیصد کی بلند ترین سطح سے کم ہو کر اگست 2024 میں 9.6 فیصد پر آگئی تھی۔

مالی سال 2025ء کے بجٹ میں جی ڈی پی کے ایک فیصد کے پرائمری سرپلس کا ہدف رکھا گیا ہے، جس کا مقصد محصولات کی زائد وصولی اور ٹیکس اقدامات کے ذریعے پروگرام کے اختتام تک 2 فیصد تک اضافہ کرنا ہے۔ یہ مالیاتی استحکام قرضوں کی پائیداری کو بہتر بنانے کے لئے اہم ہے، کرنٹ اکاؤنٹ خسارہ، جی ڈی پی کے تقریباً 1 فیصد تک، کم رہنے کی توقع ہے۔ مزید برآں مالی سال 2028ء تک کثیرالجہتی وصولیوں کی مدد سے مجموعی زرمبادلہ ذخائر بڑھ کر 22.5 ارب ڈالر تک پہنچنے کا امکان ہے۔ پیداواری صلاحیت بڑھانے اور طویل مدتی ترقی میں معاونت کے لئے سرکاری ملکیت کے اداروں، گورننس اور تجارت کو آزاد بنانے کے عمل (ٹریڈ لبرلائزیشن) پر مرکوز ڈھانچا جاتی (اسٹرکچرل) اصلاحات ضروری ہوں گی۔ مجموعی طور پر، اگرچہ چیلنجز بدستور موجود ہیں، اہدائی پالیسیاں اور اصلاحات پاکستان کو بتدریج بحالی اور آنے والی سہ ماہیوں کے دوران بہتر معاشی لچک دکھانے کی پوزیشن میں لے آئی ہیں۔

اظہار تشکر

بورڈ اپنے قابل قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی۔ سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج لمیٹڈ کی انتظامیہ کا ان کے مسلسل تعاون اور مدد پر شکریہ ادا کرتا ہے۔ مینجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور دانشمندانہ انتظام و انصرام کے لیے مینجمنٹ کمپنی کی ٹیم کی کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے و منجانب بورڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 28 اکتوبر 2024ء

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2024

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees)	
ASSETS			
Bank balances	5.	97,060,585	189,620,331
Investments	6.	373,225,032	386,324,946
Markup accrued		3,775,144	9,383,970
Dividend receivable		1,043,649	12,302
Deposits and other receivables		2,815,313	2,681,954
TOTAL ASSETS		477,919,723	588,023,504
LIABILITIES			
Payable to the Management Company	7.	1,457,404	2,347,034
Payable to the Trustee		181,465	106,897
Payable to Securities and Exchange Commission of Pakistan		74,912	44,839
Accrued expenses and other liabilities	8.	1,084,574	2,070,874
Payable against purchase of investments		4,563,100	5,010,106
TOTAL LIABILITIES		7,361,455	9,579,750
CONTINGENCIES AND COMMITMENTS			
	10		
NET ASSETS		470,558,268	578,443,754
UNIT HOLDERS' FUND (as per statement of movement in unit holders' fund)			
		470,558,268	578,443,754
(Number of units)			
Number of units in issue		5,305,269	6,716,388
(Rupees)			
Net assets value per unit		88.6964	86.1242

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Note	Quarter Ended	
		2024	2023
		(Rupees)	
INCOME			
Realized gain / (loss) on sale of investment at fair value through profit or loss - net		9,396,550	465,988
Unrealised (loss) / gain on re-measurement of investments			
'at fair value through profit or loss' - Net	6.1	(6,007,791)	4,443,905
		3,388,759	4,909,893
Dividend income on investment at fair value through profit or loss		3,107,305	4,017,868
Profit on:			
-Bank balances		2,390,533	8,779,687
- Ijara Sukuk		9,514,554	615,959
		11,905,086	9,395,646
Exchange (loss) / gain on foreign currency deposits		80	(64,055)
TOTAL INCOME		18,401,231	18,259,352
EXPENSES			
Remuneration to the Management Company	7.1	2,358,400	1,520,677
Sindh Sales tax on remuneration to the Management Company	7.2	352,488	197,688
Remuneration to the Trustee		271,089	171,837
Annual fee to Securities and Exchange Commission of Pakistan		112,024	72,232
SECP supervisory fee		539	539
Shariah Advisor Fee		83,168	90,496
Brokerage, Settlement, Bank and other charges		310,072	275,356
Auditors' remuneration		205,169	151,745
Fees and subscription		100,582	115,904
Printing charges		-	8,280
TOTAL EXPENSES		3,793,531	2,604,753
Net income / (loss) from operating activities		14,607,700	15,654,599
Net income / (loss) for the period before taxation		14,607,700	15,654,599
Taxation	11.	-	-
Net income / (loss) for the period		14,607,700	15,654,599
Allocation of net income for the period:			
Net income for the period		14,607,700	15,654,599
Income already paid on units redeemed		(55,563)	(20,376)
		14,552,136	15,634,223
Accounting income available for distribution			
-Related to capital gains - net		3,387,623	4,903,461
-Excluding capital gains		11,164,513	10,730,762
Accounting income available for distribution		14,552,136	15,634,223

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Quarter Ended	
	2024	2023
	(Rupees)	
Net income / (loss) for the period	14,607,700	15,654,599
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	14,607,700	15,654,599

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Quarter Ended September 30,					
	2024			2023		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees)					
Net assets at beginning of the period	617,828,387	(39,384,633)	578,443,754	332,153,273	(42,002,887)	290,150,386
Issuance of 45,981 units (2023: 11 units)						
- Capital value	3,960,078	-	3,960,078	1,005	-	1,005
- Element of income / (loss)	87,225	-	87,225	(5)	-	(5)
Total proceeds on issuance of units	4,047,303	-	4,047,303	1,000	-	1,000
Redemption of 1,457,101 units (2023: 4,428)						
- Capital value	(125,491,655)	-	(125,491,655)	(400,106)	-	(400,106)
- Element of (loss)/ income	(993,270)	(55,563)	(1,048,834)	20,481	(20,376)	105
Total payments on redemption of units	(126,484,926)	(55,563)	(126,540,489)	(379,625)	(20,376)	(400,001)
Total comprehensive income for the period	-	14,607,700	14,607,700	-	15,654,599	15,654,599
Net assets as at end of the period	495,390,765	(24,832,497)	470,558,268	331,774,648	(26,368,664)	305,405,983
Undistributed loss brought forward:						
- Realized (loss)		(101,211,567)			(40,744,380)	
- Unrealized gain / (loss)		61,826,934			(1,258,507)	
		(39,384,633)			(42,002,887)	
Accounting income available for distribution:						
Relating to capital gains	3,387,623			4,903,461		
Excluding capital gains	11,164,513			10,730,762		
	14,552,136			15,634,223		
Undistributed (loss) / income at end of the period	(24,832,496)			(26,368,665)		
Undistributed (loss) / income carried forward						
- Realized (loss) / gain	(18,824,705)			(30,812,569)		
- Unrealized (loss) / gain	(6,007,791)			4,443,905		
	(24,832,496)			(26,368,665)		
Net assets value per unit at beginning of the period	86.1242			85.7275		
Net assets value per unit at end of the period	88.6964			90.3529		

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER



DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Quarter Ended	
	2024	2023
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period	14,607,700	15,654,599
Adjustments for non-cash charges and other items:		
Capital gain / (loss) on sale of investments - net	9,396,550	465,988
Unrealised gain / (loss) in the fair value of investments classified as 'held for trading' - net	(6,007,791)	4,443,905
	17,996,459	20,564,492
(Increase) / Decrease in assets		
Investments - net	9,711,155	(28,791,257)
Mark-up receivable	5,608,826	(596,068)
Dividend receivable	(1,031,347)	(2,894,058)
Deposits and other receivables	(133,359)	(129,325)
	14,155,276	(32,410,708)
(Decrease) / Increase in liabilities		
Payable to the Management Company	(889,630)	23,933
Payable to the Trustee	74,568	2,394
Payable to Securities and Exchange Commission of Pakistan	30,073	(34,000)
Payable against purchase of investments	(447,006)	(1,276,238)
Accrued expenses and other liabilities	(986,299)	(288,169)
	(2,218,295)	(1,572,081)
Net cash (used in) / generated from operating activities	29,933,440	(13,418,297)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issuance of units	4,047,303	1,000
Cash paid on redemption of units	(126,540,489)	(400,001)
Net cash generated / (used in) financing activities	(122,493,186)	(399,001)
Net (decrease) / increase in cash and cash equivalents during the period	(92,559,746)	(13,817,298)
Cash and cash equivalents at the beginning of the period	189,620,331	185,960,674
Cash and cash equivalents at the end of the period	97,060,585	172,143,375

The annexed notes from 1 to 15 form an integral part of these condensed interim financial statements.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

LAKSON ISLAMIC TACTICAL FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 The Lakson Islamic Tactical Fund (formerly Lakson Asset Allocation Emerging Markets Fund) (the "Fund") was established under the Trust Deed executed on 30 May 2011 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity by the Securities and Exchange Commission of Pakistan (SECP) on 7 July 2011 in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

1.2 The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore, while the head office is in the Lakson Square Building No. 2, Karachi.

1.3 The Fund is an open end mutual fund and is listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund.

The Fund is categorised as "Shariah Compliant/Islamic Asset Allocation Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest in Shariah compliant investments within the limits prescribed in the offering document so as to ensure a risk-free return on investments. All investments of the Fund are as per the guidelines of the Shariah principles provided by the Shariah Advisor of the Fund and comprise of the investments permissible as 'Authorised Investments' under the Trust Deed.

Further, as allowed by SECP and the State Bank of Pakistan, the Fund can invest abroad up to 30% of the aggregated funds mobilized (including foreign currency funds) subject to a maximum limit of USD 15 million. The investments authorized outside Pakistan include exchange traded funds based on equities / debt with exposure in the commodities, index tracker funds tracking different commodities indices, actively managed commodities based funds, equities and debt securities of companies with exposure in commodities, future contracts of different commodities and foreign currency deposits etc.

Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

1.4 Pakistan Credit Rating Company Limited (PACRA) has maintained the rating of the Management Company of the Fund to the scale 'AM2+' (stable outlook) vide its report dated 23 August 2024.

On 23 May 2024, VIS assigned following rankings to the Fund based on the performance review:

1 Year ranking : MFR 2-Star
3 Year ranking : MFR 3-Star
5 Year ranking : MFR 3-Star

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- 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 requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The comparative Statement of Assets and Liabilities presented in these condensed interim financial information as at 30 September has been extracted from the audited financial statements of the Company for the year ended 30 June 2024, whereas the comparative profit and loss account, statement of comprehensive income, the cash flow statement and statement of changes in equity for the quarter ended 30 September 2024 have been extracted from the unaudited condensed interim financial information for the quarter ended 30 September, 2023.

2.2 This condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2024. However, selected explanatory notes are included to explain events and transactions that are significant.

2.3 This condensed interim financial information is being submitted to the unit holders as required under Regulation 38 (g) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited.

In compliance with schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2024.

2.4 Basis of measurement

These financial statements have been prepared under the historical cost convention, except that investments are measured at fair value.

2.5 Functional and presentation currency

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

2.6 Critical accounting estimates and judgements

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

The significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended June 30, 2024.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial informations are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2024.

4. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2024.

5.	BANK BALANCES	Note	September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
			(Rupees)	
	In local currency			
	PLS savings accounts	5.1	97,060,585	189,598,938
	Current account			21,393
	In foreign currency			
	Current account	5.2	-	-
			<u>97,060,585</u>	<u>189,620,331</u>
5.1	These carry mark-up at rates ranging from 8% to 18.1% (June 30, 2024: 9% to 18.5%) per annum.			
5.2	This represents USD denominated current account maintained in a foreign country amounting to USD Nil (June 30, 2024: Nil).			
6.	INVESTMENTS			
	Financial assets classified as fair value through profit or loss			
	- Listed equity securities	6.1	184,065,460	180,633,907
	- GOP Ijara Sukuk	6.2	<u>136,604,997</u>	<u>133,537,500</u>
			<u>320,670,457</u>	<u>314,171,407</u>
	Financial assets classified at amortised cost			
	- Short Term Ijara Sukuk	6.3	<u>52,554,575</u>	<u>72,153,539</u>
			<u>373,225,032</u>	<u>386,324,946</u>

6.1 Shares of listed company
At fair value through profit or loss

Shares of listed companies - fully paid up ordinary shares of Rs. 10 each unless stated otherwise

			★									
Name of the investee company	Holding as at 01 July 2024	Purchases during the year	Bonus / right shares received during the year	Disposed during the year	Holding as at September 30, 2024	Carrying value before revaluation as of September 30, 2024	Market value as of September 30, 2024 (after revaluation)	Unrealised gain / (loss) - net	Market value as percentage of total investments	Market value as percentage of net assets	% of holding in investee company	
	----- (Number of Shares) -----					----- (Rupees) -----			----- (%) -----			
Commercial Banks												
Meezan Bank Limited	61,924	-	-	-	61,924	14,823,986	14,127,961	(696,026)	3.79%	3.00	0.14%	
Faysal Bank Limited	224,930	54,785	-	-	279,715	14,737,783	12,838,919	(1,898,865)	3.44%	2.73	0.00%	
						29,561,770	26,966,879	(2,594,891)	3.79%	3.00		
Fertilizers												
Engro Corporation Limited (6.1.1)	16,879	7,000	-	-	23,879	7,843,883	7,252,530	(591,353)	1.94%	1.54	0.14%	
Engro Fertilizers Limited (6.1.1)	83,947	17,500	-	-	101,447	17,100,944	19,301,306	2,200,362	5.17%	4.10	0.15%	
Fauji Fertilizer Bin Qasim Limited	110,402	79,285	-	160,000	29,687	1,132,914	1,487,912	354,998	0.40%	0.32	0.02%	
						26,077,741	28,041,749	1,964,008	7.51%	5.96		
Automobile Assemblers												
Millat Tractors Limited	3,410	-	-	-	3,410	2,169,033	1,888,492	(280,541)	0.51%	0.40	0.43%	
Chemicals												
Lucky Core Industries Limited	3,022	-	-	-	3,022	2,808,919	3,176,213	367,294	0.85%	0.67	0.34%	
Engineering												
Mughal Iron & Steel Industries Limited	20,507	53,495	-	-	74,002	6,698,800	5,732,195	(966,605)	1.54%	1.22	0.46%	
Pharma & Bio Tech												
The Searl Company (6.1.2)	10	-	-	-	10	571	570	(2)	0.00%	0.00	0.00%	
AGP Limited	32,479	16,020	-	-	48,499	4,679,925	5,371,264	691,339	1.44%	1.14	0.55%	
Highnoon Laboratories Limited	5,778	-	-	-	5,778	4,123,065	3,964,459	(158,606)	1.06%	0.84	1.95%	
						8,803,562	9,336,293	532,731	2.50%	1.98		
Cement												
Cherat Cement Company Limited	16,028	-	-	-	16,028	2,614,648	2,907,800	293,152	0.78%	0.62	0.16%	
Kohat Cement Company Limited	1,002	-	-	1,002	-	-	-	-	0.00%	-	0.00%	
D.G. Khan Cement	-	52,735	-	-	52,735	4,660,037	3,876,023	(784,014)	1.04%	0.82	0.09%	
Pioneer Cement Company Limited	39,508	19,000	-	-	58,508	9,884,474	10,601,650	717,175	2.84%	2.25	0.47%	
Maple Leaf Cement Limited	129,233	76,093	-	-	205,326	7,874,950	6,660,775	(1,214,175)	1.78%	1.42	0.13%	
Lucky Cement Company Limited (6.1.1)	11,201	-	-	-	11,201	10,156,283	9,902,132	(254,151)	2.65%	2.10	0.31%	
Fauji Cement Company Limited	219,562	212,319	-	-	431,881	9,891,583	10,917,952	1,026,369	2.93%	2.32	0.08%	
						45,081,974	44,866,331	(215,643)	12.02%	9.53		
Power Generation & Distribution												
Hub Power Company Limited	84,969	39,000	-	-	123,969	18,634,309	14,794,460	(3,839,849)	3.96%	3.14	0.13%	
Engro Powergen Qadirpur Limited	31,315	-	-	-	31,315	879,952	760,328	(119,623)	0.20%	0.16	0.02%	
						19,514,261	15,554,789	(3,959,472)	4.17%	3.31		
Oil and Gas Exploration Companies												
Mari Petroleum Company Limited (6.1.2)	5,037	-	440	4,982	495	149,179	210,642	61,464	0.06%	0.04	0.02%	
Pakistan Oilfield Limited (6.1.1)	32,248	-	-	32,248	-	-	-	-	0.00%	-	0.00%	
Pakistan Petroleum Limited (6.1.1)	95,256	18,740	-	-	113,996	13,437,576	12,177,053	(1,260,524)	3.26%	2.59	0.06%	
Oil and Gas Development Company Limited (6.1.1)	77,135	17,592	-	-	94,727	12,824,550	13,586,694	762,144	3.64%	2.89	0.03%	
						26,411,305	25,974,389	(436,916)	6.96%	5.52		
Oil and Gas Marketing Companies												
Attock Petroleum Limited	6,966	-	-	-	6,966	2,690,548	2,800,332	109,784	0.75%	0.60	0.34%	
Sui Northern Gas Pipelines Limited	104,255	26,097	-	-	130,352	8,445,483	8,308,636	(136,846)	2.23%	1.77	0.13%	
Pakistan State Oil Company Limited (6.1.2)	14,702	-	-	-	14,702	2,443,619	2,371,286	(72,334)	0.64%	0.50	0.09%	
						13,579,650	13,480,254	(99,396)	3.61%	2.86		

Name of the investee company	Holding as at 01 July 2024	Purchases during the year	Bonus / right shares received during the year	Disposed during the year	Holding as at September 30, 2024	Carrying value before revaluation as of September 30, 2024	Market value as of September 30, 2024 (after revaluation)	Unrealised gain / (loss) - net	Market value as percentage of total investments	Market value as percentage of net assets	% of holding in investee company
	----- (Number of Shares) -----					----- (Rupees) -----			----- (%) -----		
Food And Personal Care Products											
Fauji Foods Limited	143,164	-	-	-	143,164	1,269,865	1,209,736	(60,129)	0.32%	0.26	0.02%
Technology and Communication											
System Limited	19,311	-	-	-	19,311	8,077,791	7,838,142	(239,650)	2.10%	1.67	0.71%
Total as at September 30, 2024						190,054,670	184,065,460	(5,989,209)	45.88%	36.39	
Total cost as at September 30, 2024						141,018,509					

6.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited:

	Sep-24 (Number of shares)	Jun-24	Sep-24 (Rupees)	Jun-24
Oil and Gas Development Company Limited	5,000	5,000	717,150	676,850
Engro Fertilizers Limited	20,000	20,000	3,805,200	3,324,400
Engro Corporation Limited	15,000	15,000	4,555,800	4,990,650
Lucky Cement Company Limited	8,000	8,000	7,072,320	7,253,840
Pakistan Oilfields Limited	-	5,000	-	2,449,700
Pakistan Petroleum Limited	30,000	300	3,204,600	35,133
	78,000	53,300	19,355,070	18,730,573

6.1.2 Finance act, 2014 had introduced tax on bonus shares issued by the companies. Most of the equity funds including the Fund have challenged the applicability of withholding tax provision on bonus shares before Honourable High Court of Sindh ("the Court") on various legal grounds and have sought relief from the Court. In the Fund's case, tax in the shape of 147 shares of Pakistan State Oils Limited and 10 shares of The Searle Company Limited have been withheld by CDC. Market value of these shares as at September 30, 2024 amounted to Rs. 24,376 (June 30 2024; Rs. 25,104) and are included in the Fund's investments in these financial statements. Later the tax on bonus shares was revoked in the year 2018.

As per Finance Act 2023, section 236Z has been reimposed and is liable to deduct 10% tax on bonus shares issued by the companies. Subsequently in the year 2024, tax in the shape of 44 shares of Mari Petroleum Limited have been withheld by the company. Market value of these shares as at September 30, 2024 amounted to Rs. 18,724 (June 30 2024; Rs.Nil) and are included in the Fund's investments in these financial statements.

6.2 GOP Ijara Sukuk (Face Value of Rs. 100)

Name of security	Issue date	Date of Maturity	Mark-up rate	Holding as at July 01, 2024	Purchases during the period	Disposed / matured during the period	Holding as at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised gain / (loss)	Credit rating	Market value as a percentage of total investments	Market value as a percentage of net assets	Face value as percentage of size of the issue
1 Year GOP Ijara Sukuk	24-Jan-24	24-Jan-25	19.50%	15,000	-	-	15,000	70,623,582	70,604,997	(18,585)	N/A	18.92%	15.00%	0.00%
5 Year GOP Ijara Sukuk	24-Jan-24	24-Jan-29	21.24%	13,200	-	-	13,200	66,000,000	66,000,000	-	N/A	17.68%	14.03%	0.00%
Total as at September 30, 2024								136,623,582	136,604,997	(18,585)		36.60%	29.03%	0.00%
Total as at June 30, 2024								134,123,405	133,537,500	(585,905)		34.57%	23.09%	0.00%

6.3 Short Term Sukuk Certificates (Face Value of Rs. 1000,000)

At amortised cost

Name of security	Issue date	Date of Maturity	Mark-up rate	Holding as at July 01, 2024	Purchases during the period	Disposed / matured during the period	Holding as at September 30, 2024	Carrying value as at September 30, 2024	Market value as at September 30, 2024	Unrealised gain / (loss)	Credit rating	Market value as a percentage of total investments	Market value as a percentage of net assets	Face value as percentage of size of the issue
IIL- Sukuk-6M	13-Feb-24	13-Aug-24	6 months KIBOR plus base rate of 0.5%	20	-	20	-	-	-	-	N/A	-	-	-
Pakistan Telecommunication Company Limited - Sukuk-6M	12-Jun-24	12-Dec-24	6 months KIBOR plus base rate of 0.15%	50	-	-	50	50,000,000	52,554,575	-	N/A	14.08%	11.17%	0.00%
Total as at September 30, 2024								50,000,000	52,554,575	-		14.08%	11.17%	0.00%
Total as at June 30, 2024								70,000,000	72,153,539	-		18.68%	12.47%	0.00%

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note	(Rupees)	
7. PAYABLE TO MANAGEMENT COMPANY			
Remuneration payable to the Management Company	7.1	155,076	943,978
Sindh Sales tax payable on remuneration to the Management Company	7.3	21,989	122,717
Federal excise duty payable on remuneration to the Management Company	7.4	1,280,339	1,280,339
		1,457,404	2,347,034

7.1 As per regulation 61 of the NBFC and Notified Entities Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of the management fee as disclosed in the Offering Document subject to the total expense ratio limit. As per offering document, the Management Company can charge management fee up to 2% of average annual net assets of the fund, calculated on daily basis. The effective management fee rate for the period ended September 30, 2024 is 0.50% of average annual net assets calculated on daily basis.

7.2 The Sindh Revenue Board has levied Sindh Sales Tax (SST) at the rate of 15% (June 30, 2024: 13%) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2024.

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

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016. During the year ended 30 June 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 1.28 million (June 30, 2024: 1.28 million) including SST @ 13%, and is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED & SST not been made, the net asset value of the Fund as at September 30, 2024 would have been higher by Re. 0.24 (June 30, 2024: Re.0.19) per unit.

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
	Note		
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Charity payable		-	354,447
Auditors' remuneration		324,021	438,336
Cutodian fee payable		45,937	9,137
Brokerage charges		133,339	297,441
Fee payable to shariah advisor		133,015	457,728
Fee payable to National Clearing Company of Pakistan		419,933	395,811
Withholding tax payable on dividend		-	92,249
Other liabilities		28,330	25,725
		1,084,574	2,070,874

9. TOTAL EXPENSE RATIO

As per the SECP circular vide direction no. 23 dated July 20, 2016 and as referred in Regulations 60 (5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations"), Total Expense Ratio (TER) calculated inclusive of Sindh Sales Tax and SECP fee is 3.22% as of September 30, 2024 and this includes 0.46% representing Government levies and SECP fee etc. As per NBFC Regulation the total expense ratio of the Asset Allocation Scheme shall be capped up to 4.5% (excluding government levies).

10. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at September 30, 2024.

11. TAXATION

The Fund's income is exempt from Income Tax as per clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders, provided that for the purpose of determining distribution of not less than 90% of its accounting income for the year, the income distributed through bonus units shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Management Company has distributed the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

12. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the trustee, Habib Bank AG Zurich Switzerland being the Custodian, Siza Services (Private) Limited being holding company of the Management Company, associated companies of the Management Company and the holding company, key management personnel, other funds being managed by the Management Company and entities having holding 10% or more in the units of the Fund as at September 30, 2024. It also includes staff retirement funds of the above related parties / connected persons.

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively. Other transactions are in normal course of business, at contracted rates and terms determined in accordance with the market rates.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

		September 30, 2024 (Unaudited)	June 30, 2024 (Audited)
		(Rupees)	
12.1	Details of balances with related parties / connected persons at the period end		
	Lakson Investments Limited - Management Company of the Fund		
	Remuneration payable	155,076	943,978
	Sindh Sales Tax on Management Company's remuneration*	21,989	122,717
	Federal Excise Duty on Management Company's remuneration*	1,280,339	1,280,339
	Central Depository Company of Pakistan Limited - Trustee of the Fund		
	Remuneration payable	157,936	94,625
	Sindh Sales Tax payable Trustee remuneration*	23,529	12,272
	Security deposit	100,000	100,000
	Habib Bank AG Zurich - Custodian		
	Bank Deposits	-	-
	Custodian fee payable	45,937	9,137
		September 30, 2024	2023
		(Unaudited)	
		(Rupees)	
12.2	Transactions during the period		
	Lakson Investments Limited - Management Company of the Fund		
	Remuneration for the period	2,358,400	1,520,677
	Sindh sales tax on remuneration of Management Company *	352,488	197,688
	Central Depository Company of Pakistan Limited - Trustee		
	Remuneration for the period	235,840	152,068
	Sindh Sales Tax on Trustee remuneration*	35,249	19,769
	Settlement Charges	-	1,434
	Habib Bank AG Zurich - Custodian		
	Custody charges	36,800	36,800

* Sales tax is paid / payable to the management company / Trustee for onwards payment to the Government.

12.3 Details of units held, issued and redeemed by the related parties / connected persons

Quarter Ended September 30, 2024							
-----Number of units-----				-----Rupees-----			
Number of units as at July 01, 2024	Units issued during the period	Units redeemed during the period	Number of units as at September 30, 2024	Balance as at July 01, 2024	Units issued during the period	Units redeemed during the period	Balance as at September 30, 2024
Directors, Chief Executive, their spouse and minors	2,179	-	2,179	187,634	-	-	193,238
Associated companies / undertakings of the Management Company							
Accuray Surgical Limited Employees Contributory Provident Fund	67,534	2,265	22,730	5,816,350	200,000	1,974,489	4,174,940
Century Insurance Co. Ltd., GF	113,213	-	23,029	9,750,358	-	2,000,000	7,998,941
Century Insurance Company Limited Employees Contributory Provident Fund Trust	91,424	-	18,999	7,873,785	-	1,650,000	6,423,781
Century Paper & Board Mills Limited ECPFT	1,184,580	-	247,566	102,021,003	-	21,500,000	83,109,785
Century Paper & Board Mills Limited EGF	1,139,611	-	238,354	98,148,104	-	20,700,000	79,938,267
Colgate Palmolive Pakistan Limited ECPFT	1,113,881	-	294,836	95,932,085	-	25,600,000	72,646,317
Colgate Palmolive Pakistan Limited EGF	1,355,748	-	286,140	116,762,672	-	24,850,000	94,870,338
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	649,742	9,061	120,904	55,958,492	800,000	10,500,000	47,709,678
Hasanali Karabhai Foundation ECPF Trust	14,131	-	3,455	1,217,026	-	300,000	946,917
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	7,727	-	-	665,473	-	-	685,349
Lakson Investments Limited ECPFT	75,600	2,265	14,451	6,511,009	200,000	1,255,000	5,624,644
Merit Packaging Limited Employees Contributory Provident Fund Trust	109,994	-	23,029	9,473,165	-	2,000,000	7,713,469
Merit Packaging Limited Employees Gratuity Fund	60,899	-	13,789	5,244,880	-	1,200,000	4,178,524
Siza Foods Private Limited Employees Contributory Provident Fund Trust	504,072	24,918	116,874	43,412,820	2,200,000	10,150,000	36,553,231
Siza Services Private Limited Employees Countributory Provident Fund Trust	57,071	-	8,751	4,915,155	-	760,000	4,285,755
Sybrid (Private) Limited ECPFT	114,715	-	24,181	9,879,711	-	2,100,000	8,030,027
NayaPay (Pvt) Limited Employee Contributory Provident Fund	52,177	-	52,177	4,493,725	-	-	4,627,936
Quarter Ended September 30, 2023							
-----Number of units-----				-----Rupees-----			
Number of units as at July 01, 2023	Units issued during the period	Units redeemed during the period	Number of units as at September 30, 2023	Balance as at July 01, 2023	Units issued during the period	Units redeemed during the period	Balance as at September 30, 2023
Lakson Investments Limited	-	-	-	-	-	-	-
Directors, Chief Executive, their spouse and minors	1,655	-	1,655	141,897	-	-	149,553
Associated companies / undertakings of the Management Company							
Accuray Surgical Limited Employees Contributory Provident Fund	56,704	-	4,428	4,861,060	-	400,000	4,723,230
Century Insurance Co. Ltd., GF	41,839	-	41,839	3,586,795	-	-	3,780,319
Century Insurance Company Limited Employees Contributory Provident Fund Trust	69,556	-	69,556	5,962,898	-	-	6,284,624
Century Paper & Board Mills Limited ECPFT	633,244	-	633,244	54,286,434	-	-	57,215,442
Century Paper & Board Mills Limited EGF	509,705	-	509,705	43,695,712	-	-	46,053,300
Colgate Palmolive Pakistan Limited ECPFT	599,263	-	599,263	51,373,331	-	-	54,145,163
Colgate Palmolive Pakistan Limited EGF	591,688	-	591,688	50,723,921	-	-	53,460,714
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	269,968	-	269,968	23,143,640	-	-	24,392,347
Hasanali Karabhai Foundation ECPF Trust	8,021	-	8,021	687,659	-	-	724,761
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	6,130	-	6,130	525,542	-	-	553,897
Lakson Investments Limited ECPFT	56,087	-	56,087	4,808,189	-	-	5,067,613
Merit Packaging Limited Employees Contributory Provident Fund Trust	77,919	-	77,919	6,679,831	-	-	7,040,240
Merit Packaging Limited Employees Gratuity Fund	42,266	-	42,266	3,623,396	-	-	3,818,895
Siza Foods Private Limited Employees Contributory Provident Fund Trust	338,461	-	338,461	29,015,393	-	-	30,580,909
Siza Services Private Limited Employees Countributory Provident Fund Trust	14,559	-	14,559	1,248,098	-	-	1,315,439
Sybrid (Private) Limited ECPFT	66,339	-	66,339	5,687,094	-	-	5,993,940

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are traded in an open market are revalued at the market prices prevailing at the close of trading i.e. period end date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value as these are short term in nature.

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

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

- those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and (Level 2)

- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

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

Investments of the Fund carried at fair value are categorised as follows:

Financial assets classified as fair value through profit or loss	------(Un-audited)----- As at September 30, 2024			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
- Listed equity securities	184,065,460	-	-	184,065,460
- GOP Ijara Sukuk	-	136,604,997	-	136,604,997
	<u>184,065,460</u>	<u>136,604,997</u>	<u>-</u>	<u>320,670,457</u>
------(Audited)----- As at June 30, 2024				
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
- Listed equity securities	180,633,907	-	-	180,633,907
- GOP Ijara Sukuk		133,537,500	-	133,537,500
	<u>180,633,907</u>	<u>133,537,500</u>	<u>-</u>	<u>314,171,407</u>

14. GENERAL

14.1 The corresponding figures have been re-arranged wherever necessary

14.2 Figures have been rounded off to the nearest rupee

15. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on October 28, 2024.

For Lakson Investments Limited
(Management Company)


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



A Lakson Group Company

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