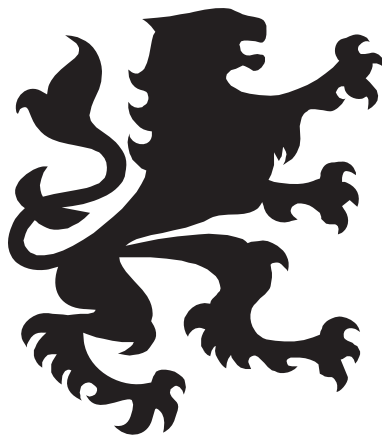


LAKSON ASSET ALLOCATION DEVELOPED MARKETS FUND
Quarterly Report (September 30, 2025)



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
Mr. Bassel Hamwi

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

Allied Bank Limited
Bank Alfalah Limited
Dubai Islamic Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Habib Bank AG Zurich
National Bank of Pakistan
United Bank Limited

Legal Adviser

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

Registrar

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

Distributor

Rabia Fida
BMA Capital Management

Rating

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

**LAKSON ASSET ALLOCATION DEVELOPED MARKETS FUND
REVIEW REPORT OF THE DIRECTORS' OF THE MANAGEMENT COMPANY
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Asset Allocation Developed Markets Fund ("LAADMF") is pleased to submit its review report together with Condensed Interim Financial Information for the period ended September 30, 2025.

Fund Objective

The investment objective of the Fund is to provide long-term capital appreciation by investing in a mix of domestic debt and Developed Markets Securities.

Principal activities

LAADMF is an open-end asset allocation scheme and is listed on Pakistan Stock Exchange Limited. The Scheme 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 Scheme switches exposure between the domestic Government Securities and the Developed Markets securities based on the outlook of the Investments Team of the performance of the Developed Markets. The Scheme may be overweight or underweight countries relative to its benchmark for Developed Markets investments, the MSCI World Index. Exposure of the Scheme in the fixed income securities is managed through duration and yield curve management by shifting between different maturities of the Government Securities.

Fund performance

LAADMF generated an absolute return of 1.37% in the 1QFY26 compared to the benchmark return of 1.82%. The LAADMF has underperformed the benchmark by 0.45%. The Fund maintains 31.9% exposure in ETFs, 18.6% in T-Bills, 40.7% in PIBs and 6.8% in cash. The fund size of the LAADMF as of September 30, 2025, is PKR 1,548.51 Mil.

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 economy showed early signs of stabilization in the first quarter of FY26, with inflation easing, foreign reserves improving, and external flows strengthening. Despite the recent floods posing downside risks, their impact was milder than anticipated, allowing economic momentum to hold steady. Consumer Price Index (CPI) inflation averaged 3.5% YoY in July–August 2025, rising slightly to 5.6% in September, bringing Q1-FY26 average inflation to 4.2%, a notable decline from 9.2% in the same period last year. Inflation is projected to stay within the State Bank of Pakistan's (SBP) 5–7% target.

On the external front, the current account deficit (CAD) reached USD 245 mn in August 2025, totaling USD 624 mn for the first two months of FY26, compared to USD 430 mn in the same period last year. Exports rose 11% YoY to USD 6.7 bn, led by textiles and food, while imports increased 10% to USD 12.5 bn. Remittances offered further support, growing 7% to USD 6.35 bn. foreign exchange reserves improved to USD 19.8 bn by the end of September, with SBP reserves at USD 14.4 bn, providing 2.4 months of import cover. The Pakistani Rupee appreciated by 0.9% FYTD, closing September at PKR 281.3/USD, reflecting stable external flows and improved investor confidence.

During the period under review, a major development was the circular debt resolution agreement signed on 24 Sep'25, paving the way for a PKR 1.225trn bank loan at KIBOR minus 0.9%. Circular debt

stood at PKR 1.6trn as of Jul'25, down from PKR 2.3trn a year earlier, though the stock rose by PKR 47bn in Jul–Aug'25 compared to a reduction of PKR 42bn in the same period last year. The agreement is expected to improve financial sustainability in the power sector. Furthermore, SBP maintained the policy rate at 11% in Sep'25, highlighting low inflation, stable FX, and positive real interest rates. However, the rise of up to 41bps in MTB yields indicates that markets anticipate monetary easing to be slower than previously expected. Investor sentiment received a boost when S&P Global upgraded Pakistan's sovereign credit rating to B– from CCC+ on 24 Jul'25, with a Stable Outlook. The upgrade reflected stronger external buffers, reduced inflationary pressures, and fiscal consolidation progress.

Fixed Income Market Review

The Central Bank maintained policy rate at 11% in the Monetary Policy Committee meeting held in Sep-25. During the quarter ending September 2025, T-Bill yields continued the downward trajectory, with cutoff yields inching downwards in comparison to the previous quarter. Secondary market yields also came down during the period under review.

Developed Markets Review

Developed equity markets posted strong and broad-based gains during the quarter, supported by a favorable shift in monetary policy expectations, resilient corporate earnings, and easing geopolitical and trade tensions. Investor sentiment improved significantly as major central banks, particularly the U.S. Federal Reserve and European Central Bank, signaled a more accommodative stance amid signs of cooling inflation. The Federal Reserve's first interest rate cut of the year in September reinforced confidence, driving equity valuations higher. Growth-oriented sectors, particularly technology and AI-linked names, outperformed globally, lifting key indices to fresh highs. A modest slowdown in U.S. job growth and stabilizing inflation strengthened the narrative of a "soft landing," further fueling risk appetite.

Across regions, the U.S. led the rally, with the S&P 500 (up 7.8%) and Nasdaq benefiting from strong earnings and investor enthusiasm around mega-cap tech stocks. European equities also gained on declining inflation and expectations of ECB caution, while the UK market was supported by a weaker pound and strength in commodities. Japan stood out among developed peers, with the Nikkei 225 outperforming due to a combination of foreign inflows, yen depreciation, and optimism around the Bank of Japan's slow policy normalization. Overall, the quarter was marked by improving global liquidity conditions and a clear investor rotation back into risk assets, setting a positive tone heading into the final quarter of the year.

Future Outlook

Looking ahead, the economy is expected to remain on a gradual path of stabilization, supported by exports, remittances, and improving reserves. With flood-related risks proving less disruptive than earlier feared, SBP expects GDP growth for FY26 to remain closer to the middle of the earlier 3.25–4.25% forecast range, driven by modest rebound in industry and services. Moreover, inflation is expected to align with the State Bank of Pakistan's target range of 5–7% by FY26.

The market looks set to continue its positive momentum on the back of improving macros, an encouraging results season, and a promising international scenario that may enable investment from Saudi, the U.S, and beyond. The domestic business and political environments seem more stable than they have in many years, and major achievements such as the power circular debt resolution have

further strengthened investor sentiment and opened up the possibility of resolution of gas circular debt.

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 21, 2025

لیکسن ایسیٹ ایلوکیشن ڈیویڈنڈ مارکیٹس فنڈ
30 ستمبر 2025ء کو ختم ہونے والی مدت کے لیے
مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

لیکسن ایسیٹ ایلوکیشن ڈیویڈنڈ مارکیٹس فنڈ ("LAADMF") کی مینجمنٹ کمپنی، لیکسن انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز کیلئے
30 ستمبر 2025ء کو ختم ہونے والی مدت کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی معلومات پیش کرنا باعث مسرت ہے۔

فنڈ کا مقصد

لیکسن ایسیٹ ایلوکیشن ڈیویڈنڈ مارکیٹس فنڈ کی سرمایہ کاری کا مقصد، مختلف طرح کے ملکی قرضوں اور ڈیویڈنڈ مارکیٹس سیکورٹیز میں سرمایہ
کاری کرتے ہوئے طویل مدت کے لیے اصل سرمائے کی قدر میں اضافہ کرنا ہے۔

نمایاں سرگرمیاں

LAADMF ایک اوپن اینڈ ایسیٹ ایلوکیشن اسکیم ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔ اسکیم کو انویسٹمنٹ مینجمنٹ کے
ایک فعال انداز کو اختیار کرتے ہوئے چلایا جاتا ہے، جس میں بڑے عوامل جیسے حکومتی پالیسیز، گلوبل اکنامک ڈیٹا، کموڈٹیز کی قیمتیں
اور سپلائی/ڈیمانڈ ڈائنمکس کے تجزیوں کو پیش نظر رکھا جاتا ہے۔ اس اسکیم سے ڈومیسٹک گورنمنٹ سیکورٹیز اور ڈیویڈنڈ مارکیٹس سیکورٹیز
کے درمیان باہمی تبادلے کے ساتھ سرمایہ کاری کی جاتی ہے، جو ڈیویڈنڈ مارکیٹس کی کارکردگی کے متعلق انویسٹمنٹس ٹیم کی توقعات کی بنیاد
پر ہوتی ہے۔ یہ اسکیم ڈیویڈنڈ مارکیٹس کی سرمایہ کاری سے متعلق بینچ مارک MSCI World Index کے حوالے سے متعلقہ ممالک
کو اور ویٹ یا انڈرویٹ کر سکتی ہے۔ فکسڈ انکم سیکورٹیز میں اسکیم کی سرمایہ کاری کو دورانیہ اور yield curve مینجمنٹ کے ذریعے حکومتی
سیکورٹیز کی مختلف میچورٹیز کے مابین منتقل کرتے ہوئے منظم کیا جاتا ہے۔

فنڈ کی کارکردگی

لیکسن ایسیٹ ایلوکیشن ڈیویڈنڈ مارکیٹس فنڈ نے مالی سال 2026ء کی پہلی سہ ماہی میں بینچ مارک منافع 1.82% کے مقابلے میں
1.37% کا مطلق منافع حاصل کیا۔ فنڈ نے بینچ مارک کے مقابلے میں 0.45% کمتر کارکردگی کا مظاہرہ کیا۔ فنڈ نے ETFs میں
31.9%، ٹی بلز میں 18.6%، PIBs میں 40.7% اور کیش میں 6.8% سرمایہ کاری کی۔ 30 ستمبر 2025ء کے مطابق
LAADMF کے فنڈز کا حجم 1,548.51 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

مالی سال 2026 کی پہلی سہ ماہی میں پاکستان کی معیشت میں استحکام کے ابتدائی آثار نمایاں ہوئے، جن میں افراط زر میں کمی، زرمبادلہ کے ذخائر میں بہتری اور بیرونی رقوم کی آمد میں اضافہ شامل ہیں۔ اگرچہ حالیہ سیلابوں نے معیشت کے لیے منفی خطرات پیدا کیے، تاہم ان کے اثرات توقع سے کم رہے، جس سے معاشی رفتار برقرار رہی۔ جولائی تا اگست 2025 کنزیومر پرائس انڈیکس (CPI) کے مطابق افراط زر اوسطاً 3.5 فیصد سالانہ رہی، جو ستمبر میں معمولی اضافے کے ساتھ 5.6 فیصد تک پہنچ گئی، یوں مالی سال 2026 کی پہلی سہ ماہی میں اوسط افراط زر 4.2 فیصد رہی۔ جو گزشتہ سال اسی مدت کے 9.2 فیصد کے مقابلے میں نمایاں کمی ہے۔ توقع ہے کہ افراط زر اسٹیٹ بینک آف پاکستان (SBP) کے مقرر کردہ 5 تا 7 فیصد ہدف کے اندر رہے گی۔

بیرونی شعبے میں، کرنٹ اکاؤنٹ خسارہ (CAD) اگست 2025 میں 245 ملین امریکی ڈالر رہا، جس سے مالی سال 2026 کے ابتدائی دو ماہ میں مجموعی خسارہ 624 ملین ڈالر تک پہنچ گیا، جو گزشتہ سال اسی مدت کے 430 ملین ڈالر کے مقابلے میں زیادہ ہے۔ برآمدات 11 فیصد سال بہ سال اضافے کے نتیجے میں 6.7 بلین ڈالر تک پہنچ گئیں، جن کی قیادت ٹیکسٹائل اور فوڈ سیکٹر نے کی، جبکہ درآمدات 10 فیصد بڑھ کر 12.5 بلین ڈالر تک جا پہنچیں۔ ترسیلات زر میں بھی 7 فیصد اضافہ ہوا، جو 6.35 ارب ڈالر تک پہنچ گئیں۔ ستمبر کے اختتام تک زرمبادلہ کے ذخائر میں بہتری آئی اور یہ 19.8 ارب ڈالر تک پہنچ گئے، جن میں سے اسٹیٹ بینک کے ذخائر 14.4 ارب ڈالر تھے، جو 2.4 ماہ کی درآمدات کو پورا کرنے کے لیے کافی ہیں۔ پاکستانی روپے نے مالی سال کے آغاز سے اب تک (FYTD) اپنی قدر میں 0.9 فیصد اضافہ کیا اور ستمبر میں 281.3 روپے فی امریکی ڈالر پر بند ہوا، جو بیرونی مالی بہاؤ کے استحکام اور سرمایہ کاروں کے اعتماد میں بہتری کو ظاہر کرتا ہے۔

زیر جائزہ مدت کے دوران ایک بڑی پیش رفت 24 ستمبر 2025 کو گردشی قرضے (Circular Debt) کے حل کے معاہدے پر دستخط کی صورت میں سامنے آئی، جس کے تحت KIBOR منفی 0.9% پر 1.225 ٹریلین روپے کے بینک قرضے کے لیے راہ ہموار ہو گئی۔ جولائی 2025 تک گردشی قرضہ 1.6 کھرب روپے تھا، جو ایک سال قبل کے 2.3 ٹریلین روپے سے کم ہے، تاہم جولائی تا اگست 2025 میں اس میں 47 ارب روپے کا اضافہ ہوا، جبکہ گزشتہ سال اسی مدت میں 42 ارب روپے کی کمی دیکھی گئی تھی۔ توقع ہے کہ یہ معاہدہ توانائی کے شعبے میں مالی پائیداری کو بہتر بنانے میں مددگار ثابت ہوگا۔ مزید برآں، اسٹیٹ بینک نے ستمبر 2025 میں پالیسی ریٹ 11 فیصد پر برقرار رکھا، جو کم افراط زر، مستحکم زرمبادلہ اور مثبت حقیقی شرح سود کو ظاہر کرتا ہے۔ تاہم MTB yields میں 41 پیس

پوائنٹس تک اضافہ اس بات کی نشاندہی کرتا ہے کہ سرمایہ کاروں کو توقع ہے کہ اب مالیاتی نرمی (monetary easing) پہلے کی بہ نسبت کم رفتار سے ہوگی۔ سرمایہ کاروں کے اعتماد میں مزید بہتری اس وقت آئی، جب S&P Global نے 24 جولائی 2025 کو پاکستان کی خود مختار کریڈٹ ریٹنگ کو مستحکم منظر نامے کے ساتھ CCC+ سے بڑھا کر B- کر دیا۔ یہ بہتری مضبوط بیرونی حفاظتی تدابیر، افراط زر کے دباؤ میں کمی اور مالی استحکام (fiscal consolidation) میں پیش رفت کی عکاسی کرتی ہے۔

فلسڈ انکم مارکیٹ کا جائزہ

ستمبر 2025 میں منعقدہ مانیٹری پالیسی کمیٹی کے اجلاس میں مرکزی بینک نے پالیسی ریٹ 11 فیصد پر برقرار رکھا۔ ستمبر 2025 کو ختم ہونے والی سہ ماہی کے دوران ٹی بلز کی شرح منافع میں کمی کا رجحان جاری رہا اور کم از کم شرح منافع (cutoff yields) گزشتہ سہ ماہی کے مقابلے میں معمولی طور پر نیچے آئیں۔ زیر جائزہ مدت کے دوران ثانوی (سیکنڈری) مارکیٹ کی شرح منافع میں بھی کمی دیکھی گئی۔

ڈیویلپڈ مارکیٹس کا جائزہ

ڈیویلپڈ ایکویٹی مارکیٹس نے سہ ماہی کے دوران مستحکم اور وسیع پیمانے پر فوائد حاصل کیے، جو کہ مالیاتی پالیسی کی توقعات میں مثبت تبدیلی، مستحکم کارپوریٹ آمدنی اور جغرافیائی، سیاسی و تجارتی تناؤ میں کمی کی بدولت ممکن ہوا۔ سرمایہ کاروں کے اعتماد میں نمایاں بہتری آئی کیونکہ بڑے مرکزی بینکوں، خصوصاً امریکی فیڈرل ریزرو اور یورپی مرکزی بینک نے افراط زر میں کمی کے آثار کے درمیان زیادہ نرم رویہ اختیار کرنے کے اشارے دیے۔ ستمبر میں فیڈرل ریزرو کی جانب سے سال میں پہلی بار شرح سود میں کمی نے اعتماد کو مزید تقویت دی، جس سے ایکویٹی کی قدر و قیمت بڑھ گئی۔ ترقی پر مرکوز شعبوں، خصوصاً ٹیکنالوجی اور مصنوعی ذہانت سے منسلک کمپنیوں نے عالمی سطح پر بہتر کارکردگی دکھائی، جس کے سبب اہم انڈیکس نئی بلندیوں پر پہنچ گئے۔ امریکہ میں روزگار کے مواقع کی نمو میں معمولی سست روی اور مستحکم افراط زر نے ”سافٹ لینڈنگ“ کے بیانیے کو تقویت دی، جس نے پُر خطر اثاثوں میں سرمایہ کاری کے رجحان کو مزید بڑھایا۔

علاقائی لحاظ سے، تیزی کی لہر میں امریکہ سب سے آگے رہا، جہاں S&P 500 (7.8% اضافہ) اور Nasdaq نے مستحکم آمدنی اور بڑے کیپ والے ٹیکنالوجی اسٹاکس کے گرو سرمایہ کاروں کے جوش و خروش سے فائدہ اٹھایا۔ یورپی ایکویٹیز نے بھی افراط زر میں کمی اور یورپی مرکزی بینک کی محتاط پالیسی کے حوالے سے توقعات کا فائدہ اٹھایا، جبکہ برطانیہ کی مارکیٹ کو کمزور پاؤنڈ اور اجناس میں استحکام نے سہارا دیا۔ جاپان ترقی یافتہ معیشتوں میں نمایاں رہا، جہاں Nikkei 225 انڈیکس نے غیر ملکی سرمایہ کاری میں اضافے، ین کی قدر میں کمی، اور جاپان کے مرکزی بینک کی سست پالیسی نارملائزیشن کے حوالے سے مثبت توقعات کے باعث بہتر کارکردگی دکھائی۔ مجموعی طور پر، اس سہ ماہی کی خصوصیت عالمی ایکویٹی میں بہتری اور پُر خطر اثاثوں میں سرمایہ کاری کی بحالی رہی، جس نے سال کی آخری سہ ماہی کے لیے مثبت ماحول بنادیا۔

مستقبل کا منظر نامہ

آگے دیکھتے ہوئے، توقع ہے کہ معیشت بتدریج استحکام کی راہ پر گامزن رہے گی، جسے برآمدات، ترسیلات زر اور زر مبادلہ کے ذخائر میں بہتری کی بدولت سہارا ملے گا۔ سیلاب سے متعلق خطرات توقع کے مقابلے میں کم نقصان دہ ثابت ہوئے، اس لیے اسٹیٹ بینک آف پاکستان کو توقع ہے کہ مالی سال 2026 میں جی ڈی پی کی نمو 3.25 تا 4.25 فیصد کے پیشگی اندازے کے وسط کے قریب رہے گی، جس کا محرک صنعت اور سروسز کے شعبوں میں معتدل بحالی ہوگی۔ مزید برآں، توقع ہے کہ مالی سال 2026 میں افراط زر کی شرح اسٹیٹ بینک آف پاکستان کے ہدف %5-7 کے ساتھ ہم آہنگ ہو جائے گی۔

امکان ہے کہ مارکیٹ کا مثبت رجحان برقرار رہے گا، جسے بہتر معاشی اشاریوں، حوصلہ افزا مالیاتی نتائج اور امید افزا بین الاقوامی منظر نامے کی بدولت سہارا مل سکتا ہے۔ جو سعودی عرب، امریکہ اور دیگر ممالک سے سرمایہ کاری کے امکانات کو فروغ دے سکتا ہے۔ ملکی کاروباری اور سیاسی ماحول گزشتہ کئی برسوں کے مقابلے میں زیادہ مستحکم دکھائی دیتا ہے جبکہ بجلی کے شعبے میں گردش قرضے کے مسئلے کے حل جیسی بڑی کامیابیاں سرمایہ کاروں کے اعتماد کو مزید بڑھا رہی ہیں اور گیس سیکٹر کے گردش قرضے کے ممکنہ حل کی راہ بھی ہموار کر رہی ہیں۔

اظہار تشکر

بورڈ اپنے قابل قدر سرمایہ کاروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کی 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 ومنجانب بورڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 21 اکتوبر 2025ء

**LAKSON ASSET ALLOCATION DEVELOPED MARKETS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2025**

		September 30, 2025 (Unaudited) (Rupees)	June 30, 2025 (Audited)
	Note		
ASSETS			
Bank balances	5	105,687,286	186,631,796
Investments	6	1,425,850,563	1,352,463,223
Accrued mark-up and other receivable		31,464,509	12,709,916
Total Assets		1,563,002,358	1,551,804,935
LIABILITIES			
Payable to the Management Company	7	8,006,598	8,067,579
Payable to the Trustee		240,529	238,602
Annual fee payable to the Securities and Exchange Commission of Pakistan		120,619	119,026
Accrued expenses and other liabilities	8	6,128,490	30,654,750
Total Liabilities		14,496,237	39,079,957
NET ASSETS		1,548,506,121	1,512,724,978
CONTINGENCIES AND COMMITMENTS	9		
REPRESENTED BY:			
UNIT HOLDERS' FUND (as per statement of movement in unit holders' fund)		1,548,506,121	1,512,724,978

(Number of units)

Number of units in issue	8,213,439	8,133,332
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(Rupees)

Net assets value per unit	188.5332	185.9908
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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 ASSET ALLOCATION DEVELOPED MARKETS FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025**

	Note	2025 (Rupees)	2024
INCOME			
Realized gain on sale of investment at fair value through profit or loss - net		-	473,631
Unrealised gain on re-measurement of investments at fair value through profit or loss' - net		3,201,706	30,152,039
		<u>3,201,706</u>	<u>30,625,670</u>
Dividend income on investments at fair value through profit or loss		-	-
Markup on:			
- Bank balances calculated using effective interest method		2,023,776	299,898
- Government and other debt securities using effective interest method		26,633,222	50,635,684
		28,656,998	50,935,582
Exchange (loss) on foreign currency current account		(346,980)	(89,060)
Total Income		<u>31,511,724</u>	<u>81,472,192</u>
EXPENSES			
Remuneration to the Management Company	7.1	7,920,005	8,660,868
Sindh Sales tax on remuneration to the Management Company	7.2	1,188,001	1,295,337
Remuneration to the Trustee		734,145	732,251
Annual fee to the Securities and Exchange Commission of Pakistan		367,016	365,681
SECP supervisory fee		644	420
Custody charges		250,263	236,330
Auditors' remuneration		197,892	226,209
Fees and subscription		52,624	45,045
Brokerage charges		5,555	1,307
Bank Charges		6,694	26,348
Total Expenses		<u>10,722,838</u>	<u>11,589,796</u>
Net operating income and net income before taxation		20,788,886	69,882,396
Taxation	10	-	-
Net income for the period		<u>20,788,886</u>	<u>69,882,396</u>
Allocation of Net Income for the period			
Net income for the year after taxation		20,788,886	69,882,396
Income already paid on units redeemed		(249)	(1,275,522)
		<u>20,788,637</u>	<u>68,606,874</u>
Accounting income available for distribution			
-Relating to capital gains		3,201,686	30,023,041
-Excluding capital gains		17,586,951	38,583,833
Accounting income available for distribution		<u>20,788,637</u>	<u>68,606,874</u>

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 ASSET ALLOCATION DEVELOPED MARKETS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	2025	2024
	(Rupees)	
Net income for the period	20,788,886	69,882,396
Other comprehensive income	-	-
Total comprehensive income for the period	<u>20,788,886</u>	<u>69,882,396</u>

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 ASSET ALLOCATION DEVELOPED MARKETS FUND
CONDENSED STATEMENT OF MOVEMENT IN UNIT HOLDERS'S FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	For the quarter ended September 30,					
	2025			2024		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	(Rupees)					
Net assets at beginning of the period	1,400,526,598	112,198,382	1,512,724,980	1,428,173,132	110,984,214	1,539,157,345
Issuance of 80,391 units (2024: 347 units)						
as capital refund						
- Capital value	14,952,010	-	14,952,010	64,418	-	64,418
- Element on income / (loss)	93,494	-	93,494	1,219	-	1,219
Total proceeds on issuance of units	15,045,504		15,045,504	65,637	-	65,637
Redemption of 285 units (2024: 390,413 units)						
- Capital value	(53,017)	-	(53,017)	(72,555,010)	-	(72,555,010)
- Element on income / (loss)	17	(249)	(232)	157	(1,275,522)	(1,275,365)
Total payments on redemption of units	(53,000)	(249)	(53,249)	(72,554,853)	(1,275,522)	(73,830,375)
Total comprehensive income for the period	-	20,788,886	20,788,886	-	69,882,396	69,882,396
Net assets as at end of the period	1,415,519,102	132,987,019	1,548,506,121	1,355,683,917	179,591,087	1,535,275,002
Undistributed income brought forward:						
- Realized income		61,925,602			114,876,289	
- Unrealized income		50,272,780			(3,892,076)	
		112,198,382			110,984,213	
Accounting income available for distribution:						
Relating to capital gains		3,201,686			30,023,041	
Excluding capital gains		17,586,951			38,583,833	
		20,788,637			68,606,874	
Undistributed income at end of the period		132,987,018			179,591,087	
Undistributed income carried forward						
- Realized income		129,785,312			149,439,048	
- Unrealized loss		3,201,706			30,152,039	
Undistributed income at end of the period		132,987,018			179,591,087	
Net assets value per unit at beginning of the period			185.9908			185.8415
Net assets value per unit at end of the period			188.5332			194.5349

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 ASSET ALLOCATION DEVELOPED MARKETS FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025**

	2025	2024
	(Rupees)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net income for the period	20,788,886	69,882,396
Adjustments for:		
Realized gain on sale of investment at fair value through profit or loss - net	-	(473,631)
Unrealised appreciation on re-measurement of investments at fair value through profit or loss' - net	(3,201,706)	(30,152,039)
Dividend income	-	-
	<u>17,587,180</u>	<u>39,256,726</u>
Increase in assets		
Investments - net	(70,185,634)	56,798,912
Accrued mark-up and other receivable	(18,754,592)	(28,369,195)
	<u>(88,940,226)</u>	<u>28,429,716</u>
(Decrease) / increase in liabilities		
Payable to the Management Company	(60,981)	(2,466,027)
Payable to the Trustee	1,927	2,710
Annual fee to Securities and Exchange Commission of Pakistan	1,594	(1,195)
Accrued expenses and other liabilities	(24,526,258)	(14,850,425)
	<u>(24,583,718)</u>	<u>(17,314,937)</u>
Net cash flows from / (used in) operating activities	<u>(95,936,765)</u>	<u>50,371,506</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Cash received from issue of units	15,045,504	65,637
Cash paid on redemption of units	(53,249)	(73,830,375)
Net cash used in financing activities	<u>14,992,255</u>	<u>(73,764,738)</u>
Net increase / (decrease) in cash and cash equivalent during the period	<u>(80,944,510)</u>	<u>(23,393,232)</u>
Cash and cash equivalent at the beginning of the period	186,631,796	63,198,259
Cash and cash equivalent at the end of the period	<u>105,687,286</u>	<u>39,805,027</u>

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 ASSET ALLOCATION DEVELOPED MARKETS FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

The Lakson Asset Allocation Developed Market Fund (the "Fund") was established under the Trust Deed executed on 30 May 2011 between the Lakson Investments Limited as its Management Company, a company incorporated under the repealed Companies ordinance 1984 (now Companies Act, 2017) and the Central Depository Company of Pakistan Limited (CDC) as its Trustee, also incorporated under the repealed Companies ordinance 1984 (now Companies Act, 2017). The Fund has been registered as a Notified Entity on 7 July 2011 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations).

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.

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 "Asset Allocation Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and is authorised to invest within the prescribed limit mentioned in the offering document of the fund in Government securities, deposits and foreign currency deposits with local or foreign banks etc. in Pakistan. Further, as allowed by SECP and 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.

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 22 August 2025.

On 23 May 2024 VIS credit rating company limited assigned following rankings to the Fund based on the performance review for the year ended June 30, 2024:

1-year ranking: MFR 1-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 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

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

Where provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, the NBFC Rules, the NBFC Regulations, the directives issued by the SECP and requirements of the Trust Deed have been followed.

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.

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 2025. 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, 2025.

2.4 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for investments that are stated at fair values.

2.5 Functional and presentation currency

This condensed interim financial information is presented in Pakistan rupee ('Rupees' or 'Rs.') which is the functional and presentation currency of the Fund. 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.

3. SUMMARY OF 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, 2025.

4. FINANCIAL RISK MANAGEMENT

The Fund financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended 30 June 2025.

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	(Rupees)	
5. BANK BALANCES			
Local currency			
In profit and loss sharing accounts	5.1	67,386,630	147,984,160
In current accounts		8,504	8,504
In foreign currency			
In current account	5.2	38,292,152	38,639,132
		<u>105,687,286</u>	<u>186,631,796</u>

5.1 These carry mark-up rates ranging from 8% to 10.7% (30 June 2025: from 8% to 20.5%) per annum.

5.2 This represents USD denominated current account maintained in foreign country to USD 141,787 (June 30, 2025: USD 141,787).

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note	(Rupees)	
6. INVESTMENTS			
At fair value through profit or			
Government Securities:			
-Treasury Bills	6.1	290,824,795	320,961,847
-Pakistan Investment Bonds	6.2	636,742,500	536,119,500
		927,567,295	857,081,347
Exchange Traded Funds (Foreign Investments)	6.3	498,283,268	495,381,876
		<u>1,425,850,563</u>	<u>1,352,463,223</u>

6.1 Government securities - Market Treasury Bills - at fair value through profit or loss

Name of investee company	----- Number of Treasury bills -----				Balance as at September 30, 2025			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments	
	Date of Maturity	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value as of the quarter ended 30 September 2025 before revaluation	Market value as of the quarter ended 30 September 2025 (after revaluation)			Unrealised appreciation / (diminution)
						----- (Rupees) -----				
Treasury bills - 01 year	24-Jul-25	870,000	-	870,000	-	-	-	0.00%	0.00%	
Treasury bills - 01 year	27-Nov-25	2,450,000	-	-	2,450,000	241,122,423	240,840,145	(282,278)	15.55%	16.89%
Treasury Bills - 3 month	2-Oct-25	-	500,000	-	500,000	49,985,430	49,984,650	(780)	3.23%	3.51%
As at September 30, 2025						291,107,853	290,824,795	(283,058)	18.78%	20.40%

6.1.1 These represent 1 year & 3 months Government Treasury bill carrying a fixed mark-up rate of 11.65% & 10.90% per annum and will mature at November 27, 2025 & October 2, 2025. The face value of Treasury Bills held as at September 30, 2025 amounted to Rs. 295 million. (June 30, 2025: 332 million)

6.2 Government securities - Pakistan Investments Bonds - at fair value through profit or loss

Name of investee company			Date of Maturity	Mark-up rate	----- Number of PIBs-----				Balance as at September 30, 2025			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
					Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value as of the quarter ended 30 September 2025 before revaluation	Market value as of the quarter ended 30 September 2025 (after revaluation)	Unrealised appreciation / (diminution)		
									----- (Rupees) -----				
5 years Pakistan Investment Bond	6.2.1	19-Oct-28	22.85%	3,590,000	-	-	3,590,000	354,153,500	354,225,300	71,800	22.88%	24.84%	
5 years Pakistan Investment Bond	6.2.2	14-Dec-28	21.33%	1,850,000	-	-	1,850,000	182,241,412	182,521,000	279,588	11.79%	12.80%	
10 years Pakistan Investment Bond	6.2.3	16-Jan-35	12.00%	-	1,000,000	-	1,000,000	100,002,420	99,996,200	(6,220)	6.46%	7.01%	
As at September 30, 2025								636,397,333	636,742,500	345,167	41.12%	44.66%	

6.2.1 This represents investments in 5 years Pakistan Investment Bond carrying an effective profit rate of 22.85% and having maturity on 19 October 2028. The face value of Pakistan Investment Bond as at 30 September 2025 amounted to Rs. 359 million.

6.2.2 This represents investments in 5 years Pakistan Investment Bond carrying an effective profit rate of 21.33% and having maturity on 14 December 2028. The face value of Pakistan Investment Bond as at 30 September 2025 amounted to Rs. 185 million.

6.2.3 This represents investments in 10 years Pakistan Investment Bond carrying an effective profit rate of 12.00% and having maturity on 16 January 2035. The face value of Pakistan Investment Bond as at 30 September 2025 amounted to Rs. 100 million.

6.3 Exchange Traded Funds (foreign investment) - at fair value through profit or loss

	-----Number of units-----				Balance as at September 30, 2025			Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value as of the quarter ended 30 September 2025 before revaluation	Market value as of the quarter ended 30 September 2025 (after revaluation)	Unrealised appreciation / (diminution)		
					----- (Rupees) -----				
Ishares USD Treasury Bond 3-7 Years UCITS ETF	12,500	-	-	12,500	495,381,876	498,283,268	2,901,391	32.18%	34.95%
As at September 30, 2025					495,381,876	498,283,268	2,901,391	32.18%	34.95%
Total investment - September 30, 2025					1,422,887,062	1,425,850,563	2,963,501	92.08%	100.00%

6.3.1 Ishares USD Treasury Bond 3-7 Years UCITS ETF seeks to track the performance of an index composed of US Dollar denominated government bonds issued by the US Treasury. Total value of the units at USD 141.7 per unit as at the quarter ended amounted to USD 1,771,250 (30 June 2025: 1,745,750).

6.3.2 Above units are held by Habib Bank AG Zurich as a custodian.

		September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
	Note		
7. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company	7.1	2,771,385	2,824,413
Sales tax payable on remuneration to the Management Company	7.2	411,915	419,868
Federal excise duty payable on remuneration to the Management Company	7.3	4,823,298	4,823,298
		<u>8,006,598</u>	<u>8,067,579</u>

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 3.00% per annum for the equity portion, up to 1.50% per annum for the fixed income portion, and up to 1.25% per annum for the money market portion based on actual allocation of the net assets, calculated on daily basis. The effective management fee rate for the period ended September 30, 2025 is 0.52% 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, 2025: 15%) on the remuneration of management company through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2025.

7.3 As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16 percent on the remuneration of the Management Company has been applied effective from 13 June 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law, hence, a petition was collectively filed by the Mutual Fund Association of Pakistan with the Sindh High Court (SHC) on 4 September 2013.

While disposing the above petition through order dated 16 July 2016, the SHC declared the said provisions to be ultra vires and as a result no FED is payable with effect from 01 July 2016. However, the tax authorities subsequently filed appeal against the decision of the SHC in the Supreme Court of Pakistan, which is pending for the decision.

Furthermore, the Finance Act 2016 also introduced an amendment to the Federal Excise Act, 2005 whereby FED was withdrawn on services of different industries including Non-Banking Financial Institutions, which are already subject to provisional sales tax.

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 4.823 million (June 30, 2024: 4.823 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, 2025 would have been higher by Re. 0.59 (June 30, 2025: Re.0.59) per unit.

	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
8. ACCRUED AND OTHER LIABILITIES		
Brokerage payable	1,115	(3,395)
Auditors' remuneration	670,649	472,757
Custody fee payable	252,978	2,715
Rating fee payable	86,174	86,174
Professional fees payable	765,990	782,384
Withholding tax payable on dividend	(0)	24,980,338
CGT Payable	76	47
Other liabilities	4,351,509	4,333,731
	<u>6,128,490</u>	<u>30,654,750</u>

9. CONTINGENCIES AND COMMITMENTS

There are no other contingencies and commitments as at September 30, 2025.

10. TAXATION

10.1 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. Accordingly, no provision has been made in this condensed interim financial statement.

10.2 During the year ended 2014, the FBR has issued show cause notices to the Fund under section 122(9) for proceeding u/s 122(5A) of the Income Tax Ordinance, 2001 for amendment of assessment on grounds that exemption from tax claimed under clause 99 of Part-I of the Second Schedule is not as per law. Total tax including Workers' Welfare Fund payable as per amended assessment would be Rs. 7.203 million and Rs 19.001 million for the tax years 2012 and 2013 respectively. Trustee of the Fund had filed a suit in the High Court of Sindh for declaration and permanent injunction for which a stay order had been granted by Sindh High Court. The management expects a favorable outcome and, accordingly, no provision has been recorded in respect of this matter.

11.

TRANSACTIONS AND BALANCES WITH 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 being the Custodian, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company and unit holders holding more than 10% in the units of the Funds as at September 30, 2025. 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, 2025 (unaudited)	June 30, 2025 (Audited)
Note	-----	-----
	(Rupees)	-----

11.1 Details of balance with related parties / connected persons for the period ended

Lakson Investments Limited - Management Company

Remuneration payable	7.1	2,771,385	2,824,413
Sindh Sales Tax on Management Company's remuneration	7.2	411,915	419,868
Federal Excise Duty	7.3	4,823,298	4,823,298

Central Depository Company of Pakistan Limited - Trustee

Remuneration payable	209,397	207,721
Sindh Sales Tax payable on Trustee remuneration*	31,132	30,881

Habib Bank AG Zurich - Custodian

Bank deposits	38,292,152	38,639,132
Custody fee payable	252,978	2,715

	September 30,	
	2025	2024
	(unaudited)	
Note	----- (Rupees) -----	

11.2 Details of transaction with related parties / connected persons during the period ended

Lakson Investments Limited - Management

Remuneration to the Management Company	7,920,005	8,660,868
Sindh Sales Tax on Management Company's remuneratic	1,188,001	1,295,337

Central Depository Company of Pakistan

Remuneration for the period	638,387	636,982
Sindh Sales Tax on Trustee remuneration*	95,758	95,269

Habib Bank AG Zurich - Custodian

Custody charges	250,263	236,330
-----------------	---------	---------

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

11.3 Details of transaction and balances with directors, key management personnel, employees, associated company/ undertaking of the Management Company and connected person are as follows:

Quarter Ended September 30, 2025							
Number of units as at 01 July 2025	Units issued during the year	Units redeemed during the year	Number of holdings at the end of the period	Balance as at 01 July 2025	Units issued during the year	Units redeemed during the year	Balance at the end of the period (Investment at current NAV)
Number of units				(Rupees)			
Lakson Investments Limited	219,148	-	219,148	40,759,423	-	-	41,316,584
Directors, Chief Executive and their spouse and minors	4,841,975	-	4,841,975	900,562,717	-	-	912,872,953
Key management personnel, employees and connected persons of the Management Company	1	-	1	134	-	-	136
Associated companies / undertakings of the Management Company							
Accuray Surgical Limited Employees Contributory Provident Fund	26,247	534	26,781	4,881,717	100,000	-	5,049,186
Century Insurance Co. Ltd., GF	52,732	-	52,732	9,807,694	-	-	9,941,760
Century Insurance Company Limited	-	-	-	-	-	-	-
Century Insurance Company Limited Employees Contributory Provident Fund Trust	42,526	935	43,461	7,909,480	175,000	-	8,193,890
Century Paper & Board Mills Limited ECPFT	550,452	9,618	560,069	102,378,928	1,800,000	-	105,591,684
Century Paper & Board Mills Limited EGF	523,548	7,481	531,028	97,375,045	1,400,000	-	100,116,448
Clover Pakistan Limited Employees Contributory Provident Fund Trust	-	-	-	-	-	-	-
Clover Pakistan Limited Employees Gratuity Fund	-	-	-	-	-	-	-
Colgate Palmolive Pakistan Limited ECPFT	500,924	7,347	508,271	93,167,328	1,375,000	-	95,826,028
Colgate Palmolive Pakistan Limited EGF	593,091	8,816	601,907	110,309,415	1,650,000	-	113,479,470
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	286,789	37,750	324,539	53,340,134	7,065,000	-	61,186,422
Gam Corporation Private Limited Employees Contributory Provident Fund	-	-	-	-	-	-	-
Hasanali Karabhai Foundation ECPF Trust	3,662	-	3,662	681,064	-	-	690,374
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	1,458	-	1,458	271,157	-	-	274,863
Lakson Investments Limited ECPFT	35,867	-	35,867	6,670,985	-	-	6,762,174
Merit Packaging Limited Employees Contributory Provident Fund Trust	51,052	1,069	52,121	9,495,284	200,000	-	9,826,556
Merit Packaging Limited Employees Gratuity Fund	27,323	1,256	28,578	5,081,744	235,000	-	5,387,944
Princeton Travels Private Limited Employees Contributory Provident Fund Trust	-	-	-	-	-	-	-
Siza Foods Private Limited Employees Contributory Provident Fund Trust	218,670	4,542	223,212	40,670,583	850,000	-	42,082,804
Siza Private Limited	-	-	-	-	-	-	-
Siza Services Private Limited Employees Countributory Provident Fund Trust	25,614	-	25,614	4,764,018	-	-	4,829,139
Sybrid (Private) Limited ECPFT	53,400	801	54,201	9,931,881	150,000	-	10,218,752
Tetlev Clover Private Limited Employees Contributory Provident Fund Trust	-	-	-	-	-	-	-
NayaPay (Pvt) Limited Employee Contributory Provident Fund	26,064	-	26,064	4,847,731	-	-	4,913,997

Quarter Ended September 30, 2024							
Number of units as at 01 July 2024	Units issued during the year	Units redeemed during the year	Number of holdings at the end of the period	Balance as at 01 July 2024	Units issued during the year	Units redeemed during the year	Balance at the end of the period (Investment at current NAV)
Number of units				(Rupees)			
Lakson Investments Limited	201,945	-	201,945	37,529,691	-	-	39,285,276
Directors, Chief Executive and their spouse and minors	4,991,122	-	4,914,601	927,557,690	-	14,500,000	956,061,476
Key management personnel, employees and connected persons of the Management Company	1	-	1	134	-	-	140
Associated companies / undertakings of the Management Company							
Accuray Surgical Limited Employees Contributory Provident Fund	28,465	4,895	23,570	5,289,904	-	920,375	4,585,182
Century Insurance Company Limited Employees Contributory Provident Fund Trust	39,452	1,263	38,189	7,331,753	-	235,000	7,429,027
Century Insurance Company Limited Employees Gratuity Fund	48,160	806	47,354	8,950,090	-	150,000	9,211,936
Century Paper & Board Mills Limited ECPFT	498,258	3,950	494,307	92,596,923	-	735,000	96,160,025
Century Paper & Board Mills Limited EGF	470,148	-	470,148	87,372,917	-	-	91,460,098
Colgate Palmolive Pakistan Limited ECPFT	449,832	-	449,832	83,597,406	-	-	87,507,974
Colgate Palmolive Pakistan Limited EGF	540,444	7,847	532,597	100,436,932	-	1,460,000	103,608,782
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	257,538	-	257,538	47,861,165	-	-	50,100,042
Hasanali Karabhai Foundation ECPF Trust	5,501	-	5,501	1,022,247	-	-	1,070,066
Lakson Business Solutions Limited Employees Contributory Provident Fund Trust	1,380	-	1,380	256,379	-	-	268,372
Lakson Investments Limited ECPFT	32,746	537	32,209	6,085,637	-	100,000	6,265,763
Merit Packaging Limited Employees Contributory Provident Fund Trust	45,845	-	45,845	8,519,952	-	-	8,918,503
Merit Packaging Limited Employees Gratuity Fund	24,536	-	24,536	4,559,760	-	-	4,773,059
Siza Foods Private Limited Employees Contributory Provident Fund Trust	221,056	11,824	209,232	41,081,332	-	2,200,000	40,702,935
Siza Services Private Limited Employees Contributory Provident Fund Trust	23,002	-	23,002	4,274,669	-	-	4,474,632
Sybrid (Private) Limited ECPFT	49,727	1,774	47,953	9,241,302	-	330,000	9,328,579
NayaPay (Pvt) Limited Employee Contributory Provident Fund	24,018	-	24,018	4,463,602	-	-	4,672,403

12. 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 2.78% as of September 30, 2025 and this includes 0.43% 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).

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 tradable in an open market are revalued at the market prices prevailing on the close of trading i.e. period end date. The estimated fair value of all other financial assets and financial 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 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)
- those with 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 including their levels in the fair value hierarchy.

Investments of the Fund are categorised as follows:

----- (Un-Audited) -----				
As at 30 September 2025				
Fair Value				
Financial assets measured at fair value	Level 1	Level 2	Level 3	Total
Treasury Bills	-	290,824,795	-	290,824,795
Pakistan Investment Bonds	636,742,500	-	-	636,742,500
Exchange Traded Funds (Foreign Investments)	498,283,268	-	-	498,283,268
	<u>1,135,025,768</u>	<u>290,824,795</u>	<u>-</u>	<u>1,425,850,563</u>

----- (Audited) -----				
As at 30 June 2025				
Fair Value				
	Level 1	Level 2	Level 3	Total
- Market treasury bills	-	320,961,847	-	320,961,847
- Pakistan investment bonds	536,119,500	-	-	536,119,500
Exchange Traded Funds (Foreign Investments)	495,381,876	-	-	495,381,876
	<u>1,031,501,376</u>	<u>320,961,847</u>	<u>-</u>	<u>1,352,463,223</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, unless otherwise stated.

15. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on _____, 2025.

**For Lakson Investments Limited
(Management Company)**



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



A Lakson Group Company

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