
ALFALAH

Investments

HALF YEARLY REPORT



DECEMBER 31,
2023

TABLE OF CONTENTS

Report of the Directors of the Management Company

03-12

Alfalah GHP Pension Fund

Fund's Information	14
Trustee Report	15
Auditors' Report	16
Condensed Interim Statement of Assets and Liabilities	17
Condensed Interim Income Statement	19
Condensed Interim Statement of Comprehensive Income	23
Condensed Interim Statement of Movement in Participants' Sub Funds	27
Condensed Interim Statement of Cash Flows	29
Notes to the Condensed Interim Financial Statements	31

Alfalah GHP Islamic Pension Fund

Fund's Information	51
Trustee Report	52
Auditors' Report	53
Condensed Interim Statement of Assets and Liabilities	54
Condensed Interim Income Statement	56
Condensed Interim Statement of Comprehensive Income	60
Condensed Interim Statement of Movement in Participants' Sub Funds	64
Condensed Interim Statement of Cash Flows	66
Notes to the Condensed Interim Financial Statements	68

Alfalah KPK Employee Pension Fund

Fund's Information	89
Trustee Report	90
Condensed Interim Statement of Assets and Liabilities	91
Condensed Interim Income Statement	92
Condensed Interim Statement of Comprehensive Income	93
Condensed Interim Statement of Movement in Participants' Sub Funds	94
Condensed Interim Statement of Cash Flows	95
Notes to the Condensed Interim Financial Statements	96

Alfalah KPK Islamic Employee Pension Fund

Fund's Information	115
Trustee Report	116
Condensed Interim Statement of Assets and Liabilities	117
Condensed Interim Income Statement	118
Condensed Interim Statement of Comprehensive Income	119
Condensed Interim Statement of Movement in Participants' Sub Funds	120
Condensed Interim Statement of Cash Flows	121
Notes to the Condensed Interim Financial Statements	122

DIRECTORS' REPORT TO THE UNIT HOLDERS FOR THE HALF YEAR ENDED DECEMBER 31, 2023

On behalf of the Board of Directors, I am pleased to present the Financial Statements of Alfalah GHP Income Multiplier Fund (AGIMF), Alfalah GHP Cash Fund (AGCF), Alfalah GHP Islamic Stock Fund (AGISTF), Alfalah GHP Alpha Fund (AGAF), Alfalah GHP Value Fund (AGVF), Alfalah GHP Sovereign Fund (AGSOF), Alfalah GHP Income Fund (AGIF), Alfalah GHP Stock Fund (AGSTF), Alfalah GHP Money Market Fund (AGMMF), Alfalah GHP Consumer Index Exchange Traded Fund (ACIETF), Alfalah GHP Islamic Income Fund (AGIIF), Alfalah GHP Prosperity Planning Fund (AGPPF), Alfalah GHP Islamic Prosperity Planning Fund (AGIPPF), Alfalah GHP Dedicated Equity Fund (AGDEF), Alfalah GHP Islamic Value Fund (AGIVF), Alfalah Islamic Rozana Aamdani Fund (AiRAF), Alfalah GHP Islamic Dedicated Equity Fund (AGIDEF), Alfalah Stable Return Plan - VI (ASRF-VI), Alfalah Stable Return Plan - VIII (ASRF - VI), Alfalah Stable Return Plan - IV (ASRF - IV), Alfalah Financial Sector Income Fund - I (AFSIF - I), Alfalah Financial Value Fund (AFVF), Alfalah Islamic Money Market Fund (AIMMF), Alfalah Islamic Sovereign Fund Plan - I (AISOF - I), Alfalah Islamic Sovereign Fund Plan - II (AISOF - II) for the half year ended December 31, 2023.

Economic Overview

Most of the world economies are currently recovering from a multiyear high inflation and interest rates. Domestic inflation as well have started easing from Dec-23, peaking at 38% in May 23 because of high commodity prices, adjustments in utility tariffs and depreciation of the rupee which have continued to exert upward pressure on domestic prices. As a result, inflation for 7 months of FY24 has averaged at 28.73% YoY. The recovery from floods has been significant, with the main crops expected to hit their peak production levels for the year.

In response to rising inflation, the Central Bank has increased policy rate by a cumulative 1500bps to 22% from 7% in Sep 2021. As per MPC, the hikes were aimed at ensuring that the elevated inflation does not become entrenched and risks to financial stability are contained. In contrast, in the last 5 meetings of the monetary policy committee (MPC), the central banks have kept policy rates at 22% on the grounds of achieving positive real interest rates on a 12M forward-looking basis due to a high base effect.

As a result of multiyear high agricultural yields, relaxation on imports by Central bank, positive current account balance and a stable PKR, the GDP growth for FY24 is expected to be around 2%.

The Current Account posted a deficit of \$831 million for 1HFY24 as against a deficit of \$3.63 billion during the same period last year (down 77%). Persistent decline in imports in wake of import controls by the authorities is the core reason for this achievement. In 1HFY24, Remittances have clocked in at \$13,435 million vs \$14,418 million compared to same period last year displaying a decline of 6.8%, mainly because of globally high inflation.

Forex reserves have been increasing since the start of the FY24, from its critical levels of US\$ 4.4bn in June 2023, to US\$8.0bn as of Feb 2024, where couple of successful IMF program reviews being the primary reason behind this. In July 2023, Pakistan entered into a Standby Agreement with the IMF, securing financial support of US\$3bn over 9 months, including an initial disbursement of US\$1.2bn. Moreover, the country received financial support of US\$3bn from its bilateral partners. This boosted total FX reserves to US\$12.8bn from US\$9.2bn in June 2023 and holds potential to attract further inflows. These inflows are expected to assist in managing external debt repayments due in FY24 and FY25.

External debt repayments for FY24 stand at US\$24.6bn, out of which US\$5.4bn is already repaid, US\$12.4bn is expected to be rolled over while remainder of US\$6.8bn will be paid in last 2 quarters.

Pakistan underway into IMF program is quite critical for the economic stability and growth. SBP reserves currently stand at \$8.2bn, translating into approx. Two month of import cover. Steps have been taken in order to revive the economic health of the nation, which includes market driven exchange rate, downward trend in inflation and potential rate cuts in the upcoming months. Moreover, we expect the Government to make reforms including a) increase in utility tariffs, b) resolution of circular debt and c) discontinuation of subsidies.

Equity Market Review

In the current calendar year, the KSE-100 index witnessed a notable bullish trend supported by successful implementation of an IMF program and essential structural reforms addressing persistent challenges. Reaching an unprecedented peak of 66,426 on December 12, 2023, the index closed the year at 62,451, reflecting a substantial 54.50% for the calendar year 2023. The year began under challenging economic conditions, characterized by escalating interest rates and political uncertainties, initially impacting investor confidence and dampening market performance. Factors such as inflation and continuous PKR devaluation exacerbated these challenges, compounded by postponed elections and heightened political polarization, fostering a prevailing negative sentiment.

However, following the Standby Arrangement with the IMF in July 2023 along with support from bilateral lenders, investor confidence witnessed a resurgence, prompting increased inflows into the market. Government initiatives targeted at curbing illegal foreign currency transactions and preventing further PKR depreciation also contributed to enhance investor trust.

The year 2023 remained a turnaround year for foreign investments as portfolio investment inflow for amounted to USD 73mn Compared to last year's outflow of 49mn, as foreigners remained net buyer compared to being net sellers for eight consecutive years. Major buying from foreigners remained mainly in Commercial Banks, Cements, and in Oil & Gas Exploration Companies.

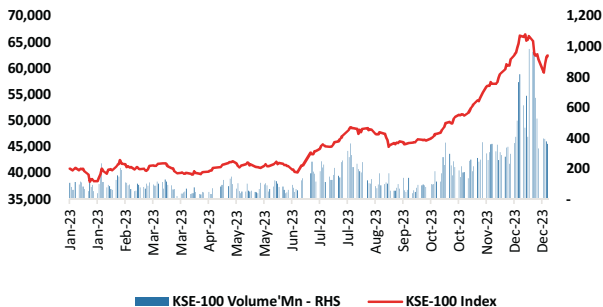
In the long term, we expect KSE100 index to perform better driven by:

Sustained economic growth and IMF program: Signing of SBA with IMF along with two successful reviews shows commitment of Pakistan towards structural reforms including market based exchange rate, higher tax revenues, elimination of subsidies and resolution of circular debt along with sustained economic growth is expected to drive market performance. Moreover, inflows from Multilaterals and friendly countries have provided much needed respite to dwindling forex reserves.

Attractive fundamentals: Forward P/E stands below 4x, which implies more than 50% discount to historic average P/E of KSE100. Moreover, it is also cheap in comparison to peers as it stands at almost 70% discount to Asia Pacific regional average P/E of 15. We feel, such a low P/E is unwarranted since corporates have done extraordinary well sustaining a CAGR of 11.3% in profitability growth over last 10 years, and are trying to maintain operating profits even in such difficult economic environment. Moreover, the dividend yield of 12% is one of the highest in the region and serves as icing on the cake.

Rate cuts to support the market: The State Bank of Pakistan (SBP) has shown no inclination to raise interest rates further, with the policy rate remaining unchanged at 22%, under the projection that inflation is set to reach around the 13%-15% range by the end of September 2024, owing to an increase in domestic food supply and base effects. As a result, we cannot rule out the possibility of a 7%-9% reduction in the policy rate within the next 12 months. Historically, a decline in interest rates has played a pivotal role in bolstering stock market performance. Lower interest rates tend to reduce the cost of borrowing for companies, stimulating credit growth and corporate investment in expansions, resulting in higher profitability. This potential decline in interest rates is expected to make equity investments relatively more attractive than fixed-income instruments, propelling demand for stocks and triggering positive market performance.

KSE-100 Index - Closing of index and Volumes

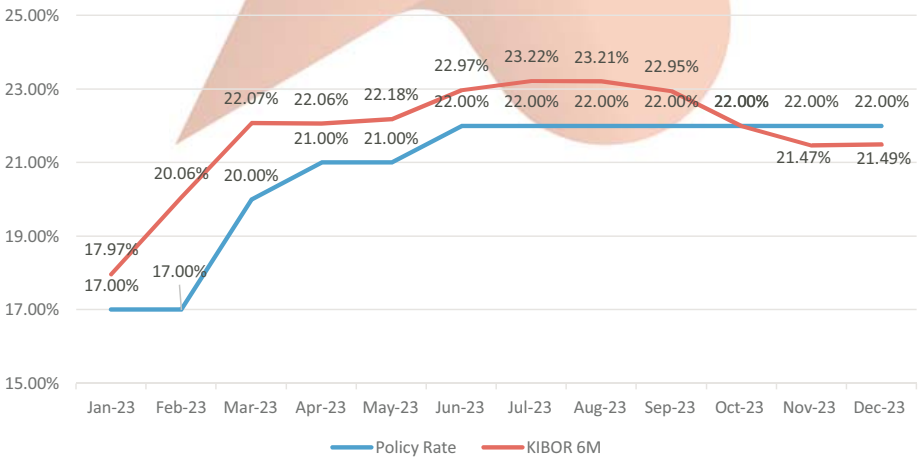


Money Market Review:

CY23 remained a volatile year for Money Market, there had been a sharp increase in secondary yields as 3M-PKRV yield rose from 17.75% to 21.28% throughout CY23 owing to risk related to elevated inflation and depleting FX reserves. The cumulative policy rate hike during the year was 600bps in order to tame down inflation and domestic currency. Overall, the Inflation remained at upward trajectory and average inflation clocked in at 30.9% YoY in CY23, mainly due to consistent hike in electricity and gas tariff and increase in Food, Housing & Transport Indices as well.

In the last quarter of CY23, secondary yields showed some respite after touching decade high of 23.78% during 3QCY23. Measures to curb illegal exchange activities and currency smuggling led to recovery in PKR. The interim political setup has successfully established essential political stability, while a firm adherence to the IMF performance criteria underscoring commitment to economic stability keep forward real rate positive on 12-Month basis. Yields on 3m, 6m and 12m paper decreased by 118bps, 144bps and 158bps and stood at 21.28%, 21.37% and 21.32% respectively. On the other hand, yield on longer tenor bonds decreased by 257bps, 133bps and 121bps and settled at 16.54%, 15.9% and 14.91% for 3yr, 5yr and 10yr paper respectively.

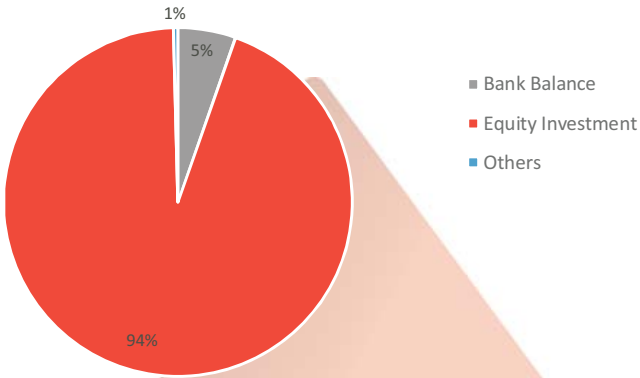
In terms of raising money from primary market through auctions, the Government had faced deterrence in first three quarter of CY23. Major participation remained tilted towards shorter-tenors T-Bills due to inflation uncertainty as average inflation stood at 31.7% during this period. In 4QCY23, large participation was observed in large tenors as well including 6-Month and 12-Month duration T-Bills due to expectation of monetary easing. Going forward, stability in currency and better farm economics along with high base effect is expected to keep inflation outlook positive. The declining inflation will provide ample room for the SBP to start cutting rates. We expect SBP to decrease policy rate by around 700bps in CY24. However, the impact of volatility in Energy prices and freight cost due to Middle East conflict and further increase in gas price remained a major threat to future inflation outlook and may result in higher than expected inflation.



Alfalah GHP Pension Fund- Equity:

The fund generated a return of 53.05%. during 1HFY24.

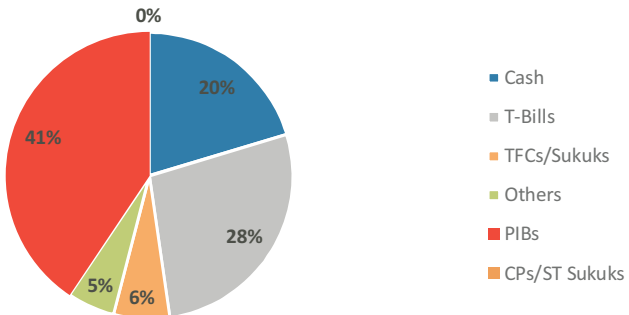
Asset Allocation
(as at 31-Dec-2023)



Alfalah GHP Pension Fund- Debt:

The fund generated a return of 20.54% during 1HFY24.

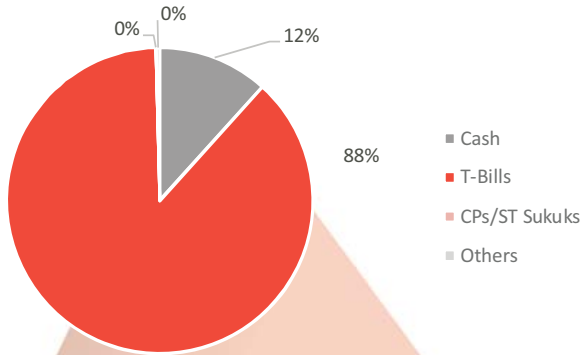
Asset Allocation
(as at 31-Dec-2023)



Alfalah GHP Pension Fund- Money Market:

The fund generated a since inception return of 21.56% during 1HFY24.

Asset Allocation
(as at 31-Dec-2023)



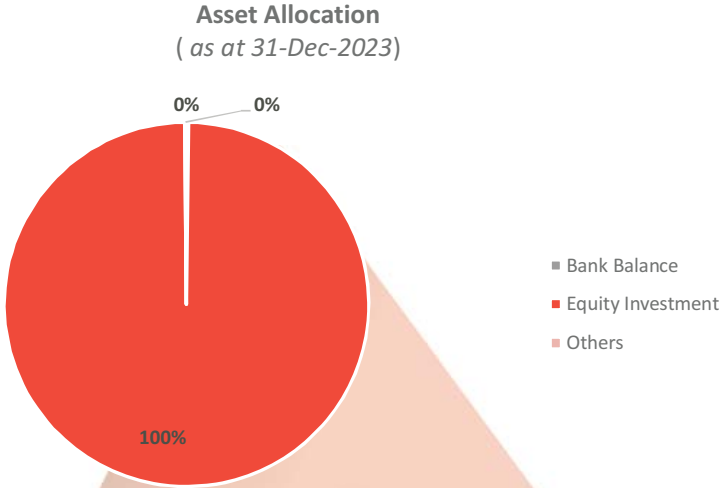
Key Financial Data

Rs. In million

Description	Equity Sub - Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2023		
Average Net Assets	45.74	60.63	125.68
Gross income	19.72	6.53	13.78
Total Comprehensive Income	19.26	5.99	12.97
Net Assets Value per Unit (PKR)	119.9486	179.2678	185.1303
Issuance of units during the period	4.60	2.54	15.12
Redemption of units during the period	-1.15	-2.01	-16.01

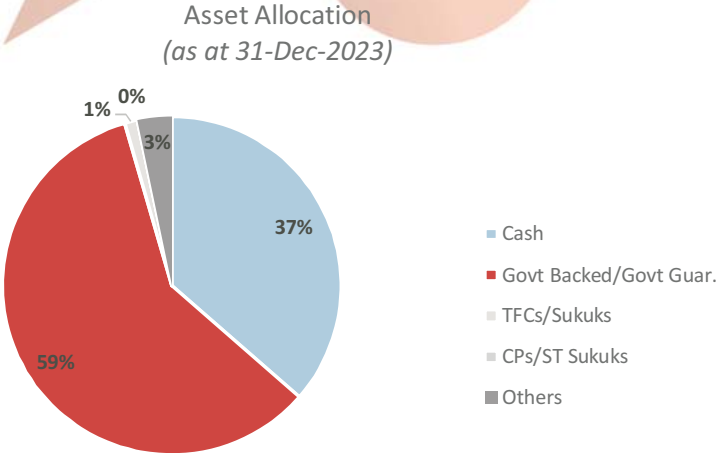
Alfalah GHP Islamic Pension Fund- Equity:

The fund generated a since inception return of 51.95%.



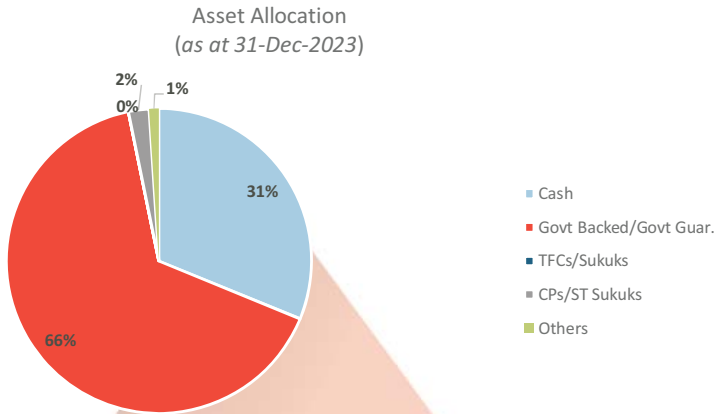
Alfalah GHP Islamic Pension Fund- Debt:

The fund generated a since inception return of 15.89%.



Alfalah GHP Islamic Pension Fund- Money Market:

The fund generated a since inception return of 20.09%.



Key Financial Data

Rs. In million

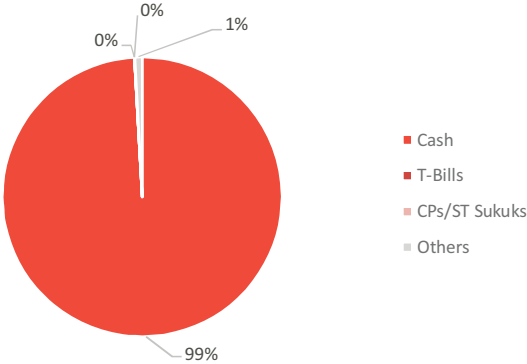
Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2023		
<i>Average Net Assets</i>	68.86	81.74	102.20
<i>Gross income</i>	30.32	7.00	11.06
<i>Total Comprehensive Income</i>	29.60	6.31	10.37
<i>Net Assets Value per Unit (PKR)</i>	124.8850	157.4873	163.4898
<i>Issuance of units during the period</i>	2.24	5.23	24.56
<i>Redemption of units during the period</i>	-11.55	-7.85	-29.39

Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2021		
<i>Average Net Assets</i>	79.42	66.65	47.13
<i>Gross income</i>	-4.09	2.59	1.88
<i>Total Comprehensive Income</i>	-5.06	1.77	1.38
<i>Net Assets Value per Unit (PKR)</i>	95.9486	122.1039	121.1405
<i>Issuance of units during the period</i>	3.83	5.34	4.18
<i>Redemption of units during the period</i>	-6.23	-3.53	-1.38

Alfalah KPK Employee Pension Fund:

The fund generated a since inception return of 20.89%. (Inception date: December 14,2023)

Asset Allocation
as at (31-Dec-2023)

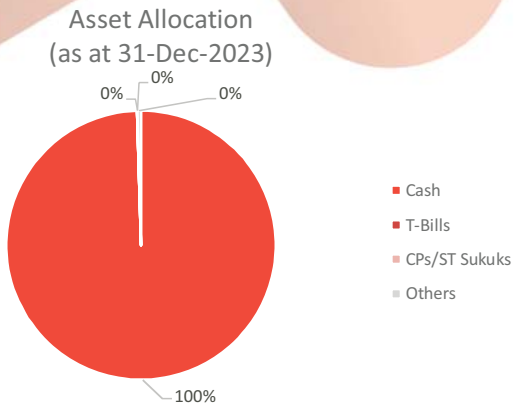


Key Financial Data

Description	Rs. In million		
	Equity Fund	Sub-Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2021		
Average Net Assets	48.50	62.61	78.82
Gross income	-1.42	3.09	3.40
Total Comprehensive Income	-2.21	2.40	2.65
Net Assets Value per Unit (PKR)	85.0785	137.6428	135.8517
Issuance of units during the period	6.41	3.11	4.66
Redemption of units during the period	-13.93	-7.97	-6.51

Alfalah Islamic KPK Employee Pension Fund:

For 1HFY24, the fund generated a since inception return of 9.82%.
(Inception date: December 14,2023)




Description	Half year ended December 31, 2022
Average Net Assets	160.81
Gross income	9.46
Net Comprehensive Income	8.69
Net Assets Value per Unit (Rs.)	105.7962
Issuance of units during the period	0.00
Redemption of units during the period	-1.81

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
Date: February 23, 2024





**Alfalah
GHP Pension Fund**

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	Yousuf Adil Chartered Accountants. Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, Karachi
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
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Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



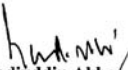
TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS OF ALFALAH GHP PENSION FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalakh GHP Pension Fund** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial statement for the six months period ended **December 31, 2023** (here-in-after referred to as the condensed interim financial statement). **Alfalakh Asset Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statement in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Statement Performed by the Independent Auditor of the Entity". A review of condensed interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statement is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six month's period ended December 31, 2023.

The condensed interim financial statement for the six months' period ended December 31, 2022 and the annual financial statements of the Fund for the year ended June 30, 2023 were audited by another firm of chartered accountants, whose review report dated February 27, 2023 and audit report dated September 28, 2023, expressed an unmodified conclusion / opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Arif Nazeer.

Chartered Accountants

Place: Karachi
Date: February 28, 2024
UDIN: RR202310099SeFP0nsbZ

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

					December 31, 2023 (Un-audited)				
					Equity	Debt	Money Market	Total	
					Sub-Fund	Sub-Fund	Sub-Fund		
					Note----- (Rupees) -----				
ASSETS									
Bank balances	4	3,123,887	13,114,277	15,199,729	31,437,893				
Investments	5	54,733,447	47,878,712	114,218,649	216,830,808				
Receivable against sale of investments		8,579	-	-	8,579				
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	220,000	100,000	420,000				
Deposits, dividend, accrued profit and other receivables	6	125,503	3,242,596	428,108	3,796,207				
Total assets		58,091,416	64,455,585	129,946,486	252,493,487				
LIABILITIES									
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	7	205,917	60,201	114,337	380,455				
Payable to Central Depository Company of Pakistan Limited - Trustee	8	51,698	37,589	9,065	98,352				
Fee payable to the Securities and Exchange Commission of Pakistan	9	472	391	790	1,653				
Accrued expenses and other liabilities	10	421,579	658,647	1,116,234	2,196,460				
Payable against purchase of investments		53,579	351	-	53,930				
Total liabilities		733,245	757,179	1,240,426	2,730,850				
NET ASSETS		57,358,171	63,698,406	128,706,060	249,762,637				
PARTICIPANTS' SUB - FUNDS (AS PER STATEMENT ATTACHED)		57,358,171	63,698,405	128,706,060	249,762,636				
CONTINGENCIES AND COMMITMENTS	11								
					----- (Number of units) -----				
NUMBER OF UNITS IN ISSUE	12	478,189	355,325	695,219					
					----- Rupees -----				
NET ASSET VALUE PER UNIT		119.9486	179.2678	185.1303					

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
ASSETS				
Bank balances	3,040,531	3,087,866	2,968,508	9,096,905
Investments	32,091,242	53,781,639	112,781,509	198,654,390
Receivable against sale of investments	-	-	-	-
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	220,000	100,000	420,000
Deposits, dividend, accrued profit and other receivables	112,805	1,260,388	1,892,146	3,265,339
Total assets	35,344,578	58,349,893	117,742,163	211,436,634
LIABILITIES				
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	177,637	54,371	102,975	334,983
Payable to Central Depository Company of Pakistan Limited - Trustee	48,081	75,346	12,492	135,919
Annual fee payable to the Securities and Exchange Commission of Pakistan	8,633	14,209	27,094	49,936
Accrued expenses and other liabilities	466,700	1,021,147	978,738	2,466,585
Total liabilities	701,051	1,165,073	1,121,299	2,987,423
NET ASSETS	34,643,527	57,184,820	116,620,864	208,449,211
PARTICIPANTS' SUB - FUNDS (AS PER STATEMENT ATTACHED)	34,643,527	57,184,820	116,620,864	208,449,211
CONTINGENCIES AND COMMITMENTS				
	----- (Number of units) -----			
NUMBER OF UNITS IN ISSUE	442,030	352,024	698,390	
	----- Rupees -----			
NET ASSET VALUE PER UNIT	78.3737	162.4458	166.9853	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

					Half year ended December 31, 2023				
					Equity	Debt	Money Market	Total	
					Sub-Fund	Sub-Fund	Sub-Fund		
Note	(Rupees)								
INCOME									
Profit / mark-up income	15	314,026	6,685,894	13,549,581	20,549,501				
Dividend income		2,499,806	-	-	2,499,806				
Gain / (loss) on sale of investments - net		913,996	(310,827)	293,122	896,291				
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.7	15,996,114	158,434	(58,063)	16,096,485				
Total income		19,723,942	6,533,501	13,784,640	40,042,083				
EXPENSES									
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	287,360	228,704	474,087	990,151				
Sindh Sales Tax on remuneration of the Management Company	7.2	37,355	29,731	61,631	128,717				
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	39,140	46,574	87,929	173,643				
Sindh Sales Tax on remuneration of the Trustee	8.2	4,791	6,061	11,442	22,294				
Fee to the Securities and Exchange Commission of Pakistan	9.1	5,747	9,010	17,250	32,007				
Brokerage and settlement charges		31,285	367	7,018	38,670				
Auditors' remuneration		34,152	48,661	99,155	181,968				
Printing charges		4,037	4,600	11,911	20,548				
Legal and professional charges		20,056	26,680	42,504	89,240				
Bank charges		-	8,187	2,926	11,113				
CDS charges		-	139,000	-	139,000				
Total expenses		463,923	547,575	815,853	1,827,351				
Net income for the period before taxation		19,260,019	5,985,926	12,968,787	38,214,732				
Taxation	17	-	-	-	-				
Net income for the period after taxation		19,260,019	5,985,926	12,968,787	38,214,732				
Earnings per unit	18								

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note----- (Rupees) -----					
INCOME					
Profit / mark-up income	15	278,169	4,275,043	8,548,647	13,101,859
Dividend income		1,716,845	-	-	1,716,845
Gain / (loss) on sale of investments - net		293,708	(55,934)	(14,255)	223,519
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(2,138,366)	(668,963)	(56,475)	(2,863,804)
Total income		150,356	3,550,146	8,477,917	12,178,419
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	267,645	348,563	654,591	1,270,799
Sindh Sales Tax on remuneration of the Management Company	7.2	34,794	45,313	85,097	165,204
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	38,102	47,840	61,352	147,294
Sindh Sales Tax on remuneration of the Trustee	8.2	4,953	6,253	7,976	19,182
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	4,586	7,475	13,983	26,044
Brokerage and settlement charges		203,658	92,000	1,000	296,658
Auditors' remuneration		35,303	42,869	57,960	136,132
Printing charges		4,048	4,600	4,048	12,696
Legal and professional charges		20,056	26,680	-	46,736
Bank charges		-	-	-	-
Total expenses		613,145	621,593	886,007	2,120,745
Net (loss) / income for the period before taxation		(462,789)	2,928,553	7,591,910	10,057,674
Taxation	17	-	-	-	-
Net (loss) / income for the period after taxation		(462,789)	2,928,553	7,591,910	10,057,674
Earnings per unit	18				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME				
Profit / mark-up income	154,537	3,604,611	7,004,154	10,763,302
Dividend income	1,422,226	-	-	1,422,226
Gain / (loss) on sale of investments - net	793,223	(121,300)	204,439	876,362
Unrealised appreciation / (diminution) on re-measurement of classified as 'financial assets at fair value through profit or loss'	12,858,540	175,363	(123,445)	12,910,458
Total income	15,228,526	3,658,674	7,085,148	25,972,348
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Management Company	7.1 158,394	117,489	240,486	516,369
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2 20,591	15,273	31,263	67,127
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 21,973	23,499	48,098	93,570
Sindh Sales Tax on remuneration of the Trustee	8.2 2,471	3,055	6,253	11,779
Fee to the Securities and Exchange Commission of Pakistan	9.1 3,168	5,306	9,462	17,936
Brokerage and settlement charges	15,500	(57,963)	7,018	(35,444)
Auditors' remuneration	16,505	48,661	67,909	133,075
Printing charges	2,017	2,300	9,891	14,208
Legal and professional charges	10,028	13,340	21,252	44,620
Bank charges	-	8,187	2,926	11,113
Total expenses	250,647	179,147	444,558	874,353
Net income for the period before taxation	14,977,879	3,479,527	6,640,590	25,097,995
Taxation	17 -	-	-	-
Net income for the period after taxation	14,977,879	3,479,527	6,640,590	25,097,995
Earnings per unit	18			

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
INCOME					
Profit / mark-up income	152,071	2,174,063	4,376,525	6,702,659	
Dividend income	1,036,406	-	-	1,036,406	
Gain / (loss) on sale of investments - net	185,983	(55,934)	(14,255)	115,794	
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(1,156,255)	(624,469)	(71,072)	(1,851,796)	
Total income	218,205	1,493,660	4,291,198	6,003,063	
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	123,482	162,592	311,614	597,688
Sindh Sales Tax on remuneration of the Pension Fund Manager	7.2	16,054	21,135	40,509	77,698
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	19,058	23,920	30,867	73,845
Sindh Sales Tax on remuneration of the Trustee	8.2	2,470	3,128	3,987	9,585
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	2,179	3,753	7,124	13,056
Brokerage and settlement charges		96,398	42,885	-	139,283
Auditors' remuneration		17,651	21,436	28,980	68,067
Printing charges		2,024	2,300	2,024	6,348
Legal and professional charges		10,028	13,340	-	23,368
Bank charges		-	-	-	-
Total expenses		289,344	294,489	425,105	1,008,938
Net (loss) / income for the period before taxation		(71,139)	1,199,171	3,866,093	4,994,125
Taxation	17	-	-	-	-
Net (loss) / income for the period after taxation		(71,139)	1,199,171	3,866,093	4,994,125
Earnings per unit	18				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023			Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
	----- (Rupees) -----			
Net income for the period after taxation	19,260,019	5,985,926	12,968,787	38,214,732
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>19,260,019</u>	<u>5,985,926</u>	<u>12,968,787</u>	<u>38,214,732</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net (loss) / income for the period after taxation	(462,789)	2,928,553	7,591,910	10,057,674
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	(462,789)	2,928,553	7,591,910	10,057,674

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2023			Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
	----- (Rupees) -----			
Net income for the period after taxation	14,977,879	3,479,527	6,640,590	25,097,995
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	14,977,879	3,479,527	6,640,590	25,097,995

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2022			Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
	----- (Rupees) -----			
Net (loss) / income for the period after taxation	(71,139)	1,199,171	3,866,093	4,994,125
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(71,139)</u>	<u>1,199,171</u>	<u>3,866,093</u>	<u>4,994,125</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note -----	(Rupees) -----			
Net assets at beginning of the period (audited)	34,643,527	57,184,820	116,620,864	208,449,211
Issuance of units	4,601,850	2,536,217	15,123,103	22,261,170
Redemption of units	(1,147,225)	(2,008,558)	(16,006,694)	(19,162,477)
	3,454,625	527,659	(883,591)	3,098,693
Gain / (loss) on sale of investments - net	913,996	(310,827)	293,122	896,291
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	15,996,114	158,434	(58,063)	16,096,485
Other income (net of expenses)	2,349,909	6,138,319	12,733,728	21,221,956
Total comprehensive income for the period	19,260,019	5,985,926	12,968,787	38,214,732
	-	-	-	-
Net assets at end of the period (un-audited)	57,358,171	63,698,405	128,706,060	249,762,636

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Half year ended December 31, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note----- (Rupees) -----				
Net assets at beginning of the period (audited)	40,096,691	58,523,567	101,588,188	200,208,446
Issuance of units	13 996,078	1,717,548	14,080,201	16,793,827
Redemption of units	(8,207,316)	(4,485,443)	(20,518,286)	(33,211,045)
	(7,211,238)	(2,767,895)	(6,438,085)	(16,417,218)
Gain / (loss) on sale of investments - net	293,708	(55,934)	(14,255)	223,519
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(2,138,366)	(668,963)	(56,475)	(2,863,804)
Other income (net of expenses)	1,381,869	3,653,450	7,662,640	12,697,959
Total comprehensive (loss) / income for the period	(462,789)	2,928,553	7,591,910	10,057,674
Net assets at end of the period (un-audited)	<u>32,422,664</u>	<u>58,684,225</u>	<u>102,742,013</u>	<u>193,848,902</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	19,260,019	5,985,926	12,968,787	38,214,732
Adjustments for:				
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(15,996,114)	(158,434)	58,063	(16,096,485)
	3,263,905	5,827,492	13,026,850	22,118,247
Decrease / (increase) in assets				
Investments - net	(6,646,091)	(18,228,344)	55,305,781	30,431,346
Receivable against sale of investments	(8,579)	-	-	(8,579)
Deposits, dividend, accrued profit and other receivables	(12,698)	(1,982,207)	1,464,038	(530,867)
	(6,667,368)	(20,210,551)	56,769,819	29,891,900
Increase / (decrease) in liabilities				
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	28,280	5,830	11,362	45,472
Payable to Central Depository Company of Pakistan Limited - Trustee	3,617	(37,756)	(3,427)	(37,566)
Fee payable to the Securities and Exchange Commission of Pakistan	(8,161)	(13,818)	(26,304)	(48,283)
Payable against purchase of investments	53,579	351	-	53,930
Accrued expenses and other liabilities	(45,121)	(362,500)	137,496	(270,125)
	32,194	(407,893)	119,127	(256,572)
Net cash (used in) / generated from operating activities	(3,371,269)	(14,790,952)	69,915,796	51,753,575
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received against issuance of units	4,601,850	2,536,217	15,123,103	22,261,170
Amount paid against redemption of units	(1,147,225)	(2,008,558)	(16,006,694)	(19,162,477)
Net cash generated from / (used in) operating activities	3,454,625	527,659	(883,591)	3,098,693
Net increase / (decrease) in cash and cash equivalents	83,356	(14,263,293)	69,032,205	54,852,268
Cash and cash equivalents at the beginning of the period	3,040,531	34,279,815	60,386,173	97,706,519
Cash and cash equivalents at the end of the period	14 3,123,887	20,016,522	129,418,378	152,558,787

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Net (loss) / income for the period before taxation	(462,789)	2,928,553	7,591,910	-	10,057,674
Adjustments for:					
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	2,138,366	668,963	56,475	-	2,863,804
	1,675,577	3,597,516	7,648,385	-	12,921,478
Decrease / (increase) in assets					
Investments - net	3,498,282	20,130,792	32,451,849	-	56,080,923
Receivable against sale of investments	-	-	-	-	-
Deposits, dividend, accrued profit and other receivables	(47,869)	471,365	167,434	-	590,930
	3,450,413	20,602,157	32,619,283	-	56,671,853
Increase / (decrease) in liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	62,633	(245,863)	(349,667)	-	(532,897)
Payable to Central Depository Company of Pakistan Limited - Trustee	15,637	(21,512)	(59,027)	-	(64,902)
Fee payable to the Securities and Exchange Commission of Pakistan	(7,942)	(8,270)	(6,690)	-	(22,902)
Accrued expenses and other liabilities	183,666	223,237	189,392	-	596,295
	253,994	(52,408)	(225,992)	-	(24,406)
Net cash generated from operating activities	5,379,984	24,147,265	40,041,676	-	69,568,925
CASH FLOWS FROM FINANCING ACTIVITIES					
Amount received against issuance of units	996,078	1,717,548	14,080,201	-	16,793,827
Amount paid against redemption of units	(8,207,316)	(4,485,443)	(20,518,286)	-	(33,211,045)
Net cash used in financing activities	(7,211,238)	(2,767,895)	(6,438,085)	-	(16,417,218)
Net (decrease) / increase in cash and cash equivalents	(1,831,254)	21,379,370	33,603,591	-	53,151,707
Cash and cash equivalents at the beginning of the period	2,402,669	1,284,660	43,275,021	19,969	46,982,319
Cash and cash equivalents at the end of the period	14 571,415	22,664,030	76,878,612	19,969	100,134,026

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP PENSION FUND
NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Pension Fund (the Fund) was established under a Trust Deed executed between Alfalah Asset Management Limited (formerly Alfalah GHP Investment Management Limited) as Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 17, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agricultural Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.
- 1.3 The objective of the Fund is to provide participants with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.
- 1.4 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan (CDC) as the Trustee of the Fund.
- 1.5 The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three Sub-Funds:

AGPF - Equity Sub-Fund (AGPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the year based on quarterly average investment calculated on daily basis. Investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of Equity Sub-Fund or paid-up capital of the investee company (subject to the conditions prescribed in the offering document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in Government Treasury Bills or Government securities having less than one year time to maturity, or be deposited with scheduled commercial banks having at least 'A' rating.

AGPF - Debt Sub-Fund (AGPF - DSF)

The Debt Sub-Fund consists of tradable debt securities with weighted average duration of the investment portfolio of the Sub-Fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in securities issued by the Federal Government. At least 25% shall be deposited with banks having not less than "A+" rating. Investments in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of a Debt Sub-Fund. Exposure to any single entity shall not exceed 10% of net assets of the Debt Sub-Fund. Composition of the remaining portion of the investments shall be according to the criteria mentioned in the offering document to the Fund.

AGPF - Money Market Sub-Fund (AGPF - MMSF)

The Money Market Sub-Fund consists of short term debt instruments with weighted average time to maturity not exceeding six months. There is no restriction on the amount of investment in securities issued by the Federal Government. At least 10% of the net assets shall be deposited with commercial banks having 'A+' or higher rating. Exposure to any single entity shall not exceed 10% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial or City Government, Government corporate entities with 'A' or higher rating or a Government corporations with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

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- 1.6 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.**
- 1.7 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.
- 1.8 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, any premium payable in respect of any schemes selected by the Participant pursuant to the offering document and any bank charges in respect of the receipt of such Contributions. The net Contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant and is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value notified by the Pension Fund Manager at the close of that business day.
- 1.9 The Fund offers five types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility and Customized. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the Funds are allocated to the above stated Sub-Funds. The allocation to the sub-funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the requirements of the Trust Deed.

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

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

3 MATERIAL ACCOUNTING POLICY INFORMATION, RISK MANAGEMENT POLICIES AND ACCOUNTING ESTIMATES AND JUDGMENTS

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

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

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

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

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

During the period, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1) from January 01, 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves.

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

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

4 BANK BALANCES

		December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		----- (Rupees) -----			
Balances with banks in:					
Current accounts	4.1	-	-	570,504	570,504
Savings accounts	4.1	3,123,887	13,114,277	14,629,225	30,867,389
		<u>3,123,887</u>	<u>13,114,277</u>	<u>15,199,729</u>	<u>31,437,893</u>
		June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		----- (Rupees) -----			
Balances with banks in:					
Savings accounts	4.1	3,040,531	3,087,866	2,968,508	9,096,905
		<u>3,040,531</u>	<u>3,087,866</u>	<u>2,968,508</u>	<u>9,096,905</u>

4.1 These accounts carry profit rates ranging between 20.50% to 21.85% (June 30, 2023: 16.60% to 19.25%) per annum. These include bank balance of Rs. 30.534 million (June 30, 2023: Rs. 8.93 million) which is maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 14.50% to 21.85% (June 30, 2023: 14.50% to 20.25%) per annum.

5 INVESTMENTS

December 31, 2023 (Un-audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)			
At fair value through profit or loss				
Listed equity securities	5.1	54,184,447	-	54,184,447
Units of open - ended mutual funds	5.2	549,000	-	549,000
Market Treasury Bills	5.3	-	114,218,649	114,218,649
Pakistan Investment Bonds	5.4	-	17,643,486	17,643,486
Term finance certificates	5.5	-	3,500,692	3,500,692
Sukuk certificates	5.6	-	563,434	563,434
		<u>54,733,447</u>	<u>47,878,712</u>	<u>114,218,649</u>
				<u>216,830,808</u>

June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	(Rupees)			
At fair value through profit or loss				
Listed equity securities	5.1	31,774,742	-	31,774,742
Units of open - ended mutual funds	5.2	316,500	-	316,500
Market Treasury Bills	5.3	-	57,889,509	57,889,509
Pakistan Investment Bonds	5.4	-	44,892,000	44,892,000
Term finance certificates	5.5	-	3,505,735	3,505,735
Sukuk certificates	5.6	-	6,439,733	6,439,733
		<u>32,091,242</u>	<u>53,781,639</u>	<u>112,781,509</u>
				<u>198,654,390</u>

5.1 Listed equity securities

5.1.1 Equity Sub Fund - Listed equity securities

Ordinary shares have a face value of Rs.10 each unless stated otherwise

Name of the investee company	Note	As at July 01, 2023	Purchase d during the period	Bonus / right received during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of Sub-Fund	Total investments of Sub-Fund	
Commercial Banks							(Rupees)			Percentage		
Bank Al-Falah Limited		44,900	-	-	13,500	31,400	955,816	1,523,214	567,398	2.39%	2.78%	0.09%
Bank Al-Habib Limited		17,750	-	-	-	17,750	767,155	1,429,585	662,430	2.24%	2.61%	0.13%
The Bank Of Punjab		77,712	-	-	-	77,712	269,661	503,574	233,913	0.79%	0.92%	0.02%
Faysal Bank Limited		29,000	-	-	-	29,000	585,220	944,820	359,600	1.48%	1.73%	0.06%
Habib Bank Limited		17,520	-	-	-	17,520	1,282,990	1,941,917	658,927	3.05%	3.55%	0.13%
Habib Metropolitan Bank Limited		5,370	-	-	-	5,370	162,281	297,068	134,787	0.47%	0.54%	0.03%
MCB Bank Limited		7,575	4,000	-	-	11,575	1,387,070	1,997,266	610,196	3.14%	3.65%	0.17%
Meezan Bank Limited		12,935	3,500	-	1,500	14,935	1,396,868	2,409,912	1,013,044	3.78%	4.40%	0.13%
United Bank Limited		16,100	2,000	-	1,600	16,500	1,988,090	2,934,360	946,270	4.61%	5.36%	0.24%
Askari Bank Limited		-	15,500	-	15,500	-	-	-	-	-	-	-
							<u>8,795,151</u>	<u>13,981,716</u>	<u>5,186,565</u>	<u>22%</u>	<u>26%</u>	
Textile Composite							(Rupees)			Percentage		
Gul Ahmed Textile Mills Limited		16,944	-	-	-	16,944	301,773	365,990	64,218	0.57%	0.67%	0.06%
Interloop Limited		8,719	-	-	-	8,719	307,432	627,768	320,336	0.99%	1.15%	0.07%
Kohinoor Textile Mills Limited		11,000	-	-	4,500	6,500	330,915	615,875	284,960	0.97%	1.13%	0.21%
Nishat Mills Limited		7,100	-	-	-	7,100	403,067	544,712	141,645	0.86%	1.00%	0.15%
							<u>1,343,187</u>	<u>2,154,345</u>	<u>811,159</u>	<u>3.382%</u>	<u>3.936%</u>	

Name of the investee company	Note	As at July 01, 2023	Purchase d during the period	Bonus / right received during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of Sub-Fund	Total investments of Sub-Fund	
(Number of shares)						(Rupees)			Percentage			
Cement												
Cherat Cement Company Limited		6,000	-	-	1,000	5,000	601,400	814,900	213,500	1.28%	1.49%	0.42%
D.G. Khan Cement Company Limited		4,462	3,500	-	-	7,962	431,151	616,259	185,108	0.97%	1.13%	0.14%
Kohat Cement Limited		4,600	-	-	500	4,100	711,227	960,343	249,116	1.51%	1.75%	0.48%
Lucky Cement Limited		2,518	-	-	500	2,018	1,053,578	1,588,126	534,548	2.49%	2.90%	0.49%
Maple Leaf Cement Factory Limited		24,645	14,000	-	5,500	33,145	1,071,578	1,290,003	218,425	2.03%	2.36%	0.12%
Fauji Cement Company Limited		20,000	-	-	-	20,000	235,200	378,400	143,200	0.59%	0.69%	0.02%
Pioneer Cement Limited 5,400		-	-	-	900	4,500	389,835	517,230	127,395	0.81%	0.94%	0.23%
							4,493,969	6,165,261	1,671,292	9.68%	11.26%	
Power Generation & Distribution												
The Hub Power Company Limited		22,370	12,800	-	2,000	33,170	2,513,926	3,883,875	1,369,949	6.10%	7.10%	0.30%
Kot Addu Power		-	4,200	-	4,200	-	-	-	-	0.00%	0.00%	0.00%
Nishat Chunian Power Limited		-	21,000	-	-	21,000	401,475	587,370	185,895	0.92%	1.07%	0.16%
Saif Power Limited		-	10,000	-	10,000	-	-	-	-	0.00%	0.00%	0.00%
							2,915,401	4,471,245	1,555,844	7.02%	8.17%	
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	5.1.3	4,871	4,000	-	-	8,871	1,030,950	1,567,594	536,645	2.46%	2.86%	0.33%
Sui Northern Gas Pipelines Limited		10,500	11,500	-	-	22,000	934,460	1,617,440	682,980	2.54%	2.96%	0.26%
							1,965,410	3,185,034	1,219,625	5.00%	5.82%	
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited		1,421	-	-	-	1,421	2,152,303	2,978,558	826,255	4.68%	5.44%	2.23%
Oil & Gas Development Company Limited		13,350	-	-	-	13,350	1,041,300	1,501,208	459,908	2.36%	2.74%	0.03%
Pakistan Oilfields Limited		3,540	-	-	-	3,540	1,422,266	1,493,668	71,402	2.34%	2.73%	0.53%
Pakistan Petroleum Limited		14,596	14,200	-	1,500	27,296	1,868,623	3,139,859	1,271,236	4.93%	5.74%	0.12%
Attock Petroleum Limited*		500	-	-	-	500	150,125	189,255	39,130	0.30%	0.35%	0.15%
							6,634,617	9,302,548	2,667,931	14.60%	17.00%	
Engineering												
Agha Steel Industries Limited		19,425	-	-	-	19,425	188,811	276,418	87,607	0.43%	0.51%	0.05%
International Industries Limited		2,390	-	-	-	2,390	175,044	331,899	156,856	0.52%	0.61%	0.25%
Mughal Iron and Steel Industries Limited		-	8,000	-	-	8,000	479,960	529,441	49,481	0.83%	0.97%	0.16%
							843,815	1,137,758	293,944	1.79%	2.08%	
Automobile Parts & Accessories												
Atlas Battery Limited		2,100	-	-	-	2,100	429,219	500,031	70,812	0.78%	0.91%	1.43%
Thal Limited		1,000	-	-	-	1,000	162,000	295,000	133,000	0.46%	0.54%	0.36%
							591,219	795,031	203,812	1.25%	1.45%	
Miscellaneous												
Pakistan Aluminium Beverage Cans Limited		5,200	-	-	-	5,200	235,144	392,964	157,820	0.62%	0.72%	0.11%
Descon Oxychem Limited -		-	10,000	-	-	10,000	218,000	226,000	8,000	0.35%	0.41%	0.13%
							453,144	618,964	165,820	0.97%	1.13%	
Technology & Communication												
Avanceon Limited		8,107	-	-	1,800	6,307	277,760	361,643	83,883	0.57%	0.66%	0.11%
Systems Limited		4,174	-	-	1,900	2,274	917,172	963,175	46,003	1.51%	1.76%	0.33%
							1,194,932	1,324,818	129,886	2.08%	2.42%	
Fertilizer												
Engro Corporation Limited		6,760	-	-	250	6,510	1,691,884	1,919,864	227,980	3.01%	3.51%	0.33%
Engro Fertilizers Limited		15,200	-	-	5,000	10,200	868,181	1,144,746	276,565	1.80%	2.09%	0.09%
Fauji Fertilizer Company Limited		12,050	-	-	-	12,050	1,186,202	1,363,940	177,738	2.14%	2.49%	0.11%
							3,746,267	4,428,550	682,283	6.95%	8.09%	
Pharmaceuticals												
AGP Limited		6,500	-	-	6,500	-	-	-	-	-	-	-
Highnoon Laboratories Limited		1,012	-	-	-	1,012	340,204	510,615	170,411	0.80%	0.93%	1.22%
The Searle Company Limited	5.1.3	5,126	-	-	-	5,126	196,428	263,886	67,458	0.41%	0.48%	0.07%
Citi Pharma Ltd.		-	29,000	-	-	29,000	612,450	688,460	76,010	1.08%	1.26%	0.30%
							1,149,082	1,462,961	313,879	2.30%	2.67%	
SYNTHETIC & RAYON												
Image Pakistan Limited		-	30,000	-	-	30,000	492,000	508,800	16,800	0.80%	0.93%	0.44%
							492,000	508,800	16,800	0.80%	0.93%	

Name of the investee company	Note	As at July 01, 2023	Purchase d during the period	Bonus / right received during the period	Sold during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of Sub-Fund	Total investments of Sub-Fund	
(Number of shares)						(Rupees)			Percentage			
Food & Personal Care Products												
Unity Foods Limited	-	-	-	-	-	-	-	-	-	-	-	-
National Foods Limited	3,800	-	-	-	-	3,800	373,920	551,000	177,080	0.87%	1.01%	0.24%
The Organic Meat Company Limited	-	25,000	-	-	25,000	-	-	-	-	0.00%	0.00%	0.00%
Murree Brewery Company Limited	-	1,000	-	-	-	1,000	266,960	335,480	68,520	0.53%	0.61%	1.21%
							<u>640,880</u>	<u>886,480</u>	<u>245,600</u>	<u>1.39%</u>	<u>1.62%</u>	
Automobile Assembler												
Sazgar Engineering Works Limited	3,000	-	-	-	3,000	-	-	-	-	-	-	-
Ghandhara Automobiles Limited	-	5,000	-	-	5,000	-	-	-	-	-	-	-
Honda Atlas Cars	-	2,500	-	-	-	2,500	401,250	534,300	133,050	0.84%	0.98%	0.37%
Millet Tractors Limited	-	2,000	-	-	-	2,000	1,096,313	1,162,540	66,227	1.83%	2.12%	1.00%
Pak Suzuki Motor Company Limited	-	1,500	-	-	-	1,500	706,664	837,540	130,876	1.31%	1.53%	1.02%
							<u>2,204,227</u>	<u>2,534,380</u>	<u>330,153</u>	<u>3.98%</u>	<u>4.63%</u>	
Glass & Ceramics												
Tariq Glass Limited	6,300	8,000	-	-	2,000	12,300	957,533	1,226,556	269,023	1.93%	2.24%	0.71%
	59,748	104,000	-	-	46,750	116,998	<u>957,533</u>	<u>1,226,556</u>	<u>269,023</u>	<u>1.93%</u>	<u>2.24%</u>	
As at December 31, 2023	513,542	242,200	-	-	113,150	642,592	<u>38,420,833</u>	<u>54,184,447</u>	<u>15,763,614</u>			
As at June 30, 2023							<u>34,177,267</u>	<u>31,774,742</u>	<u>(2,402,525)</u>			

5.1.2 All Shares are fully paid-up ordinary shares of Rs 10 each, except for Thal Limited and National Foods Limited, which have fully paid-up ordinary shares of Rs 5 each. The Bank of Punjab and TRG Pakistan Limited has fully paid-up ordinary shares of Rs 1 each, and K-Electric Limited has fully paid-up ordinary shares of Rs 3.5 each.

5.1.3 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement whereby the suits which were already pending or were to be filed in future could only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities was deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares:

Name of Investee Company	December 31, 2023 (Un-audited)		June 30, 2023 (Audited)	
	Bonus shares			
	Number	Market value	Number	Market value
	---Rupees---		---Rupees---	
Pakistan State Oil Company Limited	36	6,362	36	3,996
The Searle Company Limited	59	3,037	47	2,261
	95	9,399	83	6,257

5.2 Units of open - ended mutual funds

Particulars	As at July 1, 2023	Purchased during the period	Bonus received during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation	Net assets of the Sub-Fund	Total investments of Sub-Fund
						(Rupees)			%	
Alfalsh Consumer Index ETF	50,000	-	-	-	50,000	316,500	549,000	232,500	0.96%	1.00%
As at December 31, 2023						316,500	549,000	232,500	0.96%	1.00%
As at June 30, 2023						392,000	316,500	(75,500)	0.94%	0.986%

5.3 Market Treasury Bills

5.3.1 Debt Sub - Fund

Particulars	Issue Date	Maturity date	Face value			As at December 31, 2023	As at December 31, 2023			Market value as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / Matured during the period		Carrying value	Market value	Unrealised appreciation / (diminution)	Net Assets of Sub-Fund	Total investments of Sub fund
						(Rupees)			%		
Market Treasury Bills											
- 3 months	20-Apr-23	20-Jul-23	18,000,000	-	18,000,000	-	-	-	-	-	-
- 3 months	22-Jun-23	21-Sep-23	14,000,000	-	14,000,000	-	-	-	-	-	-
- 3 months	10-Aug-23	2-Nov-23	-	30,000,000	30,000,000	-	-	-	-	-	-
- 3 months	21-Sep-23	14-Dec-23	-	6,000,000	6,000,000	-	-	-	-	-	-
- 3 months	25-Jul-23	19-Oct-23	-	23,000,000	23,000,000	-	-	-	-	-	-
- 3 months	2-Nov-23	25-Jan-24	-	7,000,000	-	7,000,000	6,904,276	6,902,245	(2,031)	10.84%	14.42%
Market Treasury Bills											
- 12 months	6-Oct-22	6-Oct-22	4,500,000	-	4,500,000	-	-	-	-	-	-
- 12 months	25-Jan-23	26-Dec-24	-	13,000,000	-	13,000,000	10,744,283	10,741,241	(3,041)	16.86%	22.43%
Total as at December 31, 2023			36,500,000	79,000,000	95,500,000	20,000,000	17,648,559	17,643,486	(5,072)	10.84%	14.42%
Total as at June 30, 2023							35,559,836	35,438,546	(121,290)	51.02%	53.49%

5.3.2 Money Market Sub - Fund

Particulars	Issue Date	Maturity date	Face value				As at December 31, 2023			Market value as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised appreciation / (diminution)	Net Assets of Sub-Fund	Total investments of Sub fund
(Rupees)											
%											
Market Treasury Bills											
- 3 months	5-May-23	26-Jul-23	28,000,000	-	28,000,000	-	-	-	-	-	-
- 3 months	25-Jun-23	15-Sep-23	15,000,000	-	15,000,000	-	-	-	-	-	-
- 3 months	2-Jul-23	22-Sep-23	16,000,000	-	16,000,000	-	-	-	-	-	-
- 3 months	12-Aug-23	2-Nov-23	-	120,000,000	120,000,000	-	-	-	-	-	-
- 3 months	1-Jul-23	21-Sep-23	-	60,000,000	60,000,000	-	-	-	-	-	-
- 3 months	23-Sep-23	14-Dec-23	-	80,000,000	80,000,000	-	-	-	-	-	-
- 3 months	7-Oct-23	28-Dec-23	-	87,000,000	87,000,000	-	-	-	-	-	-
- 3 months	29-Jul-23	19-Oct-23	-	83,000,000	83,000,000	-	-	-	-	-	-
- 3 months	11-Aug-24	1-Nov-24	-	15,000,000	-	15,000,000	14,913,423	14,910,465	(2,958)	11.58%	13.05%
- 3 months	17-Nov-23	7-Feb-24	-	42,000,000	17,000,000	25,000,000	24,483,810	24,469,900	(13,910)	19.01%	21.42%
- 3 months	30-Dec-23	21-Mar-24	-	14,000,000	-	14,000,000	13,376,582	13,375,767	(815)	10.39%	11.71%
- 3 months	4-Nov-23	25-Jan-24	-	15,000,000	-	15,000,000	14,794,885	14,790,525	(4,360)	11.49%	12.95%
Market Treasury Bills											
-6 months	27-Jan-24	18-Apr-24	-	95,000,000	95,000,000	-	-	-	-	-	-
-6 months	15-Nov-23	5-Feb-24	-	50,000,000	-	50,000,000	46,708,011	46,671,992	(36,019)	36.26%	40.86%
Market Treasury Bills											
- 12 months	16-Jul-23	6-Oct-23	500,000	-	500,000	-	-	-	-	-	-
- 12 months	5-Oct-24	26-Dec-24	-	-	-	-	-	-	-	-	-
- 12 months	23-Sep-23	14-Dec-23	-	16,000,000	16,000,000	-	-	-	-	-	-
Total as at December 31, 2023			59,500,000	677,000,000	617,500,000	119,000,000	114,276,712	114,218,649	(58,063)	88.74%	100.00%
Total as at June 30, 2023							57,947,100	57,889,509	(57,591)	49.96%	86.38%

5.4 Pakistan Investment Bonds

5.4.1 Debt Sub - Fund

Particulars	Note	Maturity date	Face value				As at December 31, 2023			Market value as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of Sub-Fund	Total investments of Sub fund
(Rupees)											
%											
Pakistan Investment Bonds											
-05 Years		October 19, 2028	-	27,000,000	-	27,000,000	26,003,484	26,171,100	167,616	41.09%	54.66%
Pakistan Investment Bonds											
-05 Years		August 4, 2025	10,000,000	-	10,000,000	-	-	-	-	-	-
Total as at December 31, 2023			10,000,000	27,000,000	10,000,000	27,000,000	26,003,484	26,171,100	167,616	41.09%	54.66%
Total as at June 30, 2023							9,367,373	8,397,625	(969,748)	17.12%	17.94%

5.4.1.2 Money Market Sub- Fund

Particulars	Note	Maturity date	Face value				As at December 31, 2023			Market value as a percentage of	
			As at July 01, 2023	Purchased during the period	Sold / Matured during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of Sub-Fund	Total investments of Sub fund
(Rupees)											
%											
Pakistan Investment Bonds -03 Years											
		August 26, 2023	45,000,000	-	45,000,000	-	-	-	-	-	-
Total as at December 31, 2023			45,000,000	-	45,000,000	-	-	-	-	-	-
Total as at June 30, 2023							44,923,088	44,892,000	(31,088)	0.38%	0.39%

5.5 Term finance certificates
Debt Sub - Fund

Name of the security	Profit payments	Profit rate	Maturity date	As at July 01, 2023	Purchased during the period	Matured / sold during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	Market value as a percentage of		Investment as a percentage of issue size
											Net Assets of Sub-Fund	Total investments of Sub fund	
								As at December 31, 2023					
								(Rupees)				%	
Commercial banks													
The Bank of Punjab (AA, PACRA)	Semi-annually	6 months KIBOR plus base rate of 1.25%	April 23, 2028	10	-	-	10	1,007,735	1,006,348	(1,387)	1.58%	2.10%	0.02%
Face value of Rs. 99,840 each													
Samba Bank Limited (AA, PACRA)	Semi-annually	6 months KIBOR plus base rate of 1.35%	March 2, 2031	25	-	-	25	2,498,000	2,494,344	(3,656)	3.92%	5.21%	0.05%
Face value of Rs. 99,960 each													
Total as at December 31, 2023								3,505,735	3,500,692	(5,043)	5.90%	7.31%	0.07%
Total as at June 30, 2023								3,496,750	3,505,735	8,985	6.13%	6.51%	0.07%

5.6 Sukuk certificates

5.6.1 Debt Sub - Fund

Name of the security	Profit payments	Profit rate	Maturity date	As at July 01, 2023	Purchased during the period	Matured / sold during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	Market value as a percentage of		Investment as a percentage of issue size
											Net Assets of Sub-Fund	Total investments of Sub fund	
								As at December 31, 2023					
								(Rupees)				%	
Power generation & distribution													
The Hub Power Company Limited (AA+, PACRA)	Monthly	3 months KIBOR plus base rate of 1.90%	August 22, 2023	30	-	30	-	-	-	-	-	-	-
Face value of Rs. 75,000 each													
Lucky Electric Power Company Limited Sukuk XI (A1+, PACRA)	Bullet at maturity	6 Months KIBOR + 0.5%	December 13, 2023	5	-	5	-	-	-	-	-	-	-
Face value Rs. 1,000,000													
Engineering													
Mughal Iron and Steel Industries Limited (A+, PACRA)	Quarterly	3 months KIBOR plus base rate of 1.30%	March 2, 2026	1	-	-	1	562,500	563,434	934	0.88%	1.18%	0.02%
(Face value: Rs. 937,500)													
Total as at December 31, 2023								562,500	563,434	934	0.88%	1.18%	0.02%
Total as at June 30, 2023								6,558,225	6,439,733	(118,492)	11.26%	11.98%	0.03%

5.6.2 Money Market Sub-Fund

Name of the security	Profit payments	Profit rate	Maturity date	As at July 01, 2023	Purchased during the period	Matured / sold during the period	As at December 31, 2023	Carrying value	Market value	Unrealised (diminution) / appreciation	Market value as a percentage of		Investment as a percentage of issue size
											Net Assets of Sub-Fund	Total investments of Sub fund	
								As at December 31, 2023					
								(Rupees)				%	
Power generation & distribution													
Lucky Electric Power Co Limited - Short term Sukuk VII (A1+, PACRA)	Bullet at maturity	6M Kibor + 0.65%	August 15, 2023	10	-	10	-	-	-	-	-	-	-
Face value of Rs. 1,000,000 each													
Total as at December 31, 2023								-	-	-	0.00%	0.00%	0.00%
Total as at June 30, 2023								10,000,000	10,000,000	-	8.57%	8.87%	0.03%

5.7 Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

		December 31, 2023 (Un-audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Market value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	54,733,447	47,878,712	114,218,649	216,830,808
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	38,737,333	47,720,278	114,276,712	200,734,323
		<u>15,996,114</u>	<u>158,434</u>	<u>(58,063)</u>	<u>16,096,485</u>

		June 30, 2023 (Audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Market value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	32,091,242	53,781,639	112,781,509	198,654,390
Less: carrying value of investments	5.1, 5.2, 5.3, 5.4, 5.5 & 5.6	34,569,267	54,982,184	112,870,188	202,421,639
		<u>(2,478,025)</u>	<u>(1,200,545)</u>	<u>(88,679)</u>	<u>(3,767,249)</u>

6 DEPOSITS, DIVIDEND, ACCRUED PROFIT AND OTHER RECEIVABLES

		December 31, 2023 (Un-audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Accrued Profit on:					
- Bank balances	6.1	70,509	442,351	398,802	911,662
- Term finance certificates		-	249,619	-	249,619
- Sukuk certificates		-	16,324	-	16,324
- PIB		-	2,445,439	-	2,445,439
Dividend receivable		1,349	-	-	1,349
Other receivable		-	59,493	-	59,493
Advance tax		53,645	29,370	29,306	112,321
Bank deposits		-	-	-	-
		<u>125,503</u>	<u>3,242,596</u>	<u>428,108</u>	<u>3,796,207</u>

		June 30, 2023 (Audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Accrued Profit on:					
- Bank balances	6.1	57,013	200,540	56,844	314,397
- Term finance certificates		-	495,507	-	495,507
Amortisation Income on PIB		-	400,000	986,017	1,386,017
Sukuk certificates		-	75,477	819,976	895,453
Pakistan Investment Bonds		-	-	-	-
Other receivable		-	59,494	-	59,494
Advance tax		53,646	29,370	29,309	112,325
Dividend Receivable		2,146	-	-	2,146
		<u>112,805</u>	<u>1,260,388</u>	<u>1,892,146</u>	<u>3,265,339</u>

6.1 This includes profit receivable of Rs. 0.871 million (June 30, 2023: Rs 0.269 million) from Bank Alfalah Limited (a related party).

7 PAYABLE TO THE ALFALAH ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

		December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
Remuneration payable to the Pension Fund Manager	7.1	182,227	53,328	101,385	336,940
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	7.2	23,690	6,873	12,952	43,515
		<u>205,917</u>	<u>60,201</u>	<u>114,337</u>	<u>380,455</u>
		June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
Remuneration payable to the Pension Fund Manager	7.1	157,201	48,116	91,128	296,445
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	7.2	20,436	6,255	11,847	38,538
		<u>177,637</u>	<u>54,371</u>	<u>102,975</u>	<u>334,983</u>

- 7.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.25% (June 30, 2023: 1.50%) of net assets of each Sub-Fund calculated on daily basis. Accordingly, the Pension Fund Manager has charged its remuneration at the rate of 0.75% (June 30, 2023: 1.25%) of average annual net assets of the Fund, calculated on a daily basis. The remuneration is payable to the Pension Fund Manager monthly in arrears.
- 7.2 During the period, an amount of Rs. 0.1287 million (June 30, 2023: Rs. 0.2643 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on remuneration of Pension Fund Manager levied through the Sindh Sales Tax on Services Act, 2011.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
Trustee remuneration payable	8.1	45,688	33,179	8,013	86,880
Sindh Sales Tax payable on Trustee remuneration	8.2	6,010	4,410	1,052	11,472
		<u>51,698</u>	<u>37,589</u>	<u>9,065</u>	<u>98,352</u>
		June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		(Rupees)			
Trustee remuneration payable	8.1	40,409	30,434	11,055	81,898
Sindh Sales Tax payable on Trustee remuneration	8.2	5,253	3,956	1,437	10,646
Central Depository System charges payable		2,419	40,956	-	43,375
		<u>48,081</u>	<u>75,346</u>	<u>12,492</u>	<u>135,919</u>

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at December 31, 2023 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of net assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of net assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of net assets on amount exceeding Rs 1 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of net assets on amount exceeding Rs 1 billion

- 8.2 During the period, an amount of Rs. 0.222 million (June 30, 2023: Rs. 0.038 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

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

		December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		----- (Rupees) -----			
Annual fee payable	9.1	472	391	790	1,653

		June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		----- (Rupees) -----			
Annual fee payable	9.1	8,633	14,209	27,094	49,936

- 9.1 In accordance with the Voluntary Pension System Rules, 2005, each sub-fund is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

During the period ended June 30, 2020, the SECP vide SRO No. 1620(I)/2019 dated December 24, 2019, revised the rate of annual fee to one forth of one percent (0.025%) of average annual net assets of the Fund, applicable on all Voluntary Pension Schemes. Accordingly, the Fund has charged SECP fee at the rates of 0.025% (June 30, 2023: 0.025%) of average annual net assets of the Fund.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

		December 31, 2023 (Un-audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		----- (Rupees) -----			
Withholding tax payable		23,846	41,225	325,638	390,709
Printing charges payable		19,763	16,029	701	36,493
Settlement charges payable		98,910	16,566	19,339	134,815
Sindh Sales Tax payable on settlement charges		26	628	2,514	3,168
Auditors' remuneration payable		29,485	32,442	197,572	259,499
Brokerage payable		22,632	6,445	8,366	37,443
Sindh Sales Tax payable on brokerage expenses		2,804	42	1,679	4,525
Capital gain tax payable		196,584	429,256	397,092	1,022,932
Legal and professional charges payable		27,529	116,014	87,918	231,461
Other Payable		-	-	75,415	75,415
		<u>421,579</u>	<u>658,647</u>	<u>1,116,234</u>	<u>2,196,460</u>

June 30, 2023 (Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Withholding tax payable	308,543	382,243	732,697	1,423,483
Printing charges payable	19,649	18,531	1,225	39,405
Settlement charges payable	-	-	-	-
Sindh Sales Tax payable on settlement charges	-	-	-	-
Auditors' remuneration payable	56,487	87,890	98,416	242,793
Brokerage payable	13,259	6,080	4,655	23,994
Sindh Sales Tax payable on brokerage expenses	1,711	-	1,197	2,908
Capital gain tax payable	-	427,304	-	427,304
Legal and professional charges payable	13,389	99,099	65,328	177,816
Other payable	53,662	-	75,220	128,882
466,700	1,021,147	978,738	2,466,585	

11 CONTINGENCIES AND COMMITMENTS

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

December 31, 2023 (Un-audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

12 NUMBER OF UNITS IN ISSUE

----- Number of units -----

Total units in issue at the beginning of the period	442,030	352,024	698,390	1,492,444
Add: Issuance of units during the period				
- Directly by participants	47,432	14,346	88,072	149,851
Less: Units redeemed during the period				
- Directly by participants	(11,273)	(11,045)	(91,243)	(113,561)
Total units in issue at the end of the period	478,189	355,325	695,219	1,528,733

June 30, 2023 (Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

NUMBER OF UNITS IN ISSUE

----- Number of units -----

Total units in issue at the beginning of the year	528,845	405,280	712,301	1,646,426
Add: Issuance of units during the year				
- Directly by participants	53,173	29,107	181,731	264,011
- Transfer from other Pension Fund	-	110	7,650	7,760
	53,173	29,217	189,381	271,771
Less: Units redeemed during the year				
- Directly by participants	(129,436)	(79,967)	(203,225)	(412,628)
	(10,552)	(2,506)	(67)	(13,125)
	(139,988)	(82,473)	(203,292)	(425,753)
Total units in issue at the end of the year	442,030	352,024	698,390	1,492,444

Half year ended December 31, 2023 (Un-audited)						
13 CONTRIBUTION TABLE	Equity Sub-Fund		Debt Sub-Fund		Money market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	31,206	2,676,600	9,769	1,740,150	63,080	10,819,825
Employers	13,424	1,652,804	2,213	394,149	-	-
Reallocation in	2,803	272,446	2,365	401,918	24,992	4,303,278
Change of scheme in	-	-	-	-	-	-
	<u>47,433</u>	<u>4,601,850</u>	<u>14,347</u>	<u>2,536,217</u>	<u>88,072</u>	<u>15,123,103</u>

Half year ended December 31, 2022 (Un-audited)						
CONTRIBUTION TABLE	Equity Sub-Fund		Debt Sub-Fund		Money market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	608	45,959	9,387	1,366,500	80,028	11,560,571
Employers	11,852	902,725	2,314	351,048	8,864	1,306,338
Transfer from other Pension Fund	-	-	-	-	92	13,977
Reallocation in	619	47,394	-	-	7,944	1,199,315
Change of scheme in	-	-	-	-	-	-
	<u>13,079</u>	<u>996,078</u>	<u>11,701</u>	<u>1,717,548</u>	<u>96,928</u>	<u>14,080,201</u>

14 CASH AND CASH EQUIVALENTS

Half year ended December 31, 2023 (Un-audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
Bank balances	3,123,887	13,114,277	15,199,729	-	31,437,893
Market Treasury Bills-3 Months	-	6,902,245	114,218,649	-	121,120,894
	<u>3,123,887</u>	<u>20,016,522</u>	<u>129,418,378</u>	<u>-</u>	<u>152,558,787</u>

Half year ended December 31, 2022 (Un-audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
Bank balances	571,415	2,875,870	57,084,228	19,969	60,551,482
Market Treasury Bills	-	19,788,160	19,794,384	-	39,582,544
	<u>571,415</u>	<u>22,664,030</u>	<u>76,878,612</u>	<u>19,969</u>	<u>100,134,026</u>

Half year ended December 31, 2023 (Un-audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			

15 PROFIT / MARK-UP INCOME

Profit / mark-up on:

Bank balances	314,026	1,287,308	1,171,063	2,772,397
Market Treasury Bills	-	2,508,053	9,534,886	12,042,939
Term finance certificates	-	448,974	-	448,974
Sukuk certificates	-	596,822	288,535	885,357
Pakistan Investment Bonds	-	1,844,737	2,555,097	4,399,834
	<u>314,026</u>	<u>6,685,894</u>	<u>13,549,581</u>	<u>20,549,501</u>

Half year ended December 31, 2022 (Un-audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
Profit / mark-up on:			
Bank balances	278,169	538,502	739,639
Market Treasury Bills	-	1,797,441	7,379,865
Term finance certificates	-	441,093	-
Sukuk certificates	-	581,170	429,143
Pakistan Investment Bonds	-	916,837	-
	<u>278,169</u>	<u>4,275,043</u>	<u>8,548,647</u>
			<u>13,101,859</u>

16 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is as follows:

December 31, 2023		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		

Total Expense Ratio (TER)

2.01%	1.79%	1.29%
0.22%	0.60%	0.14%

Government levy and SECP fee

December 31, 2022		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		

Total Expense Ratio (TER)

3.34	2.081	1.58
0.25	0.2	0.19

Government levy and SECP fee

The above ratio of equity, debt and money market sub-fund is within the limit of 4.5%, 2.5% and 2% respectively of each sub-fund.

17 TAXATION

17.1 The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

17.2 The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

18 EARNINGS PER UNIT

Earnings per unit has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, GHP Beteiligungen Holding Limited, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah Asset Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates as duly approved by the board of directors. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

Details of transactions during the period and balances at period / year end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

19.1 Transactions during the period

	Half year ended December 31, 2023 (Un-audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Alfalah Asset Management Limited - Pension Fund Manager				
Remuneration of the Pension Fund Manager	287,360	228,704	474,087	990,151
Sindh Sales Tax on remuneration of the Pension Fund Manager	37,355	29,731	61,631	128,717
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	39,140	46,574	87,929	173,643
Sindh Sales Tax on Trustee remuneration	4,791	6,061	11,442	22,294
CDS charges	-	139,000	-	139,000
ASRF - Alfalah Stable Return Plan -2				
Market Treasury Bills Purchased	-	-	15,141,296	15,141,296
Alfalah GHP Sovereign Fund				
Market Treasury Bills Purchased	-	-	2,012,702	2,012,702
Bank Alfalah Limited				
Profit / mark-up on bank balances	290,303	1,293,854	2,074,461	3,658,618
Investment in equity securities - Sold	540,000	-	-	540,000
Key management personnel				
Contribution	442,114	512,684	1,154,724	2,109,522
Contribution (number of units)	1,601	2,780	6,496	10,878
Redemption	389,351	253,453	1,633,097	2,275,901
Redemption (number of units)	3,807	1,487	12,093	17,388

Half year ended December 31, 2022 (Un-audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

(Rupees)

Alfalsh Asset Management

Limited - Pension Fund Manager

Remuneration of the Pension Fund Manager	267,645	348,563	654,591	1,270,799
Sindh Sales Tax on remuneration of the Pension Fund Manager	34,794	45,313	85,097	165,204

Central Depository Company of Pakistan Limited - Trustee

Remuneration of the Trustee	38,102	47,840	61,352	147,294
Sindh Sales Tax on Trustee remuneration	4,953	6,253	7,976	19,182
CDS charges	4,000	2,000	-	6,000

Bank Alfalah Limited

Profit / mark-up on bank balances	415,077	538,502	739,639	1,693,218
Investment in equity securities - Purchased	702,160	-	-	702,160
Investment in equity securities - Sold	171,064	-	-	171,064

Key management personnel

Contribution	658,473	122,954	622,237	1,403,664
Contribution (number of units)	8,651	831	4,245	13,727
Redemption	1,448,097	892,799	929,833	3,270,729
Redemption (number of units)	18,972	5,916	6,289	31,177

19.2 Amounts outstanding as at period / year end

December 31, 2023 (Un-audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total

(Rupees)

Alfalsh Asset Management

Limited (Pension Fund Manager)

Pension Fund Manager remuneration payable	182,227	53,328	101,385	-	336,941
Sindh Sales Tax payable on remuneration of Pension Fund Manager	23,690	6,873	12,952	-	43,515
Other Payables	-	-	-	20,000	20,000
Investment at period end	35,984,580	53,780,340	55,539,090	-	145,304,010
Units held (number of units)	300,000	300,000	300,000	-	900,000

Central Depository Company of Pakistan Limited (Trustee)

Trustee remuneration payable	45,688	33,179	8,013	-	86,880
Sindh Sales Tax payable on trustee remuneration	6,010	4,410	1,052	-	11,472
Security deposit	100,000	220,000	100,000	-	420,000
Bank balances	-	-	570,504	-	570,504

Bank Alfalah Limited

Bank balances	3,090,704	13,052,096	14,391,004	-	30,533,804
Profit receivable on bank balances	46,125	330,000	494,557	-	870,682
Investment in equity securities	1,523,214	-	-	-	1,523,214

Alfalsh Consumer Index Exchange Traded Fund

Units of open ended mutual funds	549,000	-	-	-	549,000
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Key management personnel

Investment at year end	2,384,125	650,673	2,430,961	-	5,465,759
Units held (number of units)	19,876	3,630	13,131	-	36,637

Participants having holding of more than 10%

Contributions	6,853,059	-	19,005,841	-	25,858,900
Contributions (Number of Units)	57,133	-	102,662	-	159,795

June 30, 2023 (Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total

(Rupees)

Alfalah Asset Management

Limited - Pension Fund Manager

Remuneration payable to Pension Fund Manager	157,201	48,116	91,128	-	296,445
Sindh Sales Tax payable on remuneration of Pension Fund Manager	20,436	6,255	11,847	-	38,538
Other payable	-	-	-	-	-
Investment at period end	23,512,110	48,733,740	50,095,590	-	122,341,440
Units held (Number of units)	300,000	300,000	300,000	-	900,000

Units of open-ended mutual funds

Alfalah Consumer Index Exchange Traded Fund	316,500	-	-	-	316,500
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Central Depository Company of Pakistan

Limited - Trustee

Trustee remuneration payable	40,409	30,434	11,055	-	81,898
Sindh Sales Tax payable on trustee remuneration	5,253	3,956	1,437	-	10,646
CDS charges payable	2,419	40,956	-	-	43,375
Sindh Sales Tax payable on CDS charges	-	-	-	-	-
Security deposit	100,000	220,000	100,000	-	420,000

Bank Alfalah Limited

Bank balances	3,027,349	3,039,229	2,864,683	-	8,931,261
Profit receivable on bank balances	50,496	161,562	56,848	-	268,906
Investment in equity securities	1,366,756	-	-	-	1,366,756

Key management personnel

Investment at year end

Chief Operating Officer	228,381	-	-	-	228,381
Business Head - Corporate and institutional Sales	-	137,916	138,431	-	276,347
Other key management personnel	1,502,267	241,557	2,403,920	-	4,147,744

Units held (number of units)

Chief Operating Officer	2,914	-	-	-	2,914
Business Head - Corporate and institutional Sales	-	849	829	-	1,678
Other key management personnel	19,168	1,487	14,396	-	35,051

19.2.1 This reflects the position of related party / connected person status as at December 31, 2023.

20 FAIR VALUE MEASUREMENT

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

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

20.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair value:

	Note	As at December 31, 2023 (Un-audited)				As at June 30, 2023 (Audited)			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
		(Rupees)				(Rupees)			
Equity Sub-Fund									
Investments 'at fair value through profit or loss'									
Listed equity securities	5.1	54,184,447	-	-	54,184,447	31,774,742	-	-	31,774,742
Units of open - ended mutual funds	5.2	-	549,000	-	549,000	-	316,500	-	316,500
		<u>54,184,447</u>	<u>549,000</u>	<u>-</u>	<u>54,733,447</u>	<u>31,774,742</u>	<u>316,500</u>	<u>-</u>	<u>32,091,242</u>
Debt Sub-Fund									
Investments 'at fair value through profit or loss'									
Market treasury bills	5.3.1	17,643,486	-	-	17,643,486	35,438,546	-	-	35,438,546
Pakistan investment bonds	5.4.1	26,171,100	-	-	26,171,100	8,397,625	-	-	8,397,625
Term finance certificates	5.5	3,500,692	-	-	3,500,692	3,505,735	-	-	3,505,735
Sukuk certificates	5.6.1	563,434	-	-	563,434	6,439,733	-	-	6,439,733
		<u>47,878,712</u>	<u>-</u>	<u>-</u>	<u>47,878,712</u>	<u>53,781,639</u>	<u>-</u>	<u>-</u>	<u>53,781,639</u>
Money Market Sub-Fund									
Investments 'at fair value through profit or loss'									
Market Treasury Bills	5.3.2	114,218,649	-	-	114,218,649	57,889,509	-	-	57,889,509
Sukuk certificates	5.6.2	-	-	-	-	10,000,000	-	-	10,000,000
Pakistan Investment Bonds	5.4.1.2	-	-	-	-	44,892,000	-	-	44,892,000
		<u>114,218,649</u>	<u>-</u>	<u>-</u>	<u>114,218,649</u>	<u>112,781,509</u>	<u>-</u>	<u>-</u>	<u>112,781,509</u>

22 CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

22 GENERAL

Figures are rounded off to the nearest Pakistani rupee.

23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 22, 2024 by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



Alfalah
GHP Islamic Pension Fund

FUND INFORMATION

Management Company:	Alfalah Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer: Trustee:	Mr. Faisal Ali Khan Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	Yousuf Adil Chartered Accountants. Cavish Court, A-35 Shahrah-e-Faisal Road, Bangalore Town Block A Bangalore Town, Karachi
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalah Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.

Tel: (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

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TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP ISLAMIC PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the six months period ended December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



INDEPENDENT AUDITORS' REVIEW REPORT TO THE UNIT HOLDERS OF ALFALAH GHP ISLAMIC PENSION FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalaha GHP Islamic Pension Fund** (the Fund) as at **December 31, 2023**, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim statement of cash flow and notes to the condensed interim financial statement for the six months period ended December 31, 2023 (here-in-after referred to as the condensed interim financial statement). **Alfalaha Asset Management Limited** (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statement in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Statement Performed by the Independent Auditor of the Entity". A review of condensed interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statement is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures of the condensed interim income statement and condensed interim statement of comprehensive income, for the quarter ended December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the six month's period ended December 31, 2023.

The condensed interim financial statement for the six months' period ended December 31, 2022 and the annual financial statements of the Fund for the year ended June 30, 2023 were audited by another firm of chartered accountants, whose review report dated February 27, 2023 and audit report dated September 28, 2023, expressed an unmodified conclusion / opinion respectively.

The engagement partner on the review resulting in this independent auditor's review report is Arif Nazeer.

Chartered Accountants

Place: Karachi
Date: February 28, 2024
UDIN: RR202310099YFKQ4oyne

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

December 31, 2023 (Un-audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----						
ASSETS						
Bank balances	4	153,157	31,586,216	35,360,151	20,099	67,119,623
Investments	5	80,578,364	52,353,994	74,390,000	-	207,322,358
Security deposit with Central Depository Company of Pakistan Limited - Trustee		100,000	100,000	100,000	-	300,000
Advance, dividend and accrued profit	6	23,063	2,727,897	3,534,721	51	6,285,732
Receivable against sale of investments		22,104	-	-	-	22,104
Total assets		80,876,688	86,768,107	113,384,872	20,150	281,049,817
LIABILITIES						
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	7	208,635	98,799	303,385	20,150	630,969
Payable to Central Depository Company of Pakistan Limited - Trustee	8	453,476	25,079	18,103	-	496,658
Annual Fee payable to the Securities and Exchange Commission of Pakistan	9	482	518	717	-	1,717
Accrued expenses and other liabilities	10	1,054,509	1,608,843	1,026,160	-	3,689,512
Payable against purchase of investments		223	641	-	-	864
Payable against redemption of units		68,780	610,492	1,362	-	680,634
Total liabilities		1,786,105	2,344,372	1,349,727	20,150	5,500,354
NET ASSETS		79,090,583	84,423,735	112,035,145	-	275,549,463
PARTICIPANTS' SUB-FUNDS (AS PER STATEMENT ATTACHED)		79,090,583	84,423,735	112,035,145	-	275,549,463
CONTINGENCIES AND COMMITMENTS	14					
----- Number of units -----						
NUMBER OF UNITS IN ISSUE	12	633,307	536,067	685,273		
----- (Rupees) -----						
NET ASSET VALUE PER UNIT		124.8850	157.4873	163.4898		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

June 30, 2023 (Audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----						
ASSETS						
Bank balances	4	8,176,789	33,015,035	25,473,157	20,099	66,685,080
Investments	5	52,805,727	47,507,560	78,962,000	-	179,275,287
Security deposit with Central Depository Company of Pakistan Limited - Trustee		100,000	100,000	100,000	-	300,000
Advance, dividend and accrued profit	6	21,252	2,376,820	3,101,860	51	5,499,983
Receivable against sale of investments		-	-	-	-	-
Total assets		61,103,768	82,999,415	107,637,017	20,150	251,760,350
LIABILITIES						
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	7	258,702	94,468	294,275	20,150	667,595
Payable to Central Depository Company of Pakistan Limited - Trustee	8	1,010,807	20,190	18,421	-	1,049,418
Annual Fee payable to the Securities and Exchange Commission of Pakistan	9	14,581	18,534	20,732	-	53,847
Accrued expenses and other liabilities		859,966	1,526,099	805,038	-	3,191,103
Payable against purchase of investments		224	-	-	-	224
Payable against redemption of units		159,331	610,491	-	-	769,822
Total liabilities		2,303,611	2,269,782	1,138,466	20,150	5,732,009
NET ASSETS		58,800,157	80,729,633	106,498,551	-	246,028,341
PARTICIPANTS' SUB-FUNDS (AS PER STATEMENT ATTACHED)		58,800,157	80,729,633	106,498,551	-	246,028,341
CONTINGENCIES AND COMMITMENTS	14	----- Number of units -----				
NUMBER OF UNITS IN ISSUE	12	715,433	553,677	717,378		
		----- (Rupees) -----				
NET ASSET VALUE PER UNIT		82.1882	145.8064	148.4553		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note ----- (Rupees) -----					
INCOME					
Profit / mark-up income	15	310,580	7,343,609	10,232,205	17,886,394
Dividend income		2,931,886	-	-	2,931,886
Gain / (loss) on sale of investments - net		2,609,989	(1,861)	274,000	2,882,128
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	24,471,638	(339,705)	558,000	24,689,933
Total income		30,324,094	7,002,043	11,064,205	48,390,341
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	432,648	308,355	385,539	1,126,542
Sindh Sales Tax on remuneration of the Management Company	7.2	56,245	40,084	50,118	146,447
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	54,160	197,320	73,671	325,150
Sindh Sales Tax on remuneration of the Trustee	8.2	7,043	7,590	9,205	23,837
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	9,322	11,813	13,357	34,492
Brokerage and settlement charges		64,387	-	-	64,387
Auditors' remuneration		43,896	53,997	68,167	166,061
Printing charges		4,037	4,037	4,037	12,110
Legal and professional charges		23,187	27,600	30,238	81,025
Shariah Advisory Charges		29,256	39,936	52,618	121,810
Bank Charges		528	2,647	5,465	8,640
Total expenses		724,708	693,379	692,415	2,110,501
Net income for the period before taxation		29,599,386	6,308,664	10,371,790	46,279,840
Taxation	17	-	-	-	-
Net income for the period before taxation		29,599,386	6,308,664	10,371,790	46,279,840
Earning per unit	18				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
INCOME					
Profit / mark-up income	145,813	4,782,724	4,645,062	9,573,599	
Dividend income	2,605,862	-	-	2,605,862	
Loss on sale of investments - net	(12,639)	(55,934)	-	(68,573)	
Unrealised (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(2,090,843)	(274,022)	(49,000)	(2,413,865)	
Total income	648,193	4,452,768	4,596,062	9,697,023	
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	438,847	420,626	401,412	1,260,885
Sindh Sales Tax on remuneration of the Management Company	7.2	57,050	54,681	52,184	163,915
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	57,968	46,404	46,427	150,799
Sindh Sales Tax on remuneration of the Trustee	8.2	7,536	6,033	6,035	19,604
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	7,541	9,039	8,678	25,258
Brokerage and settlement charges		209,294	184,000	-	393,294
Auditors' remuneration		40,321	42,871	50,416	133,608
Printing charges		4,048	4,048	4,048	12,144
Legal and professional charges		23,184	27,600	30,207	80,991
Total expenses		845,789	795,302	599,407	2,240,498
Net (loss) / income for the period before taxation		(197,596)	3,657,466	3,996,655	7,456,525
Taxation	17	-	-	-	-
Net (loss) / income for the period after taxation		(197,596)	3,657,466	3,996,655	7,456,525
Earning per unit	18				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

Quarter ended December 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Note ----- (Rupees) -----					
INCOME					
Profit / mark-up income	270,803	2,981,797	5,183,963	8,436,563	
Dividend income	2,175,672	-	-	2,175,672	
Gain on sale of investments - net	2,085,590	1,470	-	2,087,060	
Unrealised appreciation / (diminution) on re-measurement investments classified as 'financial assets at fair value through profit or loss'	19,777,008	(347,523)	274,000	19,703,485	
Total income	24,309,074	2,635,744	5,457,963	32,402,780	
EXPENSES					
Remuneration of Alfalah Asset Management Limited - Management Company	7.1	235,963	156,952	199,787	592,702
Sindh Sales Tax on remuneration of the Management Company	7.2	30,676	20,403	25,972	77,051
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	28,317	78,392	42,784	149,493
Sindh Sales Tax on remuneration of the Trustee	8.2	3,681	4,081	5,195	12,957
Annual Fee to the Securities and Exchange Commission of Pakistan	9.1	5,389	6,767	7,160	19,316
Brokerage and settlement charges		31,004	-	-	31,004
Auditors' remuneration		23,733	32,567	42,960	99,261
Printing charges		2,017	2,017	2,017	6,050
Legal and professional charges		11,594	13,800	15,123	40,517
Total expenses		372,374	314,979	340,998	1,028,350
Net income for the period before taxation		23,936,700	2,320,765	5,116,965	31,374,430
Taxation	17	-	-	-	-
Net income for the period after taxation		23,936,700	2,320,765	5,116,965	31,374,430

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

Quarter ended December 31, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note ----- (Rupees) -----				
INCOME				
Profit / mark-up income	100,295	2,386,796	2,503,605	4,990,696
Dividend income	1,593,942	-	-	1,593,942
Gain/ (loss) on sale of investments - net	258,671	(55,934)	-	202,737
Unrealised diminution on re-measurement investments classified as 'financial assets at fair value through profit or loss'	(939,802)	(191,646)	(54,000)	(1,185,448)
Total income	1,013,106	2,139,216	2,449,605	5,601,927
EXPENSES				
Remuneration of Alfalah Asset Management Limited - Management Company	7.1 208,933	197,804	202,054	608,791
Sindh Sales Tax on remuneration of the Management Company	7.2 27,163	25,710	26,267	79,140
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1 28,988	23,220	22,983	75,191
Sindh Sales Tax on remuneration of the Trustee	8.2 3,764	3,000	2,999	9,763
Annual Fee to the Securities and Exchange Commission of Pakistan	9.1 3,698	4,583	4,689	12,970
Brokerage and settlement charges	106,584	92,000	-	198,584
Auditors' remuneration	20,161	21,436	25,208	66,805
Printing charges	2,024	2,024	2,024	6,072
Legal and professional charges	11,592	13,800	15,103	40,495
Reversal of provision against Sindh Workers' Welfare Fund	-	-	-	-
Total expenses	412,907	383,577	301,327	1,097,811
Net income for the period before taxation	600,199	1,755,639	2,148,278	4,504,116
Taxation	17 -	-	-	-
Net income for the period after taxation	600,199	1,755,639	2,148,278	4,504,116

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net income for the period before taxation	29,599,386	6,308,664	10,371,790	46,279,840
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	29,599,386	6,308,664	10,371,790	46,279,840

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net (loss) / income for the period before taxation	(197,596)	3,657,466	3,996,655	(1,896,091)
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(197,596)</u>	<u>3,657,466</u>	<u>3,996,655</u>	<u>(1,896,091)</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Quarter ended December 31, 2023			Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
	----- (Rupees) -----			
Net income for the period after taxation	23,936,700	2,320,765	5,116,965	31,374,429
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	23,936,700	2,320,765	5,116,965	31,374,429

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

Quarter ended December 31, 2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net income for the period before taxation	600,199	1,755,639	2,148,278	4,504,116
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	600,199	1,755,639	2,148,278	4,504,116

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net assets at the beginning of the period (audited)	58,800,157	80,729,633	106,498,551	246,028,341
Issuance of units	2,237,829	5,232,883	24,558,985	32,029,697
Redemption of units	(11,546,789)	(7,847,445)	(29,394,180)	(48,788,414)
	(9,308,960)	(2,614,562)	(4,835,195)	(16,758,717)
Gain / (loss) on sale of investments - net	2,609,989	(1,861)	274,000	2,882,128
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	24,471,638	(339,705)	558,000	24,689,933
Other income (net of expenses)	2,517,759	6,650,230	9,539,790	18,707,779
Total comprehensive income for the period	29,599,386	6,308,664	10,371,790	46,279,840
Net assets at the end of the period (un-audited)	79,090,583	84,423,735	112,035,145	275,549,463

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees) -----			
Net assets at the beginning of the period (audited)	62,159,098	70,709,482	61,943,434	194,812,014
Issuance of units	2,727,309	5,867,062	23,495,480	32,089,851
Redemption of units	(8,187,481)	(6,277,719)	(5,590,057)	(20,055,257)
	(5,460,172)	(410,657)	17,905,423	12,034,594
Loss on sale of investments - net	(12,639)	(55,934)	-	(68,573)
Unrealised (diminution) on of investments classified as 'financial assets at fair value through profit or loss'	(2,090,843)	(274,022)	(49,000)	(2,413,865)
Other income (net of expenses)	1,905,886	3,987,422	4,045,655	9,938,963
Total comprehensive (loss) / income for the period	(197,596)	3,657,466	3,996,655	7,456,525
Net assets at the end of the period (un-audited)	<u>56,501,330</u>	<u>73,956,291</u>	<u>83,845,512</u>	<u>214,303,133</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half year ended December 31, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the period before taxation	29,599,386	6,308,664	10,371,790	-	46,279,839
Adjustments for:					
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at fair value through profit or loss'	(24,471,638)	339,705	(558,000)	-	(24,689,933)
	5,127,748	6,648,369	9,813,790	-	21,589,906
Decrease / (increase) in assets					
Investments - net	(3,300,999)	(5,186,139)	5,130,000	-	(3,357,137)
Receivable against sale of investments	(22,104)	-	-	-	(22,104)
Advance, dividend and accrued profit	(1,811)	(351,077)	(432,861)	-	(785,749)
	(3,324,914)	(5,537,216)	4,697,139	-	(4,164,991)
(Decrease) / increase in liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	(50,067)	4,331	9,110	-	(36,626)
Payable to Central Depository Company of Pakistan Limited - Trustee	(557,331)	4,889	(318)	-	(552,761)
Annual Fee payable to the Securities and Exchange Commission of Pakistan	(14,099)	(18,015)	(20,015)	-	(52,129)
Accrued expenses and other liabilities	194,543	82,744	221,122	-	498,409
Payable against redemption of units	(90,552)	642	1,362	-	(88,548)
	(517,506)	74,590	211,261	-	(231,655)
Net cash flows generated from operating activities	1,285,328	1,185,743	14,722,189	-	17,193,260
CASH FLOWS FROM FINANCING ACTIVITIES					
Amount received against issuance of units	2,237,829	5,232,883	24,558,985	-	32,029,697
Payments made against redemption of units	(11,546,789)	(7,847,445)	(29,394,180)	-	(48,788,414)
Net cash flows used in financing activities	(9,308,960)	(2,614,562)	(4,835,195)	-	(16,758,717)
Net (decrease) / increase in cash and cash equivalents	(8,023,632)	(1,428,819)	9,886,994	-	434,543
Cash and cash equivalents at the beginning of the period	8,176,789	33,015,035	25,473,157	20,099	66,685,080
Cash and cash equivalents at the end of the period	153,157	31,586,216	35,360,151	20,099	67,119,623

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2022					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note	----- (Rupees) -----				
CASH FLOWS FROM OPERATING ACTIVITIES					
Net (loss) / income for the period before taxation	(197,596)	3,657,466	3,996,655	-	7,456,525
Adjustments for:					
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss ¹	2,090,843	274,022	49,000	-	2,413,865
	1,893,247	3,931,488	4,045,655	-	9,870,390
Decrease / (increase) in assets					
Investments - net	638,183	(2,976,927)	(1,000,000)	-	(3,338,744)
Receivable against sale of investments	2,977,419	-	-	-	2,977,419
Advance, dividend and accrued profit	(28,586)	1,157,630	4,387,606	-	5,516,650
	3,587,016	(1,819,297)	3,387,606	-	5,155,325
Increase / (decrease) in liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	(888,580)	(360,285)	(489,067)	-	(1,737,932)
Payable to Central Depository Company of Pakistan Limited - Trustee	(103,910)	(49,088)	(93,591)	-	(246,589)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(32,311)	(26,257)	(20,923)	-	(79,491)
Accrued expenses and other liabilities	3,904	212,250	(42,355)	-	173,799
	(1,020,897)	(223,380)	(645,936)	-	(1,890,213)
Net cash flows generated from operating activities	4,459,366	1,888,811	6,787,325	-	13,135,502
CASH FLOWS FROM FINANCING ACTIVITIES					
Amount received against issuance of units	2,277,309	5,867,062	23,495,480	-	32,089,851
Payments made against redemption of units	(8,187,481)	(6,277,719)	(5,590,057)	-	(20,055,257)
Net cash flows (used in) / generated from financing activities	(5,460,172)	(410,657)	17,905,423	-	12,034,594
Net increase in cash and cash equivalents	(1,000,806)	1,478,154	24,692,748	-	25,170,096
Cash and cash equivalents at the beginning of the period	4,726,477	23,111,229	41,027,001	20,099	68,884,806
Cash and cash equivalents at the end of the period	11 3,725,671	24,589,383	65,719,749	20,099	94,054,902

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH GHP ISLAMIC PENSION FUND
NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah GHP Islamic Pension Fund (the Fund) was established under a Trust deed executed under the Trust Act, 1882 between Alfalah Asset Management Limited (formerly Alfalah GHP Investment Management Limited) as Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 17, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agricultural Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.
- 1.3 The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.
- 1.4 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.
- 1.5 All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three sub-funds:

AGIPF - Equity Sub-Fund (AGIPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the period based on quarterly average investment calculated on a daily basis, investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of equity sub-fund or paid-up capital of the investee company (subject to the conditions prescribed in the Offering Document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in any Government Treasury Bills or Government securities having less than one year time to maturity, or be deposited with scheduled Islamic commercial banks having at least 'A' rating or Islamic windows of commercial banks having at least 'AA' rating.

AGIPF - Debt Sub-Fund (AGIPF - DSF)

The Debt Sub-Fund consists of Shariah compliant tradeable debt securities with weighted average time to maturity of the investment portfolio of the sub-fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in debt securities issued by the Federal Government. At least 25% shall be deposited with scheduled Islamic banks having not less than 'A+' rating or Islamic windows of commercial banks having not less than 'AA' rating. Investment in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of Debt Sub-Fund. Exposure to any single entity shall not exceed 15% of net assets of the Debt Sub-fund. Composition of the remaining portion of the investments shall be as defined in the offering document to the Fund.

AGIPF - Money Market Sub-Fund (AGIPF - MMSF)

The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government. At least 10% of the net assets shall be deposited with Islamic windows of commercial banks having 'A+' rating. Exposure to any single entity shall not exceed 15% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial Government, City Government, Government Corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

- 1.6 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.
- 1.7 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.
- 1.8 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by the Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any Takaful contribution payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value noticed by the Pension Fund Manager at the close of that business day.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

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

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and requirements of the Trust Deed have been followed.

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

3 MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

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

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

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

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

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

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

During the period, the Company adopted Disclosure of Accounting Policies (Amendments to IAS 1) from January 01, 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. Although the amendments did not result in any changes to the accounting policies themselves.

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

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

4 BANK BALANCES

December 31, 2023 (Un-Audited)						
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (note 4.1)	Total		
Note ----- (Rupees) -----						
Balances with banks in:						
- Current accounts	4.2	-	463,930	47	-	463,977
- PLS savings accounts	4.3	153,157	31,122,286	35,360,104	20,099	66,655,646
		<u>153,157</u>	<u>31,586,216</u>	<u>35,360,151</u>	<u>20,099</u>	<u>67,119,623</u>

June 30, 2023 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (note 4.1)	Total
Note	(Rupees)				
Balances with banks in:					
- Current accounts	4.2	-	345,568	-	345,568
- PLS savings accounts	4.3	8,176,789	32,669,467	25,473,157	20,099
		<u>8,176,789</u>	<u>33,015,035</u>	<u>25,473,157</u>	<u>20,099</u>
					<u>66,339,512</u>
					<u>66,685,080</u>

- 4.1 This represents collection and redemption accounts maintained with Bank Alfalah Limited (a related party).
- 4.2 This represents current accounts maintained with Bank Alfalah Limited and Central Depository Company (related party).
- 4.3 These accounts carry profit rates ranging between 20.50% to 21.85% (June 30, 2023: 20.25%) per annum. These include bank balance of Rs. 9.925 million (June 30, 2023: Rs. 18.44 million) which is maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 21.85% (June 30, 2023: 20.25%) per annum.

5 INVESTMENTS

December 31, 2023 (Un-Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note	(Rupees)				
Financial assets 'at fair value through profit or loss'					
Listed equity securities	5.1	79,776,824	-	-	79,776,824
Units of open ended mutual funds	5.2	801,540	-	-	801,540
Gop Ijara sukuk	5.3	-	51,290,400	74,390,000	-
Sukuk certificates	5.4	-	1,063,594	-	-
		<u>80,578,364</u>	<u>52,353,994</u>	<u>74,390,000</u>	<u>-</u>
					<u>207,322,358</u>

June 30, 2023 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note	(Rupees)				
Financial assets 'at fair value through profit or loss'					
Listed equity securities	5.1	52,343,637	-	-	52,343,637
Units of open ended mutual funds	5.2	462,090	-	-	462,090
Gop Ijara sukuk	5.3	-	34,693,100	59,962,000	-
Sukuk certificates	5.4	-	12,814,460	19,000,000	-
		<u>52,805,727</u>	<u>47,507,560</u>	<u>78,962,000</u>	<u>-</u>
					<u>179,275,287</u>

5.1 Listed equity securities - at fair value through profit or loss

5.1.1 Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each unless stated otherwise

Name of the Investee Company	Note	As at July 01, 2023	Purchased during the period	Bonus / right received during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (diminution)/ appreciation	Net assets of the Sub-Fund	Total investment of the Sub-Fund	
						(Number of shares)			(Rupees)		(Percentage)	
Commercial Banks												
Meezan Bank Limited		42,783	-	-	937	41,846	3,614,239	6,752,271	3,138,032	8.54%	8.38%	0.002%
Faysal Bank Limited		26,000	-	-	-	26,000	524,680	847,080	322,400	1.07%	1.05%	0.002%
							4,138,919	7,599,351	3,460,432	9.61%	9.43%	
Textile Composite												
Nishat Mills Limited		11,500	-	-	-	11,500	652,855	882,280	229,425	1.12%	1.09%	0.003%
Kohinoor Textile Mills Limited		14,000	-	-	6,000	8,000	407,280	758,000	350,720	0.96%	0.94%	0.003%
Interloop Limited		14,625	-	-	-	14,625	515,678	1,053,000	537,323	1.33%	1.31%	0.002%
							1,575,813	2,693,280	1,117,468	3.41%	3.34%	
Cement												
Fauji Cement Company Limited		12,000	40,000	-	-	52,000	625,120	983,840	358,720	1.24%	1.22%	0.002%
D.G. Khan Cement Company Limited		-	17,000	-	-	17,000	844,778	1,315,800	471,022	1.66%	1.63%	0.004%
Lucky Cement Limited		7,760	-	-	1,500	6,260	3,268,283	4,926,495	1,658,211	6.23%	6.11%	0.002%
Kohat Cement Limited		6,600	-	-	700	5,900	1,023,473	1,381,957	358,484	1.75%	1.72%	0.003%
Maple Leaf Cement Company Limited		38,924	12,000	-	-	50,924	1,556,317	1,981,962	425,645	2.51%	2.46%	0.005%
Cherat Cement Company Limited		8,600	4,000	-	-	12,600	1,618,508	2,053,548	435,040	2.60%	2.55%	0.006%
							8,936,479	12,643,602	3,707,123	15.99%	15.69%	
Power Generation and Distribution												
The Hub Power Company Limited		28,508	41,500	-	1,000	69,008	5,347,310	8,080,147	2,732,837	10.22%	10.03%	0.005%
Nishat Chunian Power Limited		-	16,000	-	16,000	-	-	-	-	0.00%	0.00%	0.000%
Nishat Power Limited		-	16,000	-	16,000	-	-	-	-	0.00%	0.00%	0.000%
Saif Power Limited		-	17,000	-	17,000	-	-	-	-	0.00%	0.00%	0.000%
							5,347,310	8,080,147	2,732,837	10.22%	10.03%	
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	5.1.3	16,076	4,700	-	-	20,776	2,361,288	3,671,327	1,310,039	4.64%	4.56%	
Attock Petroleum Limited		1,950	-	-	-	1,950	585,488	738,095	152,607	0.93%	0.92%	0.002%
Sui Northern Gas Pipelines Limited		16,000	10,000	-	-	26,000	1,084,870	1,911,520	826,650	2.42%	2.37%	0.004%
							4,031,646	6,320,942	2,289,296	7.99%	7.84%	
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited		2,849	-	-	-	2,849	4,315,209	5,971,789	1,656,580	7.55%	7.41%	0.002%
Oil and Gas Development Company Limited		46,200	-	-	-	46,200	3,603,600	5,195,190	1,591,590	6.57%	6.45%	0.001%
Pakistan Oilfields Limited 9,834		-	-	-	9,834	-	-	-	-	0.00%	0.00%	0.000%
Pakistan Petroleum Limited		50,414	15,000	-	10,500	54,914	3,480,129	6,316,757	2,836,629	7.99%	7.84%	0.002%
							11,398,938	17,483,736	6,084,799	22.11%	21.70%	
Engineering												
Mughal Iron and Steel Industries Limited		-	12,000	-	-	12,000	720,000	794,160	74,160	1.00%	0.99%	-
							720,000	794,160	74,160	1.00%	0.99%	
Automobile Assembler												
Milat Tractors Limited		3,366	2,500	-	-	5,866	2,651,272	3,409,730	758,457	4.31%	4.23%	0.005%
Sazgar Engineering Works Limited		5,000	5,600	-	5,000	5,600	884,800	996,016	111,216	1.26%	1.24%	0.008%
Gandhara Automobiles Limited		-	7,500	-	7,500	-	-	-	-	0.00%	0.00%	0.000%
Pak Suzuki Motor Company Limited		-	2,000	-	-	2,000	928,998	1,116,720	189,722	1.41%	1.39%	0.002%
Honda Atlas Cars (Pakistan) Limited		-	4,000	-	-	4,000	639,736	854,880	215,144	1.08%	1.06%	0.003%
							5,102,806	6,377,346	1,274,539	8.06%	7.91%	

Name of the Investee Company	Note	As at July 01, 2023	Purchased during the period	Bonus / right received during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of the Sub-Fund	Total investment of the Sub-Fund	
							(Rupees)			(Percentage)		
Automobile Parts & Accessories												
Atlas Battery Limited		3,300	-	-	3,300	-	-	-	-	-	-	-
Thal Limited	5.1.2	1,850	-	-	1,850	-	-	-	-	-	-	-
							-	-	-	-	-	-
Fertilizer												
Engro Corporation Limited		16,490	6,200	-	12,100	10,590	2,769,505	3,123,097	353,592	3.95%	3.88%	0.002%
Engro Fertilizers Limited		40,400	-	-	3,000	37,400	3,086,622	4,197,402	1,110,780	5.31%	5.21%	0.006%
							5,856,127	7,320,499	1,464,372	9.26%	9.09%	
Pharmaceuticals												
The Searle Company Limited	5.1.3	13,115	4,064	-	4,064	13,115	502,567	675,160	172,593	0.85%	0.84%	0.003%
AGP Limited		11,000	-	-	11,000	-	-	-	-	0.00%	0.00%	0.000%
Highnoon Laboratories Limited		2,581	-	-	-	2,581	867,655	1,302,269	434,615	1.65%	1.62%	0.005%
Citi Pharma Ltd.		-	43,000	-	10,000	33,000	772,776	783,420	10,644	0.99%	0.97%	0.014%
							2,142,998	2,760,850	617,852	3.49%	3.43%	
Chemicals												
Engro Polymer and Chemicals Limited		12,000	-	-	12,000	-	-	-	-	-	-	-
Descon Oxychem Limited		-	15,500	-	-	15,500	345,400	350,300	4,900	0.44%	0.43%	0.009%
							345,400	350,300	4,900	0.44%	0.43%	
Glass & Ceramics												
Tariq Glass Industries Limited		12,500	10,500	-	-	23,000	1,760,625	2,293,560	532,935	2.90%	2.85%	0.013%
							1,760,625	2,293,560	532,935	2.90%	2.85%	
Foods & Personal Care Products												
Treet Corporation Limited	5.1.3	36	-	-	36	-	570	670	100	0.00%	0.00%	0.000%
National Foods Limited	5.1.2	6,300	-	-	1,000	5,300	521,520	768,500	246,980	0.97%	0.95%	0.659%
							522,090	769,170	247,080	0.97%	0.95%	
Miscellaneous												
Synthetic Products Enterprises Limited	5.1.2	464	-	-	-	464	4,826	6,194	1,369	0.01%	0.01%	0.003%
Pakistan Aluminium Beverage Cans Limited		8,400	-	-	-	8,400	379,848	634,788	254,940	0.80%	0.79%	0.002%
Image Pakistan Limited		-	45,000	-	-	45,000	736,550	763,200	26,650	0.96%	0.95%	0.034%
							1,121,224	1,404,182	282,959	1.78%	1.74%	
Technology & communication												
Avanceon Limited		13,455	-	-	3,600	9,855	434,014	564,886	130,872	0.71%	0.70%	0.003%
Systems Limited		9,480	-	-	4,000	5,480	2,210,248	2,320,815	110,566	2.93%	2.88%	0.002%
							2,644,262	2,885,701	241,438	3.65%	3.58%	
As at December 31, 2023		514,360	351,064	-	157,921	707,503	55,644,636	79,776,824	24,132,189			
As at June 30, 2023							55,193,743	52,343,637	(2,850,106)			

5.1.2 All Shares are fully paid-up ordinary shares of Rs 10 each except Thal Limited, Synthetic Products Enterprise Limited, and National Foods Limited, which have fully paid-up ordinary shares of Rs 5 each.

5.1.3 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction

of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement whereby the suits which were already pending or were to be filed in future could only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities was deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

Further, the Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the period were not withheld by the investee companies.

As at December 31, 2022, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares:

Name of Investee Company	December 31, 2023 (Un-audited)		June 30, 2023 (Audited)	
	Bonus shares			
	Number	Market value	Number	Market value
	Rupees		Rupees	
Treet Corporation Limited	36	670	36	1,050
Synthetic Products Enterprises Limited	112	1,495	112	1,578
The Searle Company Limited	58	2,986	58	4,986
Pakistan State Oil Company Limited	44	7,775	44	7,561
	250	12,926	250	15,175

5.2 Units of open ended mutual funds

5.2.1 Equity Sub-Fund

Particulars	As at July 1, 2023	Purchased during the period	Bonus received during the period	Redeemed during the period	As at December 31, 2023	As at December 31, 2023			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Sub-Fund	Total investments of Sub-Fund
						(Rupees)			%	
Alfalah Consumer Index ETF	73,000	-	-	-	73,000	462,090	801,540	339,450	1.01%	0.99%
As at December 31, 2023						462,090	801,540	339,450	1.01%	0.99%
As at June 30, 2023						572,320	462,090	(110,230)	79.00%	88.00%

5.3 GOP Ijara Sukuk

5.3.1 Debt Sub Fund

Particulars	Yield per annum	Secured / Unsecured	Maturity date	As at July 01, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
								Carrying value	Market value	Unrealised appreciation/(diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund
GOP Ijara Sukuk-5 years (Issue date: May 29, 2020) (Face value: Rs. 100,000)	21.36%	Secured	May 29, 2025	110	-	-	110	10,929,600	10,961,500	31,900	12.98%	20.94%
GOP Ijara Sukuk-5 years (Issue date: June 24, 2020) (Face value: Rs. 100,000)	21.82%	Secured	June 24, 2025	100	-	-	100	9,908,000	9,992,000	84,000	11.84%	19.09%
GOP Ijara Sukuk-5 years (Issue date: April 27, 2022) (Face value: Rs. 100,000)	12.49%	Secured	April 27, 2027	150	-	-	150	13,855,500	13,324,500	(531,000)	15.78%	25.45%
GOP Ijara Sukuk-3 years (Issue date: Dec 04, 2023) (Face value: Rs. 100,000)	21.12%	Secured	December 4, 2026	-	120	-	120	12,000,000	12,014,400	14,400	14.23%	22.95%
GOP Ijara Sukuk-5 years (Issue date: Dec 04, 2023) (Face value: Rs. 100,000)	21.23%	Secured	December 4, 2028	-	50	-	50	4,938,000	4,998,000	60,000	5.92%	9.55%
Total as at December 31, 2023								51,631,100	51,290,400	(340,700)	40.60%	65.47%
Total as at June 30, 2023								35,738,365	34,693,100	(1,045,265)	29.66%	51.76%

5.3.2 Money Market Sub Fund

Particulars	Yield per annum	Secured / unsecured	Maturity date	As at July 01, 2023	Purchased during the period	Sold during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of	
								Carrying value	Market value	Unrealised appreciation/(diminution)	Net assets of the Sub-Fund	Total investment of the Sub-Fund
GOP Ijara Sukuk-5 years (Issue date: May 29, 2020) (Face value: Rs. 100,000)	21.36%	Secured	May 29, 2025	100	-	-	100	9,936,000	9,965,000	29,000	8.89%	13.40%
GOP Ijara Sukuk-1 years (Issue date: April 17, 2023) (Face value: Rs. 100,000)	23.60%	Secured	April 17, 2024	200	-	100	100	10,006,000	10,059,000	53,000	8.98%	13.52%
GOP Ijara Sukuk-1 years (Issue date: May 22, 2023)	22.67%	Secured	May 22, 2024	200	-	-	200	20,014,000	20,146,000	132,000	17.98%	27.08%
GOP Ijara Sukuk-1 years (Issue date: June 26, 2023) (Face value: Rs. 100,000)	22.01%	Secured	June 26, 2024	100	-	100	-	-	-	-	-	-
GOP Ijara Sukuk-1 years (Issue date: Oct 09, 2023) (Face value: Rs. 100,000)	22.49%	Secured	Oct 09, 2024	-	350	150	200	20,000,000	20,206,000	206,000	18.04%	27.16%
GOP Ijara Sukuk-1 years (Issue date: Dec 04, 2023) (Face value: Rs. 100,000)	20.33%	Secured	Dec 04, 2024	-	40	-	40	4,000,000	4,020,000	20,000	3.59%	5.40%
GOP Ijara Sukuk-5 years (Issue date: Dec 04, 2023) (Face value: Rs. 100,000)	21.23%	Secured	Dec 04, 2028	-	100	-	100	9,876,000	9,994,000	118,000	8.92%	13.43%
Total as at December 31, 2023								73,832,000	74,390,000	558,000	35.85%	54.00%
Total as at June 30, 2023								60,033,000	59,962,000	(71,000)	16.15%	66.67%

5.4 Sukuk certificates - at fair value through profit or loss

5.4.1 Debt Sub Fund

Name of the investee company	Profit payments / principal redemptions	Profit rate	Maturity date	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Investment as a percentage of issue size
								Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the Sub-Fund	Total investment of the Sub-Fund	

POWER GENERATION & DISTRIBUTION

K-Electric Limited PPSTS - 13 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.00%	August 9, 2023	6	-	6	-	-	-	-	-	-	-
Lucky Electric Power Company Limited PPSTS - 11 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.50%	December 13, 2023	5	-	5	-	-	-	-	-	-	-
The Hub Power Company Limited (AA+, PACRA) Face value of Rs. 50,000	Quarterly	3 months KIBOR plus base rate of 1.90%	August 22, 2023	25	-	25	-	-	-	-	-	-	-
Pakistan Energy Sukuk - II (AAA) Face value of Rs. 5,000	Semi-annually	6 months KIBOR plus base rate of 0.10%	May 20, 2030	100	-	-	100	500,100	500,150	50	0.59%	0.96%	-

ENGINEERING

Mughal Iron and Steel Industries Limited (AA-, PACRA) Face value of Rs. 812,500 each	Quarterly	3 months KIBOR plus base rate of 1.30%	March 2, 2026	1	-	-	1	562,499	563,444	945	0.67%	1.08%	0.03%
Total as at December 31, 2023								1,062,599	1,063,594	995	1.26%	2.04%	0.03%
Total as at June 30, 2023								12,858,876	12,814,460	(44,416)			

5.4.2 Money Market Sub Fund

Name of the investee company	Profit payments / principal redemptions	Profit rate	Maturity date	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at December 31, 2023	Balance as at December 31, 2023			Market value as a percentage of		Investment as a percentage of issue size
								Carrying value	Market value	Unrealised appreciation / (diminution)	Net Assets of the Sub-Fund	Total investment of the Sub-Fund	

POWER GENERATION & DISTRIBUTION

K-Electric Limited PPSTS - 13 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.00%	August 9, 2023	13	-	13	-	-	-	-	-	-	-
Lucky Electric Power Company Limited PPSTS - 11 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.50%	December 13, 2023	6	-	6	-	-	-	-	-	-	-
Total as at December 31, 2023								-	-	-	-	-	-
Total as at June 30, 2023								19,000,000	19,000,000	-			

5.5 Net 'Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss'

		December 31, 2023 (Un-audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Market value of investments	5.1, 5.2, 5.3 & 5.4	80,578,364	52,353,994	74,390,000	207,322,358
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	56,106,726	52,693,699	73,832,000	182,632,425
		<u>24,471,638</u>	<u>(339,705)</u>	<u>558,000</u>	<u>24,689,933</u>

		June 30, 2023 (Audited)			
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)					
Market value of investments	5.1, 5.2, 5.3 & 5.4	52,805,727	47,507,560	78,962,000	179,275,287
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	55,766,063	48,597,241	79,033,000	183,396,304
		<u>(2,960,336)</u>	<u>(1,089,681)</u>	<u>(71,000)</u>	<u>(4,121,017)</u>

6 ADVANCE, DIVIDEND AND ACCRUED PROFIT

		December 31, 2023 (Un-Audited)				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)						
Accrued profit on:						
- Bank balances		10,338	1,855,902	1,730,735	-	3,596,975
- Sukuk certificates		-	32,334	6,896	-	39,230
- GoP Ijara Sukuk		-	708,052	1,577,335	-	2,285,387
Dividend receivable		330	-	-	-	330
Advance tax		12,395	131,609	219,755	51	363,810
		<u>23,063</u>	<u>2,727,897</u>	<u>3,534,721</u>	<u>51</u>	<u>6,285,732</u>

		June 30, 2023 (Audited)				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)						
Accrued profit on:						
- Bank balances		8,857	1,019,367	398,753	-	1,426,977
- Corporate sukuk		-	647,696	1,186,832	-	1,834,528
- Gop ijara Sukuk		-	578,148	1,296,521	-	1,874,669
Dividend receivable		-	-	-	-	-
Other assets		-	209	-	-	209
Advance tax		12,395	131,400	219,754	51	363,600
		<u>21,252</u>	<u>2,376,820</u>	<u>3,101,860</u>	<u>51</u>	<u>5,499,983</u>

This includes profit receivable of Rs. 0.0423 million (June 30, 2023: Rs. 0.4105 million) from Bank Alfalah Limited (a related party).

7 PAYABLE TO THE ALFALAH ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER

December 31, 2023 (Un-Audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Remuneration payable to the Pension Fund Manager	7.1	196,453	61,189	110,161	-	367,803
Sindh Sales Tax payable on remuneration of Pension Fund Manager	7.2	12,182	7,595	28,209	-	47,986
Sales load payable		-	30,015	165,015	150	195,180
Other payable		-	-	-	20,000	20,000
		<u>208,635</u>	<u>98,799</u>	<u>303,385</u>	<u>20,150</u>	<u>630,969</u>

June 30, 2023 (Audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Remuneration payable to the Pension Fund Manager	7.1	250,046	57,371	102,112	-	409,529
Sindh sales tax payable on remuneration of Pension Fund Manager	7.2	8,656	7,097	27,163	-	42,916
Sales load payable		-	30,000	165,000	150	195,150
Other payable		-	-	-	20,000	20,000
		<u>258,702</u>	<u>94,468</u>	<u>294,275</u>	<u>20,150</u>	<u>667,595</u>

- 7.1** As per the NBFC Regulations, 2008, the Pension Fund Manager is entitled to a remuneration for its services by way of an annual management fee as disclosed in the offering document subject to the total expense ratio limit. The Pension Fund Manager has charged remuneration at 1.25% (June 30, 2023: 1.25%) of net assets of each Sub-Fund calculated on a daily basis which is within the maximum limit.
- 7.2** During the period, an amount of Rs. 0.146 million (June 30, 2023: Rs. 0.286 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on remuneration of Pension Fund Manager levied through the Sindh Sales Tax on Services Act, 2011.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

December 31, 2023 (Un-Audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Trustee remuneration payable	8.1	62,806	9,365	16,135	-	88,306
Sindh Sales Tax payable on Trustee remuneration	8.2	8,204	1,525	1,968	-	11,697
CDS charges payable		382,466	14,189			396,655
		<u>453,476</u>	<u>25,079</u>	<u>18,103</u>	<u>-</u>	<u>496,658</u>

June 30, 2023 (Audited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Trustee remuneration payable	8.1	54,664	8,316	16,411	-	79,391
Sindh sales tax payable on Trustee remuneration	8.2	7,143	1,380	2,010	-	10,533
CDS charges payable		949,000	10,494	-	-	959,494
		<u>1,010,807</u>	<u>20,190</u>	<u>18,421</u>	<u>-</u>	<u>1,049,418</u>

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at December 31, 2023 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs 3 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs 6 billion

- 8.2 During the period, an amount of Rs. 0.024 million (June 30, 2023: 0.039 million) at the rate of 13% (June 30, 2023: 13%) per annum was charged on account of sales tax on trustee fee levied through the Sindh Sales Tax on Services Act, 2011.

9 **PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

December 31, 2023 (Un-Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note	(Rupees)				

Annual fee payable	9.1	<u>482</u>	<u>518</u>	<u>717</u>	<u>-</u>	<u>1,717</u>
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June 30, 2022 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note	(Rupees)				

Annual fee payable	9.1	<u>14,581</u>	<u>18,534</u>	<u>20,732</u>	<u>-</u>	<u>53,847</u>
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- 9.1 In accordance with the Voluntary Pension System Rules, 2005, each sub-fund is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP).

During the period ended June 30, 2020, the SECP vide SRO No. 1620(I)/2019 dated December 24, 2019, revised the rate of annual fee to one fortieth of one percent (0.025%) of average annual net assets of the Fund, applicable on all Voluntary Pension Schemes. Accordingly, the Fund has charged SECP fee at the rates of 0.025% (June 30, 2023: 0.025%) of average annual net assets of the Fund.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

December 31, 2023 (Un-Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note (Rupees)				
Withholding tax payable	99,382	1,640	289,720	390,742
Auditors' remuneration payable	62,107	37,531	23,221	122,859
Settlement charges payable	1,129	-	1	1,130
Sindh Sales Tax payable on settlement charges	7,886	-	-	7,886
Printing charges payable	12,543	5,977	5,916	24,436
Brokerage expense payable	60,650	1,364	3,308	65,322
Capital gain tax payable	557,426	449,827	649,042	1,656,295
Legal and professional charges payable	9,388	76,811	7,934	94,133
Charity / donation payable	128,562	-	-	128,562
Other payables	109,315	1,027,529	36,305	1,173,149
Shariah Advisory Payable	6,121	8,164	10,713	24,998
	<u>1,054,509</u>	<u>1,608,843</u>	<u>1,026,160</u>	<u>3,689,512</u>

June 30, 2023 (Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note (Rupees)				
Withholding tax payable	434,651	324,373	652,203	1,411,227
Auditors' remuneration payable	108,899	106,039	109,060	323,998
Printing charges payable	17,719	5,901	11,058	34,678
Brokerage expense payable	57,459	1,364	3,308	62,131
Sindh Sales Tax payable on brokerage expense	7,469	-	-	7,469
Capital gain tax payable	55	-	-	55
NCCPL payable	1,129	-	-	1,129
Legal and professional charges payable	-	60,893	-	60,893
Other payables	104,023	1,027,529	29,409	1,160,961
Charity / donation payable	128,562	-	-	128,562
	<u>859,966</u>	<u>1,526,099</u>	<u>805,038</u>	<u>3,191,103</u>

10.1 According to the instructions of the Shariah Advisor of the Fund, any income earned by the Fund from investments / portion of investments made in non-shariah compliant avenues, should be donated for charitable purposes directly by the Fund.

11 CASH AND CASH EQUIVALENTS

For the Half Year Ended December 31, 2023 (Un-audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				
Bank balances	153,157	31,586,216	35,360,151	67,119,623

For the Half Year Ended December 31, 2022 (Un-audited)					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Bank balances	3,725,671	24,589,383	65,719,749	20,099	94,054,902

12 NUMBER OF UNITS IN ISSUE

Half year ended December 31, 2023 (Un-Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Number of units in issue) -----				
Total units in issue at the beginning of the period	715,433	553,677	717,378	1,986,488
Add: Issuance of units during the period				
- Directly by participants	21,130	34,626	157,086	212,842
Less: Units redeemed during the period				
- Directly by participants	(103,256)	(52,236)	(189,191)	(344,683)
Total units in issue at the end of the period	633,307	536,067	685,273	1,854,647
----- (Number of units in issue) -----				
June 30, 2023 (Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Number of units in issue) -----				
Total units in issue at the beginning of the year	767,898	540,251	477,146	1,785,295
Add: Issuance of units during the year				
- Directly by participants	92,044	79,324	357,755	529,123
- Transfer from other pension fund	13,605	26,367	59,749	99,721
	105,649	105,691	417,504	628,844
Less: Units redeemed during the year				
- Directly by participants	(158,114)	(92,265)	(177,272)	(427,651)
Total units in issue at the end of the year	715,433	553,677	717,378	1,986,488

13 CONTRIBUTION TABLE

Half year ended December 31, 2023 (Un-Audited)						
	Equity Sub-Fund		Debt Sub-Fund		Money market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	-	-	12,930	1,965,083	43,007	6,824,019
Employers	7,840	803,670	10,848	1,633,900	29,025	4,451,991
Transfer from other Pension Fund	13,290	1,434,159	10,848	1,633,900	27,075	4,183,859
Change of scheme in	-	-	-	-	57,979	9,099,116
	21,130	2,237,829	34,626	5,232,883	157,086	24,558,985
----- (Number of units in issue) -----						
Half year ended December 31, 2022 (Un-Audited)						
	Equity Sub-Fund		Debt Sub-Fund		Money market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	7,818	637,364	16,407	2,204,547	96,508	13,002,728
Employers	22,731	1,858,005	7,766	1,039,273	12,496	1,662,437
Transfer from other Pension Fund	2,602	213,342	18,525	2,493,056	36,951	5,120,878
Change of scheme in	228	18,598	952	130,186	27,428	3,709,437
	33,379	2,727,309	43,650	5,867,062	173,383	23,495,480

14 CONTINGENCIES AND COMMITMENTS

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

15 PROFIT / MARK-UP INCOME

Profit / mark-up on:

- Bank balances
- Sukuk certificates
- GOP - Ijara sukuk

Half year ended December 31, 2023 (Un-Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
310,580	3,028,388	1,721,679	5,060,647
-	835,523	1,056,178	1,891,701
-	3,479,698	7,454,348	10,934,046
<u>310,580</u>	<u>7,343,609</u>	<u>10,232,205</u>	<u>17,886,394</u>

Profit / mark-up on:

- Bank balances
- Sukuk certificates
- GOP - Ijara sukuk

Half year ended December 31, 2022 (Un-Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			
145,813	1,878,523	3,651,272	5,675,608
-	865,294	272,945	1,138,239
-	2,038,907	720,845	2,759,752
<u>145,813</u>	<u>4,782,724</u>	<u>4,645,062</u>	<u>9,573,599</u>

16 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is as follows:

Total Expense Ratio (TER)
Government levy and SECP fee

December 31, 2023		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		

2.13	1.69	1.18
0.21	0.48	0.13

Total Expense Ratio (TER)
Government levy and SECP fee

December 31, 2022		
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
----- % -----		

2.52	2.33	1.99
0.24	0.24	0.24

The above ratio of equity, debt and money market sub-fund is within the limit of 4.5%, 2.5% and 2% respectively of each sub -fund.

17 TAXATION

17.1 The income of the Fund is exempt from taxation under clause 57(3)(viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

17.2 The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

18 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of the cumulative weighted average outstanding number of units for calculating EPU is not practicable.

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related parties / connected persons include Alfalah Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee of the Fund, GHP Beteteiligungen Holding Limited, Bank Alfalah Limited, MAB Investment Incorporation, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund and Alfalah Asset Management Limited - Staff Provident Fund being the associates of the Management Company, Funds under management of the Management Company and directors and their close family members and key management personnel of the Management Company. Connected persons also includes any person beneficially owning directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investment and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates as duly approved by the Board of Directors. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

Details of transactions during the period and balances at period / year end with related parties / connected persons, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

19.1 Transactions during the period

	Half year ended December 31, 2023 (Un-Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
Alfalah Asset Management Limited - Pension Fund Manager				
Remuneration of the Pension Fund Manager	432,648	308,355	385,539	1,126,542
Sindh Sales Tax on remuneration of the Pension Fund Manager	56,245	40,084	50,118	146,447
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	54,160	197,320	73,671	325,150
Sindh Sales Tax on remuneration of the Trustee	7,043	7,590	9,205	23,837
CDS charges	4,000	4,000	-	8,000
Bank Alfalah Limited				
Profit on bank balances	255,976	100,684	199,379	556,039
Bank Alfalah Limited				
GOP Ijara purchased	-	4,938,000	-	4,938,000

Half year ended December 31, 2023 (Un-Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees) -----			

Key Management Personnel

Contribution

Chief Financial Officer	48,914	-	-	48,914
Head of Operations and Registrar Services	-	134,996	134,996	269,991
Head of Investor Relations	77,828	77,828	-	155,656
Other key management personnel	(126,742)	(212,824)	(70,028)	(409,593)

Contribution (number of units)

Chief Financial Officer	555	-	-	555
Head of Operations and Registrar Services	-	892	866	1,758
Head of Investor Relations	769	514	-	1,283
Other key management personnel	(1,325)	(1,406)	(435)	(3,165)

Redemption

Chief Financial Officer	1,222,383	-	-	1,222,383
Head of Investor Relations	105,022	-	-	105,022
Other key management personnel	(1,327,405)	(183,984)	(4,266,732)	(5,778,121)

Redemption (number of units)

Chief Financial Officer	14,086	-	-	14,086
Head of Investor Relations	1,036	667	-	1,703
Other key management personnel	(15,122)	(667)	432	(15,357)

Half year ended December 31, 2022 (Un-Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
----- (Rupees) -----				

Alfalsh Asset Management

Limited - Pension Fund Manager

Remuneration of the Pension Fund Manager	438,847	420,626	401,412	-	1,260,885
Sindh Sales Tax on remuneration of the Pension Fund Manager	57,050	54,681	52,184	-	163,915

Central Depository Company of Pakistan

Limited - Trustee

Remuneration of the Trustee	57,968	46,404	46,427	-	150,799
Sindh Sales Tax on remuneration of the Trustee	7,536	6,033	6,035	-	19,604
CDS charges	4,000	4,000	-	-	8,000

Bank Alfalah Limited

Profit on bank balances	122,719	50,784	231,759	-	405,262
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Key Management Personnel

Contribution

Chief Executive Officer	636,360	-	-	-	636,360
Chief Financial Officer	111,240	-	-	-	111,240
Head of Operations and Registrar Services	-	100,392	100,392	-	200,784
Head of Investor Relations	52,632	52,632	-	-	105,264
Other key management personnel	721,555	399,262	442,199	-	1,563,016

Half year ended December 31, 2022 (Un-Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				
Contribution (number of units)				
Chief Executive Officer	7,781	-	-	7,781
Chief Financial Officer	1,365	-	-	1,365
Head of Operations and Registrar Services	-	750	755	1,505
Head of Investor Relations	644	393	-	1,037
Other key management personnel	8,820	2,987	3,331	15,138
Redemption				
Chief Financial Officer	232,159	-	-	232,159
Head of Investor Relations	55,171	55,174	-	110,345
Other key management personnel	1,079,929	212,494	307,596	1,600,019
Redemption (number of units)				
Chief Financial Officer	2,796	-	-	2,796
Head of Investor Relations	670	413	-	1,083
Other key management personnel	13,238	1,585	2,314	17,137

Half year ended December 31, 2023 (Un-Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)				

19.2 Amounts outstanding as at period / year end

Alfalah Asset Management

Limited - Pension Fund Manager

Remuneration payable to the Pension Fund Manager	196,453	61,189	110,161	-	367,803
Sindh Sales Tax payable on remuneration of Pension Fund Manager	12,182	7,595	28,209	-	47,986
Sales load payable	-	-	165,015	150	165,165
Other payable	-	20,000	-	-	20,000

Central Depository Company of Pakistan

Limited - Trustee

Trustee remuneration	62,806	9,365	16,135	-	88,306
Sindh Sales Tax on trustee remuneration	8,204	1,525	1,968	-	11,697
Security deposit	100,000	100,000	100,000	-	300,000
Bank balance	-	-	-	-	-

Bank Alfalah Limited

Bank balance	69,106	3,941,715	5,894,965	20,099	9,925,886
Profit receivable on bank balances	13,688	24,009	5,584	-	43,281

Alfalah GHP Consumer Index Exchange

Traded Fund

Units of open ended mutual funds	801,540	-	-	-	801,540
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Participant having holding of more than 10%

Investment at year end	37,465,500	47,246,190	49,046,946	-	133,758,636
Units held (number of units)	300,000	300,000	300,000	-	900,000

June 30, 2023 (Audited)				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total

(Rupees)

**Alfalah Asset Management Limited
- Pension Fund Manager**

Remuneration payable to the Pension Fund Manager	250,046	57,371	102,112	-	409,529
Sindh Sales Tax payable on remuneration of Pension Fund Manager	8,656	7,097	27,163	-	42,916
Sales load payable	-	30,000	165,000	150	195,150
Others payable	-	-	-	20,000	20,000
Investment at period end	24,656,460	43,741,920	44,536,560	-	112,934,940
Units held (number of units)	300,000	300,000	300,000	-	900,000

**Central Depository Company of Pakistan
Limited - Trustee**

Trustee remuneration	54,664	8,316	16,411	-	79,391
Sindh Sales Tax payable on Trustee remuneration	7,143	1,380	2,010	-	10,533
Security deposit	100,000	100,000	100,000	-	300,000
CDS charges payable	949,000	10,494	-	-	959,494

Bank Alfalah Limited

Bank balance	8,016,584	3,735,349	7,015,516	20,099	18,787,548
Profit receivable on bank balances	8,862	14,582	17,601	-	41,045

Key management personnel

Investment at year end	2,965,186	1,851,450	11,584,405	-	16,401,041
Units held (number of units)	36,078	12,698	78,033	-	126,809

Participants having holding of more than 10%

Investment at year end	17,343,436	11,408,913	-	-	28,752,349
Units held (number of units)	211,021	78,247	-	-	289,268

20 FAIR VALUE MEASUREMENT

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

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

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

20.1 Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

As at December 31, 2023 and June 30, 2023 the Fund held the following financial instruments measured at fair values:

Equity Sub-Fund	Note	December 31, 2023 (Un-Audited)				As at June 30, 2023 (Audited)			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
(Rupees)									
Investments 'at fair value through profit or loss'									
- Listed equity securities	5.1.1	79,776,824	-	-	79,776,824	52,343,637	-	-	52,343,637
- Units of open ended mutual funds	5.2.1	-	801,540	-	79,776,824	-	462,090	-	462,090
		<u>79,776,824</u>	<u>801,540</u>	<u>-</u>	<u>159,553,649</u>	<u>52,343,637</u>	<u>462,090</u>	<u>-</u>	<u>52,805,727</u>

Debt Sub-Fund	Note	December 31, 2023 (Un-Audited)				As at June 30, 2023 (Audited)			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
(Rupees)									
Investments 'at fair value through profit or loss'									
Government securities - Gop Ijara sukuk	5.3.1	51,290,400	-	-	51,290,400	34,693,100	-	-	34,693,100
Sukuk certificates	5.4.1	1,063,594	-	-	1,063,594	12,814,460	-	-	12,814,460
		<u>52,353,994</u>	<u>-</u>	<u>-</u>	<u>52,353,994</u>	<u>47,507,560</u>	<u>-</u>	<u>-</u>	<u>47,507,560</u>

Money Market Sub-Fund	Note	December 31, 2023 (Un-Audited)				As at June 30, 2023 (Audited)			
		Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
(Rupees)									
Financial assets classified as 'at fair value through profit or loss'									
Government securities - Gop Ijara sukuk	5.3.2	74,390,000	-	-	74,390,000	59,962,000	-	-	59,962,000
Sukuk certificates*	5.4.2	-	-	-	-	19,000,000	-	-	19,000,000
		<u>74,390,000</u>	<u>-</u>	<u>-</u>	<u>74,390,000</u>	<u>78,962,000</u>	<u>-</u>	<u>-</u>	<u>78,962,000</u>

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

During the period ended December 31, 2023, 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.

21 CORRESPONDING FIGURES

Corresponding figures have been reclassified and rearranged, wherever necessary, for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the current period.

22 GENERAL

Figures are rounded off to the nearest Pakistani rupee.

23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 22, 2024 by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**Alfalah KPK
Employee Pension Fund**

FUND INFORMATION

Management Company:	Alfalaha Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalaha Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel: (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH KPK EMPLOYEE PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah KPK Employee Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund from December 14, 2023 to December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

Badiuddin Akber

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



ALFALAH KPK EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

December 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Assets					
Bank balances	500,000	500,000	30,116,314	500,000	31,616,314
Dividend, profit and other receivables	4,496	4,496	297,288	4,496	310,776
Total assets	504,496	504,496	30,413,602	504,496	31,927,090
Liabilities					
Payable to Central Depository Company of Pakistan Limited - Trustee	71	71	3,981	71	4,193
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	371		372
Total liabilities	71	71	4,352	71	4,565
Net assets	504,425	504,425	30,409,250	504,425	31,922,525
Participants' sub-funds (as per statement attached)	504,425	504,425	30,409,250	504,425	31,922,525
Contingencies and commitments					
Number of units in issue	5,000	5,000	301,162	5,000	
Net asset value per unit	100.8850	100.8850	100.9730	100.8850	

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Income	(Rupees)				
Profit earned	4,496	4,496	303,876	4,496	317,364
Total income	<u>4,496</u>	<u>4,496</u>	<u>303,876</u>	<u>4,496</u>	<u>317,364</u>
Expenses					
Remuneration of Alfalah Asset Management Limited - Trustee	63	63	3,522	63	3,711
Sindh sales tax on remuneration of the Trustee	8	8	458	8	482
Annual fee to the Securities and Exchange Commission of Pakistan	-	-	372	-	372
Amortization of Formation Cost	-	-	6,588	-	6,588
Total expenses	<u>71</u>	<u>71</u>	<u>10,940</u>	<u>71</u>	<u>11,153</u>
Net income for the Period before taxation	<u>4,425</u>	<u>4,425</u>	<u>292,936</u>	<u>4,425</u>	<u>306,211</u>
Taxation	-	-	-	-	-
Net income for the Period after taxation	<u>4,425</u>	<u>4,425</u>	<u>292,936</u>	<u>4,425</u>	<u>306,211</u>

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Net income for the Period after taxation	4,425	4,425	292,936	4,425	306,211
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the Period	4,425	4,425	292,936	4,425	306,211

Net income for the Period after taxation 4,425 4,425 292,936 4,425 306,211

Other comprehensive income for the year - - - - -

Total comprehensive income for the Period **4,425** **4,425** **292,936** **4,425** **306,211**

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Note	(Rupees)				
Net assets at the beginning of the Period	-	-	-	-	-
Issuance of units	500,000	500,000	30,116,314	500,000	31,616,314
Redemption of units	-	-	-	-	-
	500,000	500,000	30,116,314	500,000	31,616,314
Other income (net of expenses)	4,425	4,425	292,936	4,425	306,211
Total comprehensive income for the Period	4,425	4,425	292,936	4,425	306,211
Net assets at the end of the Period	<u>504,425</u>	<u>504,425</u>	<u>30,409,250</u>	<u>504,425</u>	<u>31,922,525</u>

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year before taxation	4,425	4,425	292,936	4,425	306,211
Adjustments for:					
Amortization of Formation Cost	-	-	-	-	-
	4,425	4,425	292,936	4,425	306,211
Increase in assets					
Investments - net	-	-	-	-	-
Dividend and other receivables	(4,496)	(4,496)	(297,288)	(4,496)	(310,776)
Receivable against sale of investments	-	-	-	-	-
	(4,496)	(4,496)	(297,288)	(4,496)	(310,776)
Decrease in liabilities					
Payable to Central Depository Company of Pakistan Limited - Trustee	71	71	3,981	71	4,194
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	371	-	371
	71	71	4,352	71	4,565
Net cash used in operating activities	-	-	-	-	-
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	500,000	500,000	30,116,314	500,000	31,616,314
Payments made against redemption of units	-	-	-	-	-
Net cash generated from financing activities	500,000	500,000	30,116,314	500,000	31,616,314
Net decrease in cash and cash equivalents	500,000	500,000	30,116,314	500,000	31,616,314
Cash and cash equivalents at the beginning of the period	-	-	-	-	-
Cash and cash equivalents at the end of the period 11	500,000	500,000	30,116,314	500,000	31,616,314

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah KPK Employee Pension Fund is established in Pakistan as a Voluntary Pension Fund through and on the basis of a Trust Deed, dated August 03, 2023 entered into and between Alfalah Asset Management Limited in its capacity as the Pension Fund Manager and Central Depository Company of Pakistan Limited in its capacity as the Trustee and is authorized under the Voluntary Pension System (VPS) Rules, 2005.

The Pension Fund shall consist of four (4) Sub-Funds to be called:

- I. ALFALAH KPKEPF - Equity Sub Fund (the Equity Sub Fund);
- II. ALFALAH KPKEPF - Equity Index Sub Fund (the Equity Index Sub Fund)
- III. ALFALAH KPKEPF - Debt Sub Fund (the Debt Sub Fund); and
- IV. ALFALAH KPKEPF - Money Market Sub Fund (the Money Market Sub Fund)"

- 1.2 The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pensions as per their desired asset allocations.
- 1.3 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.
- 1.4 All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following Four sub-funds:

AKPKEPF - Equity Sub-Fund (AKPKEPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the period based on quarterly average investment calculated on a daily basis, investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of equity sub-fund or paid-up capital of the investee company (subject to the conditions prescribed in the Offering Document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in any Government Treasury Bills or Government securities having less than one year time to maturity, or be deposited with scheduled Islamic commercial banks having at least 'A' rating or Islamic windows of commercial banks having at least 'AA' rating.

AKPKEPF - Debt Sub-Fund (AKPKEPF - DSF)

The Debt Sub-Fund consists of Shariah compliant tradeable debt securities with weighted average time to maturity of the investment portfolio of the sub-fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in debt securities issued by the Federal Government. Upto 25% may be deposited with scheduled Islamic banks having not less than 'A+' rating or Islamic windows of commercial banks having not less than 'AA' rating. Investment in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of Debt Sub-Fund. Deposit in a single bank shall not exceed 20% of net assets of the Debt Sub-fund. Composition of the remaining portion of the investments shall be as defined in the offering document to the Fund.

AKPKEPF - Money Market Sub-Fund (AAKPKEPF - MMSF)

The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed 15% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial Government, City Government, Government Corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

AKPKEPF - Equity Index Sub-Fund (AKPKEPF - ESF)

The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no

circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The uninvested amount shall be kept in cash and/or near cash instruments where near cash instruments include cash in shariah compliant bank account (excluding TDRs), and shariah compliant government securities not exceeding 90 days maturity.

- 1.5 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.
- 1.6 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.
- 1.7 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by the Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any Takaful contribution payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value noticed by the Pension Fund Manager at the close of that business day.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and requirements of the Trust Deed have been followed.

2.2 Standards, Interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting period beginning on or after July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2023 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are, therefore, not detailed in these financial statements.

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements are as follows:

- Classification and valuation of financial assets (notes 3.2.2 and 5)
- Impairment of financial assets (note 3.2.3)

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention, except for investments classified as financial assets 'at fair value through profit or loss' category which are stated at fair value.

2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

3.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. The short term investments are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

3.2 Financial assets

3.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- at amortised cost
- at fair value through other comprehensive income (FVOCI)
- at fair value through profit or loss (FVPL)

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The debt sub-fund and money market sub-fund primarily invests in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through debt sub-fund and money market sub-fund as FVPL.

3.2.2 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the Statement of Assets and Liabilities at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The equity sub-fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity sub-fund investments in equity securities are being classified as FVPL.

The dividend income for equity securities classified under FVPL are recognised in the Income Statement.

3.2.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

3.2.3.1 Impairment on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Pension Fund Manager in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

As allowed by the SECP, the Pension Fund Manager may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Pension Fund Manager. The provisioning policy approved by the Board of Directors has also been placed on the Pension Fund Manager's website as required under the SECP's Circular.

3.2.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

3.2.6 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the Income Statement.

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

3.3.2 Derecognition

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to income statement.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are only offset and the net amount reported in the 'Statement of Assets and Liabilities' when there is a legally enforceable right to set off the recognised amount and the Fund intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

3.5 Provisions

A provision is recognised in the statement of assets and liabilities when the Fund has a legal or constructive obligation as result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are regularly reviewed and are adjusted to reflect the current best estimate.

3.6 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

3.7 Revenue recognition

- Gains / (losses) on sale of investments are recorded in the Income Statement on the date on which the transaction takes place.
- Unrealised appreciation or diminution arising on revaluation of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Income on sukuk certificates, government securities and islamic commercial papers is recognised on a time proportion basis using the effective yield method.
- Dividend income is recognised when the right to receive the dividend is established. i.e. on the date of commencement of book closure of the investee company institution declaring the dividend.
- Profit on savings account with banks and term deposit receipts are recognised on accrual basis.

3.8 Expenses

All expenses chargeable to the Fund including remuneration of the Pension Fund Manager and Trustee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.

3.9 Issue, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the pension fund manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outline in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the participants' Sub-Funds. The voluntary pension system rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participants is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

3.10 Net asset value (NAV) per unit

The net asset value (NAV) per unit for each sub-fund, as disclosed in the 'Statement of Assets and Liabilities' is calculated by dividing the net assets of the sub-fund by the number of units in issue of the respective sub-fund at the year end.

3.11 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year after taxation of each sub-fund by the weighted average number of units outstanding during the year for the respective sub-fund.

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

3.12 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

4. BANK BALANCES

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
Note ----- (Rupees) -----					
4.1	500,000	500,000	30,116,314	500,000	31,616,314
	<u>500,000</u>	<u>500,000</u>	<u>30,116,314</u>	<u>500,000</u>	<u>31,616,314</u>

4.1 These accounts carry rates of return ranging from 10% per annum.

December 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

5. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note

(Rupees)

Trustee remuneration payable	5.1	63	63	3,522	63	3,711
Sindh sales tax payable on Trustee remuneration	5.2	8	8	458	8	482
		<u>71</u>	<u>71</u>	<u>3,980</u>	<u>71</u>	<u>4,193</u>

5.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at June 30, 2023 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs 3 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs 6 billion

5.2 During the Peeriod, an amount of Rupees 482 was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

6. ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN LIMITED

In accordance with the Voluntary Pension System Rules, 2005, a voluntary pension schemes is required to pay annual fee to the Securities and Exchange Commission of Pakistan at the rate of 0.025% per annum of average annual net assets of the Fund.

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

7. NUMBER OF UNITS IN ISSUE

Number of units

Total units in issue at the beginning of the Period

- - - - -

Add: Issuance of units during the year

Directly by participants

Transfer from other pension fund

5,000	5,000	301,162	5,000	316,162
-	-	-	-	-
5,000	5,000	301,162	5,000	316,162

Less: Units redeemed during the year

Directly by participants

- - - - -

Total units in issue at the end of the Period

5,000 5,000 301,162 5,000 316,162

8. CONTRIBUTION TABLE

	December 31, 2023							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	-	-	-	-	1,229	122,900	-	-
Associate	5,000	500,000	5,000	500,000	300,000	30,000,000	5,000	500,000
	<u>5,000</u>	<u>500,000</u>	<u>5,000</u>	<u>500,000</u>	<u>301,229</u>	<u>30,122,900</u>	<u>5,000</u>	<u>500,000</u>

9. CONTINGENCIES AND COMMITMENTS

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

10. PROFIT EARNED

Profit on:

- Bank balances

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Note ----- (Rupees) -----				
	4,496	4,496	303,876	4,496
	<u>4,496</u>	<u>4,496</u>	<u>303,876</u>	<u>317,364</u>

11. CASH AND CASH EQUIVALENTS

Bank balances

December 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees) -----				
500,000	500,000	30,116,314	500,000	31,616,314
<u>500,000</u>	<u>500,000</u>	<u>30,116,314</u>	<u>500,000</u>	<u>31,616,314</u>

12. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund based on the current year results is as follows:

	DECEMBER 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
	----- % -----			
Total Expense Ratio (TER)	0.29%	0.29%	0.73%	0.29%
Government levy and SECP fee	0.03%	0.03%	0.06%	0.03%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 4.5%, 2.5%, 2% and 4.5% respectively for each sub -fund.

13. TAXATION

13.1 The income of the Fund is exempt from taxation under clause 57(3)(viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

13.2 The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14. EARNINGS PER UNIT

Earnings per unit has not been disclosed as in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Pension Fund Manager, Funds under management of the Pension Fund Manager, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of Pension Fund Manager, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah Securities (Private) Limited, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah Asset Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

15.1 Details of transaction with related parties during the year:

	AS AT DECEMBER 31, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	(Rupees)				
Alfalah Asset Management Limited - (Pension Fund Manager)					
Investment for the period	500,000	500,000	30,000,000	500,000	31,500,000
Units Issuance	5,000	5,000	300,000	5,000	315,000
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	63	63	3,522	-	3,648
Sindh sales tax on remuneration of the Trustee	8	8	458	-	474

15.2 Details of balances with related parties as at the year end:

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

(Rupees)

Alfalsh Asset Management

Limited - (Pension Fund Manager)

Investment at year end	504,425	504,425	30,291,900	504,425	31,805,175
Units held (Number of units)	5,000	5,000	300,000	5,000	315,000

Central Depository Company of Pakistan

Limited - (Trustee)

Trustee remuneration payable	63	63	3,522	-	3,648
Sindh sales tax payable on Trustee remuneration	8	8	458	-	474

16. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	December 31, 2023											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
	(Rupees)											
Financial assets												
Bank balances	500,000	-	500,000	500,000	-	500,000	30,116,314	-	30,116,314	500,000	-	500,000
Dividend, profit and other receivables	4,496	-	4,496	4,496	-	4,496	297,288	-	297,288	4,496	-	4,496
	504,496	-	504,496	504,496	-	504,496	30,413,602	-	30,413,602	504,496	-	504,496

Particulars	December 31, 2023											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
	(Rupees)											
Financial liabilities												
Payable to Central Depository Company of Pakistan Limited - Trustee	-	71	71	71	-	71	-	3,981	3,981	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	371	371	-	-	-
	-	71	71	71	-	71	-	4,352	4,352	-	-	71

17. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

17.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices.

The Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises of three types of risk: currency risk, profit rate risk and other price risk.

17.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

17.1.2 Yield / profit rate risk

Yield / profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The profit rate profile of the Fund's profit bearing financial instruments is as follows:

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	500,000	500,000	30,116,314	500,000	31,616,314
	<u>500,000</u>	<u>500,000</u>	<u>30,116,314</u>	<u>500,000</u>	<u>31,616,314</u>

Sensitivity analysis of variable rate instruments

Presently, the Fund holds KIBOR based sukuk certificates and bank balances which expose the Fund to cash flow profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Change in basis points					
Increase in 100 basis points	5,000	5,000	301,163	5,000	316,163
Decrease in 100 basis points	(5,000)	(5,000)	(301,163)	(5,000)	(316,163)

Alfalah KPK Employee Pension Fund - Equity Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	4,496	4,496
Sub total		500,000	-	-	4,496	504,496
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	4,425	504,425
Total profit rate sensitivity gap		500,000	-	-	4,425	504,425
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

Alfalah KPK Employee Pension Fund - Debt Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	4,496	4,496
Sub total		500,000	-	-	4,496	504,496
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	4,425	504,425
Total profit rate sensitivity gap		500,000	-	-	4,425	504,425
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

Alfalah KPK Employee Pension Fund - Money Market Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	30,116,314	-	-	-	30,116,314
Dividend, profit and other receivables		-	-	-	297,288	297,288
Sub total		30,116,314	-	-	297,288	30,413,602
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	3,981	3,981
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	371	371
Sub total		-	-	-	4,352	4,352
On-balance sheet gap		30,116,314	-	-	292,936	30,409,250
Total profit rate sensitivity gap		30,116,314	-	-	292,936	30,409,250
Cumulative profit rate sensitivity gap		30,116,314	30,116,314	30,116,314		

Alfalah KPK Employee Pension Fund - Equity Index Sub-Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	-	-
Sub total		500,000	-	-	-	500,000
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	(71)	499,929
Total profit rate sensitivity gap		500,000	-	-	(71)	499,929
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

17.22 Credit quality of financial assets

The Fund held bank balances as at December 31, 2023 with banks having following credit ratings:

Balances with banks by rating category

	Rating agency	Rating (Short Term / Long Term)	2023
			% of bank balances exposed to credit risk
Alfalah KPK Employee Pension Fund - Equity Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Employee Pension Fund - Debt Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Employee Pension Fund - Money Market Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Employee Pension Fund - Equity Index Sub Fund			
Bank of Khyber Limited	VIS	A+	100%

17.23 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk. Details of the Fund's concentration of credit risk of financial instruments by economic sectors are as follows:

	2023	
	Rupees	Percentage
Alfalah KPK Employee Pension Fund - Equity Sub Fund		
Commercial banks (including profit receivable)	500,000	100.00%
Alfalah KPK Employee Pension Fund- Debt Sub Fund		
Commercial banks (including profit receivable)	500,000	100%
	500,000	100%
Alfalah KPK Employee Pension Fund- Money Market Sub Fund		
Commercial banks (including profit receivable)	30,116,314	100%
	30,116,314	100%

**Alfalah KPK Employee Pension Fund -
Equity Index Sub Fund**

2023	
Rupees	Percentage
500,000	100%
500,000	100%

Commercial banks (including profit receivable)

17.24 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on the terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

----- December 31, 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

**Alfalah KPK Employee Pension Fund -
Equity Sub Fund**

----- Rupees -----

Financial Assets

Bank balances	500,000	-	-	-	-	500,000
Dividend, profit and other receivables	4,496	-	-	-	-	4,496
Sub total	504,496	-	-	-	-	504,496

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	71	-	-	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-
Sub total	71	-	-	-	-	71

Net financial assets	504,425	-	-	-	-	504,425
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**Alfalah KPK Employee Pension Fund -
Debt Sub Fund**

Financial Assets

----- December 31,2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
500,000	-	-	-	-	500,000
4,496	-	-	-	-	4,496
Sub total	504,496				504,496

Financial Liabilities

----- Rupees -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
71	-	-	-	-	71
-	-	-	-	-	-
-	-	-	-	-	-
Sub total	71	-	-	-	71

Net financial assets

504,425	-	-	-	-	504,425
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**Alfalah KPK Employee Pension Fund -
Money Market Sub Fund**

Financial Assets

----- December 31,2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
30,116,314	-	-	-	-	30,116,314
-	-	-	-	-	-
-	-	-	-	-	-
297,288	-	-	-	-	297,288
Sub total	30,413,602	-	-	-	30,413,602

Financial Liabilities

----- Rupees -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
3,981	-	-	-	-	3,981
371	-	-	-	-	371
Sub total	4,352	-	-	-	4,352

Net financial assets

30,409,250	-	-	-	-	30,409,250
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**Alfalah KPK Employee Pension Fund -
Equity Index Sub Fund
Financial Assets**

December 31, 2023					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
Bank balances	500,000	-	-	-	500,000
Dividend, profit and other receivables	4,496	-	-	-	4,496
Sub total	504,496	-	-	-	504,496

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	71	-	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-
Sub total	71	-	-	-	71

Net financial assets	504,425	-	-	-	504,425
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18 PARTICIPANTS' SUB FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank parri passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

19 CORRESPONDING FIGURES

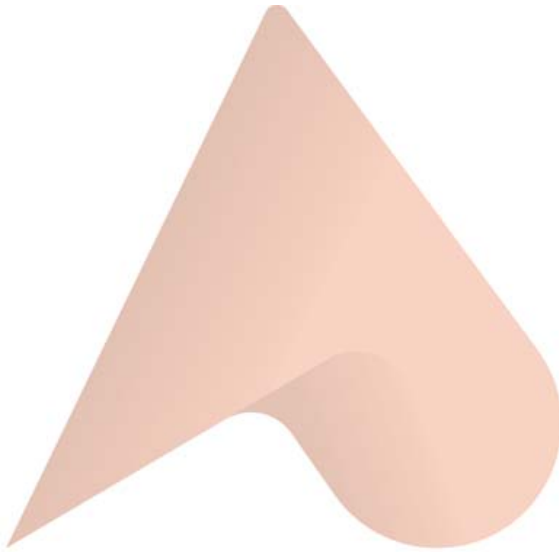
Corresponding figures have been re-classified, re-arranged or additionally incorporated in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications were made in these financial statements.

20 GENERAL

Figures have been rounded off to the nearest rupee. Units have been rounded off to the nearest whole number.

21 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on February 22, 2024 by the Board of Directors of the Pension Fund Manager.





Alfalah KPK
Islamic Employee Pension Fund

FUND INFORMATION

Management Company:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Board of Directors of the Management Company:	Mr. Atif Aslam Bajwa Mr. Khalid Khanfer Mr. Kabir Qureshi Mr. Sohail Sultan Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khaldoon Bin Latif (CEO)
Audit Committee:	Mr. Khalilullah Shaikh Ms. Ayesha Aziz Mr. Khalid Khanfer
HR Committee:	Ms. Ayesha Aziz Mr. Kabir Qureshi Mr. Khaldoon Bin Latif (CEO)
Risk Committee:	Mr. Khalilullah Shaikh Mr. Khaldoon Bin Latif (CEO) Mr. Khalid Khanfer
Chief Operating Officer and Company Secretary:	Mr. Noman Ahmed Soomro
Chief Financial Officer:	Mr. Faisal Ali Khan
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi, Pakistan
Legal Advisor:	Haider Waheed House 188, Street 33, Khyaban-e-Qasim, DHA Pahse VIII, Karachi
Registrar:	Alfalsh Asset Management Limited (formerly: Alfalah GHP Investment Management Limited) Islamic Chamber of Commerce, Industry and Agriculture Building, 2nd Floor, ST 2/A, Block 9, KDA Scheme 5, Clifton, Karachi.
Distributor:	Bank Alfalah Limited

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED

Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH ISLAMIC KPK EMPLOYEE PENSION FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah Islamic KPK Employee Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund from December 14, 2023 to December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

A handwritten signature in black ink, appearing to read 'Badiuddin Akber', is written over a light blue horizontal line.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 29, 2024



ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Un-Audited)
AS AT DECEMBER 31, 2023

December 31, 2023						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
Note	----- (Rupees) -----					
Assets						
Bank balances	4	500,000	500,000	30,122,941	500,000	31,622,941
Dividend, profit and other receivables		2,192	2,192	142,091	2,192	148,667
Total assets		<u>502,192</u>	<u>502,192</u>	<u>30,265,032</u>	<u>502,192</u>	<u>31,771,608</u>
Liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee	5	71	71	3,971	71	4,184
Annual fee payable to the Securities and Exchange Commission of Pakistan	6	-	-	371		371
Total liabilities		<u>71</u>	<u>71</u>	<u>4,342</u>	<u>71</u>	<u>4,555</u>
Net assets		<u>502,121</u>	<u>502,121</u>	<u>30,260,690</u>	<u>502,121</u>	<u>31,767,053</u>
Participants' sub-funds (as per statement attached)		<u>502,121</u>	<u>502,121</u>	<u>30,260,690</u>	<u>502,121</u>	<u>31,767,053</u>
Contingencies and commitments						
----- (Number of units) -----						
Number of units in issue	7	<u>5,000</u>	<u>5,000</u>	<u>301,229</u>	<u>5,000</u>	
Net asset value per unit		<u>100.4242</u>	<u>100.4242</u>	<u>100.4574</u>	<u>100.4242</u>	

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
Income	Note ----- (Rupees) -----					
Profit earned	10	2,192	2,192	148,660	2,192	155,236
Total income		<u>2,192</u>	<u>2,192</u>	<u>148,660</u>	<u>2,192</u>	<u>155,236</u>
Expenses						
Remuneration of Alfalah Asset Management Limited - Trustee	5.1	63	63	3,514	63	3,703
Sindh sales tax on remuneration of the Trustee	5.2	8	8	457	8	481
Annual fee to the Securities and Exchange Commission of Pakistan	6	-	-	371	-	371
Amortization of Formation Cost		-	-	6,569	-	6,569
Total expenses		<u>71</u>	<u>71</u>	<u>10,911</u>	<u>71</u>	<u>11,124</u>
Net income for the Period before taxation		<u>2,121</u>	<u>2,121</u>	<u>137,749</u>	<u>2,121</u>	<u>144,112</u>
Taxation	13	-	-	-	-	-
Net income for the Period after taxation		<u>2,121</u>	<u>2,121</u>	<u>137,749</u>	<u>2,121</u>	<u>144,112</u>

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Net income for the Period after taxation	2,121	2,121	137,749	2,121	144,112
Other comprehensive income for the year	-	-	-	-	-
Total comprehensive income for the Period	2,121	2,121	137,749	2,121	144,112

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Net assets at the beginning of the Period	-	-	-	-	-
Issuance of units	500,000	500,000	30,122,941	500,000	31,622,941
Redemption of units	-	-	-	-	-
	500,000	500,000	30,122,941	500,000	31,622,941
Other income (net of expenses)	2,121	2,121	137,749	2,121	144,112
Total comprehensive income for the Period	2,121	2,121	137,749	2,121	144,112
Net assets at the end of the Period	502,121	502,121	30,260,690	502,121	31,767,053

Note

(Rupees)

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year before taxation	2,121	2,121	137,749	2,121	144,112
Adjustments for:					
Amortization of Formation Cost	-	-	-	-	-
	2,121	2,121	137,749	2,121	144,112
Increase in assets					
Investments - net	-	-	-	-	-
Dividend and other receivables	(2,192)	(2,192)	(142,091)	(2,192)	(148,667)
Receivable against sale of investments	-	-	-	-	-
	(2,192)	(2,192)	(142,091)	(2,192)	(148,667)
Decrease in liabilities					
Payable to Central Depository Company of Pakistan Limited - Trustee	71	71	3,971	71	4,184
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	371	-	371
	71	71	4,342	71	4,555
Net cash used in operating activities	-	-	-	-	-
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	500,000	500,000	30,122,941	500,000	31,622,941
Payments made against redemption of units	-	-	-	-	-
Net cash generated from financing activities	500,000	500,000	30,122,941	500,000	31,622,941
Net decrease in cash and cash equivalents	500,000	500,000	30,122,941	500,000	31,622,941
Cash and cash equivalents at the beginning of the period	-	-	-	-	-
Cash and cash equivalents at the end of the period 11	500,000	500,000	30,122,941	500,000	31,622,941

The annexed notes from 1 to 21 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

**ALFALAH KPK ISLAMIC EMPLOYEE PENSION FUND
NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Alfalah Islamic KPK Employee Pension Fund is established in Pakistan as a Voluntary Pension Fund through and on the basis of a Trust Deed, dated August 03, 2023 entered into and between Alfalah Asset Management Limited in its capacity as the Pension Fund Manager and Central Depository Company of Pakistan Limited in its capacity as the Trustee and is authorized under the Voluntary Pension System (VPS) Rules, 2005.

The Pension Fund shall consist of four (4) Sub-Funds to be called:

- I. ALFALAH ISLAMIC KPKEPF - Equity Sub Fund (the Equity Sub Fund);
- II. ALFALAH ISLAMIC KPKEPF - Equity Index Sub Fund (the Equity Index Sub Fund)
- III. ALFALAH ISLAMIC KPKEPF - Debt Sub Fund (the Debt Sub Fund); and
- IV. ALFALAH ISLAMIC KPKEPF - Money Market Sub Fund (the Money Market Sub Fund)

- 1.2 The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pensions as per their desired asset allocations.
- 1.3 Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.
- 1.4 All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following Four sub-funds:

AKPKIEPF - Equity Sub-Fund (AKPKIEPF - ESF)

The Equity Sub-Fund consists of a minimum 90% of net assets invested in listed equity securities during the period based on quarterly average investment calculated on a daily basis, investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) of equity sub-fund or paid-up capital of the investee company (subject to the conditions prescribed in the Offering Document to the Fund). Remaining assets of the Equity Sub-Fund may be invested in any Government Treasury Bills or Government securities having less than one year time to maturity, or be deposited with scheduled Islamic commercial banks having at least 'A' rating or Islamic windows of commercial banks having at least 'AA' rating.

AKPKIEPF - Debt Sub-Fund (AKPKIEPF - DSF)

The Debt Sub-Fund consists of Shariah compliant tradeable debt securities with weighted average time to maturity of the investment portfolio of the sub-fund not exceeding 5 years. At least 25% of the net assets of Debt Sub-Fund shall be invested in debt securities issued by the Federal Government. Upto 25% may be deposited with scheduled Islamic banks having not less than 'A+' rating or Islamic windows of commercial banks having not less than 'AA' rating. Investment in securities issued by companies of a single sector shall not exceed 20% except for banking sector for which the exposure limit shall be up to 30% of net assets of Debt Sub-Fund. Deposit in a single bank shall not exceed 20% of net assets of the Debt Sub-Fund. Composition of the remaining portion of the investments shall be as defined in the offering document to the Fund.

AKPKIEPF - Money Market Sub-Fund (AAKPKIEPF - MMSF)

The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed 15% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial Government, City Government, Government Corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

AKPKIEPF - Equity Index Sub-Fund (AKPKIEPF - ESF)

The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The uninvested amount shall be kept in cash and/or near cash instruments where near cash instruments include cash in shariah compliant bank account (excluding TDRs), and shariah compliant government securities not exceeding 90 days maturity.

- 1.5 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.
- 1.6 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.
- 1.7 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by the Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any Takaful contribution payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value noticed by the Pension Fund Manager at the close of that business day.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and the requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and requirements of the Trust Deed have been followed.

2.2 Standards, Interpretations and amendments to published accounting and reporting standards that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's accounting period beginning on or after July 1, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these financial statements.

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

There are certain standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2023 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are, therefore, not detailed in these financial statements.

2.4 Critical accounting estimates and judgments

The preparation of financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements are as follows:

- Classification and valuation of financial assets (notes 3.2.2 and 5)
- Impairment of financial assets (note 3.2.3)

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention, except for investments classified as financial assets 'at fair value through profit or loss' category which are stated at fair value.

2.6 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

3.1 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term highly liquid investments with original maturity of three months or less which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. The short term investments are held for the purpose of meeting short term cash commitments rather than for investments and other purposes.

3.2 Financial assets

3.2.1 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried 'at fair value through profit or loss'. Financial assets carried 'at fair value through profit or loss' are initially recognised at fair value and transaction costs are recognised in the Income Statement.

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified as:

- at amortised cost
- at fair value through other comprehensive income (FVOCI)
- at fair value through profit or loss (FVPL)

based on the business model of the entity.

However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVPL. The debt sub-fund and money market sub-fund primarily invests in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through debt sub-fund and money market sub-fund as FVPL.

3.2.2 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the Statement of Assets and Liabilities at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The equity sub-fund is required to invest at least 90 percent of its assets in equity securities and the management has not opted for the irrevocable option. Therefore, the equity sub-fund investments in equity securities are being classified as FVPL.

The dividend income for equity securities classified under FVPL are recognised in the Income Statement.

3.2.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

3.2.3.1 Impairment on debt securities

Provision for non-performing debt securities is made on the basis of time-based criteria as prescribed by the SECP and based on management's assessment made in line with its provisioning policy approved by the Board of Directors of the Pension Fund Manager in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

As allowed by the SECP, the Pension Fund Manager may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Pension Fund Manager. The provisioning policy approved by the Board of Directors has also been placed on the Pension Fund Manager's website as required under the SECP's Circular.

3.2.4 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

3.2.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

3.2.6 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the Income Statement.

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

3.3.2 Derecognition

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Any gain or loss on derecognition of financial liabilities is taken to income statement.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are only offset and the net amount reported in the 'Statement of Assets and Liabilities' when there is a legally enforceable right to set off the recognised amount and the Fund intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

3.5 Provisions

A provision is recognised in the statement of assets and liabilities when the Fund has a legal or constructive obligation as result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are regularly reviewed and are adjusted to reflect the current best estimate.

3.6 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

3.7 Revenue recognition

- Gains / (losses) on sale of investments are recorded in the Income Statement on the date on which the transaction takes place.
- Unrealised appreciation or diminution arising on revaluation of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Income on sukuk certificates, government securities and islamic commercial papers is recognised on a time proportion basis using the effective yield method.
- Dividend income is recognised when the right to receive the dividend is established. i.e. on the date of commencement of book closure of the investee company institution declaring the dividend.
- Profit on savings account with banks and term deposit receipts are recognised on accrual basis.

3.8 Expenses

All expenses chargeable to the Fund including remuneration of the Pension Fund Manager and Trustee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.

3.9 Issue, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the pension fund manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outline in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the participants' Sub-Funds. The voluntary pension system rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participants is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

3.10 Net asset value (NAV) per unit

The net asset value (NAV) per unit for each sub-fund, as disclosed in the 'Statement of Assets and Liabilities' is calculated by dividing the net assets of the sub-fund by the number of units in issue of the respective sub-fund at the year end.

3.11 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year after taxation of each sub-fund by the weighted average number of units outstanding during the year for the respective sub-fund.

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

3.12 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

4. BANK BALANCES

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
Note ----- (Rupees) -----					
4.1	500,000	500,000	30,122,941	500,000	31,622,941
	<u>500,000</u>	<u>500,000</u>	<u>30,122,941</u>	<u>500,000</u>	<u>31,622,941</u>

4.1 These accounts carry rates of return ranging from 10% per annum.

December 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

5. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note

(Rupees)

Trustee remuneration payable	5.1	63	63	3,514	63	3,703
Sindh sales tax payable on Trustee remuneration	5.2	8	8	457	8	481
		<u>71</u>	<u>71</u>	<u>3,971</u>	<u>71</u>	<u>4,184</u>

5.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the daily net assets of the pertinent Sub-Fund. The remuneration is paid to the trustee monthly in arrears.

The tariff structure applicable to the Fund as at June 30, 2023 is as follows:

Net assets (Rupees)		Tariff
From	To	
1	1 billion	Rs. 0.3 million or 0.15% per annum of Net Assets whichever is higher
Above 1 billion	3 billion	Rs. 1.5 million plus 0.10% per annum of Net Assets on amount exceeding Rs 1 billion
Above 3 billion	6 billion	Rs. 3.5 million plus 0.08% per annum of Net Assets on amount exceeding Rs 3 billion
Above 6 billion	-	Rs. 5.9 million plus 0.06% per annum of Net Assets on amount exceeding Rs 6 billion

5.2 During the Peeriod, an amount of Rupees 481 was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

6. ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN LIMITED

In accordance with the Voluntary Pension System Rules, 2005, a voluntary pension schemes is required to pay annual fee to the Securities and Exchange Commission of Pakistan at the rate of 0.025% per annum of average annual net assets of the Fund.

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

7. NUMBER OF UNITS IN ISSUE

Number of units

Total units in issue at the beginning of the Period

- - - - -

Add: Issuance of units during the year

Directly by participants

Transfer from other pension fund

5,000	5,000	301,229	5,000	301,229
-	-	-	-	-
5,000	5,000	301,229	5,000	301,229

Less: Units redeemed during the year

Directly by participants

- - - - -

Total units in issue at the end of the Period

5,000 5,000 301,229 5,000 301,229

8. CONTRIBUTION TABLE

	December 31, 2023							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Index Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	-	-	-	-	1,229	122,900	-	-
Associate	5,000	500,000	5,000	500,000	300,000	30,000,000	5,000	500,000
	<u>5,000</u>	<u>500,000</u>	<u>5,000</u>	<u>500,000</u>	<u>301,229</u>	<u>30,122,900</u>	<u>5,000</u>	<u>500,000</u>

9. CONTINGENCIES AND COMMITMENTS

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

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
10. PROFIT EARNED	Note ----- (Rupees) -----				
Profit on:					
- Bank balances		2,192	2,192	148,660	2,192
		<u>2,192</u>	<u>2,192</u>	<u>148,660</u>	<u>2,192</u>
					<u>155,236</u>

December 31, 2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
11. CASH AND CASH EQUIVALENTS	----- (Rupees) -----				
Bank balances	500,000	500,000	30,122,941	500,000	31,622,941
	<u>500,000</u>	<u>500,000</u>	<u>30,122,941</u>	<u>500,000</u>	<u>31,622,941</u>

12. TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund based on the current year results is as follows:

DECEMBER 31, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
	----- % -----			
Total Expense Ratio (TER)	0.29%	0.29%	0.73%	0.29%
Government levy and SECP fee	0.03%	0.03%	0.06%	0.03%

The above ratio of equity, debt, money market and Equity Index sub-fund is within the limit of 4.5%, 2.5%, 2% and 4.5% respectively for each sub -fund.

13. TAXATION

13.1 The income of the Fund is exempt from taxation under clause 57(3)(viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001.

13.2 The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14. EARNINGS PER UNIT

Earnings per unit has not been disclosed as in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating earnings per unit is not practicable.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include Alfalah Asset Management Limited being the Pension Fund Manager, Funds under management of the Pension Fund Manager, Bank Alfalah Limited and MAB Investment Incorporated being associated companies of Pension Fund Manager, Bank Alfalah Limited - Employees' Provident Fund, Bank Alfalah Limited - Employees' Gratuity Fund, Alfalah Securities (Private) Limited, Alfalah GHP Investment Management Limited - Staff Provident Fund, directors and key management personnel of Alfalah Asset Management Limited and Central Depository Company of Pakistan Limited being the Trustee of the Fund, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

Remuneration to the Pension Fund Manager and the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, NBFC Regulations and the Trust Deed respectively.

Details of transactions and balances at period end with related parties / connected persons, other than those which have been disclosed elsewhere in these financial statements, are as follows:

15.1 Details of transaction with related parties during the year :

AS AT DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

(Rupees)

Alfalah Asset Management

Limited - (Pension Fund Manager)

Investment for the period	500,000	500,000	30,000,000	500,000	31,500,000
Units Issuance	5,000	5,000	300,000	5,000	315,000

Central Depository Company of Pakistan

Limited - (Trustee)

Remuneration of the Trustee	63	63	3,514	-	3,640
Sindh sales tax on remuneration of the Trustee	8	8	457	-	473

15.2 Details of balances with related parties as at the year end:

FOR THE PERIOD FROM DEC 14, 2023 DECEMBER 31, 2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total

----- (Rupees) -----

Alfalsh Asset Management

Limited - (Pension Fund Manager)

Investment at year end	502,121	502,121	30,137,220	502,121	31,643,583
Units held (Number of units)	5,000	5,000	300,000	5,000	315,000

Central Depository Company of Pakistan Limited - (Trustee)

Trustee remuneration payable	63	63	3,514	-	3,640
Sindh sales tax payable on Trustee remuneration	8	8	457	-	473

16. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	December 31, 2023											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
	(Rupees)											
Financial assets												
Bank balances	500,000	-	500,000	500,000	-	500,000	30,122,941	-	30,122,941	500,000	-	500,000
Dividend, profit and other receivables	2,192	-	2,192	2,192	-	2,192	142,091	-	142,091	2,192	-	2,192
	502,192	-	502,192	502,192	-	502,192	30,265,032	-	30,265,032	502,192	-	502,192

Particulars	December 31, 2023											
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Equity Index Sub-Fund		
	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total
	(Rupees)											
Financial liabilities												
Payable to Central Depository Company of Pakistan Limited - Trustee	-	71	71	71	-	71	-	3,971	3,971	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	371	371	-	-	-
	-	71	71	71	-	71	-	4,342	4,342	-	-	71

17. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

17.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices.

The Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the Securities and Exchange Commission of Pakistan.

Market risk comprises of three types of risk: currency risk, profit rate risk and other price risk.

17.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

17.1.2 Yield / profit rate risk

Yield / profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market profit rates. The profit rate profile of the Fund's profit bearing financial instruments is as follows:

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	500,000	500,000	30,122,941	500,000	31,622,941
	<u>500,000</u>	<u>500,000</u>	<u>30,122,941</u>	<u>500,000</u>	<u>31,622,941</u>

Sensitivity analysis of variable rate instruments

Presently, the Fund holds KIBOR based sukuk certificates and bank balances which expose the Fund to cash flow profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

December 31, 2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
----- (Rupees) -----					
Change in basis points					
Increase in 100 basis points	5,000	5,000	301,229	5,000	316,229
Decrease in 100 basis points	(5,000)	(5,000)	(301,229)	(5,000)	(316,229)

Alfalah Islamic KPK Employee Pension Fund - Equity Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	2,192	2,192
Sub total		500,000	-	-	2,192	502,192
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	2,121	502,121
Total profit rate sensitivity gap		500,000	-	-	2,121	502,121
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

Alfalah Islamic KPK Employee Pension Fund - Debt Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	2,192	2,192
Sub total		500,000	-	-	2,192	502,192
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	2,121	502,121
Total profit rate sensitivity gap		500,000	-	-	2,121	502,121
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

Alfalah Islamic KPK Employee Pension Fund - Money Market Sub Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	30,122,941	-	-	-	30,122,941
Dividend, profit and other receivables		-	-	-	142,091	142,091
Sub total		30,122,941	-	-	142,091	30,265,032
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	3,971	3,971
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	371	371
Sub total		-	-	-	4,342	4,342
On-balance sheet gap		30,122,941	-	-	137,749	30,260,690
Total profit rate sensitivity gap		30,122,941	-	-	137,749	30,260,690
Cumulative profit rate sensitivity gap		30,122,941	30,122,941	30,122,941		

Alfalah GHP Islamic Pension Fund - Equity Index Sub-Fund

Particulars	December 31, 2023					Total
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
		Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	10	500,000	-	-	-	500,000
Dividend, profit and other receivables		-	-	-	-	-
Sub total		500,000	-	-	-	500,000
Financial liabilities						
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	71	71
Annual fee payable to the Securities and Exchange Commission of Pakistan		-	-	-	-	-
Sub total		-	-	-	71	71
On-balance sheet gap		500,000	-	-	(71)	499,929
Total profit rate sensitivity gap		500,000	-	-	(71)	499,929
Cumulative profit rate sensitivity gap		500,000	500,000	500,000		

17.22 Credit quality of financial assets

The Fund held bank balances as at December 31, 2023 with banks having following credit ratings:

Balances with banks by rating category

	Rating agency	Rating (Short Term / Long Term)	2023
			% of bank balances exposed to credit risk
Alfalah KPK Islamic Employee Pension Fund - Equity Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Islamic Employee Pension Fund - Debt Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Islamic Employee Pension Fund - Money Market Sub Fund			
Bank of Khyber Limited	VIS	A+	100%
Alfalah KPK Islamic Employee Pension Fund - Equity Index Sub Fund			
Bank of Khyber Limited	VIS	A+	100%

17.23 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. Despite the high concentration of credit risk as stated above, the Fund has entered into transactions with credit worthy counterparties thereby mitigating any significant risk due to concentration of credit risk. Details of the Fund's concentration of credit risk of financial instruments by economic sectors are as follows:

	2023	
	Rupees	Percentage
Alfalah Islamic KPK Employee Pension Fund - Equity Sub Fund		
Commercial banks (including profit receivable)	500,000	100.00%
Alfalah Islamic KPK Employee Pension Fund - Debt Sub Fund		
Commercial banks (including profit receivable)	500,000	100%
	500,000	100%
Alfalah Islamic KPK Employee Pension Fund - Money Market Sub Fund		
Commercial banks (including profit receivable)	30,122,941	100%
	30,122,941	100%

**Alfalah Islamic KPK Employee Pension Fund -
Equity Index Sub Fund**

2023	
Rupees	Percentage
500,000	100%
500,000	100%

Commercial banks (including profit receivable)

17.2.4 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on the terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is therefore to invest the majority of its assets in short term instruments in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was obtained by the Fund during the current year.

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

The table below summaries the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

----- December 31, 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalah KPK Islamic Employee Pension Fund - Equity Sub Fund ----- Rupees -----

Financial Assets

Bank balances	500,000	-	-	-	-	500,000
Dividend, profit and other receivables	2,192	-	-	-	-	2,192
Sub total	502,192	-	-	-	-	502,192

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	71	-	-	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-
Sub total	71	-	-	-	-	71

Net financial assets	502,121	-	-	-	-	502,121
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December 31,2023					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalah KPK Islamic Employee Pension Fund - Debt Sub Fund Rupees

Financial Assets

Bank balances	500,000	-	-	-	-	500,000
	2,192	-	-	-	-	2,192
Sub total	502,192					502,192

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	71	-	-	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-
	-	-	-	-	-	-
Sub total	71	-	-	-	-	71

Net financial assets

	502,121	-	-	-	-	502,121
--	---------	---	---	---	---	---------

December 31,2023					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalah KPK Islamic Employee Pension Fund - Money Market Sub Fund Rupees

Financial Assets

Bank balances	30,122,941	-	-	-	-	30,122,941
Investments	-	-	-	-	-	-
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	-	-
Dividend, profit and other receivables	142,091	-	-	-	-	142,091
Sub total	30,265,032	-	-	-	-	30,265,032

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	3,971	-	-	-	-	3,971
Annual fee payable to the Securities and Exchange Commission of Pakistan	371	-	-	-	-	371
Sub total	4,342	-	-	-	-	4,342

Net financial assets

	30,260,690	-	-	-	-	30,260,690
--	------------	---	---	---	---	------------

December 31, 2023					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total

Alfalah KPK Islamic Employee Pension Fund - Rupees

Equity Index Sub Fund

Financial Assets

Bank balances	500,000	-	-	-	-	500,000
Dividend, profit and other receivables	2,192	-	-	-	-	2,192
Sub total	502,192	-	-	-	-	502,192

Financial Liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	71	-	-	-	-	71
Annual fee payable to the Securities and Exchange Commission of Pakistan	-	-	-	-	-	-
Sub total	71	-	-	-	-	71

Net financial assets	502,121	-	-	-	-	502,121
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18 PARTICIPANTS' SUB FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent sub-funds of the fund and rank parri passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

19 CORRESPONDING FIGURES

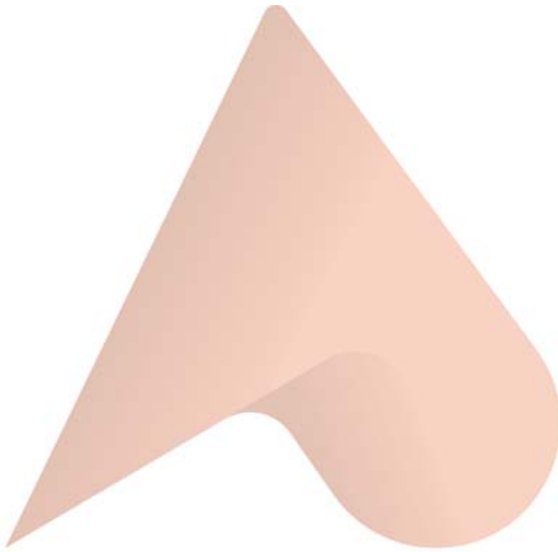
Corresponding figures have been re-classified, re-arranged or additionally incorporated in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications were made in these financial statements.

20 GENERAL

Figures have been rounded off to the nearest rupee. Units have been rounded off to the nearest whole number.

21 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on February 22, 2024 by the Board of Directors of the Pension Fund Manager.



Description	Half year ended December 31, 2022
Average Net Assets	160.81
Gross income	9.46
Net Comprehensive Income	8.69
Net Assets Value per Unit (Rs.)	105.7962
Issuance of units during the period	0.00
Redemption of units during the period	-1.81

اعمال و تفکر

ڈائریکٹرز قابل قدر معاونت، مدد اور رہنمائی پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے شکر گزار ہیں۔ بورڈ ممبران اور محنت پر مبنی کمپنی کے ملازمین اور سٹریٹس کا اور مینجمنٹ میں اعتماد پر یونٹ ہولڈرز کا بھی شکر یہ ادا کرتے ہیں۔

منجانب بورڈ

چیف ایگزیکٹو آفیسر

کراچی، 23 فروری 2024ء

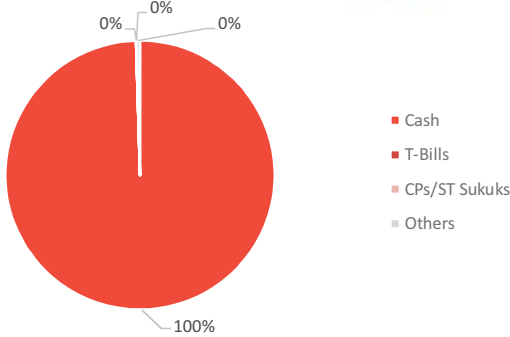
کلیدی مالیاتی اعداد و شمار
(روپے میں)

Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2021		
Average Net Assets	48.50	62.61	78.82
Gross income	-1.42	3.09	3.40
Total Comprehensive Income	-2.21	2.40	2.65
Net Assets Value per Unit (PKR)	85.0785	137.6428	135.8517
Issuance of units during the period	6.41	3.11	4.66
Redemption of units during the period	-13.93	-7.97	-6.51

الفلاح اسلامک KPK ایچ پبلائی ٹرسٹ

مالی سال 24 کی پہلی ششماہی کے لئے فنڈ نے اپنے آغاز سے 9.82 فیصد ریٹرن کمایا۔
(تاریخ آغاز: 14 دسمبر 2023ء)

Asset Allocation
(as at 31-Dec-2023)

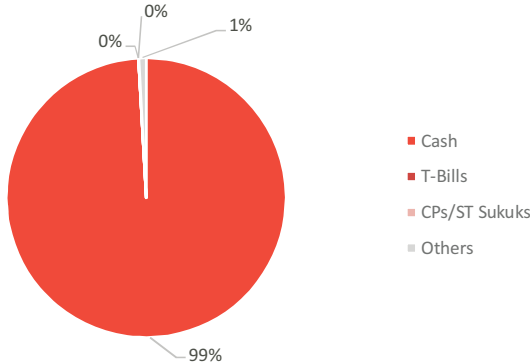


Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2021		
Average Net Assets	79.42	66.65	47.13
Gross income	-4.09	2.59	1.88
Total Comprehensive Income	-5.06	1.77	1.38
Net Assets Value per Unit (PKR)	95.9486	122.1039	121.1405
Issuance of units during the period	3.83	5.34	4.18
Redemption of units during the period	-6.23	-3.53	-1.38

العلاج كرك ايمپال پينٹنڈ

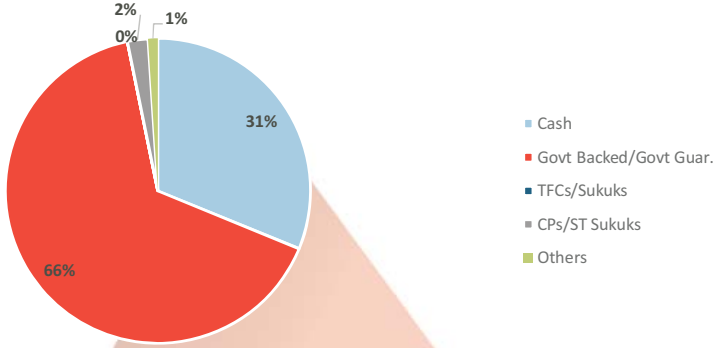
مالی سال 24 کی پہلی ششماہی کے دوران، فنڈ نے اپنے آغاز سے 20.89 فیصد ریٹرن کمایا۔
(تاریخ آغاز: 14 دسمبر 2023ء)

Asset Allocation as at (31-Dec-2023)



العلاج GHP اسلامک انڈسٹریز - منی مارکیٹ
 فنڈ نے اپنے آغاز سے 20.09 فیصد ریٹرن کمایا۔

Asset Allocation
 (as at 31-Dec-2023)

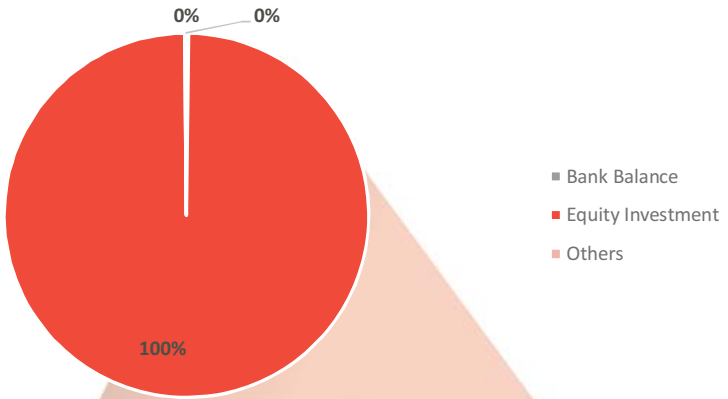


کلیدی مالیاتی اعداد و شمار
 (روپے پین میں)

Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2023		
Average Net Assets	68.86	81.74	102.20
Gross income	30.32	7.00	11.06
Total Comprehensive Income	29.60	6.31	10.37
Net Assets Value per Unit (PKR)	124.8850	157.4873	163.4898
Issuance of units during the period	2.24	5.23	24.56
Redemption of units during the period	-11.55	-7.85	-29.39

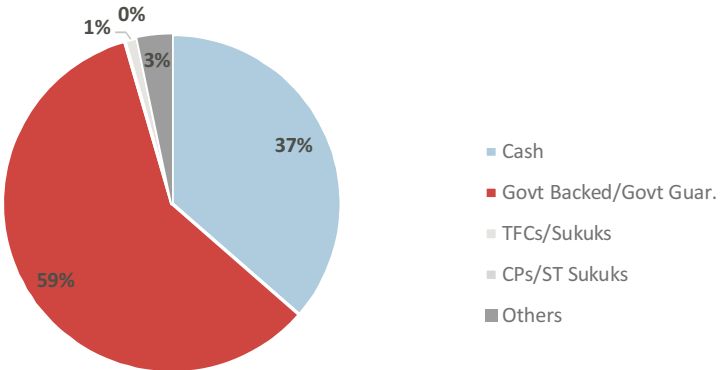
العلاج GHP اسلامک انجمن فنڈز ایجوکی
 فنڈ نے اپنے آئٹمز سے 1.95 فیصد ریٹرن کمایا۔

Asset Allocation
 (as at 31-Dec-2023)

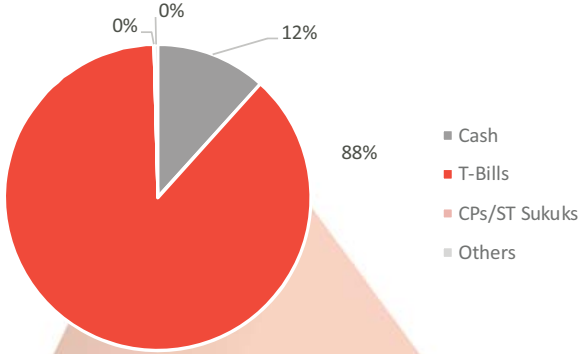


العلاج GHP اسلامک انجمن فنڈز ڈیٹ
 فنڈ نے اپنے آئٹمز سے 15.89 فیصد ریٹرن کمایا۔

Asset Allocation
 (as at 31-Dec-2023)



Asset Allocation
(as at 31-Dec-2023)



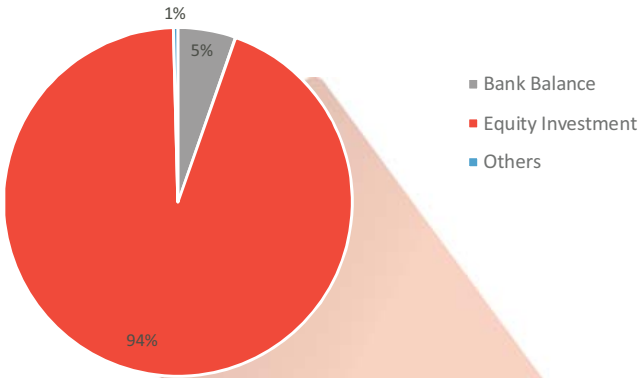
کلیدی مالیاتی اعداد و شمار
(روپے لاکھ میں)

Description	Equity Sub - Fund	Debt Sub-Fund	Money Market Sub-Fund
	Half year ended December 31, 2023		
Average Net Assets	45.74	60.63	125.68
Gross income	19.72	6.53	13.78
Total Comprehensive Income	19.26	5.99	12.97
Net Assets Value per Unit (PKR)	119.9486	179.2678	185.1303
Issuance of units during the period	4.60	2.54	15.12
Redemption of units during the period	-1.15	-2.01	-16.01

الفلاح GHP پنشن فنڈ - ایکویٹی

مالی سال 24 کی پہلی ششماہی کے دوران، فنڈ نے 53.05 فیصد ریٹرن کمایا۔

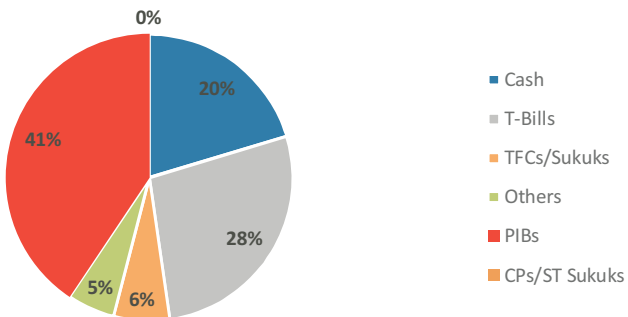
Asset Allocation
(as at 31-Dec-2023)



الفلاح GHP پنشن فنڈ - ڈیٹ

مالی سال 24 کی پہلی ششماہی کے دوران، فنڈ نے 20.54 فیصد ریٹرن کمایا۔

Asset Allocation
(as at 31-Dec-2023)

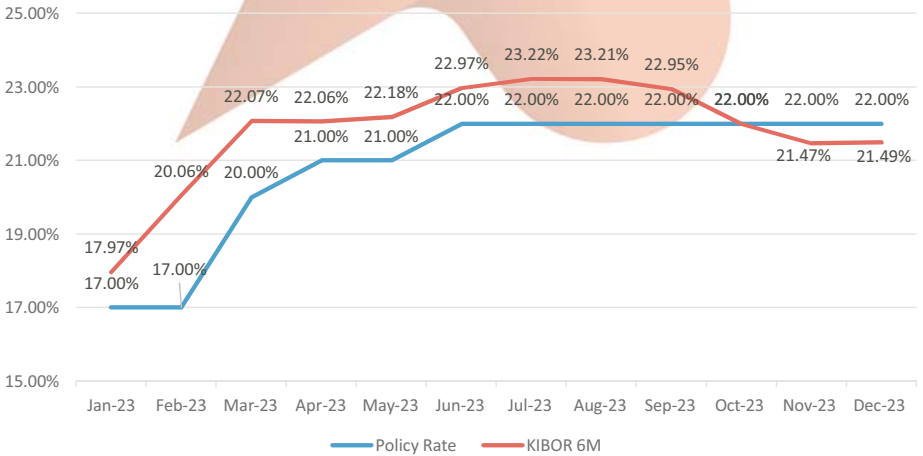


مئی مارکیٹ کا جائزہ:

مالی سال 23 مئی مارکیٹ کے لیے غیر متحکم سال رہا، تاہم اپنی پیداوار میں تیزی سے اضافہ دیکھنے میں آیا کیونکہ افراط زر میں اضافہ اور زرمبادلہ کے ذخائر میں کمی سے متعلق خطرات کی وجہ سے مالی سال 2023 کے دوران 30 بلین روپے کا شرح منافع 17.75 فیصد سے بڑھ کر 21.28 فیصد ہو گیا۔ افراط زر اور ملکی کرنسی پر قابو پانے کے لئے سال کے دوران مجموعی پالیسی ریت میں اضافہ 600bps تھا۔ مجموعی طور پر افراط زر میں اضافہ جاری رہا اور مالی سال 2023 میں اوسط افراط زر 30.9 فیصد سالانہ رہا جس کی بنیادی وجہ ملکی اور گیس کے نرخوں میں مسلسل اضافہ اور فوڈ، ہاؤسنگ اور انرجی پورٹ اینڈ گیس میں بھی اضافہ ہے۔

مالی سال 23 کی آخری سرمایہ میں ثانوی شرح منافع میں 23.78 فیصد کی دہائی کی بلند ترین سطح کو چھونے کے بعد کچھ راحت ملی۔ غیر قانونی تبادلہ کی سرگرمیوں اور کرنسی اسٹیکنگ کی روک تھام کے اقدامات کے نتیجے میں روپے کی ریکوری ہوئی۔ عبوری سیاسی سیٹ اپ نے کامیابی کے ساتھ ضروری سیاسی استحکام قائم کیا ہے، جبکہ معاشی استحکام کے مزاج کو اجاگر کرنے والے IMF کی کارکردگی کے معیار پر نئی سے عمل پیرا ہونے سے 12 ماہ کی بنیاد پر مثبت شرح ثابت رہی ہے۔ 3 ماہ 6 ماہ اور 12 ماہ پیچھے کے شرح منافع میں بالترتیب 118bps، 144bps اور 158bps کی کمی واقع ہوئی اور یہ بالترتیب 21.28 فیصد، 21.37 فیصد اور 21.32 فیصد رہی۔ دوسری جانب طویل مدتی بانڈز پر منافع میں 133bps، 257bps اور 121bps کی کمی واقع ہوئی اور 3 سال، 5 سال اور 10 سال کے پیچھے کے لیے بالترتیب 16.54 فیصد، 15.9 فیصد اور 14.91 فیصد رہا ہے۔

نیلامی کے ذریعے پرائمری مارکیٹ سے رقم جمع ہونے کے معاملے میں، حکومت کو مالی سال 2023 کی پہلی تین سرمایہوں میں ڈیفنس کا سامنا کرنا پڑا تھا۔ افراط زر کی غیر یقینی صورتحال کی وجہ سے زیادہ تر شراکت داری مختصر مدت کے ٹی بلز کی طرف مائل رہی کیونکہ اس عرصے کے دوران اوسط افراط زر 31.7 فیصد رہا۔ مالی سال 2023 کی چوتھی سرمایہ میں مالیاتی نرمی کی توقع کی وجہ سے 6 ماہ اور 12 ماہ کی مدت کے ٹی بلوں سمیت طویل عرصے میں بھی بڑی شرکت دیکھی گئی۔ آگے بڑھتے ہوئے کرنسی میں استحکام اور بہتر زرعی معاشیات کے ساتھ ساتھ اعلیٰ بنیادی اثرات سے افراط زر کا نقطہ نظر مثبت رہنے کی توقع ہے۔ افراط زر میں کمی اسٹیٹ بینک پاکستان کو شرح سود میں کمی شروع کرنے کے لئے کافی گنجائش فراہم کرے گی۔ ہم توقع کرتے ہیں کہ اسٹیٹ بینک پاکستان مالی سال 24 میں پالیسی ریت میں تقریباً 700bps کی کمی کرے گا۔ تاہم، مشرق وسطیٰ کے تازہ معاشیاتی رجحانات کی وجہ سے توانائی کی قیمتوں اور مال برداری کی لاگت میں اتار چڑھاؤ کے اثرات اور گیس کی قیمت میں مزید اضافہ مستقبل کے افراط زر کے نقطہ نظر کے لئے ایک اہم خطرہ بنا ہوا ہے اور اس کے نتیجے میں افراط زر توقع سے زیادہ ہو سکتا ہے۔



ایک نئی مارکیٹ کا جائزہ

رواں کیلنڈر سال کے دوران IMF پروگرام کے کامیاب نفاذ اور مستقل چیلنجز سے نمٹنے کے لیے ضروری ڈھانچہ جاتی اصلاحات کی بدولت KSE-100 انڈیکس میں نمایاں تیزی کارخانہ دیکھا گیا۔ 12 دسمبر، 2023 کو انڈیکس 66,426 کی غیر معمولی بلند ترین سطح پر پہنچ گیا، انڈیکس نے سال کا اختتام 62,451 پر کیا، جو کیلنڈر سال 2023 کے لئے 54.50 فیصد کی نمایاں عکاسی کرتا ہے۔ سال کا آغاز مشکل معاشی حالات میں ہوا، جس میں شرح سود میں اضافہ اور سیاسی غیر یقینی صورتحال شامل تھی، جس نے ابتدائی طور پر سرمایہ کاروں کے اعتماد اور مارکیٹ کی کارکردگی کو متاثر کیا۔ افراط زر اور روپیہ کی قدر میں مسلسل کمی کے حوالے سے ان چیلنجز کو مزید بڑھا دیا، جس میں انتخابات ملتوی ہونے اور سیاسی پورا نیشن میں اضافہ ہوا، جس سے موجودہ فنی جذبات کو مزید فروغ ملا۔

تاہم جولائی 2023 میں IMF کے ساتھ اسٹینڈ بائی معاہدہ اور دو طرفہ قرض دہندگان کی حمایت کے بعد سرمایہ کاروں کے اعتماد میں دوبارہ اضافہ دیکھنے میں آیا جس سے مارکیٹ میں سرمایہ کاری میں اضافہ ہوا۔ غیر ملکی کرنسی کے غیر جانبدار لین دین کی روک تھام اور روپیہ کی قدر میں مزید کمی کی روک تھام کے حکومتی اقدامات نے بھی سرمایہ کاروں کے اعتماد میں اضافہ کیا۔

سال 2023 غیر ملکی سرمایہ کاری کے لئے ایک تہذیبی سال رہا کیونکہ پورٹ فولیو سرمایہ کاری کی آمدگزشتہ سال کے 49 ملین ڈالر کے مقابلے میں 73 ملین امریکی ڈالر رہی، کیونکہ غیر ملکی مسلسل آٹھ سالوں تک خالص فروخت کنندہ ہونے کے مقابلے میں خالص خریدار بنے رہے۔ غیر ملکیوں سے زیادہ خریداری بنیادی طور پر کوشش ٹیکوں، سینٹ اور اسٹاک ایکسچینج کمپنیوں میں رہی۔

طویل مدتی طور پر ہم توقع کرتے ہیں کہ KSE-100 انڈیکس بھڑکا کر دیگی کا مظاہرہ کرے گا:

پائیدار اقتصادی نمو اور IMF پروگرام کے IMF کے ساتھ SBA پر منحصر طور کا خیاب جائزے مارکیٹ پر پتی شرح تبادلہ، زیادہ ٹیکس محصولات، سمسٹیز کے خاتمے اور گورنری قرضوں کے حل کے ساتھ ساتھ پائیدار معاشی نمو سمیت ڈھانچہ جاتی اصلاحات کے لئے پاکستان کے عزم کو ظاہر کرتے ہیں۔ مزید برآں کثیر الجہتی اور دوست ممالک کی جانب سے سرمایہ کاری نے غیر ملکی زرمبادلہ کے ذخائر میں کمی کو بہت ضروری راحت فراہم کی ہے۔

پیش بینی اصول: فارورڈ پی/ای 4x ہے، جس کا مطلب ہے کہ KSE-100 کی تاریخی اوسط پی/ای 50 فیصد سے زیادہ رعایت ملتی ہے۔ مزید برآں، جریٹوں کے مقابلے میں بھی سستا ہے کیونکہ یہ ایٹیا بھرا اکاؤنٹ کے علاقائی اوسط 15 کے مقابلے میں تقریباً 70 فیصد رعایت ہے۔ ہم محسوس کرتے ہیں کہ اس طرح کی کم پی/ای غیر ضروری ہے کیونکہ کارپوریشن نے پچھلے 10 سالوں میں منافع میں 11.3 فیصد CAGR کو برقرار رکھتے ہوئے غیر معمولی کارکردگی کا مظاہرہ کیا ہے، اور اس طرح کے مشکل معاشی ماحول میں بھی آپریٹنگ منافع کو برقرار رکھنے کی کوشش کر رہے ہیں۔ اس کے علاوہ، 21 فیصد کی منافع کی پیداوار خصلے میں سب سے زیادہ ہے اور سونے پر سہاگہ کے طور پر کام کرتی ہے۔

مارکیٹ کی مدد کے لئے شرح میں کمی: اسٹیٹ بینک آف پاکستان (SBP) نے شرح سود میں مزید اضافے کا کوئی رحمان ظاہر نہیں کیا ہے، پالیسی ریٹ 22 فیصد پر برقرار رہنے کے تخمینے کے تحت کہ ستمبر 2024 کے آخر تک افراط زر 13 سے 15 فیصد کی حد تک پہنچنے کے لئے تیار ہے، جس کی وجہ معاشی خوراک کی فراہمی اور بنیادی اثرات میں اضافہ ہے۔ نتیجتاً، ہم اگلے 12 مہینوں میں پالیسی ریٹ میں 7 سے 9 فیصد کی امکان کو مسترد نہیں کر سکتے۔ تاریخی طور پر شرح سود میں کمی شاک مارکیٹ کی کارکردگی کو بہتر بنانے میں اہم کردار ادا کرتی ہے۔ ہم شرح سود کمپنیز کے لئے قرض لینے کی لاگت کو کم کر بیٹ کی نمو اور توسیع میں کارپوریٹ سرمایہ کاری کو متحرک کرتی ہے، جس کے نتیجے میں منافع میں اضافہ ہوتا ہے۔ شرح سود میں اس کمزوری سے ایکٹیو سرمایہ کاری گلوبل انڈیکس وینٹس کے مقابلے میں نسبتاً زیادہ پرکشش ہونے کی توقع ہے، جس سے اسٹاک کی طلب میں اضافہ اور مارکیٹ کی مثبت کارکردگی کو فروغ ملے گا۔

KSE-100 Index - Closing of index and Volumes

