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FUND'S INFORMATION

Management Company:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi..
Board of Directors of the Management Company:	<ul style="list-style-type: none">- Ms. Maheen Rahman- Syed Ali Sultan- Mr. Michael Hermann- Mr. Hanspeter Beier- Mr. Amin Dawood Saleh- Mr. Muhammad Asif Saad- Mr. Abid Naqvi
Head of Finance:	- Syed Hyder Raza Zaidi
Company Secretary:	- Moinuddin
Audit Committee:	<ul style="list-style-type: none">- Syed Ali Sultan- Mr. Abid Naqvi- Mr. Amin Dawood Saleh
HR Committee:	<ul style="list-style-type: none">- Syed Ali Sultan- Mr. Michael Hermann- Ms. Maheen Rahman
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Shara-e-Faisal, Karachi
Fund Manager:	Mr. Kashif Kasim
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants Progressive Plaza, Beaumont Road P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Bawaney & Partners Room No. 404, 4th Floor Beaumont Plaza, 6-cl-10 Beaumont Road, Civil Lines Karachi.
Registrar:	Alfalsh GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	Stability Rating A+ (f) by PACRA

VISION

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

MISSION

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

DIRECTORS' REPORT

For the three month period ended 30 September, 2014

To our valued Unit Holders,

On behalf of the Board of Directors, I am pleased to present the Financial Statements of IGI Islamic Income Fund (IGIIF) for the three months ended 30 September, 2014. The Financial Statements of the Schemes prepared by the Management Company present true and fair view of the state of affairs of the Schemes and results of their operations, cash flows and movement in unit holders' funds.

Economic Review

Inflationary pressure eased off slightly in 1QFY15, with CPI for the quarter declining to 7.5% versus 8.1% in 1QFY14. SBP kept the discount rate unchanged at 10% in its mid-Sep bi-monthly MPS in line with market expectations. SBP cited increased risk to (1) CPI due to monsoon floods and (2) balance of payments owing to delay in IMF tranche and consequent bilateral and multilateral flows. 6M KIBOR averaged at 10.18% during Sep-14, steady since Apr-14.

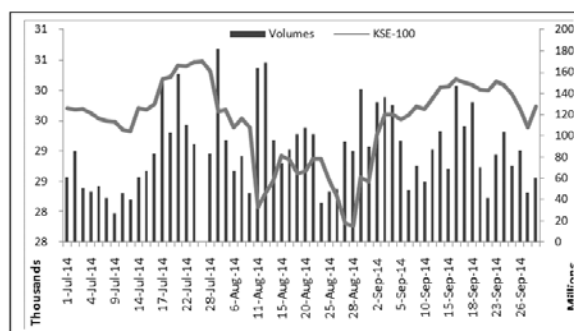
Trade deficit posted an adverse trend over the quarter, increasing by 45% to US\$6.5bn. The deficit rose particularly high over August, clocking in higher by 96% on MoM basis and by 77% on YoY basis to US\$2.8bn (a multi-year high). The higher statistic was primarily led by 40% MoM increase in imports, which rose to US\$4.7bn. Oil imports increased by 66% MoM and 12.5% YoY mainly led by higher volume. In this connection, softer global crude oil prices should alleviate the oil import bill in the coming months, providing some cushion to the balance of payments. Lower prices have already started to make an impact, as trade deficit for September clocked in lower at US\$2.4bn owing to 3% drop in import value.

Delays in IMF tranche and privatization proceeds have brought down US\$306mn in Sep-14 at US\$13.3bn. The IMF has clubbed payments of Sept & Dec review together and is expected to disburse US\$1.1bn in Dec easing pressure on rupee and foreign exchange reserves. Furthermore issuance of US\$500mn Sukuk and secondary offering of OGDC are both in the pipeline and will be positive, however, the timing remains uncertain.

Capital Markets Review

EQUITIES REVIEW

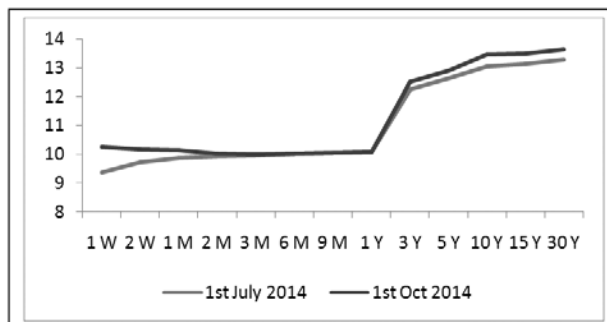
The KSE-100 remained range bound in the 1QFY15, with a 0.25% return for the period. The major reason for the relatively lackluster performance during 1QFY15 was primarily driven by political turmoil in the capital which began mid Aug and continued till the end of the quarter. Once politics took the front seat, economic reform agenda was put on the back burner and expectation of derailment of the economic reform process led to lack of confidence within equity investors.



Going forward, we expect the market to consolidate around 30,000 index level with valuations and earnings growth in specific sectors warrants focus on a selected group of stocks rather than the broader index.

MONEY MARKET REVIEW

In the monetary policy conducted in September, the State Bank of Pakistan maintained the discount rate at 10% to strike a balance between fiscal factors and growth considerations. Although the policy decision did not have any bearing on the money market, secondary market yields climbed, nevertheless, and stayed high during a large part of September as liquidity remained constrained and OMO injections were less generous.



With monetary easing opportunities left behind, the State Bank is now widely expected to maintain a stable monetary policy till inflation picks up at the start of the next calendar year.

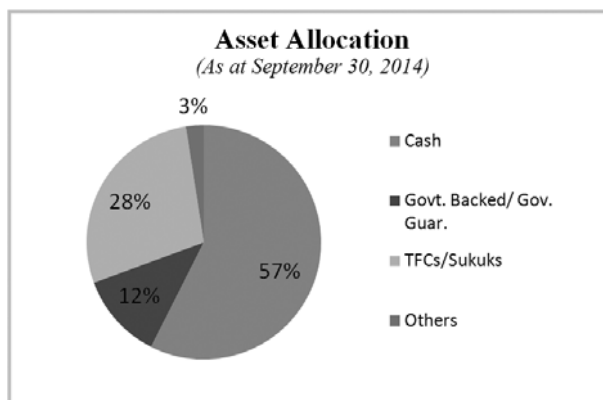
Fund Operations and Performance

IGI Islamic Income Fund

IGI Islamic Income Fund generated a return of 5.31% p.a. while the benchmark generated an average return of 6.70% p.a. for 1QFY15.

The allocation was aimed at supporting the overall yield. The Fund underwent a major portfolio reshuffling owing to volatility it witnessed on GoP Ijara Sukuk holdings. The government SUKUKS were offloaded and now the allocation is skewed towards good quality corporate SUKUKS.

Returns for the fund improved markedly after the allocation change registering a return of 6.96% in Aug and 9.42% in Sep. This has helped push up the YTD from 2% to 5.3%.



Going forward, the Fund plans to maintain stable returns and invest in good quality Sukuks aiming to increase the overall yield of the portfolio.

The Fund holds a stability rating of 'A+ (f)' (Single A Plus - fund rating) by Pakistan Credit Rating Agency (PACRA). The rating indicates a strong capacity to manage consistent returns with low risk.

Key Financial Data

Description	Rs. in million	
	Three month period ended 30 September 2014	Three month period ended 30 September 2013
Net Assets at end of the period	105.526	97.759
Gross income	2.323	2.317
Net Comprehensive income	1.394	1.232
Net Assets Value per Unit (Rs.)	102.3067	102.2381
Issuance of units during the period	1.288	6.194
Redemption of units during the period	-1.361	-20.737

Future Outlook

Going forward, we believe the market shall continue to perform well on the back of strong overall corporate results. We believe investors will benefit more from bottom-up investment philosophy as good opportunities are available in selected scrips that carry high return potential. Hence the equity linked funds should remain with heavy market exposure.

Interest rate stability will make medium to long term bond more attractive than short term instruments hence the focus will be to maximize duration on all fixed income portfolios.

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 on behalf of the Board of Directors

Chief Executive Officer
Date October 27, 2014

IGI ISLAMIC INCOME FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2014

	Note	September 30, (Unaudited) 2014	June 30, (Audited) 2014
		----- (Rupees) -----	
Assets			
Bank balances	5	62,084,555	32,376,232
Investments	6	28,363,458	69,264,500
Deferred formation cost		74,054	181,786
Security deposits		100,000	486,481
Advance against pre IPO		15,000,000	
Other receivables		2,488,629	3,181,708
Total assets		108,110,696	105,490,707
Liabilities			
Payable to the Management Company		439,587	436,613
Remuneration payable to the Trustee		14,735	29,411
Annual fee payable to the Securities and Exchange Commission of Pakistan		19,899	76,270
Provision for Workers' Welfare Fund		150,379	121,927
Accrued and other liabilities		1,960,162	630,330
Total liabilities		2,584,762	1,294,551
Net assets		105,525,934	104,196,156
Contingency	7		
Unit holders' fund		105,525,934	104,196,156
		---- (Number of units) ----	
Number of units in issue		1,031,466	1,032,104
		----- (Rupees) -----	
Net assets value per unit		102.3067	100.9551

The annexed notes from 1 to 11 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Note	For the quarter ended 30 September 2014	For the quarter ended 30 September 2013
		----- (Rupees) -----	
Income			
Finance income		2,472,103	2,283,700
Net loss on investments classified as 'at fair value through profit or loss' - held-for-trading			
- Net capital gain on sale of investments		(1,212,501)	-
- Net unrealised gain/(loss) on revaluation of investments		1,063,458	33,100
		(149,043)	33,100
Total income		2,323,060	2,316,800
Expenses			
Remuneration of the Management Company		273,836	391,620
Sales tax on management fee		47,322	72,682
FED on management fee		42,762	62,661
Remuneration of the Trustee		45,102	44,378
Annual fee of the Securities and Exchange Commission of Pakistan		19,899	19,576
Legal & professional charges		102,330	-
Brokerage expense		12,300	-
Bank and settlement charges		4,781	9,218
Amortisation of deferred formation cost		107,732	107,732
Auditors' remuneration		93,012	98,164
Annual listing fee		5,586	10,120
Annual rating fee		87,308	79,396
Printing charges		50,416	36,524
Workers Welfare Fund		28,452	24,179
Total expenses		920,838	956,250
Net income from operating activities		1,402,222	1,360,550
Element of (loss) / gain and capital (losses) / gain included in prices of units sold less those in units redeemed - net		(8,099)	(128,328)
Net income for the period before taxation		1,394,123	1,232,222
Taxation	10	-	-
Net income for the year period taxation		1,394,123	1,232,222

The annexed notes from 1 to 11 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	For the quarter ended 30 September 2014	For the quarter ended 30 September 2013
	----- (Rupees) -----	
Net income for the period	1,394,123	1,232,222
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u><u>1,394,123</u></u>	<u><u>1,232,222</u></u>

The annexed notes from 1 to 11 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
DISTRIBUTION STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	For the quarter ended 30 September 2014	For the quarter ended 30 September 2013
	----- (Rupees) -----	
Undistributed income brought forward		
Realised gains / income	170,091	3,260,756
Unrealised gain/losses	834,501	(721,850)
	<u>1,004,592</u>	<u>2,538,906</u>
 Total comprehensive income for the period	 1,394,123	 1,232,222
Final distribution of bonus NIL units for every 100 units held, (2013: @ 1.9849 units for every 100 units held)	-	(2,145,090)
	<u>-</u>	<u>(2,145,090)</u>
Interim distribution of bonus NIL units for every 100 units held, (2013: @ 2.3962 units for every 100 units held)	-	(1,393,880)
	<u>-</u>	<u>(3,538,970)</u>
Undistributed income carried forward	<u><u>2,398,715</u></u>	<u><u>232,158</u></u>
Undistributed income carried forward at end of the period		
Realised gains / income	1,335,257	199,058
Unrealised losses	1,063,458	33,100
	<u><u>2,398,715</u></u>	<u><u>232,158</u></u>

The annexed notes from 1 to 11 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
STATEMENT OF MOVEMENT IN UNIT HOLDER'S FUND (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	For the quarter ended 30 September 2014	For the quarter ended 30 September 2013
	----- (Rupees) -----	
Net assets at beginning of the period	104,196,156	110,942,555
Amount realised on issuance of 12,760 units (30, September 2013: 61,184 units)	1,288,213	6,193,858
Issuance of NIL bonus units in respect of final and interim distributions (30, September 2013: 35,284 units)	-	3,538,970
Amount paid / payable on redemption of 13,398 units (30, September 2013: 205,230 units)	<u>(1,360,657)</u>	<u>(20,737,356)</u>
	104,123,712	99,938,027
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed - net	8,099	128,328
Total comprehensive income for the year before capital gains - realised and unrealised	1,543,166	1,199,122
Net capital gain on sale of investments classified as 'at fair value through profit or loss' - held-for-trading	(1,212,501)	-
Net unrealised gain / (loss) on investments classified as at fair value through profit or loss' - held-for-trading	1,063,458	33,100
Total comprehensive income for the period	1,394,123	1,232,222
Distributions made during the period		
Final distribution of bonus units	-	(2,145,090)
Interim distribution of bonus units	-	(1,393,880)
	-	(3,538,970)
	1,394,123	(2,306,748)
Net assets at end of the period	105,525,934	97,759,607
	----- (Rupees) -----	
Net asset value per unit at the beginning of the period	<u>100.9551</u>	<u>102.3422</u>
Net asset value per unit at the end of the period	<u>102.3067</u>	<u>102.2381</u>

The annexed notes from 1 to 11 form an integral part of these financial statements.

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

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	Note	For the quarter ended 30 September 2014	For the quarter ended 30 September 2013
		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		1,394,123	1,232,222
Adjustments for:			
Net capital gain on sale of investments classified as 'at fair value through profit or loss' - held-for-trading		1,212,501	-
Net unrealised gain on investments classified as 'at fair value through profit or loss' - held-for-trading		(1,063,458)	(33,100)
Amortisation of deferred formation cost		107,732	107,732
Provision for Workers' Welfare Fund		28,452	
Element of (income) / loss and (gains) / loss included in prices of units sold less those in units redeemed - net		8,099	128,328
		<u>1,687,449</u>	<u>1,435,182</u>
Decrease / (increase) in assets			
Investments		40,751,999	-
Security deposits		386,481	-
Advance against pre IPO		(15,000,000)	
Other receivables		693,079	288,376
		<u>26,831,559</u>	<u>288,376</u>
(Decrease) / increase in liabilities			
Payable to the Management Company		2,974	51,885
Remuneration payable to the Trustee		(14,676)	(1,183)
Annual fee payable to Securities and Exchange Commission of Pakistan		(56,371)	(112,281)
Accrued and other liabilities		1,329,832	245,794
		<u>1,261,759</u>	<u>184,215</u>
Net cash (used in) generated from operating activities		<u>29,780,767</u>	<u>1,907,773</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received on issue of units		1,288,213	6,193,858
Payment against redemption of units		(1,360,657)	(20,737,356)
Net cash generated / (used in) from financing activities		<u>(72,444)</u>	<u>(14,543,498)</u>
Net decrease in cash and cash equivalents during the period		<u>29,708,323</u>	<u>(12,635,725)</u>
Cash and cash equivalents at beginning of the period		<u>32,376,232</u>	<u>55,103,844</u>
Cash and cash equivalents at end of the period	8	<u><u>62,084,555</u></u>	<u><u>42,468,119</u></u>

The annexed notes from 1 to 11 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

IGI ISLAMIC INCOME FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

1. LEGAL STATUS AND NATURE OF BUSINESS

IGI Islamic Income Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation), Rules 2003 (the NBFC Rules) and has been authorised as a unit trust scheme by the Securities and Exchange Commission of Pakistan (SECP) on July 01, 2008. It has been constituted under a Trust Deed, dated July 03, 2008 between IGI Funds Limited (Former Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984.

On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited (Former Management Company) to Alfalah GHP Investment Management Limited (the Management Company) by means of Securities & Exchange Commission of Pakistan sanctioned order No. SCD/NBFC-II/IGIFL & AFGHP/742/2013. The registered address of the Management Company is situated at 8th Floor, Executive Tower, Dolmen Mall, Block-5, Clifton, Karachi.

The Fund is an open ended fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Lahore Stock Exchange (Guarantee) Limited (LSE). The Fund was launched on December 03, 2009.

The scheme seeks to provide good total return through a combination of current income and long-term capital appreciation, consistent with reasonable investment risk in a shariah compliant manner. The Fund invests in shariah compliant deposits, profit bearing accounts, certificates of investment, Musharika and Morabaha arrangements and debt securities. The Fund is categorised as a shariah compliant (Islamic) scheme as specified by SECP and is subject to the guidelines prescribed by SECP.

Title to the assets of the Fund is held in the name of CDC as Trustee of the Fund.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a 'AM3+' rating to the Management Company as of June 20, 2014.

PACRA has assigned a rating of A+(f) to the scheme as of March 13, 2014.

2 BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in accordance with the requirements of the approved accounting standard, International Accounting Standard "Interim Financial Reporting" (IAS 34) as applicable in Pakistan for interim financial reporting.

These condensed interim financial required in the financial statements, and information does not include all of the information and disclosures should be read in conjunction with the Fund's financial statements as at and for the year ended 30 June 2014.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of these condensed interim financial statements are the same as those applied in preparation of the financial statements for the period ended 30 June 2014.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

4.1 Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the period ended 30 June 2014.

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the period ended 30 June 2014.

	Note	September 2014 (Unaudited)	June 2014 (Audited)
		----- (Rupees) -----	
5. BANK BALANCES			
Bank balances - local currency	5.1	<u>62,084,555</u>	<u>32,376,232</u>

5.1 The deposit accounts with the banks carry profit at the rates ranging from 6% to 8.75% per annum.

6. INVESTMENTS

Financial asset classified as 'at fair value through profit or loss' - held-for-trading

Government of Pakistan Ijarah Sukuk	6.1	-	56,556,500
Sukuk Certificates	6.2	<u>28,363,458</u>	<u>12,708,000</u>
		<u>28,363,458</u>	<u>69,264,500</u>

6.1 Government securities - Ijarah Sukuk

Particulars	Yield per annum	Face value				Carrying value as at September 30, 2014	Market value as at September 30, 2014	Unrealised gain/(loss) on revaluation	Net assets on the basis of market value	Total investment on the basis of market value
		As at July 01, 2014	Purchased during the year	Sold/Matured during the period	As at September 30, 2014					
----- (Rupees) -----										
GOP Ijara Sukuk - XII	9.98%	55,000,000	-	55,000,000	-	-	-	-	-	-
		<u>55,000,000</u>	<u>-</u>	<u>55,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
----- (%) -----										

6.2 Sukuk certificates - held to maturity

Name of the investee company	Yield per annum	Face value				Carrying value as at September 30, 2014	Market value as at September 30, 2014	Unrealised gain/(loss) on revaluation	Net assets on the basis of market value	Total investment on the basis of market value
		As at July 01, 2014	Purchased during the year	Sold/Matured during the period	As at September 30, 2014					
----- (Rupees) -----										
Wapda Sukuk - III	11.19%	12,000,000	-	-	12,000,000	12,939,265	939,265	11.37%	42.31%	
K-Electric - 3 year	12.42%	-	15,300,000	-	15,300,000	15,424,193	124,193	14.50%	53.94%	
		<u>12,000,000</u>	<u>15,300,000</u>	<u>-</u>	<u>27,300,000</u>	<u>27,300,000</u>	<u>1,063,458</u>	<u>25.87%</u>	<u>96.25%</u>	

7. CONTINGENCY - CONTRIBUTION TO WORKERS' WELFARE FUND

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

In August 2011, the Lahore High Court (LHC) issued a judgment in response to a petition in a similar case whereby the amendments introduced in the Workers' Welfare Fund Ordinance, 1971 through Finance Acts 2006 and 2008 have been declared unconstitutional and therefore struck down. However, during March 2013, the larger bench of the Honourable High Court of Sindh issued a judgment in response to various petitions in similar cases whereby the amendments introduced in the Workers' Welfare Fund Ordinance, 1971 through Finance Acts 2006 and 2008 respectively (Money Bills) have been declared constitutional and overruled the judgement passed by a single-member Lahore High Court bench issued in August 2011.

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

However as a matter of abundant caution, with effect from July 01, 2013, the fund has commenced making provision in respect of contribution to WWF prospectively. Accordingly, a provision for WWF amounting to RS. 0.028 million has been made in these financial statements.

8. CASH AND CASH EQUIVALENTS

	September 2014 (Unaudited)	September 2013 (Unaudited)
	-----	-----
	(Rupees)	
Bank balances	<u>62,084,555</u>	<u>42,468,119</u>
	<u>62,084,555</u>	<u>42,468,119</u>

9. TRANSACTIONS AND BALANCE WITH RELATED PARTIES / CONNECTED PERSONS

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

Remuneration payable to the Management Company and the Trustee are determined in accordance with the provisions of Non - Banking Finance Companies and Notified Entities Regulations, 2008, and the Trust Deed respectively.

9.1 Unit Holders' Fund

September 30, 2014										
	As at July 01, 2014	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at September 30, 2014	As at July 1, 2014	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at September 30, 2014
	Units				(Rupees)					
Key Management Personnel - Management Company										
Alfalah GHP Investment Management Ltd	238,368	-	-	-	238,368	24,064,465	-	-	-	24,386,643
Unit holder holding 10% or more units										
Gurmani Foundation	755,743	-	-	-	755,743	76,296,110	-	-	-	77,317,572
September 30, 2013										
	As at July 01, 2013	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at September 30, 2013	As at July 1, 2013	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at September 30, 2013
	Units				(Rupees)					
Other related parties										
Gurmani Foundation	984,661	32,511	-	98,915	918,257	100,772,342	-	3,260,838	10,000,000	92,044,336
Key Management Personnel										
Employees	24,870	13,304	533	35,707	3,000	2,545,256	1,340,000	53,501	3,590,727	300,781
						For the quarter ended 30 September 2014 (Unaudited)			For the quarter ended 30 September 2013 (Unaudited)	
						----- (Rupees) -----				

9.2 Other transactions

Associated companies / undertakings

Alfalah GHP Investment Management Limited - Management Company

Remuneration of the Management Company	273,836	-
Sales tax on management fee	47,322	-
FED on management fee	42,762	-

IGI Funds Limited - Management Company *

Remuneration of the Management Company	-	391,620
Sales tax on management fee	-	72,682
FED on management fee	-	62,661
Sales load	-	1,370

Bank Alfalah Limited

Profit on bank deposit	3,639	-
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Other Related Parties

Central Depository Company of Pakistan Limited (Trustee of the Fund)

Remuneration of the trustee	45,102	44,378
CDS Charges	2,112	1,500

	As at 30 September 2014 (Unaudited)	As at 30 June 2014 (Audited)
9.3 Other balances		
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration payable to the management company	<u>86,642</u>	<u>1,525,552</u>
Sales tax on management fee payable	<u>51,188</u>	<u>243,772</u>
FED on management fee	<u>299,560</u>	<u>283,467</u>
Sales load payable	<u>2,197</u>	<u>-</u>
Bank Alfalah Limited		
Bank Balance	<u>1,323,479</u>	<u>15,695</u>
Other related parties		
Central Depository Company of Pakistan Limited (Trustee of the Fund)		
Remuneration payable to the Trustee	<u>14,735</u>	<u>29,411</u>
Security deposit	<u>100,000</u>	<u>100,000</u>

* As more fully explained in note 1, the management rights of the Fund were transferred from the Former Management Company to the Management Company during the year. As a result, the entities that were identified as related parties, associated companies / undertakings and connected persons as at September 30, 2014, ceased to be the same with effect from October 15, 2013.

10. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders. The Management Company intends to distribute not less than 90% of its annual accounting income, if any, to comply with the above clause at year end. Accordingly, no provision for current and deferred tax has been made in these financial statements.

11. GENERAL

11.1 Figures have been rounded off to the nearest rupee.

11.2 These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company on October 27, 2014

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

Chief Executive Officer

Director