

# ALFALAH GHP CAPITAL PRESERVATION FUND

ANNUAL REPORT 2016



Alfalah Investments

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## FUND'S INFORMATION

Management Company:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Board of Directors of the Management Company:	<ul style="list-style-type: none"><li>- Ms. Maheen Rahman</li><li>- Syed Ali Sultan</li><li>- Mr. Michael Hermann</li><li>- Mr. Hanspeter Beier</li><li>- Mr. Amin Dawood Saleh</li><li>- Mr. Abid Naqvi</li><li>- Mr. Tufail Jawed Ahmad</li></ul>
Chief Operating Officer, & Company Secretary:	- Noman Ahmed Soomro
Chief Financial Officer:	- Mr. Muhammad Shehzad Dhedhi
Audit Committee:	<ul style="list-style-type: none"><li>- Mr. Abid Naqvi</li><li>- Syed Ali Sultan</li><li>- Mr. Amin Dawood Saleh</li></ul>
HR Committee:	<ul style="list-style-type: none"><li>- Syed Ali Sultan</li><li>- Mr. Michael Hermann</li><li>- Ms. Maheen Rahman</li></ul>
Trustee:	MCB Financial Services Limited 4th Floor, Pardesi House, 2/1 R-Y Old Queens Road, Karachi.
Fund Manager:	- Mr. Nabeel Malik
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Bawaney & Partners Room No. 404, 4th Floor Beaumont Plaza, 6-cl-10 Beaumont Road, Civil Lines Karachi.
Registrar:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	CP2



### **MISSION STATEMENT**

*“To be the best money management company in Pakistan. We will hold our clients money in scared trust that has to be actively protected and sustainably nurtured so as to achieve client objectives”.*

### **VISION STATEMENT**

*“To be the leading wealth management firm by offering global investment advice trust services, family estate planning etc for all Pakistani clients whether based in Pakistan or abroad”.*

## REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

### To our valued Unit Holders,

The Board of Directors of Alfalah GHP Investment Management Limited is pleased to present you the Annual Report of Alfalah GHP Capital Preservation Fund for the year ended June 30, 2016.

### FY16 Economic Review

Pakistan's economy grew by 4.70% in FY16, the highest rate in the past eight years. This growth was mainly driven by the industrial and services sectors which was able to compensate for the agricultural sector's subdued performance. Positive developments such as greater energy availability, CPEC projects and other development projects are expected to continue to move the economy forward.

Inflation averaged 2.85% during FY16, as opposed to 4.56% in FY15, thanks to the impact of low fuel costs which have filtered into the underlying economy. Going forward, uptrend in prices of energy based commodities combined with a low base effect are likely to result in slightly higher inflation by the end of this year and start of the next. Our estimates suggest that the inflation for FY17 may hover in the range of 4.50%-4.80% which is closely in line with what SBP projections. With the policy rate at 5.75%, we have likely seen a bottoming out of interest rates with a period of stability expected.

The economy's external position remained steady throughout the second half of this fiscal year, with the result that the exchange rate moved by only -0.02% against the USD. Low exports and slowing growth of remittances undermined the benefit from a dip in international crude oil prices. Going forward, threats to the external position emanate from (i) slowing down of official transfers, especially after conclusion of the IMF program in September, 2016, (ii) possible slowdown in the growth rate of remittances, (iii) rise in oil prices, and (iv) a possible dip in export proceeds.

### Equity Market:

The KSE-100 index rose by more than 3,300 points during the year to bring the return for FY16 to 9.8%. The market trended downward through the first seven months of the year before turning around towards the end of February. Slipping of international crude oil prices to 12-year lows in 2016, weakness in global equities, continuous selling pressure by foreign investors, and local broker investigations were some of the chief drivers of negative sentiments during the first seven to eight months of the year. The lower interest environment had its impact on investor's confidence on banking sector where a shrinkage in spread was expected going forward. The market finally turned around in February upon a recovery in crude oil prices. Anticipation of Pakistan's reclassification by MSCI as an Emerging Market (EM) further fueled local equities. Even following the surprising vote by the British public to exit the European Union (Brexit), the effect of the same was short lived and the benchmark KSE-100 index recovered sharply by June 2016.

The rally in the last quarter of the year was mostly attributable to anticipation of Pakistan's reclassification as an emerging market by MSCI. The top drivers of the Index were all stocks that were expected to be included in MSCI's Emerging Market Index (Large, Mid and Small-Cap).

### Money Market:

Subdued inflation and the resultant slashing of the policy rate twice during FY16, first by 50bps in September 2015 and then by 25bps in May 2016, helped drop yields by 100-250bps during the year. Highest dip in yields was witnessed for 4 to 10 year instruments, with the resultant spread over Discount rate shrinking considerably which signified that the market expects the interest rates to remain lower for longer.

### Future Outlook

The stock market is expected to perform better in FY17 due to (i) Pakistan's equities' reclassification into MSCI's emerging market index, and (ii) announcement of Federal Budget for FY18 that is expected to be friendly towards the business and agricultural sectors as the Government gears up for the final year of its current term.

Given an outlook of subdued inflation in the short term and slightly higher CPI growth towards the end of 2016, it may be expected that the monetary policy rate will remain stable for the medium term. Factors that can lead to a sooner than expected rate hike include (i) further strengthening of oil prices due to reduced gap between demand and supply by 2017, (ii) greater than expected rise in prices of other energy related commodities, and (iii) pressure on PKR due to widening of the current account deficit.

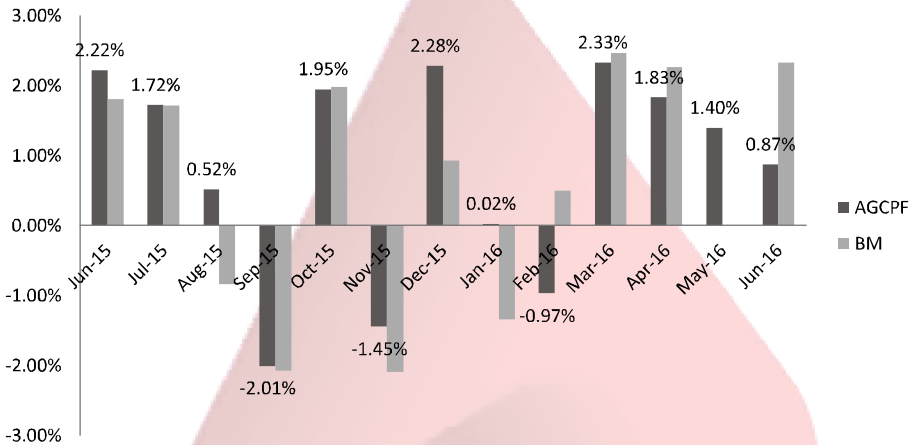
**FUND PERFORMANCE AND REVIEW**

The Fund was launched in October, 2014. Since its launch, the Fund posted a return of 11.25% (CAGR Based) for the period upto June 30, 2016. During the fiscal year the fund generated a return of 8.68% against the benchmark return (W.A daily return of KSE100 & 6M Dep. Rate of 'AA-' & Above Banks, based on actual participation in equity & debt component) of 7.69%. The fund maintained a conservative strategy as far as its multiplier and subsequent allocation were concerned. Despite the comparatively lower allocation to risky asset the fund managed to comfortably outperform its benchmark.

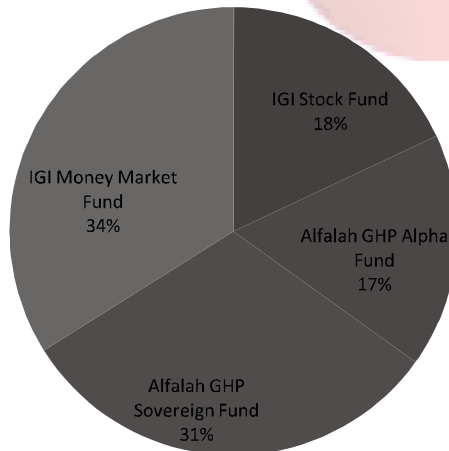
The fund will complete its maturity period of two years in October 2016.

PACRA has assigned a "CP2" rating to the fund. The fund size on June 30th 2016 stood at PKR 1.8 bn.

**AGHP Capital Preservation Fund Vs Benchmark**



**AGCPF Asset Allocation**



**Key Financial Data**

(Rupees in Million)

Description	For the year ended June 30 ,2016	For the year ended June 30 ,2015
Average Net Assets	1,803.959	1,761.296
Gross income	153.177	169.478
Total Comprehensive Income	145.559	165.652
Net Assets Value per Unit (PKKR)	105.84	103.69
Issuance of units during the period	110.262	1,720.348
Redemption of units during the period	106.221	19.881

**Payout**

At the end of the year under review, the fund paid out cash dividend of PKR. 6.7539 per unit

**Corporate Governance**

The Management Company is committed to maintain the highest standards of Corporate Governance. Accordingly, the Board of Directors states that:

- Financial Statement represents fairly the state of affairs of fund, the results of its operations, cash flows and the changes in Unit-holders funds.
- Proper books of accounts have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment.
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of the financial statements.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There are no significant doubts upon Funds under management of Alfalah GHP Investment Management Limited's ability to continue as a going concern.
- Outstanding statutory payment on account of taxes, duties, levies and charges have been fully disclosed in the Financial Statements.
- There has been no material departure from the best practices of corporate governance as detailed in the listing regulations.
- The summary of key financial data is given above in this Director Report.
- Details of meetings of the Board of Directors held and the attendance of each director for these meetings are given in note # (iv.) of supplementary non financial information of this annual report.
- The pattern of unit holding is given in note # (i.) of supplementary non financial information of this annual report.
- The number of units of the Fund held by the Chief Executive, directors, executives and their spouses as at June 30, 2016 as given in note # 18.3
- Summary of units acquired/ redeemed during the year by the Chief Executive, director, executives and their spouses during the year ended June 30, 2016 is given in note # 18.3

**Board of Directors**

Name of Director	Designation	Meetings Held	Meetings Attended	Leave Granted
Syed Ali Sultan	Chairman	5	5	-
Mr. Amin Dawood Saleh	Director	5	5	-
Mr. Michael Buchen	Director	5	5	-

Mr. Hanspeter Beier	Director	5	2	68th, 70th & 72nd BOD
Ms. Maheen Rahman	Chief Executive Officer	5	5	-
Mr. Abid Naqvi	Director	5	5	-
Mr. Asif Saad	Director	-	-	-
Syed Tariq Husain	Director	1	-	70th BOD
Mr. Tufail J. Ahmad	Director	2	2	

#### Change in Board Members during the year

Name	Designation	Appointed	Resigned.
Mr. Asif Saad	Director		Resigned
Syed Tariq Husain	Director	Appointed	Resigned
Mr. Tufail J. Ahmad	Director	Appointed	

The Board places on record their thanks and appreciation to outgoing Directors for their valuable contributions in the progress of the Company.

#### Audit Committee Meetings

Below are the detail of Audit Committee meetings held during the period and attendance of Audit Committee Members.

Member	Meetings Held	Meetings Attended
Mr. Abid Naqvi	4	4
Syed Ali Sultan	4	4
Mr. Amin Dawood Saleh	4	2

#### Acknowledgement

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

For and behalf of the Board

Chief Executive Officer  
September 22, 2016



## REPORT OF THE FUND MANAGER

**Type of Fund:** Open-end Scheme

**Category of Fund:** Fund of Funds Scheme

### Investment Objective

The objective of the Fund is to earn a potentially high return through dynamic asset allocation between Equities and Sovereign Income / Money Market based Collective Investment Schemes in order to provide capital preservation of the Initial Investment Value at completion of the Duration of Fund.

### Accomplishment of Objective

The Fund has achieved its objective of generating higher return by investing in a mix of underlying fixed income and equity based mutual funds within the guidelines provided under NBFC rules.

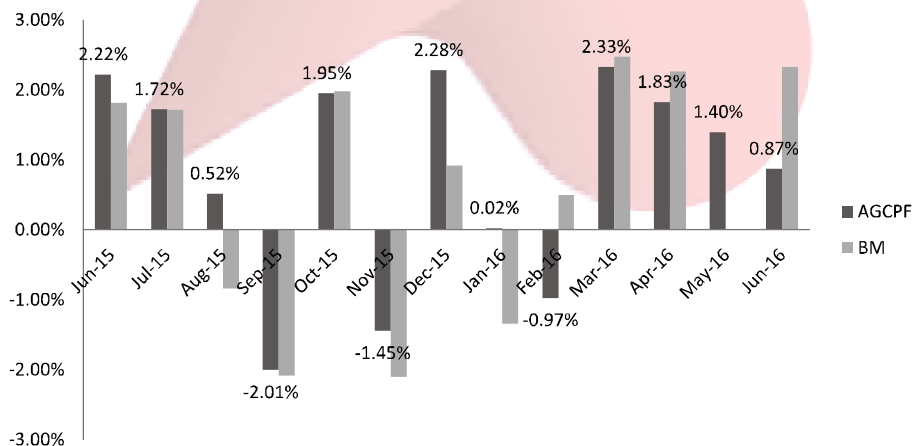
### Fund performance review and strategies employed

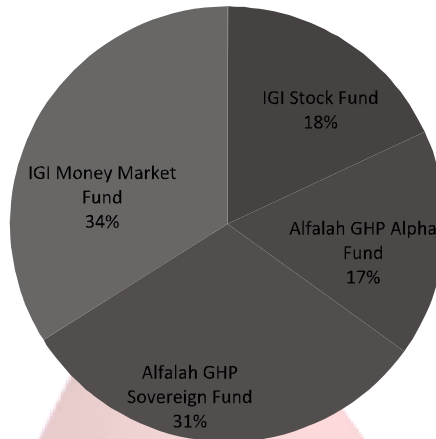
The Fund was launched in October, 2014. Since its launch, the Fund posted a return of 11.25% (CAGR Based) for the period upto June 30, 2016. During the fiscal year the fund generated a return of 8.68% against the benchmark return (W.A daily return of KSE100 & 6M Dep. Rate of 'AA-' & Above Banks, based on actual participation in equity & debt component) of 7.69%. The fund maintained a conservative strategy as far as its multiplier and subsequent allocation were concerned. Despite the comparatively lower allocation to risky asset the fund managed to comfortably outperform its benchmark.

The fund will complete its maturity period of two years in October 2016.

PACRA has assigned a "CP2" rating to the fund. The fund size on June 30th 2016 stood at PKR 1.8 bn.

### AGHP Capital Preservation Fund Vs Benchmark



**Assets Allocation/Portfolio quality**
**AGCPF Asset Allocation**

**Key Financial Data**

(Rupees in Million)

Description	For the year ended June 30 ,2016	For the year ended June 30 ,2015
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**Payout**

At the end of the year under review, the fund paid out cash dividend of PKR. 6.7539 per unit

**MCB FINANCIAL SERVICES LIMITED****REPORT OF THE TRUSTEE TO THE UNIT HOLDERS****ALFALAH GHP CAPITAL PRESERVATION FUND****Report of the Trustee Pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

Alfalsh GHP Capital Preservation Fund, an open-end Scheme established under a Trust Deed dated August 28, 2014 executed between Alfalsh GHP Investment Management Limited, as the Management Company and MCB Financial Services Limited (MCBFSL), as the Trustee. The trust deed was approved by Securities and Exchange Commission of Pakistan (Commission) on August 19, 2014.

1. Alfalsh GHP Investment Management Limited, the Management Company of Alfalsh GHP Capital Preservation Fund has in all material respects managed Alfalsh GHP Capital Preservation Fund during the year ended 30<sup>th</sup> June 2016 in accordance with the provisions of the following:
  - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
  - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
  - (iii) the creation and cancellation of units are carried out in accordance with the deed;
  - (iv) and any regulatory requirement



Khawaja Anwar Hussain  
Chief Executive Officer  
MCB Financial Services Limited

Karachi: August 31, 2016

## STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

This statement is being presented to comply with the Code of Corporate Governance (the "Code") contained in Regulation No.5.19.23 of the Rule Book of the Pakistan Stock Exchange Limited for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of Corporate Governance.

The Management Company has applied the principles contained in the CCG in the following manner:

1. The Management Company encourages representation of independent, executive and non-executive directors. At June 30, 2016 the Board includes:

### Key Financial Data

(Rupees in Million)

Description	For the year ended June 30 ,2016	For the year ended June 30 ,2015
Average Net Assets	1,803.959	1,761.296
Gross income	153.177	169.478
Total Comprehensive Income	145.559	165.652
Net Assets Value per Unit (PKKR)	105.84	103.69
Issuance of units during the period	110.262	1,720.348
Redemption of units during the period	106.221	19.881

The Independent Directors meet the criteria of independence under clause 5.19.1. (b) of the CCG.

2. The Directors have confirmed that none of them is serving as a director on more than seven listed companies, including the Management Company (excluding the listed subsidiaries of listed holding companies).
3. All the resident Directors of the Management Company are registered as taxpayers and none of them has defaulted in payment of any loan to a banking company, a DFI or an NBFI or, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. One Casual vacancy occurring on the Board on March 18, 2016 was filled within 10 days and another occurring on July 09, 2015 was filled on December 09, 2015.
5. The Management Company has prepared a 'Code of Conduct' and has ensured that appropriate steps have been taken to disseminate it throughout the Management Company along with its supporting policies and procedures.
6. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained.
7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the Chief Executive Officer (CEO), other executive and non-executive directors have been taken by the Board.
8. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose and the Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before such meetings. The minutes of the meetings were appropriately recorded and circulated.
9. The Board arranged two training programs for its directors during the year.
10. The Board has approved appointment of CFO including the remuneration and terms and conditions of appointment.

11. The Directors' Report of the Fund for the year ended June 30, 2016 has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.
12. The financial statements of the Fund were duly endorsed by the CEO and CFO / COO of the Management Company before approval of the Board.
13. The directors, CEO and executives do not hold any interest in the units of the Fund other than those disclosed in the Directors' Report, pattern of unit holding.
14. The Management Company and Funds under its Management have complied with all the applicable corporate and financial reporting requirements of the Code.
15. The Board has formed an Audit Committee. It comprises of three members, all of whom are non-executive directors of the Management Company, including the Chairman of the Committee who is an independent director.
16. The meetings of the Audit Committee were held once in every quarter and prior to the approval of interim and final results of the Fund as required by the Code. The terms of reference of the Audit Committee have been approved in the meeting of the Board and the Committee has been advised to ensure compliance with those terms of reference.
17. The Board has formed Human Resource and Remuneration Committee. It comprises three members, of whom two are non-executive directors and the chairman of the Committee is a non-executive director.
18. The board has outsourced the internal audit function to M. Yousuf Adil Saleem & Co., Chartered Accountants (a member firm of Deloitte Touché Tohmatsu International), who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
19. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP), that they or any of the partner of the firm, their spouse and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with the International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by ICAP.
20. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
21. The 'Book Closure' dates were duly determined and intimated to the stock exchange, however the 'closed period' prior to the announcement of interim / final results, and business decisions was not determined and intimated to directors, employees and the stock exchange, considering the fact that NAV of the Fund is announced on a daily basis.
22. Material/price sensitive information has been disseminated among all market participants at once through the Exchange.
23. We confirm that all other material principles enshrined in the Code have been complied with.

For and on behalf of the Board

Maheen Rahman  
Chief Executive Officer



EY Ford Rhodes  
Chartered Accountants  
Progressive Plaza, Beaumont Road  
P.O. Box 15541, Karachi 75530  
Pakistan

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## **REVIEW REPORT TO THE UNIT HOLDERS ON THE STATEMENT OF COMPLIANCE WITH THE BEST PRACTICES OF THE CODE OF CORPORATE GOVERNANCE**

We have reviewed the enclosed Statement of Compliance with the best practices (the Statement) contained in the Code of Corporate Governance (the Code) prepared by the Board of Directors (the Board) of Alfalah GHP Investment Management Limited (the Management Company) of **Alfalah GHP Capital Preservation Fund** (the Fund) for the year ended **30 June 2016** to comply with the requirements of Rule Book of *Pakistan Stock Exchange Limited* Chapter 5, Clause 5.19.23 of the Code of Corporate Governance, where the Fund is listed.

The responsibility for compliance with the Code is that of the Board of the Management Company of the Fund. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement reflects the status of the Management Company's compliance with the provisions of the Code in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Code. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Code.

As part of our audit of financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Code requires the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval the Fund's related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price and recording proper justification for using such alternate pricing mechanism. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement does not appropriately reflect the Management Company's compliance, in all material respects, with the best practices contained in the Code as applicable to the Fund for the year ended 30 June 2016.

EY



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Further, we highlight below instances of non-compliance with the requirements of the Code as reflected in the paragraph references where these are stated in the Statement:

Paragraph Reference	Description
4	The casual vacancy occurring on the Board on 09 July 2015 was not filled within 90 days.
21	The 'closed period' was not determined and intimated to directors, employees and stock exchange.

F.Y.F.A

**Chartered Accountants**

**Karachi**

**Date:** September 22, 2016



EY Fard Rhodes  
Chartered Accountants  
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## INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **Alfalsh GHP Capital Preservation Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2016** and the related statements of income, comprehensive income, distribution, cash flows and movement in unit holders' fund for the period then ended, and a summary of significant accounting policies and other explanatory notes.

#### *Management's responsibility for the financial statements*

The Management Company of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with the requirements of approved accounting standards as applicable in Pakistan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors' responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.







-: 2 :-

**Opinion**

In our opinion, the financial statements give a true and fair view of the state of the Fund's affairs as at **30 June 2016** and of its financial performance, cash flows and transactions for the period then ended in accordance with approved accounting standards as applicable in Pakistan.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

**Chartered Accountants****Audit Engagement Partner: Shabbir Yunus****Date:** September 22, 2016**Karachi**

## STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED JUNE 30, 2016

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015
<b>Assets</b>			
Bank balances	4	1,054,618	410,484
Investments	5	1,830,821,005	1,775,273,519
Deferred formation cost	6	163,191	755,645
Mark-up receivable	7	2,949	12,560
Receivable against sale of investments		-	10,000,000
<b>Total assets</b>		<b>1,832,041,763</b>	<b>1,786,452,208</b>
<b>Liabilities</b>			
Payable to the Management Company	8	3,418,184	2,550,767
Payable to the Trustee	9	345,051	144,351
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	1,339,021	859,426
Provision for Workers' Welfare Fund (WWF)	11	3,380,644	3,380,644
Accrued and other liabilities	12	19,599,346	18,221,393
<b>Total liabilities</b>		<b>28,082,246</b>	<b>25,156,581</b>
<b>Net assets attributable to unit holders</b>		<b>1,803,959,517</b>	<b>1,761,295,627</b>
<b>Unit holders' funds (as per statement attached)</b>		<b>1,803,959,517</b>	<b>1,761,295,627</b>
<b>Contingencies and commitments</b>	13	----- (Number of units) -----	
--			
<b>Number of units in issue</b>		<b>17,043,549</b>	<b>16,986,398</b>
		----- (Rupees) -----	
<b>Net asset value per unit</b>		<b>105.8441</b>	<b>103.6886</b>

The annexed notes from 1 to 22 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## INCOME STATEMENT

### FOR THE YEAR ENDED JUNE 30, 2016

	Note	June 30, 2016	"From September 19, 2014 to June 30, 2015"
		----- (Rupees) -----	-----
<b>Income</b>			
Mark-up on deposit accounts with banks		132,587	7,211,085
'At fair value through profit or loss - held-for-trading			
- Net gain on sale of investments		63,820,850	52,404,882
- Net unrealised loss on revaluation of investments		(29,985,657)	(64,969,711)
- Dividend income from mutual fund units		114,539,147	173,837,975
Back end load		4,669,687	994,056
<b>Total income</b>		<b>153,176,614</b>	<b>169,478,287</b>
<b>Expenses</b>			
Remuneration of the Management Company	8.1	-	1,001
Sales tax on management fee		-	174
Federal excise duty on management fee	14	-	160
Remuneration to the Trustee		1,785,397	1,145,908
Sales tax on trustee fee		249,952	-
Annual fee to SECP		1,339,046	859,426
Bank charges		3,622	8,411
Amortisation of deferred formation cost		592,454	461,355
Auditors' remuneration	15	296,246	293,771
Annual listing fee		20,092	19,989
Annual rating fee		255,872	232,033
Printing charges		150,426	301,566
Expenses allocated by the Management Company	8.2	1,030,328	-
Provision for Workers' Welfare Fund (WWF)	11	-	3,380,644
<b>Total expenses</b>		<b>5,723,435</b>	<b>6,704,438</b>
<b>Net income from operating activities</b>		<b>147,453,179</b>	<b>162,773,849</b>
Element of (loss) / income and capital (losses) / gains included in prices of units sold less those in units redeemed - net		(1,894,202)	2,877,686
<b>Net income for the year / period before taxation</b>		<b>145,558,977</b>	<b>165,651,535</b>
Taxation	16	-	-
<b>Net income for the year / period after taxation</b>		<b>145,558,977</b>	<b>165,651,535</b>

The annexed notes from 1 to 22 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	June 30, 2016	"From September 19, 2014 to June 30, 2015"
	----- (Rupees) -----	-----
<b>Net income for the year / period after taxation</b>	<b>145,558,977</b>	165,651,535
Other comprehensive income for the year / period	-	-
<b>Total comprehensive income for the year / period</b>	<b><u>145,558,977</u></b>	<b><u>165,651,535</u></b>

The annexed notes from 1 to 22 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## DISTRIBUTION STATEMENT FOR THE YEAR ENDED JUNE 30, 2016

	June 30, 2016	"From September 19, 2014 to June 30, 2015" ----- (Rupees) -----
<b>Undistributed income brought forward:</b>		
-Realised gains	128,675,929	-
-Unrealised losses	(64,969,711)	-
	63,706,218	-
 Element of income and capital gains included in prices of units sold less those in units redeemed - net	 214,341	 -
 Total comprehensive income for the year / period	 145,558,977	 165,651,535
- Cash distribution: Rs.6.7539 per unit approved on June 29, 2016 (2015: Re.0.0428 per unit approved on June 23, 2015)	(108,830,224)	(688,973)
- Cash distribution: Rs.Nil per unit approved (2015: Rs.6.2880 per unit approved on June 26, 2015)	-	(101,256,344)
	36,728,753	63,706,218
 <b>Undistributed income carried forward</b>	 <b>100,649,312</b>	 <b>63,706,218</b>
 <b>Undistributed income carried forward:</b>		
- Realised gains	130,634,969	128,675,929
- Unrealised losses	(29,985,657)	(64,969,711)
	100,649,312	63,706,218

The annexed notes from 1 to 22 form an integral part of these financial statements.

**For Alfalah GHP Investment Management Limited  
(Management Company)**

## STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND FOR THE YEAR ENDED JUNE 30, 2016

	June 30, 2016 ----- (Rupees) -----	"From September 19, 2014 to June 30, 2015" -----
<b>Net assets at the beginning of the year / period</b>	<b>1,761,295,627</b>	-
Amount realised on issuance of 1,048,668 units (June 30, 2015: 17,172,134 units)	<b>110,261,737</b>	1,720,347,841
Amount paid on redemption of 991,517 units (June 30, 2015: 185,736 units)	<b>(106,220,802)</b>	(19,880,746)
	<b>1,765,336,562</b>	1,700,467,095
Element of loss / (income) and capital losses / (gains) included in prices of units sold less those in units redeemed - net	<b>1,894,202</b>	(2,877,686)
Net gain on sale of investments classified as 'at fair value through profit or loss' - held for trading	<b>63,820,850</b>	52,404,882
Net unrealised diminution in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	<b>(29,985,657)</b>	(64,969,711)
Other net income for the year / period	<b>111,723,784</b>	178,216,364
Interim distribution for the year ended June 30, 2016:		
- Cash distribution: Rs.6.7539 per unit approved on June 29, 2016 (2015: Re.0.0428 per unit approved on June 23, 2015).	<b>(108,830,224)</b>	(688,973)
- Cash distribution: Rs.Nil per unit approved (2015: Rs.6.2880 per unit approved on June 26, 2015)	-	(101,256,344)
Net income for the year / period less distribution	<b>36,728,753</b>	63,706,218
<b>Net assets at end of the year / period</b>	<b>1,803,959,517</b>	1,761,295,627

The annexed notes from 1 to 22 form an integral part of these financial statements.

**For Alfalah GHP Investment Management Limited  
(Management Company)**

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED JUNE 30, 2016

	June 30, 2016	June 30, 2015
Note	----- (Rupees) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year / period before taxation	145,558,977	165,651,535
<b>Adjustments for:</b>		
Amortisation of deferred formation cost	592,454	461,355
Provision for Workers' Welfare Fund (WWF)	-	3,380,644
Net gain on sale of investments classified as 'at fair value through profit or loss' - held-for-trading	(63,820,850)	(52,404,882)
Net unrealised diminution in fair value of investments classified as 'at fair value through profit or loss' - held-for-trading	29,985,657	64,969,711
Element of loss / (income) and capital losses / (gains) included in prices of units sold less those in units redeemed - net	1,894,202	(2,877,686)
	114,210,440	179,180,677
<b>Increase in assets</b>		
Investments -net	(21,712,293)	(1,787,838,348)
Deferred formation cost	-	(1,217,000)
Mark-up receivable	9,611	(12,560)
Receivable against sale of investments	10,000,000	(10,000,000)
	(11,702,682)	(1,799,067,908)
<b>(Decrease) / Increase in liabilities</b>		
Payable to the Management Company	867,417	2,550,767
Payable to the Trustee	200,700	144,351
Annual fee payable to SECP	479,595	859,426
Accrued and other liabilities	(9,787,607)	18,221,393
	(8,239,895)	21,775,937
<b>Net cash generated from / (used) in operating activities</b>	<b>94,267,863</b>	<b>(1,598,111,294)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received on issuance of units	110,261,737	1,720,347,841
Payments made against redemption of units	(106,220,802)	(19,880,746)
Dividend paid	(97,664,664)	(101,945,317)
<b>Net cash (used in) / generated from financing activities</b>	<b>(93,623,729)</b>	<b>1,598,521,778</b>
Net increase in cash and cash equivalents during the year / period	644,134	410,484
<b>Cash and cash equivalents at beginning of the year / period</b>	<b>410,484</b>	<b>-</b>
<b>Cash and cash equivalents at end of the year / period</b>	17 <b>1,054,618</b>	<b>410,484</b>

The annexed notes from 1 to 22 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited  
(Management Company)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2016

### 1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Capital Preservation Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed under the Trust Act, 1882, executed between Alfalah GHP Investment Management Limited, (the Management Company) and MCB Financial Services Limited (the Trustee). The Trust Deed was executed on August 28, 2014 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the NBFC (Establishment and Regulation) Rules 2003 (the NBFC Rules), on August 19, 2014.

The Management Company of the Fund has been licensed by SECP to act as an Asset Management Company under the NBFC Rules. The registered office of the Management Company is situated at 8th Floor, Executive Tower, Dolmen Mall, Block-4, Clifton, Karachi.

The Fund was registered by the Securities and Exchange Commission of Pakistan (SECP) as a Notified Entity under Regulation 44 of the Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) vide its letter No. NBFClI/DD/AGPPF-III/461/2010 dated June 01, 2010 and Offering Document was approved by SECP under Regulation 54 of the NBFC Regulations, vide its letter No. SCD/AMCW/AGCPF/65/2014 dated August 19, 2014.

The Fund is an open end mutual fund and is listed on Pakistan Stock Exchange Limited (Formerly: Lahore Stock Exchange Limited). Units were offered for public subscription upto the end of the public offering period. The Fund commenced its operations from October 29, 2014 and the duration of the Fund is twenty five months. The Fund shall stand automatically dissolved after thirty (30) business days of the life of the Fund. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The objective of the Fund is to earn a potentially high return through dynamic asset allocation between equities and sovereign income / money market based collective investment schemes in order to provide capital preservation of the initial investment value at completion of the duration of the Fund.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned asset management rating of 'AM2' (Outlook: Stable) to the Management Company in its rating report dated June 08, 2016 & capital protected rating of 'CP2' to the fund in its report dated February 18, 2016.

Title to the assets of the Fund is held in the name of MCB Financial Services Limited (MCBFSL) as the Trustee of the Fund.

### 2. BASIS OF PRESENTATION

#### 2.1 Statement of compliance

These financial statements have been prepared in accordance with the requirement of approved accounting standards as applicable in Pakistan, the Trust Deed, the NBFC Rules, the NBFC Regulations and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP shall prevail.

#### 2.2 Basis of measurement

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

#### 2.3 Functional and presentation currency

These financial information are presented in Pak rupees which is the functional and presentation currency of the Fund.



## 2.4 Accounting estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

Judgments made by management in the application of accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment are explained in notes 3.2 and 3.3.

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are consistent with those of the previous financial year except as described in note 3.1 below:

### 3.1 New and amended standards and interpretations

The Fund has adopted the following accounting standard and the amendments and interpretation of IFRSs which became effective for the current year:

IFRS 10 – Consolidated Financial Statements

IFRS 11 – Joint Arrangements

IFRS 12 – Disclosure of Interests in Other Entities

IFRS 13 – Fair Value Measurement

The adoption of the above accounting standards did not have any effect on the financial statements, except for IFRS 13, which requires certain additional disclosure (see note 19.5).

### 3.2 Financial instruments

The Fund classifies its financial instruments and derivatives in the following categories:

#### a) Financial instruments at fair value through profit or loss

An instrument is classified 'at fair value through profit or loss' if it is 'held-for-trading' or is designated as such upon initial recognition. Financial instruments are designated 'at fair value through profit or loss' if the Fund manages such investments and makes purchase and sale decisions based on their fair value in accordance with the Fund's documented risk management or investment strategy. Financial assets which are acquired principally for the purpose of generating profit from short term price fluctuation or are part of the portfolio in which there is recent actual pattern of short term profit taking are classified as 'held-for-trading' or derivatives.

All derivatives in a net receivable position (positive fair value), are reported as financial assets held-for-trading. All derivatives in a net payable position (negative fair value), are reported as financial liabilities 'held-for-trading'.

#### b) Available-for-sale

Investments intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity or changes in market prices, are classified as 'available-for-sale'.

#### c) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market, other than those classified by the Fund as 'fair value through profit or loss' or 'available-for-sale'. This includes receivable against sale of investments and other receivables and are carried at amortized cost using the effective yield method, less impairment losses, if any.

## d) Financial liabilities

Financial liabilities, other than those at 'fair value through profit or loss', are measured at amortised cost using the effective yield method.

### Recognition

The Fund recognizes financial assets and financial liabilities on the date when it becomes a party to the contractual provisions of the instrument. A regular way purchase of financial assets is recognized using trade date accounting. From this date, any gains and losses arising from changes in fair value of the financial assets or financial liabilities are recorded.

Financial liabilities are not recognized unless one of the parties has performed its part of the contract or the contract is a derivative contract.

### Measurement

Financial instruments are measured initially at fair value (transaction price) plus, in case of a 'financial instrument not at fair value through profit or loss', transaction costs that are directly attributable to the acquisition or issue of the financial instruments. Transaction costs on financial instruments 'at fair value through profit or loss' are expensed out immediately.

Subsequent to initial recognition, financial instruments classified as 'at fair value through profit or loss' and 'available-for-sale' are measured at fair value. Gains or losses arising, from changes in the fair value of the financial assets 'at fair value through profit or loss' are recognized in the Income Statement. Changes in the fair value of financial instruments classified as 'available-for-sale' are recognized in Unit Holders' Fund until derecognized or impaired, then the accumulated fair value adjustments recognized in Unit Holders' Fund are included in the Income Statement.

### Fair value measurement principles

#### Basis of valuation of Quoted Equity Securities / Units of Mutual Funds

The fair value of quoted equity securities / units of mutual funds are based on their price quoted on the Stock Exchange / NAVs declared by the relevant Asset Management Companies at the balance sheet date without any deduction for estimated future selling costs.

## 3.3 Impairment

Financial assets not carried at fair value through profit or loss are reviewed at each balance sheet date to determine whether there is objective evidence of impairment. If any such indication exists an impairment loss is recorded in the Income Statement.

However, the decrease in impairment loss on equity securities classified as available-for-sale is recognized in unit holder's fund and for debt securities classified as available-for-sale is recognized in the income statement.

## 3.4 Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with International Accounting Standard 39: Financial Instruments; Recognition and Measurement.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

## 3.5 Unit holders' fund

Unit holders' fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

### 3.6 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours on that date. The offer price represents the net asset value per unit as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to investment facilitators, distributors and the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the distributors receive redemption applications during business hours of that day. The redemption price represents the net asset value per unit as of the close of the business day less any back-end load, any duties, taxes, and charges on redemption, if applicable.

### 3.7 Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

The element of income and capital gains included in the prices of units issued less those in unit redeemed to the extent that is represented by distributable income earned during the year is recognised in the income statement and the element of income and capital gains represented by distributable income carried forward from prior periods is included in the distribution statement.

During the year, the management has revised the method of computation of the "Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed" (the Element) in the Fund. As per revised methodology, the Element is arrived at by recording element gain / (loss) on every issuance and redemption using adjusted profit factor of that particular day. Previously, the Fund used to calculate the Element by comparing unit prices with opening Ex - Net Assets Value (NAV) at the beginning of the financial year.

The impact of change has been incorporated in the financial statements of the Fund with effect from July 01, 2015. The revised methodology would ensure that the continuing unit holders' share of undistributed income remains unchanged on issue and redemption of units.

Since the element is an equalisation account between income for the period and undistributed income, the change did not have any impact on Net Asset Value (NAV) of the Fund. Had the methodology not been changed, the net income for the year ended June 30, 2016 would have been higher by Rs.0.009 million.

### 3.8 Provisions

A provision is recognised in the Statement of Assets and Liabilities when the Fund has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

### 3.9 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of twenty five months commencing from September 19, 2014.

### 3.10 Net asset value per unit

The net asset value per unit as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in issue.

### 3.11 Earnings per unit

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

### 3.12 Taxation

Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from tax to any income derived by a Mutual Fund, if not less than ninety percent of its accounting income of a year as reduced by capital gains whether realized or unrealized is distributed in cash among the unit holders.

### 3.13 Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liabilities simultaneously.

### 3.14 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealised gains / (losses) arising on revaluation of securities classified as 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.
- Gains / (losses) arising on revaluation of derivatives to fair value are taken to the Income Statement.
- Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed is included in the Income Statement on the date of issue and redemption of units.
- Dividend Income is recognised when the right to receive the dividend is established.
- Profit on bank deposit is recognized on time proportionate basis taking into account effective yield.

### 3.15 Expenses

All expenses including Management Fee and Trustee Fee are recognised in the Income Statement on an accrual basis.

### 3.16 Cash and cash equivalents

Cash and cash equivalents comprises deposits maintained with banks and term deposit receipts. Cash and cash equivalents are short term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

### 3.17 Dividend distribution and appropriations

Dividend distributions and appropriations are recorded in the period in which the distributions and appropriations are approved.

### 3.18 Standards, interpretations and amendments to approved accounting standards that are not yet effective

The following revised standards, interpretations and amendments with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards, interpretations and amendments:

<b>Standard or Interpretation</b>	<b>Effective date (annual periods beginning on or after)</b>
IFRS 2 – Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)	January 01, 2018



<b>Standard or Interpretation</b>	<b>Effective date (annual periods beginning on or after)</b>
IFRS 10 – Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 28 Investment in Associates – Investment Entities: Applying the Consolidation Exception (Amendment)	January 01, 2016
IFRS 10 – Consolidated Financial Statements and IAS 28 Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendment)	Not yet finalized
IFRS 11 – Joint Arrangements - Accounting for Acquisition of Interest in Joint Operation (Amendment)	January 01, 2016
IAS 1 – Presentation of Financial Statements - Disclosure Initiative (Amendment)	January 01, 2016
IAS 7 – Financial Instruments: Disclosures - Disclosure Initiative - (Amendment)	January 01, 2017
IAS 12 – Income Taxes – Recognition of Deferred Tax Assets for Unrealized losses (Amendments)	January 01, 2017
IAS 16 – Property, Plant and Equipment and IAS 38 Intangible assets - Clarification of Acceptable Method of Depreciation and Amortization (Amendment)	January 01, 2016
IAS 16 – Property, Plant and Equipment IAS 41 Agriculture – Agriculture: Bearer Plants (Amendment)	January 01, 2016
IAS 27 – Separate Financial Statements – Equity Method in Separate Financial Statements (Amendment)	January 01, 2016

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application.

In addition to the above standards and amendments, improvements to various accounting standards have also been issued by the IASB in September 2014. Such improvements are generally effective for accounting periods beginning on or after January 01, 2016. The Fund expects that such improvements to the standards will not have any material impact on the Fund's financial statements in the period of initial application.

Further, the following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

#### **Standard**

IFRS 9 – Financial Instruments: Classification and Measurement	January 01, 2018
IFRS 14 – Regulatory Deferral Accounts	January 01, 2016
IFRS 15 – Revenue from Contracts with Customers	January 01, 2018
IFRS 16 – Leases	January 01, 2019

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
<b>4. BANK BALANCES</b>			
Deposit account	4.1	<u>1,054,618</u>	<u>410,484</u>

4.1 This represents balance in deposit account maintained with Bank Alfalah Limited (a related party) and carry interest rates ranging from 5.5% to 7% (2015: 6% to 7%).

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
<b>5. INVESTMENTS</b>			
<b>Financial asset at fair value through profit or loss - held-for-trading</b>			
Mutual fund units - open ended	5.1	<u>1,830,821,005</u>	<u>1,775,273,519</u>

5.1 Units of Mutual Funds - open ended - 'At fair value through profit or loss' - held-for-trading

Particulars	As at July 01, 2015	Purchased during the period	Sold during the period	As at June 30, 2016	Carrying amount as at June 30, 2016	Market value as at June 30, 2016	Net unrealised gain / (loss) on revaluation of investments	Net assets on the basis of market value	Total investment on the basis of market value
	----- (No. of Units) -----			----- (Rupees) -----			----- (%) -----		
Alfalah GHP Cash Fund *	713,732	89,098	802,830	-	-	-	-	0%	0%
Alfalah GHP Stock Fund *	2,644,886	2,494,786	2,530,870	2,608,802	313,037,736	328,903,962	15,866,226	18%	18%
Alfalah GHP Alpha Fund *	4,589,361	4,472,025	4,482,520	4,578,866	309,849,385	310,401,375	551,990	17%	17%
Alfalah GHP Sovereign Fund *	4,157,003	31,969,401	30,738,796	5,387,608	583,601,331	569,949,739	(13,651,592)	32%	31%
Alfalah GHP Money Market Fund *	3,748,433	35,053,298	32,473,416	6,328,315	654,318,210	621,565,929	(32,752,281)	34%	34%
<b>Total as at June 30, 2016</b>	<u>15,853,415</u>	<u>74,078,608</u>	<u>71,028,432</u>	<u>18,903,591</u>	<u>1,860,806,662</u>	<u>1,830,821,005</u>	<u>(29,985,657)</u>		
Total as at June 30, 2015	-	34,240,070	18,386,655	15,853,415	1,840,243,230	1,775,273,519	(64,969,711)		

\* These represent investments held in related parties i.e. funds under common management.

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
<b>6. DEFERRED FORMATION COST</b>			
Balance at the beginning of the year / period		755,645	1,217,000
Amortised to the income statement during the year / period		<u>(592,454)</u>	<u>(461,355)</u>
Unamortised cost at the end of the year / period		<u>163,191</u>	<u>755,645</u>

This represents expenses incurred on the formation of the Fund. The offering document of the Fund, approved by the SECP, permits the deferral of the cost over the life of the Fund (twenty five months). Accordingly, the said expenses are being amortised over a period of twenty five months effective from September 19, 2014.

**7. MARK-UP RECEIVABLE**

Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
Mark-up on deposit accounts	<u>2,949</u>	<u>12,560</u>

**8. PAYABLE TO THE MANAGEMENT COMPANY**

Remuneration payable	8.1	1,001	1,001
Sales tax on management fee		174	174
Federal excise duty on management fee	14	160	160
Formation cost payable		1,217,000	1,217,000
Other payables		282,000	282,000
Expenses allocated by the Management Company	8.2	867,417	-
Federal excise duty and sales tax payable on front end load		<u>1,050,432</u>	<u>1,050,432</u>
		<u>3,418,184</u>	<u>2,550,767</u>

**8.1** The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the NBFC Regulations, of an amount not exceeding three percent per annum during the life of the Fund. Further, as per the requirement of the NBFC Regulations, the management company shall not charge any fee if the Fund makes investment in the Collective investment Schemes (CIS) managed by the same management company.

**8.2** This represents the amount payable to the Management Company under NBFC Regulation 60(3)(s), wherein the Management Company is allowed to charge their cost to Collective Investment Schemes (CIS) in respect of fees and expenses related to registrar, accounting, and other services related to CIS. The maximum cost that can be charged in this regard is up to 0.1% of the average annual net assets of that CIS or actual, whichever is less.

**9. PAYABLE TO THE TRUSTEE**

Trustee fee	9.1	302,683	144,351
Sales tax on trustee fee		<u>42,368</u>	-
		<u>345,051</u>	<u>144,351</u>

**9.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed, calculated at the rate 0.1% (2015: 0.1%) per annum of the daily average net assets of the Fund.

**10. ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**

This represents annual fee payable to Securities and Exchange Commission of Pakistan (SECP) in accordance with Regulation 62 of the NBFC Regulations, whereby the Fund is required to pay SECP an amount at the rate of 0.075% (2015: 0.075%) of the average daily net assets of the Fund.

**11. PROVISION FOR WORKERS' WELFARE FUND (WWF)**

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

In August 2011, the Lahore High Court (LHC) issued a judgment in response to a petition in similar case whereby the amendments introduced in WWF Ordinance through Finance Acts 2006 and 2008 have been declared unconstitutional and therefore struck down. In March 2013, the SHC larger bench issued a judgment in response to various petitions in similar cases whereby the amendments introduced in the WWF Ordinance through Finance Acts 2006 and 2008 respectively (Money Bills) have been declared constitutional and overruled a single-member Lahore High Court (LHC) bench judgment issued in August 2011.

Further, in May 2014, the Honourable Peshawar High Court (PHC) held that the impugned levy of contribution introduced in the WWF Ordinance through Finance Acts, 1996 and 2009 lacks the essential mandate to be introduced and passed through a Money Bill under the constitution and, hence, the amendments made through the Finance Acts are declared as 'Ultra Vires'.

As per the legal counsel handling the case, the constitutional petition filed by the CIS to challenge the WWF contribution has not been affected by SHC judgment.

The Finance Act, 2015 has excluded Mutual Funds and Collective Investment Schemes from the definition of 'industrial establishment' subject to WWF under WWF Ordinance, 1971. Accordingly, no provision for WWF is made from July 01, 2015 onwards.

The Management Company as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs. 3.381 million up till June 30, 2015 (2015: Rs. 3.381 million) in these financial statements as the above lawsuit is pending in the SHC. Had the provision not been made, the NAV per unit would have been higher by Re.0.20 (0.19%) per unit (2015: Re.0.20 (0.19%) per unit).

## 12. ACCRUED AND OTHER LIABILITIES

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Federal excise duty and sales tax payable on front end load	7,838,525	7,838,525
Printing charges payable	114,340	249,406
Auditors' remuneration	215,436	211,521
Withholding tax	11,165,872	9,921,941
Other payable	265,173	-
	<u>19,599,346</u>	<u>18,221,393</u>

## 13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2016.

## 14. FEDERAL EXCISE DUTY ON MANAGEMENT FEE

As per the requirements of the Finance Act, 2013, Federal Excise Duty (FED) at the rate of 16% on the services of the Management Company has been applied effective June 13, 2013. The Management Company is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED results in double taxation, does not appear to be the spirit of the law. The matter has been collectively taken up by the Management Company jointly with other Asset Management Companies and Central Depository Company of Pakistan Limited on behalf of schemes through a constitutional petition filed in the Honourable Sindh High Court (SHC) during September 2013 which is pending adjudication. However, the SHC has issued a stay order against the recovery of FED. The Fund, as a matter of abundant caution, has charged FED and sales tax thereon in its financial statements with effect from June 13, 2013.

As per the Finance Act, 2016, the management fees charged by the asset management company have been declared exempt from the levy of FED with effect from July 01, 2016. Accordingly, no provision for FED is made from July 01, 2016 onwards.

Subsequent to the year end, the Sindh High Court in its decision dated July 16, 2016 maintained the previous order passed against other constitutional petition whereby levy of FED is declared to be 'Ultra Vires' the Constitution. The management is however of the view that since the Federal government still has the right to appeal against the order, the previous balance of FED cannot be reversed.

The Management Company, in view of the pending decision and as a matter of abundant caution has made a provision for FED in the books of accounts of the Fund with effect from June 13, 2013 to June 30, 2016 aggregating to Rs.160 (2015: Rs.160).



**15. AUDITORS' REMUNERATION**

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Audit fee	149,000	149,000
Other certification and services	101,000	101,000
	<b>250,000</b>	250,000
Sales tax	15,000	12,500
Out of pocket expenses	31,246	31,271
	<b>296,246</b>	293,771

**16. TAXATION**

The income of the Fund is exempt from income tax under Clause (99) of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001 (Clause 99) subject to the condition that not less than 90 percent of the accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed in cash amongst the unit holders. The Management Company intends to distribute in cash not less than 90 percent of its annual accounting income to avail the tax exemption. Accordingly, no provision for current and deferred tax has been made in these financial statements.

**17. CASH AND CASH EQUIVALENTS**

Bank balances	1,054,618	410,484
---------------	-----------	---------

**18. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS**

Connected persons / related parties include Alfalah GHP Investment Management Limited being the Management Company, GHP Arbitrium AG, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of Management Company, directors and key management personnel of Alfalah GHP Investment Management Limited and MCB Financial Services Limited (MCBFSL) being the trustee of the Fund, and other associated companies and connected persons. The transactions with connected persons are in the normal course of business and at contractual rates.

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

**18.1 Other transactions**
**Associated companies / undertakings**
**Alfalsh GHP Investment Management Limited - Management Company**

Remuneration of the Management Company	-	1,001
Sales tax on management fee	-	174
Federal excise duty on management fee	-	160
Expenses allocated by the Management Company	1,030,328	-

**Bank Alfalah Limited**

Profit on bank deposits	132,587	7,211,085
Bank charges	3,622	8,411

**Other related parties**
**MCB Financial Services Limited**

Remuneration of the Trustee	1,785,397	1,145,908
Sales tax on Trustee fee	249,952	-

**18.2 Other balances**
**Associated companies / undertakings**

June 30, 2016,      June 30, 2015  
----- (Rupees) -----

**Alfalah GHP Investment Management Limited - Management Company**

Remuneration payable to the Management Company	1,001	1,001
Sales tax payable on management fee	174	174
Federal excise duty on management fee	160	160
Formation cost payable	1,217,000	1,217,000
Other payables	282,000	282,000
Expenses allocated by the Management Company	867,417	-

**Bank Alfalah Limited**

Bank balance	1,054,618	410,484
Profit receivable	2,949	12,560

**Other related parties**
**MCB Financial Services Limited**

Remuneration payable to the Trustee	302,683	144,351
Sales tax on Trustee fee	42,368	-

**18.3 Unit Holders' Fund**

	June 30, 2016									
	As at July 01, 2015	Issued for cash / conversion in / transfer in	Dividend reinvestment	Redeemed / conversion out / transfer out	As at June 30, 2016	As at July 01, 2015	Issued for cash / conversion in / transfer in	Dividend reinvestment	"Redeemed / conversion out / transfer out"	"Net asset value as at June 30, 2016"
	----- (Units) -----				----- (Rupees) -----					
Associated companies / undertakings										
Bank Alfalah Limited - Employees Gratuity Fund Trust	1,886,033	-	121,302	-	2,007,335	195,560,121	-	12,738,082	-	212,464,566

	For the period from September 19, 2014 to June 30, 2015									
	As at July 01, 2015	Issued for cash / conversion in / transfer in	Dividend reinvestment	Redeemed / conversion out / transfer out	As at June 30, 2016	As at July 01, 2015	Issued for cash / conversion in / transfer in	Dividend reinvestment	"Redeemed / conversion out / transfer out"	"Net asset value as at June 30, 2016"
	----- (Units) -----				----- (Rupees) -----					
Associated companies / undertakings										
Bank Alfalah Limited - Employees Gratuity Fund Trust	-	1,777,306	108,727	-	1,886,033	-	180,000,000	-	-	195,560,121

## 19. FINANCIAL RISK MANAGEMENT

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund.

The Fund's risk management policies are established to identify and analyse the risk faced by the Fund, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed by Board of Directors and audit committee regularly to reflect changes in market conditions and the Fund's activities.

The management of these risks are carried out by the Investment Committee (IC) under policies approved by the Board of Directors of the Management Company. The IC is constituted and approved by the Board of Directors of the Management Company. Investment committee is responsible to devise the investment strategy and manage the investment portfolio of the Fund in accordance with limits prescribed in the NBFC Regulations, offering document of the Fund in addition to Fund's internal risk management policies.

The Fund primarily invests in a mix of equity and sovereign income / money market funds. The Fund may also invest in other equity and sovereign income / money market funds available to it. Such investments are subject to varying degrees of risk. These risks emanate from various factors that include, but are not limited to credit risk, liquidity risk, market risk and operational risk.

### 19.1 Credit risk

Credit risk arises from the inability of the issuers of the instruments, the relevant financial institutions or counter parties to fulfil their obligations. There is a possibility of default of issuers of the instrument, financial institutions or counter parties.

#### **Management of credit risk**

The Fund's policy is to enter into financial contracts with reputable counterparties in accordance with the internal risk management policies and investment guidelines approved by the Board of Directors. The Investment Committee closely monitors the creditworthiness of the Fund's counterparties (e.g., issuer of the instruments, brokers, banks, etc.) by reviewing their credit ratings, financial statements and press releases on a regular basis. In addition the credit risk is also minimized due to the fact that the Fund only invests in liquid equity and money market based collective investment schemes (CIS).

#### **Exposure to credit risk**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

	<b>Carrying Amount</b>	
	<b>June 30, 2016</b>	<b>June 30, 2015</b>
	-----	-----
	<b>(Rupees)</b>	
Bank balances	<b>1,054,618</b>	410,484
Investments - units of mutual funds	<b>1,830,821,005</b>	1,775,273,519
Mark-up receivable	<b>2,949</b>	12,560
Receivable against sale of investments	-	10,000,000
	<b><u>1,831,878,572</u></b>	<u>1,785,696,563</u>

**Past due or impaired financial assets**

None of the financial assets are considered to be past due or impaired as at June 30, 2016.

**Concentration of the credit risk**

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure.

99.94% of the financial assets aggregating to Rs.1,830.821 million are invested in funds managed by the management company. The management company believes that underlying assets held by these funds are sufficiently diverse and therefore do not expose the Fund to any major concentration risk.

Details of the credit ratings of the investment and bank balances are as follows:

	June 30, 2016		June 30, 2015	
	Investment in mutual fund units	Bank balances	Investment in mutual fund units	Bank balances
	----- (Rupees) -----			
AAA	-	-	20%	-
4-Star	-	-	18%	-
1-Star	-	-	17%	-
2-Star	18%	-	-	-
2-Star	17%	-	-	-
AA-	31%	-	24%	-
AA+	34%	-	21%	-
AA	-	100%	-	100%
	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

**19.2 Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

**Management of liquidity risk**

The Fund's policy is to manage this risk by investing its assets in units issued by collective investment schemes (CIS) that are redeemable on demand as per terms of their offering document.

The Fund has ability to borrow, with prior approval of trustee, for meeting redemption. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings have arisen during the year.

**Maturity analysis for financial liabilities**

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period from the statement of assets and liabilities date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

The maturity profile of the Fund's liabilities based on contractual maturities is given below:

	June 30, 2016			
	Carrying amount	Upto one month	More than one month and upto three months	More than three months and upto one year
	----- (Rupees) -----			
<b>Financial liabilities</b>				
Payable to the Management Company	3,417,850	3,417,850	-	-
Payable to the Trustee	302,683	302,683	-	-
Accrued and other liabilities	579,949	-	579,949	-
	<u>4,300,482</u>	<u>3,720,533</u>	<u>579,949</u>	<u>-</u>

The maturity profile of the Fund's liabilities based on contractual maturities is given below:

	June 30, 2015			
	Carrying amount	Upto one month	More than one month and upto three months	More than three months and upto one year
	----- (Rupees) -----			
<b>Financial liabilities</b>				
Payable to the Management Company	1,500,001	283,001	1,217,000	-
Payable to the Trustee	144,351	144,351	-	-
Accrued and other liabilities	448,427	-	448,427	-
	<u>2,092,779</u>	<u>427,352</u>	<u>1,665,427</u>	<u>-</u>

Above financial liabilities do not carry any mark-up.

The Fund is exposed to cash redemptions of its units on a regular basis. Units are redeemable at the holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive document and guidelines laid down by SECP.

As per offering document, the Fund is allowed to withhold daily redemption request in excess of ten percent of the units in issue and such requests are to be treated as redemption request qualifying for being processed on the next business day. Such procedure is continued until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund may also suspend the redemption of the units if the redemption request exceed 10% of unit in issue with prior approval of the trustees and notification to SECP.

### 19.3 Market risk

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price of securities due to a change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market. Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk (equity price risk).

#### **Management of market risk**

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Board of Directors and regulations laid down by the SECP.

**Currency risk**

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in foreign exchange rates. The Fund, at present, is not exposed to currency risk as all transactions are carried out in Pak rupees.

**Interest rate risk**

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial instrument and future cash flows. The Fund has no significant interest bearing assets so the Fund's income and operating cash flows are substantially independent of changes in market interest rates.

As at June 30, 2016, details of interest rate profile of the Fund's interest bearing financial instruments were as follows:

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Variable rate instruments		
Bank balances - saving accounts	<u>1,054,618</u>	<u>410,484</u>

The Management Company monitors the interest rates of investment portfolio on a regular basis and alters the portfolio mix of fixed rate securities to manage the profitability of the portfolio. The composition of the Fund's investment portfolio is expected to change over time.

**Cash flow sensitivity analysis for variable rate instruments**

Change of 100 basis points in interest rate at the period end would increase / (decrease) the net assets and net income by Rs.0.0105 million (2015: Rs.0.004 million). However, the Fund invest in funds which expose to interest rate risk and which indirectly affect the interest rate risk of the Fund. The analysis assumes that all other variables remain constant.

The composition of the Fund's investment portfolio and rates announced is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2016 is not necessarily indicative of the effect on Fund's net assets of future movements in interest rates.

A summary of the Fund's Interest rate gap position, categorized by maturity date, is as follows:

On-balance sheet financial instruments	Yield / Effective interest rate (%)	June 30, 2016				Total
		Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	
		Upto three months	More than three months and upto one year	More than one year		
----- (Rupees) -----						
<b>Financial assets</b>						
Bank balances	5.5% - 7%	1,054,618	-	-	-	1,054,618
Investments		-	-	-	1,830,821,005	1,830,821,005
Mark-up receivable		-	-	-	2,949	2,949
		<u>1,054,618</u>	<u>-</u>	<u>-</u>	<u>1,830,823,954</u>	<u>1,831,878,572</u>
<b>Financial liabilities</b>						
Payable to the Management Company		-	-	-	3,417,850	3,417,850
Payable to the Trustee		-	-	-	302,683	302,683
Accrued and other liabilities		-	-	-	579,949	579,949
		<u>-</u>	<u>-</u>	<u>-</u>	<u>4,300,482</u>	<u>4,300,482</u>
<b>On-balance sheet gap</b>		<u>1,054,618</u>	<u>-</u>	<u>-</u>	<u>1,826,523,472</u>	<u>1,827,578,090</u>

June 30, 2015

On-balance sheet financial instruments	Yield / Effective interest rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
		----- (Rupees) -----				
<b>Financial assets</b>						
Bank balances	6% to 7%	410,484	-	-	-	410,484
Investments		-	-	-	1,775,273,519	1,775,273,519
Mark-up receivable		-	-	-	12,560	12,560
Receivable against sale of investments		-	-	-	10,000,000	10,000,000
		<u>410,484</u>	<u>-</u>	<u>-</u>	<u>1,785,286,079</u>	<u>1,785,696,563</u>
<b>Financial liabilities</b>						
Payable to the Management Company		-	-	-	1,500,001	1,500,001
Payable to the Trustee		-	-	-	144,351	144,351
Accrued and other liabilities		-	-	-	448,427	448,427
		<u>-</u>	<u>-</u>	<u>-</u>	<u>2,092,779</u>	<u>2,092,779</u>
<b>On-balance sheet gap</b>		<u>410,484</u>	<u>-</u>	<u>-</u>	<u>1,783,193,300</u>	<u>1,783,603,784</u>

#### Other price risk

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or factors affecting all instruments traded in the market. The Fund manages its exposure to price risk by investing in funds as per the trust deed.

#### 19.4 Unit Holders' Fund risk management

The Fund's objective when managing net assets attributable to unit holders is to safeguard the Fund's ability to continue as going concern so that it can continue to provide optimum returns to its unit holders and to ensure reasonable safety of Unit Holders' Fund. In order to maintain or adjust the capital structure, the Fund policy is to perform the following:

- Monitor the level of daily issuance and redemptions relative to liquid assets;
- Redeem and issue unit in accordance with the constitutive documents of the Fund, which include the ability to restrict redemptions as allowed under rules and regulations; and
- Monitor portfolio allocations and return on net assets and where required make necessary adjustments in portfolio allocations in light of changes in market conditions.

The Fund Manager / Investment Committee members and the Chief Executive of the company critically monitor capital of the Fund on the basis of the value of net assets attributable to the unit holders and track the movement of "Assets under Management" as well returns earned on the net assets to maintain investors confidence and achieve future growth in business. Further the Board of Directors is updated about the Fund yield and movement of NAV and total size at the end of each quarter.

#### 19.5 Fair value of financial instruments

IFRS 13 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). Adoption of IFRS 13, has no effect on the financial statements.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyse financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	As at June 30, 2016			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
<b>Financial assets classified as 'at fair value through profit or loss' - held-for-trading</b>				
Mutual fund units - open ended	-	<u>1,830,821,005</u>	-	<u>1,830,821,005</u>
	<u>-</u>	<u>1,830,821,005</u>	<u>-</u>	<u>1,830,821,005</u>
	June 30, 2015			
	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
<b>Financial assets classified as 'at fair value through profit or loss' - held-for-trading</b>				
Mutual fund units - open ended	-	<u>1,775,273,519</u>	-	<u>1,775,273,519</u>
	<u>-</u>	<u>1,775,273,519</u>	<u>-</u>	<u>1,775,273,519</u>

During the year ended June 30, 2016, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

## 20. SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding unit holding pattern of the Fund, top ten brokers of the Fund, members of the Investment Committee, fund manager, meetings of the Board of Directors, credit rating of the Fund and the Management Company of the Fund as required under Schedule V of the NBFC Regulations has been disclosed in Annexure I to the financial statements.

## 21. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by Board of Directors of the Management Company on September 22, 2016.



**22. GENERAL**

**22.1** Figures are rounded off to the nearest rupee.

**22.2** Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these financial statements.



For Alfalah GHP Investment Management Limited  
(Management Company)

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Chief Executive Officer

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Director

**SUPPLEMENTARY NON FINANCIAL INFORMATION  
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)  
OF THE FIFTH SCHEDULE TO THE**

Annexure I

**NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

**(i) UNIT HOLDING PATTERN OF THE FUND**

Category	As at June 30, 2016			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	232	10,189,024	1,078,448,122	60%
Associated Co./ Directors	1	2,007,336	212,464,657	12%
Insurance Co.	1	1,096,327	116,039,764	6%
Retirement & Other Funds	17	2,486,406	263,171,366	15%
Others	7	1,264,456	133,835,608	7%
	<b>258</b>	<b>17,043,549</b>	<b>1,803,959,517</b>	<b>100%</b>

Category	As at June 30, 2015			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	248	10,211,821	1,059,052,910	60%
Insurance Company	2	1,307,346	135,517,566	8%
Associated Co./ Directors	1	1,886,033	195,503,403	11%
Retirement & Other Funds	17	2,382,951	247,013,188	14%
Others	7	1,198,247	124,208,561	7%
	<b>275</b>	<b>16,986,398</b>	<b>1,761,295,627</b>	<b>100%</b>

**(iii) PARTICULARS OF MEMBERS OF THE INVESTMENT COMMITTEE**

Following are the members of the Investment Committee of the Fund:

Maheen Rahman  
Noman Soomro  
Shariq Mukhtar Hashmi  
Muddasir Ahmed Shaikh  
Nabeel Malik  
Imran Altaf  
Kashif Kasim

**Maheen Rahman – CEO**

Maheen Rahman has over ten years of experience in the financial services industry. Prior to joining Alfalah GHP Investment Management Limited she was Head of Business Development at IGI Securities the brokerage arm of IGI Financial Services. She has also served as Head of Research for BMA Capital Management where she spearheaded the research effort to provide sound and in depth investment advice across all capital markets to a wide range of corporate and institutional clients. Ms Rahman has also worked with Merrill Lynch in their Investment Banking Group and was a key team member for several high profile international transactions that spanned the Asia Pacific region and North America. She has also worked with ABN Amro Bank in Corporate Finance and M&A Advisory and was involved in a series of equity raising and IPO activity across south-east Asia.

**Noman Soomro**

Mr. Soomro is a qualified Chartered Accountant from the Institute of Chartered Accountant of Pakistan (ICAP). Prior to joining Alfalah GHP Investment Management Limited, he was Chief Financial Officer & Company Secretary of HBL Asset Management Limited for seven years. During his tenor as CFO, he was responsible for all financial and fiscal management aspects of Company operations and Mutual Funds/Pension Schemes under management of the Company. The job also included providing leadership and coordination in the administrative, business planning, strategy, accounting, taxation and budgeting efforts of the Company. Before HBL Asset Management Limited, he was working at A F Ferguson Chartered Accountants; a member firm of PricewaterhouseCoopers (PwC). During his five years at A.F Ferguson with the Assurance and Business Advisory Services of the firm, he conducted audits of major financial institutions of Pakistan including local and foreign commercial banks, mutual funds, modarbas, housing finance company and leasing companies. He was also a key member of the team which conducted pre-acquisition Financial and Taxation Due Diligence Review of a commercial bank in Pakistan. Mr. Soomro has also conducted Internal Audit reviews of a large commercial bank and a foreign bank, where the responsibilities included reporting on effectiveness and efficiency of internal audit department, and independent reporting on internal control weaknesses."

**Shariq Mukhtar Hashmi**

Mr. Hashmi holds a diversified experience of over 11 years with various private sector enterprises of repute. He joined IGI Funds Limited (which subsequently merged into Alfalah GHP Investment Management Limited in Oct. 2013) in 2010 to lead the back office function as Head of Operations & Settlements. His association has continued, post-merger, as Head of Compliance & Risk Management. He has previously served National Asset Management Company as Head of Internal Audit and Feroze Sharif Tariq & Co Chartered Accountants in various capacities. He has also headed the Internal Audit Department of the Company. Mr. Hashmi is a qualified Accountant from the Association of Chartered Certified Accountants, UK and holds MBA degree in Finance from SZABIST University. He is also enrolled for Financial Risk Manager Certification of Global Association of Risk Professionals; USA.

**Muddasir Ahmed Shaikh**

Mr. Muddasir has more than 10 years of experience in Investment Management & Equity Research. During his career, he has served a number of public and private institutions of repute. Prior to joining IGI Funds Limited, he has been associated with Atlas Asset Management Limited, National Investment Trust Limited, and JS Investments Limited (Formerly JS Abamco Ltd.). Mr. Muddasir holds a Masters degree in Business Administration from Institute of Business Administration, Karachi.

**Nabeel Malik**

Mr. Nabeel Malik brings with him a rich and diversified experience in the field of fund management and fixed income trading/facilitation. Before becoming a part of IGI Funds' team, he was associated with Pak-Oman Asset Management Co, heading its Fixed Income Fund Management Dept. where he proficiently handled money market trading, liquidity and funds management contributing positively towards bottom line profitability. His diverse experience in the field of finance includes names like Pak-Kuwait Investment Co, Orix Investment Bank, KASB Securities, and Mobilink GSM.

**Imran Altaf**

Mr. Altaf has over six years of experience in Investment Valuation, Financial Research and Portfolio Management. Before joining Alfalah GHP Investment Management as a portfolio manager, he was associated with Faysal Asset Management as a fixed income portfolio manager over 2010 to 2014. He was previously affiliated with Faysal Bank Limited and its Equity Capital Market (ECM) division from 2010 to 2012 in the capacity of an investment analyst. Mr. Altaf is a CFA Charter holder and has an MBA Degree from SZABIST University.

**Kashif Kasim**

"Mr. Kasim is part of the Alfalah GHP's Investment team since 2013 and has continuously added value to the Investment Management function since then. As an acknowledgement of his efforts and quick learning skills he was promoted to the role of Junior Portfolio Manager. Mr. Kasim is pursuing his MBA from Pakistan Air Force Karachi Institute of Economics & Technology (PAF KIET) and is also a Level II candidate of Chartered Financial Analyst (CFA) exam."

**(iv) ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS**

The 68th, 69th, 70th, 71st and 72nd Board Meetings were held on 24 Aug 2015, 29 Oct 2015, 25 Feb 2016, 27 Apr 2016 and 30 June 2016 respectively.

Name of Director	Number of Meetings			Meeting not attended
	Held	Attended	Leave Granted	
Syed Ali Sultan	5	5	-	-
Ms. Maheen Rahman	5	5	-	-
Mr. Amin Dawood Saleh	5	5	-	-
Mr. Abid Naqvi	5	5	-	-
Mr. Hanspeter Beier	5	2	3	3
Mr. Michael Buchen	5	5	-	-
Mr. Tufail Jawed Ahmad	2	2	-	-
Syed Tariq Husain	1	-	1	1

**SUPPLEMENTARY NON FINANCIAL INFORMATION  
AS REQUIRED UNDER SECTION 6(D), (F), (G), (H), (I), AND (J)  
OF THE FIFTH SCHEDULE TO THE NON BANKING FINANCE  
COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

**Annexure A**
**PERFORMANCE TABLE - AGCPF**

	30 June 2016	30 June 2015
Net Assets (Rupees in '000)	1,803,960	1,761,296
NAV per unit	105.8441	103.6585
Selling price per unit	N/A	N/A
Redemption price per unit	N/A	N/A
Highest selling price per unit	N/A	N/A
Highest redemption price per unit	113.8352	100.0000
Lowest selling price per unit	N/A	N/A
Lowest redemption price per unit	103.5419	N/A
Total interim distribution per unit	6.7539	6.3308
Interim distribution date	29-Jun-16	23-Jun-15
	-	26-Jun-15
Final distribution per unit	Nil	Nil
Final distribution date	N/A	N/A
Annualized returns	8.68%	10.00%
Income distribution	6.52%	7.82%
Weighted avg. portfolio duration	N/A	N/A

Return since inception is **11.25%**

The past performance is not necessarily indicative of future performance and that units prices and investment returns may go down, as well as up.

For Alfalah GHP Investment Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

بورڈ آف ڈائریکٹرز:

ڈائریکٹر کے نام	عہدہ	منعقدہ میٹنگ	میٹنگ میں شرکت	غیر حاضری
جناب سید علی سلطان	چیرمین	5	5	-
جناب امین داؤد صالح	ڈائریکٹر	5	5	-
جناب مائیکل چین	ڈائریکٹر	5	5	-
جناب ٹس پیٹر بائیر	ڈائریکٹر	5	5	72، 70th، 68th بورڈ آف ڈائریکٹر
محترمہ مایین رحمان	چیف ایگزیکٹو آفیسر	5	5	-
جناب عابد نقوی	ڈائریکٹر	5	5	-
جناب آصف سعید	ڈائریکٹر	-	-	-
جناب سید طارق حسین	ڈائریکٹر	1	-	70th بورڈ آف ڈائریکٹر
جناب طفیل جاوید احمد	ڈائریکٹر	2	2	-

سال کے دوران بورڈ کے ممبران کی تبدیلی:

نام	عہدہ	تقرری	استعفی
جناب آصف سعید	ڈائریکٹر		استعفی
سید طارق حسین	ڈائریکٹر	تقرری	استعفی
جناب طفیل سعید احمد	ڈائریکٹر	تقرری	

بورڈ اپنے سکروڈ ہونے والے ڈائریکٹر حضرات کا کھٹی میں خدمات پیش کرنے پر شکر گزار ہے۔

آڈٹ کمیٹی کی میننگ:

اس سال کے دوران آڈٹ کی میننگ کی تفصیلات اور آڈٹ کمیٹی کے ممبران کی شرکت کی تفصیلات درج ذیل ہیں:

ممبر	میٹنگ منعقدہ	میٹنگ میں حاضری
جناب عابد نقوی	4	4
جناب سید علی سلطان	4	4
جناب امین داؤد صالح	4	2

اظہار تشکر:

ڈائریکٹوریٹ ریگولیشنز ایڈوائز کمیٹی آف پاکستان کے تعاون پر ان کا شکریہ ادا کرتے ہیں اس کے علاوہ بورڈ نے انتظامی کمیٹی کے ملازمین اور سٹیرنگ کمیٹی کا شکریہ ادا کیا ہے جنہوں نے انتظامیہ پر مکمل اعتماد کرتے ہوئے محنت اور لگن سے کام کیا۔

بورڈ کی جانب سے

چیف ایگزیکٹو آفیسر

مورخہ: 22 ستمبر 2016ء

مالی تفصیلات:

(ملین روپے)

تفصیل	برائے سال ۲۰۱۶ء جون ۳۰	برائے سال ۲۰۱۵ء جون ۳۰
اوسط صافی اثاثہ	1,803.959	1,761.296
مجموعی آمدنی	153.177	169.478
کل آمدنی	145.559	165.652
فی یونٹ صافی اثاثہ کی ویلیو (پاکستانی روپے)	105.84	103.69
سال کے دوران پونش کا اجراء	110.262	1,720.348
سال کے دوران پونش کی کمی	106.221	19.881

ادائیگی:

زیر نظر سال کے آخر میں فنڈ کی نقد ادائیگی کا ویڈیو 6.7539 پاکستانی روپے فی یونٹ رہا۔

کارپوریٹ گورننس:

- انتظامی کپنی اعلیٰ معیار کے کارپوریٹ گورننس پالیسیوں رکھتی ہے لہذا اس کے مطابق بورڈ آف ڈائریکٹرز کی جانب سے درج ذیل کی پالیسیوں کو اپنایا جاتا ہے:
- (اے) کپنی کی انتظامیہ کی جانب سے تیار کردہ مالیاتی گوشوارے کپنی کے حالات، اس کے آپریشنز کے نتائج، یکیش ٹلو اور ایکویٹی میں تبدیلی کی شفاف عکاسی کرتے ہیں۔
  - (بی) کپنی کے کھاتے مناسب طریقہ سے رکھے جا رہے ہیں۔
  - (سی) مناسب اکاؤنٹنگ پالیسیوں کے تسلسل کو مالیاتی گوشوارے کی تیاری میں لاگو کیا گیا ہے۔ اکاؤنٹنگ کے اندازے ماہرانہ اور حیطہ فیصلوں پر مبنی ہوتے ہیں۔
  - (ڈی) مالیاتی گوشوارے کی تیاری میں بین الاقوامی مالیاتی رپورٹنگ معیار (IFRS)، جو کہ پاکستان میں نافذ العمل ہیں، ان کی پیروی کی گئی ہے۔
  - (ای) انٹرنل کنٹرول کے نظام مضبوط ہیں اور اس پر موثر طریقے سے عملدرآمد اور نگرانی کی جاتی ہے۔
  - (ایف) آنے والے سالوں میں الفلاح جی ایچ پی انویسٹمنٹ لمیٹڈ کی انتظامیہ کے تحت فنڈز کے کاروباری تسلسل پر کوئی قابل ذکر شکوک و شبہات نہیں ہیں۔
  - (جی) مالیاتی گوشواروں میں تمام واجب الادا سیکسز، ڈیویڈنڈ اور دیگر چارجز کی مکمل تفصیلات فراہم کر دی گئی ہیں۔
  - (ایچ) کپنی میں کارپوریٹ گورننس کو مکمل طور پر نافذ کیا ہے جو کہ لسٹنگ ریگولیشن میں درج ہے اور اس سے کوئی انحراف نہیں کیا گیا ہے۔
  - (آئی) اہم مالیاتی تفصیلات اس ڈائریکٹرز رپورٹ میں فراہم کر دی گئی ہیں۔
  - (جے) بورڈ آف ڈائریکٹرز کی میٹنگ کی تفصیلات اور ان مینٹنگز میں ہر ڈائریکٹر کی شرکت ضمنی غیر مالیاتی معلومات کی سالانہ رپورٹ کے نوٹ نمبر (iv) میں دی گئی ہیں۔
  - (کے) اس سالانہ رپورٹ کی ضمنی غیر مالیاتی معلومات پونٹ ہولڈرز کی تفصیل نوٹ نمبر (i) میں دی گئی ہیں۔
  - (ایل) چیف ایگزیکٹو، ڈائریکٹرز، ایگزیکٹو اور ان کے شریک حیات کی جانب سے فنڈز کے پونش کی تعداد ۲۰۱۶ء جون ۳۰ نوٹ نمبر 18.3 میں فراہم کر دی گئی ہے۔
  - (ایم) چیف ایگزیکٹو، ڈائریکٹرز، ایگزیکٹو اور ان کی بیگمات کی جانب سے مطلوبہ پونش/تعداد ۲۰۱۶ء جون ۳۰ نوٹ نمبر 18.3 میں فراہم کر دی گئی ہے۔

فونڈ کی کارکردگی اور تجزیہ:

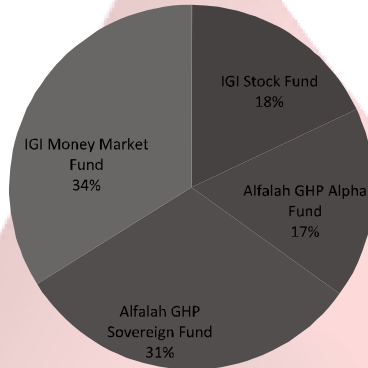
الفلاح جی ایچ پی کیسٹیل پر پرومیشن فونڈ: فونڈ آپریٹرز اور کارکردگی:

یہ فونڈ اکتوبر ۲۰۱۵ء میں قائم کیا گیا تھا اور اس کے قائم کرنے کے وقت سے اب تک اس فونڈ کی آمدنی %11.25 (CAGR کی بنیاد پر) مالیاتی سال ۳۰ جون ۲۰۱۶ء تک کیلئے رہی۔ اس سال کے دوران فونڈ کی آمدنی %8.68 رہی جبکہ بیچ مارک کی آمدنی (کے ایس ای 100 کے W.A یومیہ ریٹرن اور 6M Dep ریٹ برائے -AA' ٹیکس، جس کی شراکت ایکویٹی اور ڈیویڈنڈ کی بنیاد پر تھی) %7.69 تھی۔ فونڈ کی حکمت عملی رواں سال کے دوران معتدل اور متوازن رہی۔ پرخطر اثاثہ جات میں فونڈ کی سرمایہ کاری کا تناسب کم رہنے کے باوجود فونڈ نے اپنے بیچ مارک شرح آمدن سے بہتر نتائج کا مظاہرہ کیا۔

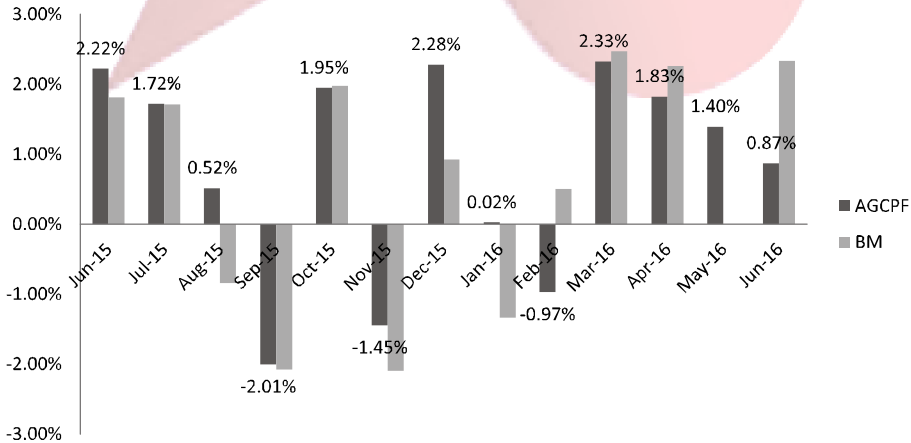
یہ فونڈ مکمل طور پر اکتوبر ۲۰۱۶ء میں دو سال کی مدت کے بعد مکمل ہوگا۔

PACRA نے فونڈ کو "CP2" کی ریٹنگ تفویض کی ہے۔ فونڈ کا تخمینہ ۳۰ جون ۲۰۱۶ء کو 1.8 بلین پاکستانی روپے تھا۔

**AGCPF Asset Allocation**



**AGHP Capital Preservation Fund Vs Benchmark**





ڈائریکٹرز رپورٹ:

ہمارے معزز اینڈ ہولڈرز،

الفلاح ایف پی انویسٹمنٹ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز مالیاتی سال ۲۰۱۶ء کیلئے فنڈز کی سالانہ رپورٹ پیش کر رہے ہیں۔

اقتصادی جائزہ برائے مالیاتی سال ۲۰۱۶ء:

مالیاتی سال ۲۰۱۶ء میں پاکستان کی معیشت میں 4.70% کا اضافہ ہوا جو گذشتہ آٹھ سالوں میں سب سے زیادہ شرح رہی۔ یہ اضافہ بنیادی طور پر صنعتی اور خدماتی شعبوں کی بدولت رہا جس سے زرعی شعبے کی ناقص کارکردگی پس پردہ رہی تو اتائی کی وافر فراہمی اور پاک چائے کا اقتصادی راہداری منصوبوں کو مستقبل میں بھی جاری رکھنے کی امید کی جاتی ہے۔

مالیاتی سال ۲۰۱۶ء میں افراط زر کا تناسب 2.85% رہا جس کا موازنہ مالیاتی سال ۲۰۱۵ء کے تناسب 4.56% سے کیا جاسکتا ہے، تیل کی کم قیمتوں کی بدولت معیشت میں ترقی ہوئی اور ایشیاء کی قیمتوں میں اسی بنیاد پر سال کے آخر میں افراط زر کی شرح میں اضافہ کے نتیجے میں شروع ہونے والے اگلے مالیاتی سال میں اضافہ کا امکان ہے۔ مالیاتی سال ۲۰۱۶ء کیلئے اسٹیٹ بینک کے تخمینوں کے مطابق اس کا تناسب 4.50% سے 4.80% ہے جو کہ ان منصوبوں سے قریب ترین تناسب ہے اور شرح 5.75% بنتی ہے اور ہمیں امکان ہے کہ اس مدت کے ساتھ سود کی شرح میں اگلی مدت کیلئے مزید اضافہ ہوگا۔

اس سال کے دوسرے حصہ میں مکمل طور پر معیشت کی خارجی حالت اسی تناسب کے تحت ہے جس کا تناسب 0.02%- امریکی ڈالر کے مقابلے میں ہے اس طرح کم برآمدات اور ترسیلات زر کی سست رفتار اور بین الاقوامی طور پر نام تیل کی قیمتوں میں کمی کی وجہ سے اس میں کافی حد تک فائدہ ہوا ہے۔ خارجی حالت کے تحت (۱) سرکاری قرضے کے حوالے سے خصوصی طور پر ستمبر ۲۰۱۵ء میں آئی ایم ایف کے پروگرام کے اختتام کے بعد مقرر ہوئی۔ (۲) ملکن شرح ترسیلات زر جس میں ملکن طور پر سست روی رہی۔ (۳) تیل کی قیمتوں میں اضافہ (۴) ملکن طور پر برآمدات کی آمدنی میں کمی واقع ہوئی۔

اسٹاک مارکیٹ:

کے ایس ای 100 انڈیکس جس میں دوران سال 3,300 پوائنٹس کا اضافہ ہوا اور مالیاتی سال ۲۰۱۶ء کے دوران ریٹرن کا تناسب 9.8% رہا۔ سال کے پہلے سات ماہوں میں مارکیٹ مندی رہی جبکہ فروری کے آخر سے اضافہ دیکھا گیا۔ بین الاقوامی طور پر نام تیل کی قیمتوں میں پچھلے ۱۲ سالوں کے مقابلے میں سال ۲۰۱۶ء میں کافی کمی رہی اور عالمی مارکیٹ کے حصص میں غیر ملکی سرمایہ کاروں کی طرف سے فروخت کیلئے دباؤ بڑھا اور مقامی بروکرز کی تحقیقات کے نتیجے میں پہلے سات سے آٹھ ماہ کے دوران منفی اثرات پائے گئے۔ کم شرح سود کے ماحول میں بینکاروں پر سرمایہ کار کا اعتماد رہا اور مارکیٹ میں بالخصوص فروری کے مہینے سے ایک بار پھر اضافہ ہوا۔ MSCI میں پاکستان کی شمولیت سے اسٹاک مارکیٹ میں مزید تیزی کا رجحان رہا۔ برطانوی عوام کی جانب سے یورپی یونین سے اخراج کی بدولت انڈیکس میں قہقہوں کی مدتی کمی ہوئی جسے جون ۲۰۱۶ء میں بحال کیا گیا۔

سال کی آخری سہ ماہی میں اضافہ پاکستان کی MSCI میں ایزر نو درجہ بندی کے مہم ہونے منت رہا اور انڈیکس کے اہم حصص کی MSCI میں شمولیت کی توقع رہی۔

مٹی مارکیٹ:

افراط زر اور اس کے نتیجے میں پیدا ہونے والے پالیسی ریٹ مالیاتی سال ۲۰۱۶ء کے دوران دو مرتبہ کمی پیشی سے متاثر ہوئے، پہلے ستمبر ۲۰۱۵ء میں 50bps اور اس کے بعد ۲۰۱۶ء میں 25bps جو کہ سال کے دوران آمدنی ہر 100-250bps کمی کا باعث بنا اور ڈسکاؤنٹ میں سب سے زیادہ کمی ۴ سے ۱۰ سالہ بونڈز میں دیکھی گئی جس کی وجہ سے شرح سود میں طویل مدتی کمی کی توقع ہے۔

مستقبل کا نقطہ نظر:

سال ۲۰۱۶ء میں مارکیٹ کی کارکردگی میں بہتری کی توقع ہے جو کہ (۱) پاکستان کی MSCI اہم رجنگ مارکیٹ انڈیکس میں دوبارہ درجہ بندی (۲) وفاقی بجٹ مالیاتی سال ۲۰۱۸ء کیلئے توقع کی جاتی ہے بالخصوص زرعی اور تجارتی شعبوں میں حکومت اپنی مدت کے آخری سال اس پر ضرور توجہ دے گی۔

تعمیل مدت میں افراط زر میں کمی کے پیش نظر 2016ء کے آخر میں CPI میں کچھ اضافہ کے باعث یہ توقع کی جارہی ہے کہ مائٹری پالیسی میں درمیانی مدت میں استحکام رہے گا۔ وہ عوامل جو جلد یا بدیر اضافہ کی وجہ بن سکتے ہیں وہ درج ذیل ہیں:

- ۱۔ خام تیل میں قیمتوں میں اضافہ بوجہ طلب و رسد کے فرق میں کمی۔
- ۲۔ توانائی کے علاوہ دیگر شعبوں میں خلاف توقع قیمتوں میں زیادہ اضافہ۔
- ۳۔ کرسٹ اکاؤنٹ خسارہ میں اضافہ سے روپے کی قدر پر بڑھتا ہوا دباؤ۔

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






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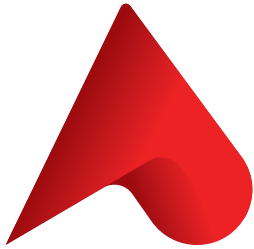


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