

ALFALAH GHP CAPITAL PRESERVATION FUND

QUARTERLY REPORT SEPTEMBER 30, 2016



Alfalah Investments



CONTENTS

Page No.

Fund's Information	2
Mission & Vision Statement	3
Report of the Directors of the Management Company	4
Condensed Interim Statement of Assets and Liabilities	7
Condensed Interim Income Statement	8
Condensed Interim Statement of Comprehensive Income	9
Condensed Interim Distribution Statement.....	10
Condensed Interim Statement fo Movement in Unit Holders' Funds	11
Condensed Interim Statement of Cash Flows	12
Notes to the Condensed Interim Financial Statements	13



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. Hanspeter Beier- Mr. Amin Dawood Saleh- Mr. Abid Naqvi- Mr. Tufail Jawed Ahmed
Chief Operating Officer and Company Secretary:	- Mr. Noman Ahmed Soomro
Chief Financial Officer:	- Mr. Muhammad Shehzad Dhedhi
Audit Committee:	<ul style="list-style-type: none">- Mr. Abid Naqvi- Syed Ali Sultan- Mr. Amin Dawood Saleh
HR Committee:	<ul style="list-style-type: none">- Syed Ali Sultan- Mr. Tufail Jawed Ahmed- Ms. Maheen Rahman
Trustee:	MCB Financial Services Limited 4th Floor, Pardesi House, 2/1 R-Y Old Queens Road, Karachi.
Fund Manager:	- Mr. Suleman Rafiq Maniya
Bankers to the Fund:	Bank Alfalsh Limited
Auditors:	A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, P.O.Box 4716 Karachi.hi.
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 Alfalsh Limited
Rating:	CP2



MISSION STATEMENT

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

VISION STATEMENT

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



DIRECTORS' REPORT FOR THE QUARTER ENDED 30 SEPTEMBER, 2016

On behalf of the Board of Directors, I am pleased to present the Financial Statements of Alfalsh GHP Capital Preservation Fund (AGCPF) for the first quarter ended September 30, 2016.

Economy Overview

GDP, Inflation and Interest rates:

Pakistan's economic performance continued to remain stable during the quarter, helped by a low inflationary environment and overall improvement in economic activity. Inflation averaged 3.94% for the quarter, within the revised SBP target of 3 to 4 percent, while interest rates and the exchange rates remained stable.

Recent shortfall in tax collection suggests government may need to impose new measures during the year to meet fiscal deficit target of 3.80% of GDP. In addition, the government has committed to reduce current expenditure and non-critical development expenditure further, to compensate for shortfalls as projected. The SBP has maintained its policy rate at 5.75% given overall stability in inflation.

Trade balance and Foreign Exchange:

Trade and current account headwinds appear to have increased due to persistently weakening exports. The trade deficit for Jul-Aug FY17 increased by 27.28% YoY, despite the relief provided by low oil prices. Similarly, worker remittances witnessed a decline of 3.19% YoY while FDI and FPI numbers were also reduced.

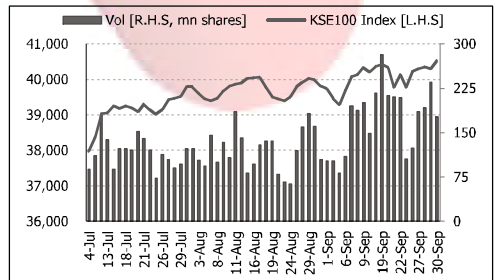
At present, the balance of payment has not impacted the exchange rates as foreign exchange reserves strengthened to historic levels of US\$23 billion as on Sep 02, 2016, resulting in a stable rupee, which posted an appreciation of 0.30% against USD for the 1st quarter FY17.

Evolution from IMF:

The IMF approved and transferred the last tranche of USD 102 million under the Extended Fund Facility (EFF). This will represent a significant milestone in terms of economic stability. Pakistan has indicated that it will now enter a monitoring phase.

Equity Market Review

KSE 100 Index closed on 30th Sept'16 at 40,541 points, up about 7.00% higher as compared to 37,783 points on 30th Jun' 16. Total traded value clocked in at PKR 529 billion for the quarter. Participation in the market was heavily concentrated in second and third tier stocks. In this regard, average daily volume in the KSE All Share Index clocked in at 407m, up 28.00% from 318m recorded in the preceding quarter. KSE 100 index's daily volume, on the other hand, averaged at 136 million in Sep'16 quarter as compared to 131 million in the preceding quarter. Top performers during the quarter were banks and automobile manufacturers.



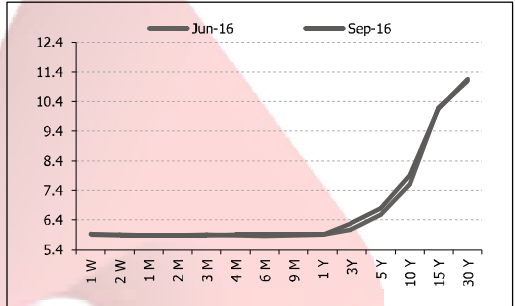


Following are the key events which spanned over the quarter. Firstly, the Federal budget, amongst several other reforms, announced (i) Tax reduction of 2% for Shariah-Compliant Companies, (ii) Withdrawal of the regulatory duty (RD) exemption on the import of cotton yarn, iron, and alloy steel, (iii) GST reduction on Tractors from 10% to 5%, (iv) Zero-rating GST for Textile sector, (v) higher FED on cements. Further news throughout the quarter was an increase in medicine prices after a free of 15 years, cement capacity expansions announcements totaling at 23m tons. Rising tensions between India and Pakistan continued resistance from PTI and PPP towards the reigning party. The cement sector remained under pressure for quarter has coal prices have increased to average of USD 65 per tons, an increase 14.4% QoQ. Further manufacturers have been announcing capacity additions in with their full year results, to meet growing domestic demand. However, capacity expansions in South appear to be outpacing demand growth which may imply ample surplus capacity in the region once they come online.

Top performers during the quarter included HBL, UBL and NBP with foreign and local buying in the banking sector, as the Monetary Policy Committee decided to keep discount rate unchanged at 6.25% in its latest meeting for the next two months which built up expectations of the discount rate bottoming out here. Additionally, automobile manufacturers were also one of the top performers due to the new launch of 10th generation Honda civic and launch of new Toyota variants in both Fortuner and Hilux category coupled with a new car launch by PSMC brought positive sentiment to the sector. POL also gained by the end of quarter as Oil prices improved after Russia announced that it was interested in output freeze.

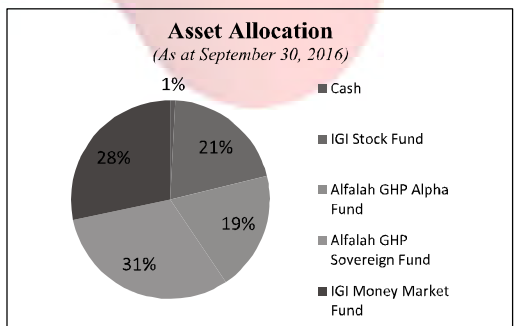
Money Market Review

The SBP maintained its discount rate at 6.25% and policy rate at 5.75% during the quarter. During the first quarter, yield curve shifted slightly upwards due to interbank market's expectations of interest rates bottoming out. Overall CPI trend is expected to hover around 4.00% for the 1st half. Any upward shift in international oil prices coupled with currency devaluation could exert upward pressure on the interest rates in the 2nd half of FY17.



Fund Operations and Performance

During 1QFY17, Alfalsh GHP Capital Preservation Fund generated a return of 3.00% while the fund's benchmark returned 3.47% during the same period.



**Key Financial Data**

Description	Quarter ended 30 September 2016	Quarter ended 30 September 2015
Net Assets at end of the period	1,820.43	1,747.85
Gross income /(loss)	55.96	4.29
Net Comprehensive income /(loss)	52.98	2.83
Net Assets Value per Unit (Rs.)	109.02	103.86
Issuance of units during the period	-	-
Redemption of units during the period	-37.28	-16.57

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: October 31, 2016



CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 SEPTEMBER 2016 (UN-AUDITED)

		September 30, 2016 (Unaudited)	June, 30 2016 (Audited)
	Note	----(Rupees)----	
Assets			
Bank balances	5	15,590,803	1,054,618
Investments	6	1,834,959,581	1,830,821,005
Deferred formation cost		14,143	163,191
Mark-up receivable		2,949	2,949
Receivable against sale of investments		-	-
Total assets		1,850,567,476	1,832,041,763
Liabilities			
Payable to the Management Company		3,871,868	3,418,184
Remuneration payable to the Trustee		862,080	345,051
Annual fee payable to Securities and Exchange Commission of Pakistan		1,682,180	1,339,021
Provision for Workers' Welfare Fund		3,380,644	3,380,644
Accrued and other liabilities		20,342,130	19,599,346
Total liabilities		30,138,902	28,082,246
Net assets attributable to unit holders		1,820,428,574	1,803,959,517
Unit holders' funds		1,820,428,574	1,803,959,517
Contingencies and commitments	9		
Number of units in issue		16,698,156	17,043,549
		--- (Rupees) ---	
Net assets value per unit		109.0197	105.8441

The annexed notes from 1 to 14 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director



CONDENSED INTERIM INCOME STATEMENT FOR THE QUARTER 30 SEPTEMBER 2016 (UN-AUDITED)

	September 30, 2016	September 30, 2015
Note	----(Rupees)----	
Income		
Interest income on bank deposits	-	82,565
Net gain on sale of investments classified as 'at fair value through profit or loss - held-for-trading'	708,135	(4,067,851)
Net unrealised appreciation in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	53,430,441	7,450,281
Other income	1,819,459	828,640
Total income	55,958,035	4,293,635
Expenses		
Remuneration to the Management Company	-	-
Sales tax on management fee	-	-
Federal excise duty on management fee	10	-
Remuneration to the Trustee	457,550	488,063
Sales tax on trustee fee	59,479	-
Annual fee to the Securities and Exchange Commission of Pakistan	343,159	336,904
Bank charges	-	920
Amortisation of deferred formation cost	149,048	148,948
Auditors' remuneration	460,000	83,170
Annual listing fee	46,000	5,047
Annual rating fee	234,784	64,321
Printing charges	2,000	37,812
Expenses allocated by the Management Company	453,684	-
Provision for Workers' Welfare Fund	-	-
Total expenses	2,205,704	1,165,185
Net income from operating activities	53,752,331	3,128,450
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	(772,001)	(294,224)
Net income for the period before taxation	52,980,330	2,834,226
Taxation	11	-
Net income for the period after taxation	52,980,330	2,834,226

The annexed notes from 1 to 14 form an integral part of these financial statements.

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

Chief Executive Officer

Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 SEPTEMBER 2016 (UN-AUDITED)**

	September 30, 2016	September 30, 2015
	----(Rupees)----	
Net income for the period	52,980,330	2,834,226
Other comprehensive income during the period	-	-
Total comprehensive income for the period	52,980,330	2,834,226

The annexed notes from 1 to 14 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director



**CONDENSED INTERIM DISTRIBUTION STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2016 (UN-AUDITED)**

	September 30, 2016	September 30, 2015
	----(Rupees)----	
Undistributed income brought forward		
- Realised gains	130,634,969	128,675,929
- Unrealised gains	(29,985,657)	(64,969,711)
	100,649,312	63,706,218
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	(2,039,691)	-
Total comprehensive income for the period	52,980,330	2,834,226
Undistributed income carried forward at end of the period		
- Realised gains	98,159,510	59,090,163
- Unrealised gains	53,430,441	7,450,281
	<u>151,589,951</u>	<u>66,540,444</u>

The annexed notes from 1 to 14 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director



**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDER'S FUND
FOR THE QUARTER ENDED 30 SEPTEMBER 2016 (UN-AUDITED)**

	September 30, 2016	September 30, 2015
	----(Rupees)----	
Net assets at the beginning of the period	1,803,959,517	1,761,295,627
Amount paid on redemption of 345,393 units	<u>(37,283,274)</u>	<u>(16,572,779)</u>
	1,766,676,243	1,744,722,848
Element of income and capital gains included in prices of units sold less those in units redeemed - net	772,001	294,224
Net unrealised diminution in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	<u>53,430,441</u>	<u>7,450,281</u>
Others	<u>(450,111)</u>	<u>(4,616,055)</u>
Total comprehensive income for the period	52,980,330	2,834,226
Net assets at end of the period	<u><u>1,820,428,574</u></u>	<u><u>1,747,851,298</u></u>

The annexed notes from 1 to 14 form an integral part of these financial statements.

For Alfalsh GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director



**CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 SEPTEMBER 2016 (UN-AUDITED)**

	September 30, 2016	September 30, 2015
	----(Rupees)----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period	52,980,330	2,834,226
Adjustments for:		
Amortization of deferred formation cost	149,048	148,948
Profit on deposit accounts with banks	-	(82,565)
Net unrealised diminution in fair value of investments classified as 'at fair value through profit or loss - held-for-trading'	(53,430,441)	(7,450,281)
Element of income and capital gains included in prices of units sold less those in units redeemed	772,001	294,224
	<u>470,938</u>	<u>(4,255,448)</u>
(Increase) / decrease in assets		
Investments - net	49,291,865	21,229,855
Prepayments	-	10,000,000
	49,291,865	31,229,855
Increase / (decrease) in assets		
Payable to the Management Company	453,684	-
Remuneration payable to the Trustee	517,029	20,669
Annual fee to the Securities and Exchange Commission of Pakistan	343,159	(522,547)
Accrued and other liabilities	742,784	(9,894,072)
	2,056,656	(10,395,950)
Profit received on investments	-	79,428
Net cash (used in) / from operating activities	51,819,459	16,657,885
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment against redemption of units	(37,283,274)	(16,572,779)
Net cash generated from financing activities	(37,283,274)	(16,572,779)
Net (decrease) / increase in cash and cash equivalents during the period	14,536,185	85,106
Cash and cash equivalents at beginning of the period	1,054,618	410,484
Cash and cash equivalents at end of the period	<u>15,590,803</u>	<u>495,590</u>

The annexed notes from 1 to 14 form an integral part of these financial statements.

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

Chief Executive Officer

Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2016****1. LEGAL STATUS AND NATURE OF BUSINESS**

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

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

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

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

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

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

Title to the assets of the Fund are held in the name of MCB Financial Services Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

This condensed interim financial information has 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. This condensed interim financial information does not include all of the information and disclosures required in the financial statements, and should be read in conjunction with the Fund's financial statements for the year ended June 30, 2016.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements/financial statements for the year ended June 30, 2016, except amendments in International Accounting Standard 1 (Revised) 'Presentation of Financial Statements' which became effective for the financial periods beginning on or after 1 January 2009. The application of this standard has resulted in certain increased disclosures including the statement of other comprehensive income which has been reflected in the Fund's condensed interim financial information.

**4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of this condensed interim financial information 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.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements for the year ended June 30, 2016

- 4.1 The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2016.

5. BANK BALANCES

		30 September 2016 (Unaudited)	30 June 2016 (Audited)
	<i>Note</i>	----(Rupees)----	
Deposit accounts	5.1	<u>15,590,803</u>	<u>1,054,618</u>

- 5.1 This represents balances in deposit accounts with banks and carry interest rates ranging from 5.50% to 5.50% (2016: 5.50 to 7%).

6. INVESTMENTS

		30 September 2016 (Unaudited)	30 June 2016 (Audited)
		----(Rupees)----	
Financial asset at fair value through profit or loss - held-for-trading			
Units of Mutual Funds - open ended	6.1	<u>1,834,959,581</u>	<u>1,830,821,005</u>
		<u>1,834,959,581</u>	<u>1,830,821,005</u>

6.1 Units of Mutual Funds - open ended

Particulars	As at July 01, 2016	Purchased during the period	Sold during the period	As at September 30, 2016	Carrying	Market value	Net assets on the basis of market value	Total investment on the basis of market value
					amount as at September 30, 2016	as at September 30, 2016		
	----- (No. of Units) -----			----- (Rupees) -----		----- (%) -----		
Alfalsh GHP Cash Fund *	-	-	-	-	-	-	0%	-0.01%
Alfalsh GHP Stock Fund *	2,608,802	211,147	-	2,819,949	356,903,962	376,707,163	21%	20.58%
Alfalsh GHP Alpha Fund *	4,578,866	391,804	-	4,970,670	338,401,375	357,938,003	19%	19.55%
Alfalsh GHP Sovereign Fund *	5,387,608	-	-	5,387,608	569,949,740	576,571,656	31%	31.49%
Alfalsh GHP Money Market Fund *	6,328,315	-	1,072,002	5,256,313	516,274,063	523,742,759	28%	28.61%
Total as at September 30, 2016	<u>18,903,591</u>	<u>602,951</u>	<u>1,072,002</u>	<u>18,434,540</u>	<u>1,781,529,140</u>	<u>1,834,959,581</u>		
Total as at June 30, 2016	<u>15,853,415</u>	<u>74,078,608</u>	<u>71,028,432</u>	<u>18,903,591</u>	<u>1,860,806,662</u>	<u>1,830,821,005</u>		

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



7. PROVISION FOR 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 Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs.0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In this regard, a constitutional petition has been filed by certain CISs through their trustees in the Honourable High Court of Sindh (SHC), challenging the applicability of WWF to the CISs, which is pending adjudication.

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

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

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

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

The Management Company as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs.3.381 million up till June 30, 2015 (2015: Rs.3.381 million) in these financial statements as the above lawsuit is pending in the SHC. Had the provision not been made, the NAV per unit would have been higher by Re.0.20 (0.18%) per unit (2016: Re.0.20 (0.19%) per unit).

8. TOTAL EXPENSE RATIO

Total expense ratio for September 30, 2016 is 0.12% which includes 0.0222% of government levy, worker's welfare fund and SECP fee.

9. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments.

10. FEDERAL EXCISE DUTY ON MANAGEMENT FEE

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

As per the Finance Act, 2016, the management fees charged by the asset management company have been declared exempt from the levy of FED with effect from July 01, 2016. Accordingly, no provision for FED is made from July 01, 2016 onwards. Subsequent to the year end, the Sindh High Court in its decision dated July 16, 2016 maintained the previous order passed against other constitutional petition whereby levy of FED is declared to be 'Ultra Vires' the Constitution. The management is however of the view that since the Federal government still has the right to appeal against the order, the previous balance of FED cannot be reversed.



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

11. TAXATION

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

12. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

12.1 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:

	30 September 2016	30 September 2015
Alfalsh GHP Investment Management Limited - Management Company		
	----(Rupees)----	
Balance at beginning of the period	3,418,184	3,418,184
Expences allocated by the Management Company	453,684	
Balance at the end of the period	<u>3,871,868</u>	<u>3,418,184</u>
MCB Financial Services Limited		
Balance at beginning of the period	345,051	345,051
Remuneration of the Trustee	457,550	1,785,397
Sales tax on trustee fee	59,479	249,952
	<u>862,080</u>	<u>2,380,400</u>
Amount paid during the period	-	(2,035,349)
Balance at the end of the period	<u>862,080</u>	<u>345,051</u>
Bank Alfalsh Limited		
Deposits at the end of the period	<u>15,590,803</u>	<u>15,590,803</u>
Profit on deposit accounts for the period	-	82,565
Profit receivable at the end of the period	<u>2,949</u>	<u>2,949</u>
Bank charges for the period	-	920



12.2 Unit Holder's Fund

	September 30, 2016									
	As at July 01, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at September 30, 2016	As at July 01, 2016	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at September 30, 2016
	Units				(Rupees)					
Associated companies / undertakings										
Bank Alfalah Limited - Employees Gratuity Fund Trust	2,007,335	-	-	-	2,007,335	212,464,566	-	-	-	218,839,153

	September 30, 2015									
	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at September 30, 2015	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at September 30, 2015
	Units				(Rupees)					
Associated companies / undertakings										
Bank Alfalah Limited - Employees Gratuity Fund Trust	1,886,033	-	-	-	1,886,033	195,503,404	-	-	-	195,877,729

13. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by Board of Directors of the Management Company on October 31, 2016

14. GENERAL

14.1 Figures are rounded off to the nearest rupee.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director



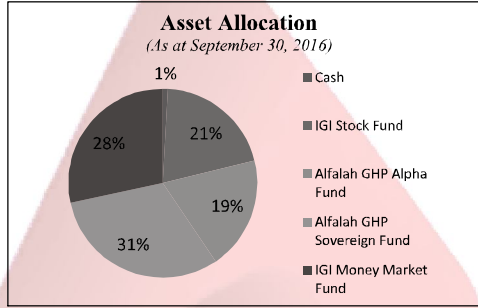
اسٹاک مارکیٹ

کے ایس سی 100 انڈیکس ۳۰ ستمبر ۲۰۱۶ کو ۳۰۱۶ جون ۲۰۱۶ کے مقابلے میں 7 فیصد اضافے کے ساتھ بند ہوا۔ سہ ماہی کے دوران کل تجارت کے جائے قدر 529 ملین رہی مارکیٹ میں شرکت دوسرے اور تیسرے درجے کے اسٹاک میں بھاری مرکز کیا گیا تھا اس سلسلے میں کے ایس سی 100 انڈیکس کا اوسط حجم 407 ملین رہا جو کہ گزشتہ سہ ماہی کے مقابلے میں 28 فیصد زیادہ ریکارڈ رہا۔ دوسری طرف کے ایس سی 100 انڈیکس کا روزانہ حجم گزشتہ سہ ماہی میں 131 ملین کے مقابلے میں اس سہ ماہی 136 ملین رہا۔ سہ ماہی کے دوران سب سے بہتر کارکردگی بینک اور آٹوموبائل سیکٹر کی رہی۔

فنڈ کی کارکردگی:

الفلاح جی ایچ پی کیپیٹل پریزرویشن فنڈ: فنڈ آپریشنز اور کارکردگی:

سال کے پہلے سہ ماہی کے دوران آپ کے فنڈ کی آمدنی بیچ مارک 3.47% کے مقابلے میں 3.00% حاصل ہوئی۔



(ملین روپے)

مالی تفصیلات:

تفصیل	برائے سہ ماہی ۳۰ ستمبر ۲۰۱۶ء	برائے سہ ماہی ۳۰ ستمبر ۲۰۱۵ء
اوسط صافی اثاثہ	1,820.43	1,747.85
مجموعی آمدنی	55.96	4.29
کل آمدنی	52.98	2.83
نی پونٹ صافی اثاثے (پیسٹریڈ روپے)	109.02	103.86
سال کے دوران پیس کا ہرام	-	-
سال کے دوران پیس کی کمی	-37.28	-16.57

اظہار تشکر:

ڈائریکٹر سیکورٹیز ریگولیشنز اینڈ ایسٹیبلیشمنٹ کمیشن آف پاکستان کے تعاون پر ان کا شکریہ ادا کرتے ہیں اس کے علاوہ بورڈ نے انتظامی کمپنی کے ملازمین اور سٹیفٹرز کا بھی شکریہ ادا کیا ہے جنہوں نے انتظامیہ پر مکمل اعتماد کرتے ہوئے محنت اور لگن سے کام کیا۔
بورڈ کی جانب سے

چیف ایگزیکٹو آفیسر

مورخہ: 13 اکتوبر 2016ء



ڈائریکٹرز رپورٹ

برائے ۳۰ ستمبر ۲۰۱۶ء

بورڈ آف ڈائریکٹرز ۳۰ ستمبر ۲۰۱۶ء کی سہ ماہی رپورٹ پیش کر رہے ہیں۔

اقتصادی جائزہ

GDP، افراط زر اور شرح سود

افراط زر میں کمی اور بیرونی تجارت میں بہتری کی وجہ سے پاکستان کی اقتصادی کارکردگی سہ ماہی کے دوران مستحکم رہی۔ مہنگائی کی شرح اوسط سہ ماہی کے دوران 3.86 فیصد رہی۔

نیکس کی وصولی میں حالیہ شارٹ فال کی وجہ سے حکومت مالیاتی خسارہ 3.8 فیصد پورا کرنے کے لئے نئے اقدامات کر سکتی ہے۔ اس کے علاوہ حکومت متوقع طور پر شارٹ فال پورا کرنے کے لئے مزید اخراجات جاریہ اور غیر اہم تر قیامی اخراجات کو کم کرنے کے لئے مصروف عمل ہے۔ اسٹیٹ بینک نے اپنا پالیسی ریٹ مجموعی طور پر 5.75 فیصد پر برقرار رکھا ہے۔

تجارت کا توازن اور غیر ملکی کرنسی

برآمدات میں مسلسل ہونے والی کمی کی وجہ سے ٹریڈ اور کرنٹ اکاؤنٹ خسارے میں رہا۔ تیل کی کم قیمتوں کی طرف سے فراہم کردہ امداد کے باوجود تجارتی خسارہ 2016 Jul-Aug کے لئے 27.28 فیصد بڑھا اسی طرح کارکن ترسیلات میں 3.19 فیصد سے کمی دیکھی گئی۔ جبکہ FDI اور FPI نمبر زبھی کم رہے۔

زرمبادلہ کے ذخائر 23 ارب ڈالر کی بلند ترین سطح پر رہے جس کی وجہ سے روپے کی قدر میں 0.30 فیصد اضافہ دیکھا گیا اور ادائیگیوں کے توازن سے ڈالر کے مقابلے میں شرح مبادلہ جس میں کوئی فرق نہیں پڑا۔

ایویو لیون فرم آئی ایم ایف

آئی ایم ایف کے منظور شدہ اور توسیعی فنڈ سہولت (EPF) کے تحت 102 ملین USD کے آخری قسط دی گئی جو کہ اہم سنگ میل ہے۔ پاکستان نے اس بات کا اشارہ دیا ہے کہ وہ Monitoring کے مرحلے میں داخل ہوگا۔

مٹی مارکیٹ

اسٹیٹ بینک نے سہ ماہی کے دوران ڈسکاؤنٹ ریٹ 6.25 فیصد اور پالیسی ریٹ 5.75 فیصد برقرار رکھا۔ انٹرنیشنل مارکیٹ کی توقعات کے پیش نظر سہ ماہی میں مجموعی طور پر CPI 4 فیصد رہنے کی توقع ہے۔ خام تیل کی بین القوامی قیمتوں میں کمی بھی اضافہ اور کرنسی کی قدر میں کمی بھی کی شرح سود پر اثر انداز ہو سکتے ہیں۔

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






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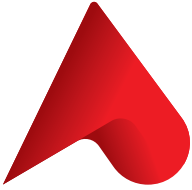


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