

ALFALAH GHP INCOME MULTIPLIER FUND

ANNUAL REPORT 2016



Alfalah Investments

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FUND'S INFORMATION

Management Company:	Alfalah 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. Abid Naqvi- Mr. Tufail Jawed Ahmad
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. Michael Hermann- Ms. Maheen Rahman
Trustee:	Central Depository Company of Pakistan Limited CDC House, 99-B, Block 'B', SMCHS, Main Share-e-Faisal, Karachi
Fund Manager:	- Mr. Nabeel Malik
Bankers to the Fund:	Bank Alfalah Limited
Auditors:	EY Ford Rhodes Chartered Accountants Progressive Plaza, Beaumont Road P.O.Box 15541, Karachi 75530 Pakistan
Legal Advisor:	Bawaney & Partners Room No.404, 4th Floor Beaumont Plaza, 6-cl-10 Beaumont Road, Civil Lines Karachi.
Registrar:	Alfalah GHP Investment Management Limited 8-B, 8th Floor, Executive Tower, Dolmen City, Block-4, Clifton, Karachi.
Distributor:	Bank Alfalah Limited
Rating:	A+(f) by PACRA



MISSION STATEMENT

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

VISION STATEMENT

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

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

To our valued Unit Holders,

The Board of Directors of Alfalah GHP Investment Management Limited is pleased to present you the Annual Report of **Alfalah GHP Income Multiplier Fund** under management for the year ended June 30, 2016.

FY16 Economic Review

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

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

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

Equity Market:

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

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

Money Market:

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

Future Outlook

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

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

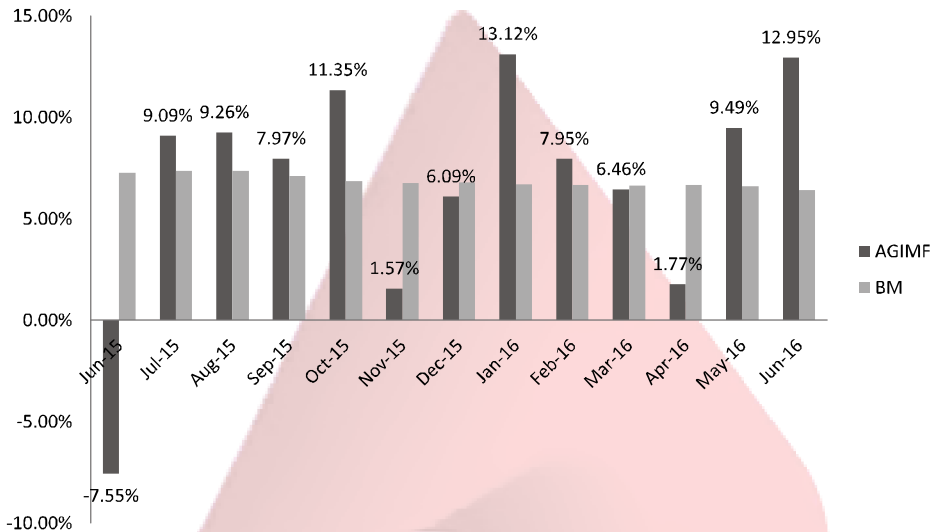
FUND PERFORMANCE AND REVIEW

Alfalah GHP Income Multiplier Fund: Fund Operations and Performance

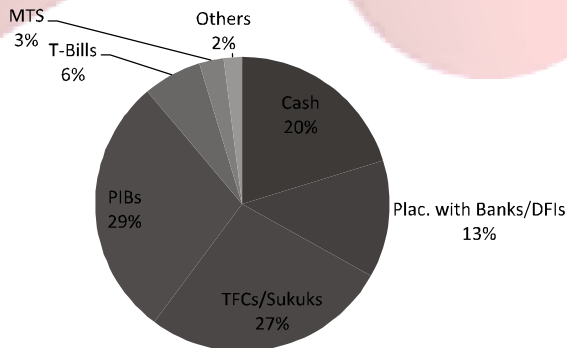
During the year under review the Fund posted an appreciation of 8.38% in NAV. During the same period the benchmark return (12M Kibor) was 6.83%. The performance resulted primarily on the back of reduction in the discount rate which caused a price rally in government bonds. The fund followed a strategy of maintaining low cash levels and focus remained on short to mid-term government treasuries. The bottom line was further supported by capturing placements with banks and DFI's at better rates.

The fund's credit rating has been maintained at "A+(f)" by PACRA.

AGHP Income Multiplier Fund Vs Benchmark



AGIMF Asset Allocation



Key Financial Data
(Rupees in Million)

Description	For the year ended June 30 ,2016	For the year ended June 30 ,2015
Average Net Assets	2,632.480	1,706.002
Gross income	255.067	366.637
Total Comprehensive Income	98.160	228.561
Net Assets Value per Unit (PKR)	53.0087	50.63
Issuance of units during the period	3,323.156	1,626.853
Redemption of units during the period	3,689.494	1,660.344

Payout

At the end of the year under review, the fund paid out cash dividend of PKR 1.8737 per unit

Corporate Governance

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

- Financial Statement represents fairly the state of affairs of funds under management of Alfalah GHP Investment Management Limited, the results of their operations, cash flows and the changes in Unit-holders funds.
- Proper books of accounts have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of the financial statements and accounting estimates are based on reasonable and prudent judgment.
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of the financial statements.
- The system of internal control is sound in design and has been effectively implemented and monitored.
- There are no significant doubts upon Funds under management of Alfalah GHP Investment Management Limited's ability to continue as a going concern.
- Outstanding statutory payment on account of taxes, duties, levies and charges have been fully disclosed in the Financial Statements.
- There has been no material departure from the best practices of corporate governance as detailed in the listing regulations.
- The summary of key financial data is given above in this Director Report.
- Details of meetings of the Board of Directors held and the attendance of each director for these meetings are given in note # (iv.) of supplementary non financial information of this annual report.
- The pattern of unit holding is given in note # (i.) of supplementary non financial information of this annual report.
- The number of units of the Fund held by the Chief Executive, directors, executives and their spouses as at June 30, 2016 as given in note # 19.3
- Summary of units acquired/ redeemed during the year by the Chief Executive, director, executives and their spouses during the year ended June 30, 2016 is given in note # 19.3;

Board of Directors

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

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

Change in Board Members during the year

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

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

Audit Committee Meetings

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

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

Acknowledgement

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

For and behalf of the Board

Chief Executive Officer
September 22, 2016

REPORT OF THE FUND MANAGER

Type of Fund: Open-end Scheme

Category of Fund: Aggressive Income Scheme

Investment Objective

The investment objective of Alfalah GHP Income Multiplier Fund (AGIMF) is to generate stable and consistent returns while seeking capital preservation through a diversified portfolio of high quality debt securities and liquid money market instruments and placements.

Accomplishment of Objective

The Fund has achieved its objective of generating regular income by investing in low-medium duration fixed income instruments within the guidelines provided under NBFC rules.

Market Review

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

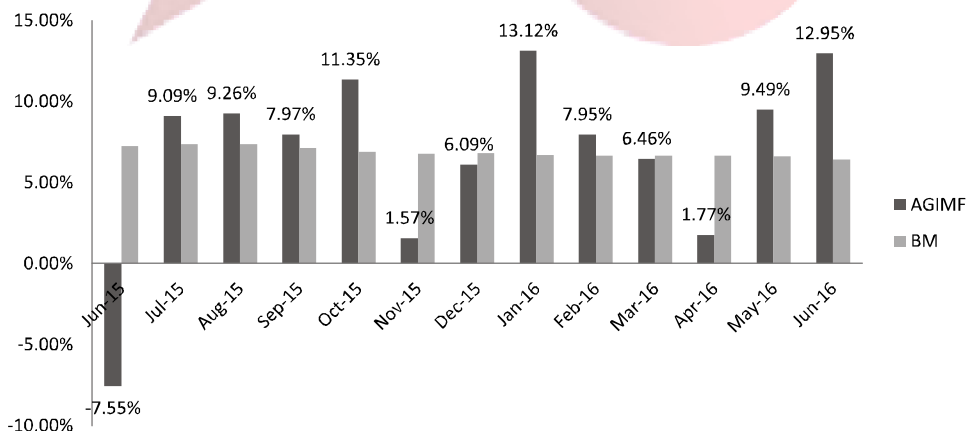
Given an outlook of subdued inflation in the short term and slightly higher CPI growth towards the end of 2016, it may be expected that the monetary policy rate will remain stable for the medium term. Factors that can lead to a sooner than expected rate hike include (i) further strengthening of oil prices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

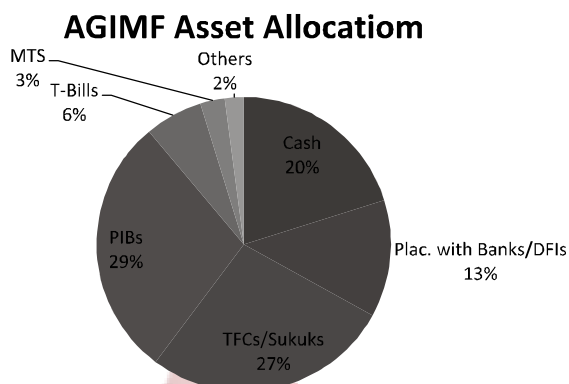
Fund performance review and strategies employed

During the year under review the Fund posted an appreciation of 8.38% in NAV. During the same period the benchmark return (12M Kibor) was 6.83%. The performance resulted primarily on the back of reduction in the discount rate which caused a price rally in government bonds. The fund followed a strategy of maintaining low cash levels and focus remained on short to mid-term government treasuries. The bottom line was further supported by capturing placements with banks and DFI's at better rates.

The fund's credit rating has been maintained at "A+(f)" by PACRA.

AGHP Income Multiplier Fund Vs Benchmark



Asset Allocation/Portfolio Quality

Credit Quality (as % of Total Assets)

Gov. Secs.	35.0%	A	0.0%
AAA	0.0%	A-	0.0%
AA+	1.8%	BBB+	0.0%
AA	35.5%	BBB	0.0%
AA-	20.7%	Below IG	0.0%
A+	2.3%	NR/UR	4.8%

Future Outlook

Going forward, the Fund plans to maintain a lower position in medium-long treasury securities while keeping a moderate duration by looking for opportunities to invest more in good quality corporate bonds. The fund will maintain low cash reserves, opting for short term T-Bills and high yielding placements to bolster the bottom line.

Key Financial Data

(Rupees in Million)

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

At the end of the year under review, the fund paid out cash dividend of PKR 1.8737 per unit

REPORT OF THE TRUSTEE TO THE UNIT HOLDERS

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED

Head Office:

CDC House, 99-B, Block 'B',
S.M.C.H.S. Main Shahr-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ALFALAH GHP INCOME MULTIPLIER FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

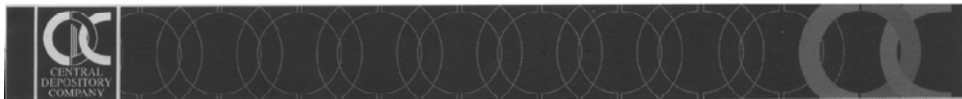
We Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Income Multiplier Fund (the Fund) are of the opinion that Alfalah GHP Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2016 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.



Muhammad Hanif Jakhura
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 16, 2016



STATEMENT OF COMPLIANCE BY ALFALSH GHP INCOME MULTIPLIER FUND WITH THE CODE OF CORPORATE GOVERNANCE FOR THE YEAR ENDED JUNE 30, 2016

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

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

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

Category	Names
Executive Director	Ms. Maheen Rahman (deemed director u/s 200 of Companies Ordinance, 1984)
Independent Directors	Mr. Abid Naqvi Mr. Tufail Jawed Ahmad
Non-Executive Directors	Mr. Syed Ali Sultan Mr. Michael Buchen Mr. Hanspeter Beier Mr. Amin Dawood Saleh

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

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

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

For and on behalf of the Board

**Maheen Rahman
Chief Executive Officer**



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

Tel: +9221 3565 0007-11
Fax: +9221 3568 1965
ey.khi@pk.ey.com
ey.com/pk

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

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

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

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

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

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


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

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


Chartered Accountants

Karachi

Date: September 22, 2016

A member firm of Ernst & Young Global Limited



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

Tel: +9221 3565 0007-11
Fax: +9221 3568 1965
ey.khi@pk.ey.com
ey.com/pk

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS

REPORT ON THE FINANCIAL STATEMENTS

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

Management's responsibility for the financial statements

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

Auditors' responsibility

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

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

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





:- 2 :-

Opinion

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

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

Chartered Accountants**Audit Engagement Partner: Shabbir Yunus**

Date: September 22, 2016

Karachi

STATEMENT OF ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2016

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
Assets			
Bank balances	4	313,177,444	180,146,284
Investments	5	1,164,572,860	2,003,303,635
Security deposits	6	2,850,000	2,600,000
Mark-up and other receivables	7	28,600,361	94,054,969
Receivable against Margin Trading System (MTS)		42,029,438	-
Total assets		1,551,230,103	2,280,104,888
Liabilities			
Payable to the Management Company	8	18,666,644	11,546,423
Payable to the Trustee	9	514,451	190,671
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	1,974,427	1,766,264
Provision for Workers' Welfare Fund (WWF)	11	11,471,327	11,471,327
Accrued and other liabilities	12	13,943,316	28,600,146
Payable to unit holders		-	520,527,894
Total liabilities		46,570,165	574,102,725
Net assets attributable to unit holders		1,504,659,938	1,706,002,163
Unit holders' funds (as per the statement attached)		1,504,659,938	1,706,002,163
Contingencies and commitments	13	----- (Number of units) -----	
Number of units in issue		28,385,137	33,696,096
		----- (Rupees) -----	
Net asset value per unit		53.0087	50.6291

The annexed notes from 1 to 24 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2016

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
Income			
Finance income	14	226,233,168	236,374,014
'At fair value through profit or loss' - held-for-trading			
- Net gain on sale of investments		85,127,910	24,196,028
- Net unrealised (loss) / gain on revaluation of investments		(56,293,879)	85,133,557
		28,834,031	109,329,585
'Available-for-sale' investments			
- Reversal of impairment in value of investments		-	20,933,613
Total income		255,067,199	366,637,212
Expenses			
Remuneration of the Management Company	8.1	32,907,518	29,437,648
Sales tax on management fee		5,346,504	5,122,151
Federal excise duty on management fee	15	5,267,481	4,710,024
Remuneration of the Trustee		3,087,715	2,850,545
Sales tax on Trustee fee		432,282	-
Annual fee to SECP		1,974,452	1,766,264
Brokerage expense		381,876	464,747
Bank and settlement charges		525,360	53,629
Fees and subscriptions		562,876	605,926
Auditor's remuneration	16	658,800	662,642
Provision for Workers' Welfare Fund (WWF)	11	-	4,664,519
Printing charges		109,407	150,000
Expenses allocated by the Management Company	8.2	1,560,488	-
		52,814,759	50,488,095
Net income from operating activities		202,252,440	316,149,117
Element of loss and capital losses included in prices of units sold less those in units redeemed - net		(109,234,659)	(87,587,734)
Net income for the year before taxation		93,017,781	228,561,383
Taxation	17	-	-
Net income for the year after taxation		93,017,781	228,561,383

The annexed notes from 1 to 24 form an integral part of these financial statements.

For Alfalsh GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

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

Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
Net income for the year after taxation	93,017,781	228,561,383
Other comprehensive income:		
Unrealised appreciation in the value of investments classified as 'available-for-sale' Surplus for the year	-	6,930,057
Reversal of unrealised diminution in the value of investments classified as 'available-for-sale'	5,142,645	-
Recycled through income statement		
- on appreciation / sale	-	(21,896,828)
- on impairment	-	(20,933,613)
Other comprehensive income for the year	5,142,645	(14,003,556)
Total comprehensive income for the year	98,160,426	214,557,827

The annexed notes from 1 to 24 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

DISTRIBUTION STATEMENT FOR THE YEAR ENDED JUNE 30, 2016

	June 30, 2016	June 30, 2015
Note	----- (Rupees) -----	
Undistributed income / (loss) brought forward:		
- Realised gains / (losses)	(12,037,394)	(13,724,247)
- Unrealised gains	<u>85,133,557</u>	<u>869,346</u>
	<u>73,096,163</u>	<u>(12,854,901)</u>
Element of loss and capital losses included in prices of units sold less those in units redeemed - net	(13,728,090)	-
Total comprehensive income for the year	<u>98,160,426</u>	214,557,827
Interim distribution for the year ended June 30, 2016:		
- Cash distribution: Rs.1.8737 per unit approved on June 29, 2016 (2015: Rs.4.2480 per unit)	(42,398,987)	(128,606,763)
Undistributed income carried forward	115,129,512	73,096,163
Undistributed income carried forward:		
- Realised gains	171,423,391	(12,037,394)
- Unrealised (losses) / gains	<u>(56,293,879)</u>	<u>85,133,557</u>
	<u>115,129,512</u>	<u>73,096,163</u>

The annexed notes from 1 to 24 form an integral part of these financial statements.

For Alfalah GHP Investment Management Limited
(Management Company)

Chief Executive Officer

Director

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

	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
Net assets at the beginning of the year	1,706,002,163	1,565,953,696
Amount realised on issuance of 63,704,490 units (2015: 73,774,006 units)	3,323,156,149	1,626,853,363
Amount paid on redemption of 69,015,449 units (2015: 72,651,653 units)	<u>(3,689,494,472)</u> (366,338,323)	<u>(1,660,343,694)</u> (33,490,331)
Element of loss and capital losses included in prices of units sold less those in units redeemed - net	109,234,659	87,587,734
Total comprehensive income for the year before capital gains - realised and unrealised	64,183,750	119,231,798
Net (loss) / gain on sale of investments classified as 'at fair value through profit or loss' - held-for-trading	85,127,910	24,196,028
Net unrealised (loss) / gain on investments classified as 'at fair value through profit or loss' - held-for-trading	(56,293,879)	85,133,557
Net unrealised diminution on revaluation of investments classified as 'available-for-sale'	-	(14,003,556)
Reversal of unrealised diminution in the value of investments classified as 'available-for-sale'	5,142,645	-
Total comprehensive income for the year	98,160,426	214,557,827
Distributions made during the year		
Interim distribution for the year ended June 30, 2016: - Cash distribution: Rs.1.8737 per unit approved on June 29, 2016 (2015: Rs.4.2480 per unit)	(42,398,987)	(128,606,763)
Net total comprehensive income less distributions for the year	<u>55,761,439</u>	<u>85,951,064</u>
Net assets at the end of the year [Net asset value: Rs.53.0087 per unit (2015: Rs.50.6291 per unit)]	<u>1,504,659,938</u>	<u>1,706,002,163</u>

The annexed notes from 1 to 24 form an integral part of these financial statements.

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

Chief Executive Officer

Director

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2016

Note	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	93,017,781	228,561,383
Adjustments for:		
Net gain on sale of investments classified as 'at fair value through profit or loss' - held-for-trading	(85,127,910)	(24,196,028)
Net unrealised loss / (gain) on investments classified as 'at fair value through profit or loss' - held-for-trading	56,293,879	(85,133,557)
Reversal of impairment in the value of investments classified as 'available-for-sale'	-	(20,933,613)
Income from term finance certificates / sukuk certificates	(32,346,328)	(22,279,737)
Mark-up on bank deposits	(8,490,955)	(15,351,724)
Income from Government securities	(123,624,745)	(116,200,618)
Income from term deposit receipts	(5,711,709)	(27,028,034)
Income from Margin Trading System (MTS)	(3,632,600)	-
Provision for Workers' Welfare Fund (WWF)	-	4,614,213
Element of loss and capital losses included in prices of units sold less those in units repurchased	109,234,659	87,587,734
	<u>(387,928)</u>	<u>9,640,019</u>
Decrease / (Increase) in assets		
Investments - net	1,073,096,215	(485,103,440)
Security deposits	(250,000)	-
Receivable against Margin Trading System (MTS)	(42,029,438)	-
	<u>1,030,816,777</u>	<u>(485,103,440)</u>
(Decrease) / Increase in liabilities		
Payable to the Management Company	7,120,221	7,834,959
Payable to the Trustee	323,780	77,142
Annual fee payable to SECP	208,163	1,221,341
Accrued and other liabilities	(14,656,830)	27,654,264
Payable to unit holders	(529,934,422)	504,721,614
	<u>(536,939,088)</u>	<u>541,509,320</u>
Mark-up / income received	239,260,945	110,151,352
Net cash generated from operating activities	<u>732,750,706</u>	<u>176,197,251</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received on issuance of units	3,323,156,149	1,626,853,363
Payments made against redemption of units	(3,683,104,383)	(1,660,343,694)
Dividend paid	(39,382,548)	(128,606,763)
Net cash used in financing activities	<u>(399,330,782)</u>	<u>(162,097,094)</u>
Net increase in cash and cash equivalents during the year	333,419,924	14,100,157
Cash and cash equivalents at beginning of the year	180,146,284	166,046,127
Cash and cash equivalents at end of the year	<u>513,566,208</u>	<u>180,146,284</u>

The annexed notes from 1 to 24 form an integral part of these financial statements.

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

Chief Executive Officer

Director

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

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalsh GHP Income Multiplier Fund is an open-end collective investment scheme (the Fund) established through a Trust Deed under the Trust Act, 1882, executed between Alfalsh GHP Investment Management Limited, (the Management Company) and Central Depository Company of Pakistan Limited, (the Trustee). The Trust Deed was executed on March 08, 2007 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), on February 14, 2007.

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

Alfalsh GHP Income Multiplier Fund is listed on the Pakistan Stock Exchange Limited (Formerly: Karachi Stock Exchange Limited). The Units of the Fund are offered to public on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund offers two types of Units Growth and Income. Growth Unit Holders are entitled to bonus unit and Income Unit Holders are entitled to cash dividend at the time of distribution by Fund.

The Fund is categorized as an aggressive fixed income scheme and can invest in debt and money market securities as authorized in Funds Offering Document.

The Fund has three classes of units. Class A (restricted / core) units were issued to core investors with no sales load. These units cannot be redeemed for a period of two years from the date of initial public offer and shall be charged no sales load. Class B units were offered and issued during the private placement and initial period of offer and shall be charged no sales load. Class C units were offered and issued after the initial period of offer and shall be issued with or without sales load.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned 'AM2' (Outlook: Stable) to the Management Company in its rating report dated June 08, 2016 and A+(f) Stability Rating to the Fund in its rating report dated December 31, 2015.

'Title' to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the requirements of approved accounting standards as applicable in Pakistan, the Trust Deed, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by SECP shall prevail.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except that investments held at 'fair value through profit or loss' category are measured at fair value.

2.3 Functional and presentation currency

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

2.4 Accounting estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated

assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

3.1 New and amended standards and interpretations

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

IFRS 10 – Consolidated Financial Statements

IFRS 11 – Joint Arrangements

IFRS 12 – Disclosure of Interests in Other Entities

IFRS 13 – Fair Value Measurement

The adoption of the above accounting standards did not have any effect on the financial statements, except for IFRS 13, which requires certain additional disclosure (see note 21).

3.2 Financial instruments

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

a) Financial asset at fair value through profit or loss

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

Upon initial recognition, attributable transaction cost is recognised in Income Statement when incurred. Financial instruments 'at fair value through profit or loss' are measured at fair value, and changes therein are recognised in income statement.

b) Available-for-sale

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

c) Loans and receivables

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

d) Financial liabilities

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

Recognition

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

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

A regular way purchase of financial assets is recognised using trade date accounting. From this date, any gains and losses arising from changes in fair value of the financial assets or financial liabilities are recorded.

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

Measurement

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

Subsequent to initial recognition, financial instruments classified as 'at fair value through profit or loss' and 'available-for-sale' are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets 'at fair value through profit or loss' are recognised in the Income Statement. Changes in the fair value of financial instruments classified as 'available-for-sale' are recognised in other comprehensive income until derecognised or impaired, then the accumulated fair value adjustments recognised in other comprehensive income are included in the income statement.

Fair value measurement principles

Basis of valuation of Term Finance Certificates / Sukuk Certificates

Investment in term finance certificates and sukuk certificates have been valued on the basis of period end rates quoted by the Mutual Fund Association of Pakistan.

Provision against non performing debt securities is made in accordance with the provisioning criteria prescribed by the SECP and the Fund's provisioning criteria. These are elaborated in note 3.2 to these financial statements.

Basis of valuation of Government Securities

The Government securities are revalued at their fair values (determined by reference to the quotations obtained from the PKRV and PKISRV Reuters rate circulated by Mutual Funds Association of Pakistan), based on the remaining tenure of the security.

3.3 Impairment

Financial assets not carried 'at fair value through profit or loss' are reviewed at each balance sheet date to determine whether there is objective evidence of impairment. If any such indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of asset exceeds its recoverable amount. Impairment losses are recognised in income statement.

Impairment of debt securities held by the Fund is determined on the basis of repayment passed due from its contractual maturity. Such provisions are made as per criteria specified in Circular 33 of 2012 issued by SECP. Accelerated provisions are made if circumstances warrant, as per the provisioning policy approved by the Board of the Management Company.

However, the impairment loss on debt securities classified as 'available-for-sale' is recognised in Income Statement. The reversal of impairment of debt security reclassified as performing by MUFAP in term of circular 33 of 2012 is made to the extent of increased price difference between amount recorded in books prior to reclassification as performing and price announced by MUFAP on reclassification.

In case of investments classified as 'available-for-sale' a significant or prolong decline in the fair value of security below its cost is considered an indicator that the securities are impaired. If such indication exists for 'available-for-sale' financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on financial asset previously recognised is removed from other comprehensive income and recognised in income statement. Decrease in impairment loss on 'available-for-sale' securities is recognised in other comprehensive income and for debt securities classified as 'available-for-sale' is recognised in income statement.

3.4 Derecognition

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

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

3.5 Unit holders' fund

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

3.6 Issue and redemption of units

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

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

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

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

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

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

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

Since the element is an equalisation account between income for the period and undistributed income, the change did not have any impact on Net Asset Value (NAV) of the Fund. Had the methodology not been changed, the net income for the year ended June 30, 2016 would have been higher by Rs.0.62 million.

3.8 Provisions

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

3.9 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of five years commencing from 15 June 2007 as per Trust Deed of the Fund.

3.10 Net asset value per unit

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

3.11 Earning per unit

Earnings per unit (EPU) for the year ended June 30, 2016 has not been disclosed in these financial statements as in the opinion of the management determination of weighted average units for calculating EPU is not practicable.

3.12 Taxation

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

3.13 Offsetting of financial instruments

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

3.14 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealised gains / (losses) arising on revaluation of securities classified as 'fair value through profit and loss' are included in the Income Statement in the period in which they arise.
- Income on TFCs, sukuk certificates, term deposit receipts, government securities, bank deposits and placements is recognised on a time proportionate basis using effective yield method.
- Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units repurchased is included in the Income Statement on the date of issue and redemption of units.

3.15 Expenses

All expenses including management fee and trustee fee are recognised in the income statement on an accrual basis.

3.16 Cash and cash equivalents

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

3.17 Dividend distribution and appropriations

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

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

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

Standard or Interpretation	Effective date (accounting periods beginning on or after)
IFRS 2 – Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)	January 01, 2018
IFRS 10 – Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 28 Investment in Associates – Investment Entities: Applying the Consolidation Exception (Amendment)	January 01, 2016
IFRS 10 – Consolidated Financial Statements and IAS 28 Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendment)	Not yet finalized
IFRS 11 – Joint Arrangements - Accounting for Acquisition of Interest in Joint Operation (Amendment) an Investor and its Associate or Joint Venture (Amendment)	January 01, 2016
IAS 1 – Presentation of Financial Statements - Disclosure Initiative (Amendment)	January 01, 2016
IAS 7 – Financial Instruments: Disclosures - Disclosure Initiative - (Amendment)	January 01, 2017
IAS 12 – Income Taxes – Recognition of Deferred Tax Assets for Unrealized losses (Amendments)	January 01, 2017
IAS 16 – Property, Plant and Equipment and IAS 38 intangible assets - Clarification of Acceptable Method of Depreciation and Amortization (Amendment)	January 01, 2016
IAS 16 – Property, Plant and Equipment IAS 41 Agriculture – Agriculture: Bearer Plants (Amendment)	January 01, 2016
IAS 27 – Separate Financial Statements – Equity Method in Separate Financial Statements (Amendment)	January 01, 2016

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

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

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

Effective date (annual periods beginning on or after)
Standard

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

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
4. BANK BALANCES			
Bank balances	4.1	<u>313,177,444</u>	<u>180,146,284</u>
4.1 These balances in saving deposit accounts bear profit rates ranging from 5% to 6.45% per annum (June 30, 2015: 6% to 7% per annum). This includes Rs.310.957 million (2015: Rs.180.129 million) placed with Bank Alfalah Limited (a related party).			

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
5. INVESTMENTS			
Financial assets classified as 'at fair value through profit or loss' - held-for-trading			
Market treasury bills	5.1	<u>99,010,901</u>	297,564,337
Pakistan investment bonds	5.2	<u>444,175,516</u>	1,463,206,568
Government of Pakistan ijarah sukuks	5.3	-	52,405,500
Term finance certificates	5.4	<u>102,163,219</u>	25,830,091
Sukuk certificates	5.5	<u>318,834,460</u>	137,255,410
		<u>964,184,096</u>	1,976,261,906
'Available-for-sale'			
Term finance certificates	5.6	-	-
Sukuk certificates	5.7	-	27,041,729
		-	27,041,729
Held to maturity			
Term deposit receipt	5.8	<u>200,388,764</u>	-
		<u>1,164,572,860</u>	<u>2,003,303,635</u>

5.1 Market treasury bills - 'at fair value through profit or loss'- held-for-trading

Note	Face value				Carrying Value June 30, 2016	Market value as at June 30, 2016	Unrealised gain on revaluation	Fair value as a percentage of:	
	As at July 01, 2015	Purchased during the year	Sold / matured during the year	As at June 30, 2016				Net assets	Total investment
	----- (No. of certificates) -----							----- (Rupees) -----	
Market Treasury Bills - 3 months	-	23,900,000	23,900,000	-	-	-	-	-	-
Market Treasury Bills - 6 months	3,000,000	17,300,000	19,300,000	1,000,000	98,981,429	99,010,901	29,472	7%	9%
Market Treasury Bills - 12 months	-	6,900,000	6,900,000	-	-	-	-	-	-
Total as at June 30, 2016	3,000,000	48,100,000	50,100,000	1,000,000	98,981,429	99,010,901	29,472		
Total as at June 30, 2015	1,097,000,000	3,840,500,000	4,637,500,000	300,000,000	297,568,038	297,564,337	(3,701)		

5.1.1 These represent market treasury bills having face value of Rs.100 million (2015: Rs.300 million) and carrying purchase yield of 6.18% (2015: 6.85% to 7.07%) per annum. These market treasury bills have maturity upto September 01, 2016 (2015: September 03, 2015).

5.2 Pakistan investment bonds - 'at fair value through profit or loss'- held-for-trading

Note	Face value				Carrying Value June 30, 2016	Market value as at June 30, 2016	Unrealised gain on revaluation	Fair value as a percentage of:	
	As at July 01, 2015	Purchased during the year	Sold / matured during the year	As at June 30, 2016				Net assets	Total investment
	----- (No. of certificates) -----							----- (Rupees) -----	
Pakistan Investment Bonds - 3 years	5,750,000	3,200,000	8,950,000	-	-	-	-	-	-
Pakistan Investment Bonds - 5 years	4,000,000	2,350,000	5,000,000	1,350,000	136,288,669	150,783,231	14,494,562	10%	13%
Pakistan Investment Bonds - 5 years	3,750,000	3,250,000	4,500,000	2,500,000	283,018,076	293,392,285	10,374,209	19%	25%
Total as at June 30, 2016	13,500,000	8,800,000	18,450,000	3,850,000	419,306,745	444,175,516	24,868,771		
Total as at June 30, 2015	-	2,270,000,000	920,000,000	1,350,000,000	1,378,754,656	1,463,206,568	84,451,912		

5.2.1 These represent Pakistan investment bonds having face value of Rs.135 million (2015: Rs.400 million) and carrying purchase yield of 6.08% to 6.26% (2015: 9.38% to 12.97%) per annum. These Pakistan investment bonds have maturity upto March 26, 2020 (2015: July 17, 2019).

5.2.2 These represent Pakistan investment bonds having face value of Rs.250 million (2015: Rs.375 million) and carrying purchase yield of 6.87% to 7.57% (2015: 10.20% to 10.52%) per annum. These Pakistan investment bonds have maturity upto April 21, 2026 (2015: July 17, 2024).

5.3 Government of Pakistan ijara sukuk - 'at fair value through profit or loss'- held-for-trading

Issue	Maturity	Face value				Carrying Value June 30, 2016	Market value as at June 30, 2016	Unrealised gain on revaluation	Fair value as a percentage of:	
		As at July 01, 2015	Purchased during the year	Sold / matured during the year	As at June 30, 2016				Net assets	Total investment
		----- (No. of certificates) -----							----- (Rupees) -----	
GOP Ijara Sukuk - IX	28-Jun-12	21-Nov-15	70,000	-	70,000	-	-	-	-	-
GOP Ijara Sukuk - XII	26-Dec-11	21-Nov-15	450,000	-	450,000	-	-	-	-	-
Total as at June 30, 2016			520,000	-	520,000	-	-	-		
Total as at June 30, 2015			-	520,000	-	52,434,800	52,405,500	(29,300)		

5.4 Term Finance Certificates - 'at fair value through profit or loss'- held-for-trading

Name of the Investee company	Rating	Maturity	Yield per annum	As at July 01, 2015	Purchased during the year	Sold during the year	Redeemed during the year	As at June 30, 2016	Carrying value as at June 30, 2016	Market value as at June 30, 2016	Unrealised gain / (loss) on revaluation	Market value as a percentage of:		Investment as a percentage of issue size
												Total	investment	
					----- (No. of certificates) -----			----- (Rupees) -----			----- (%) -----			
Listed term finance certificates														
Bank Alfalah Limited - V (a related party)	AA-	February 2021	6M KIBOR +1.25%	1,225	-	-	-	1,225	6,117,650	6,242,353	124,703	0.41	0.54	0.12
NIB Bank Limited	A+	June 2022	6M KIBOR +1.15%	4,000	-	-	-	4,000	19,814,000	19,951,466	137,466	1.33	1.71	0.50
Askari Bank Limited	AA+	September 2024	6M KIBOR +1.20%	-	10,000	-	-	10,000	50,994,975	50,969,400	874,425	3.39	4.38	1.25
Jahanjir Siddiqui & Company Limited	AA+	May 2021	6M KIBOR +1.65%	-	5,000	-	-	5,000	25,000,000	25,000,000	-	1.66	2.15	2.50
Total as at June 30, 2016									101,026,625	102,163,219	1,136,594			
Total as at June 30, 2015									25,942,100	25,830,091	(112,009)			

5.5 Sukuk Certificates - 'at fair value through profit or loss'- held-for-trading

Name of the Investee company	Rating	Maturity	Yield per annum	As at July 01, 2015	Purchased during the year	Sold during the year	Redeemed during the year	As at June 30, 2016	Carrying value as at June 30, 2016	Market value as at June 30, 2016	Unrealised gain / (loss) on revaluation	Market value as a percentage of:		Investment as a percentage of issue size
												Total	investment	
					----- (No. of certificates) -----			----- (Rupees) -----			----- (%) -----			
K-Electric Sukuk - II	AA	March 2017	3M KIBOR +2.25%	11,000	-	3,000	-	8,000	41,064,364	39,921,040	(1,143,324)	2.65	3.43	1.07
Engro Fertilizer Limited	AA-	July 2019	M KIBOR +1.75%	16,000	-	-	-	16,000	75,017,900	76,688,420	1,670,520	5.10	6.59	1.48
Hasecol Petroleum Limited	AA-	January 2022	3M KIBOR +1.50%	-	20,000	-	-	20,000	100,000,000	103,225,000	3,225,000	6.86	8.86	5.00
TPL Trakker Limited - PP	A+	April 2021	12M KIBOR +3%	-	3,000	-	-	3,000	15,000,000	15,000,000	-	1.00	1.29	3.00
Engro Fertilizer Limited - PPA	A-	November 2016	6M KIBOR +0.40%	-	84	-	-	84	84,000,000	84,000,000	-	5.58	7.21	1.68
Total as at June 30, 2016									315,082,264	318,834,460	3,752,196			
Total as at June 30, 2015									135,481,400	137,255,410	1,774,010			

5.6 Term finance certificates - 'available-for-sale'

Name of the Investee company	Notes	Maturity	Yield per annum	As at July 01, 2015	Purchased during the year	Sold during the year	Redeemed during the year	As at June 30, 2016	Carrying value as at June 30, 2016	Market value as at June 30, 2016	Impairment in the value of investments	Appreciation / (Diminution) in the value of investments	Market value as a percentage of:		Investment as a percentage of issue size
													Total	investment	
					----- (Number of Certificates) -----			----- (Rupees) -----			----- (%) -----				
Non-Performing															
Listed term finance certificates															
Trust Investment Bank Limited (TIBL)	5.6.1	July 2013	6M KIBOR + 1.85%	8,000	-	-	-	8,000	14,994,000	-	(14,994,000)	-	-	-	6.67
Unlisted term finance certificates															
Security Leasing Corporation Limited (SLCL)	5.6.2	January 2022	6%	2,000	-	-	-	2,000	1,557,300	-	(1,557,300)	-	-	-	1.8
Agritech Limited	5.6.3	November 2017	6M KIBOR + 1.75%	17,950	-	-	-	17,950	89,666,353	-	(89,666,353)	-	-	-	5.98
Agritech Limited-IV	5.6.4	January 2015	Zero Coupon	4,094	-	-	-	4,094	20,470,000	-	(20,470,000)	-	-	-	2.27
Total as at June 30, 2016									126,687,653	-	(126,687,653)	-			
Total as at June 30, 2015									126,687,653	-	(126,687,653)	-			

5.6.1 These term finance certificates defaulted on their payment of principal and mark-up due on July 04, 2012. Consequently, the security was classified as non-performing by MUFAP on October 18, 2012. Accordingly, accrual of mark-up on the same has been suspended and mark-up due amounting Rs.1.437 million has been reversed and full provision has been made in accordance with the requirements of SECP circulars and directives issued from time to time and the Board's approved provisioning policy.

5.6.2 These term finance certificates had been rescheduled in the past, however, the security was again classified as 'non-performing' by MUFAP on August 15, 2014 and, accordingly, was provided for in full in accordance with the requirements of SECP circulars and the Board's approved provisioning policy.

5.6.3 In prior years, a restructuring agreement was signed between Agritech Limited and the Investment Agent of the term finance certificates, whereby, certain terms included in the original trust deed dated November 15, 2007 were amended, including the repayment period which was extended from November 29, 2014 to November 29, 2017. Consequently, the security was classified as non-performing by MUFAP on June 14, 2010 and accrual on the same was suspended. Accordingly, the security has been fully provided in accordance with the requirements of SECP circulars and directives issued from time to time and the Board's approved provisioning policy.

5.6.4 This represents additional certificates of Agritech Limited received by the Fund through restructuring agreement reached between lenders and Agritech Limited. Under such agreement outstanding mark up due on May 29, 2011 and July 13, 2011 against 1st and 2nd Issue respectively amounting to Rs.20.47 million was settled in the form of certificates valuing Rs.20.47 million. This investment has been fully provided since these have been received in lieu of suspended overdue mark-up to be recognised to income upon realisation.

5.7 Sukuk certificates - 'available-for-sale'

Name of the Investee company	Maturity	Yield per annum	As at July 01, 2015	Purchased during the year	Sold during the year	Redeemed during the year	As at June 30, 2016	Carrying value as at June 30, 2016	Market value as at June 30, 2016	Impairment in the value of investments	Diminution in the value of investments	Market value as a percentage of:		Investment as a percentage of issue size	
				(Number of Certificates)								(Rupees)			Net assets
Maple Leaf Cement Factory Limited	December 2018	3M KIBOR +1%	15,000	-	-	15,000	-	-	-	-	-	-	-	-	-
Kohat Cement Company Limited	September 2016	3M KIBOR +1.50%	23,000	-	-	23,000	-	-	-	-	-	-	-	-	-
Total as at June 30, 2016															
Total as at June 30, 2015								32,184,374	27,041,729	-	(5,142,645)				

5.8 Term Deposit Receipt - held to maturity

Name of the investee company	Rate of return per annum	Face value			As at June 30, 2016	Carrying value as at June 30, 2016	Maturity	Rating	Face value as percentage of total investments	Face value as percentage of net assets
		As at July 01, 2015	Purchased during the year	Matured during the year						
Bank Alfalah Limited (a related party)	6.45% to 7.25%	-	300,000,000	100,000,000	200,000,000	200,388,764	August 22, 2016	AA / A1+	17%	13%
Allied Bank Limited	6.70% to 7.00%	-	350,000,000	350,000,000	-	-			-	-
Total as at June 30, 2016			650,000,000	450,000,000	200,000,000	200,388,764				
Total as at June 30, 2015		105,000,000	200,000,000	305,000,000	-	-				

5.9 Net unrealized diminution in the value of investments classified as 'available-for-sale'

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

Market value of investments	-	27,041,729
Less: Carrying value of investments	(126,687,653)	(158,872,027)
	(126,687,653)	(131,830,298)
Impairment charged during the year	-	963,215
Reversal of impairment during the year	-	(21,896,828)
	(126,687,653)	(152,763,911)
Net unrealised diminution in the value of investments at the beginning of the year	131,830,298	138,760,355
Reversed on maturity during the year	(5,142,645)	-
Net unrealised diminution in the value of investments at the end of the year	-	(14,003,556)

5.10 Particulars of impairment in the value of investments classified as 'available-for-sale'	June 30, 2016 ----- (Rupees) -----	June 30, 2015 ----- (Rupees) -----
Opening balance	126,687,653	147,621,266
Charged for the year	-	963,215
Reversal due to appreciation in the value of investments	-	(21,896,828)
Reversal of Impairment in the value of investments classified as 'available-for-sale' - net	-	(20,933,613)
Closing balance	<u>126,687,653</u>	<u>126,687,653</u>

5.11 Circular No.16 dated July 07, 2010 issued by the SECP requires details of investments not compliant with the investment criteria specified for the category assigned to open-end collective investment schemes or the investment requirements of the constitutive documents of the Fund to be disclosed in the annual accounts of the Fund. The table below gives the details of such non-compliant investments.

Disclosure of excess exposure as at June 30, 2016	Exposure Type	% of net assets	Limit in % as per Offering Document	Excess in %
Name of Investment				
Engro Fertilizer Limited	Per issue	10.68	10.00	0.68
Term deposit receipts				
Bank Alfalah Limited - related party	Certificate	13.29	10.00	3.29

6. SECURITY DEPOSITS	June 30, 2016 ----- (Rupees) -----	June 30, 2015 ----- (Rupees) -----
Security deposits with:		
- Central Depository Company of Pakistan Limited (CDC)	100,000	100,000
- National Clearing Company of Pakistan Limited (NCCPL)	2,750,000	2,500,000
	<u>2,850,000</u>	<u>2,600,000</u>

7. MARK-UP AND OTHER RECEIVABLES	June 30, 2016 ----- (Rupees) -----	June 30, 2015 ----- (Rupees) -----
Accrued mark-up on:		
- Term finance certificates	1,419,332	266,379
- Sukuk certificates	10,440,626	19,361,171
- Bank deposits	1,058,121	765,653
- Pakistan investment bonds	13,636,772	70,017,205
- Margin trading system	595,176	-
Accrued profit on Government of Pakistan Ijarah sukuks	-	2,194,228
Security margin with NCCPL	1,450,334	1,450,333
	<u>28,600,361</u>	<u>94,054,969</u>

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
8. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable	8.1	2,269,444	2,510,695
Sales tax on management fee		1,990,738	1,310,164
Federal excise duty on management fee	15	11,439,981	6,211,721
Sales load payable		1,514,904	1,513,843
Expenses allocated by the Management Company	8.2	1,451,577	-
		<u>18,666,644</u>	<u>11,546,423</u>

8.1 Under the provisions of the NBFC Regulations, the Management Company of the Fund is entitled to a remuneration during the first five years of the Fund, of an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. On June 15, 2012, the Fund completed five years in operation, however, the Management Company has charged its remuneration at the rate of 1.25% (2015: 1.25%) per annum of the average daily net assets of the Fund for the current year.

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

	Note	June 30, 2016 ----- (Rupees) -----	June 30, 2015 -----
9. PAYABLE TO THE TRUSTEE			
Trustee fee	9.1	445,145	190,671
Sales tax on trustee fee		69,306	-
		<u>514,451</u>	<u>190,671</u>

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff specified therein, based on the daily net asset value of the Fund. The remuneration is payable to the trustee according to the following tariff structure:

Average net asset value	Tariff per annum
Up to Rs.1 billion	0.17% p.a. of net assets
Rs.1 billion to Rs.5 billion	Rs.1.7 million plus 0.085% p.a. of net assets exceeding Rs.1 billion

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

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

11. PROVISION FOR WORKERS' WELFARE FUND (WWF)

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

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

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

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

The Finance Act, 2015 has excluded Mutual Funds and Collective Investment Schemes from the definition of 'industrial establishment' subject to WWF under WWF Ordinance, 1971. Accordingly, no provision for WWF is made from July 01, 2015 onwards. However, provision made till June 30, 2015 has not been reversed as the above lawsuit is pending in the SHC.

The Management Company as a matter of abundant caution, has made provision for WWF amounting to Rs.11.471 million up till June 30, 2015 (2015: Rs.11.471 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.0.40 (0.76%) per unit (2015: Re.0.34 (0.67%) per unit).

	30, 5	June 30, 2015
	--- (Rupees) -----	
12. ACCRUED AND OTI		
Auditors' remunera	3,375	518,630
Brokerage	3,630	-
Withholding tax	7,250	22,016,378
NCSS charges	3,580	109,727
Other payables	7,481	5,955,411
	<u>3,316</u>	<u>28,600,146</u>
13. CONTINGENCIES A		
There were no con		

14. FINANCE INCOME	Note	June 30, 2016	June 30, 2015
		-----	(Rupees) -----
Interest income on:			
Investments classified as 'at fair value through profit or loss' - held-for-trading			
- Sukuk and term finance certificates		22,598,837	14,392,891
- Market treasury bills		52,426,831	55,513,901
- Pakistan investment bonds		123,624,745	116,200,618
		198,650,413	186,107,410
Investments classified as 'available-for-sale'			
- Sukuk and term finance certificates		9,747,491	7,886,846
Held to maturity			
- Letters of placement		-	16,263,340
- Term deposit receipts		5,711,709	10,764,694
		5,711,709	27,028,034
Others			
- Bank deposits		8,490,955	15,351,724
- Margin trading system		3,632,600	-
		226,233,168	236,374,014

15. 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.11.479 million (2015: Rs.6.212 million).

	June 30, 2016	June 30, 2015
Note	----- (Rupees) -----	
16. AUDITORS' REMUNERATION		
Audit fee	332,750	332,750
Review, other certifications and services	226,270	226,270
	559,020	559,020
Sales tax	33,541	27,951
Out of pocket expenses	66,239	75,671
	658,800	662,642

17. TAXATION

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

	June 30, 2016	June 30, 2015
Note	----- (Rupees) -----	
18. CASH AND CASH EQUIVALENTS		
Bank balances	313,177,444	180,146,284
Term deposit receipt maturing within 3 months	200,388,764	-
	513,566,208	180,146,284

19. TRANSACTIONS AND BALANCES 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 NBFC Regulations, and the Trust Deed respectively.

19.1 Other transactions
**Alfalah GHP Investment Management Limited -
Management Company**

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Remuneration of the Management Company	<u>32,907,518</u>	<u>29,437,648</u>
Sales tax on management fee	<u>5,346,504</u>	<u>5,122,151</u>
Federal excise duty on management fee	<u>5,267,481</u>	<u>4,710,024</u>
Expenses allocated by the Management Company	<u>1,560,488</u>	<u>-</u>

Bank Alfalah Limited

Mark-up on bank deposits	<u>5,024,936</u>	<u>15,351,724</u>
Bank charges	<u>91,224</u>	<u>44,468</u>
Mark-up income on term finance certificates	<u>506,205</u>	<u>661,929</u>
Market treasury bills - purchased	<u>1,713,921,100</u>	<u>637,432,270</u>
Market treasury bills - sold	<u>-</u>	<u>79,728,080</u>
Pakistan investment bonds - purchased	<u>166,423,000</u>	<u>553,315,450</u>
Pakistan investment bonds - sold	<u>108,858,650</u>	<u>-</u>

**Alfalah GHP Income Fund
(common management)**

Market treasury bills - purchased	<u>59,695,320</u>	<u>121,362,275</u>
Market treasury bills - sold	<u>19,824,000</u>	<u>-</u>
Pakistan investment bonds - purchased	<u>-</u>	<u>77,978,250</u>
Term finance certificates - purchased	<u>-</u>	<u>19,830,000</u>

**Alfalah GHP Money Market Fund
(common management)**

Market treasury bills - purchased	<u>68,968,480</u>	<u>491,274,955</u>
Market treasury bills - sold	<u>178,336,350</u>	<u>214,893,140</u>

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Alfalsh GHP Cash Fund (common management)		
Market treasury bills - purchased	-	307,434,560
Market treasury bills - sold	<u>248,156,165</u>	<u>221,267,000</u>
Alfalsh GHP Sovereign Fund (common management)		
Pakistan investment bonds - purchased	-	49,346,700
Market treasury bills - purchased	<u>209,565,940</u>	-
Market treasury bills - sold	<u>252,018,610</u>	<u>408,294,210</u>
Alfalsh GHP Islamic Income Fund (common management)		
GOP Ijarah Sukuk - purchased	-	52,509,000
GOP Ijarah Sukuk - sold	<u>-</u>	<u>7,035,000</u>
Alfalsh GHP Islamic Stock Fund (common management)		
Term finance certificates - purchased	<u>-</u>	<u>60,993,900</u>
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	<u>3,087,715</u>	<u>2,850,545</u>
Sales tax on Trustee fee	<u>432,282</u>	-
CDS charges	<u>93,985</u>	<u>9,161</u>

19.2 Other balances	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Associated companies / undertakings		
Alfalah GHP Investment Management Limited - Management Company		
Remuneration payable to the Management Company	2,269,444	2,510,695
Sales tax payable on management fee	1,990,738	1,310,164
Federal excise duty on management fee	11,439,981	6,211,721
Sales load payable	1,514,904	1,513,843
Expenses allocated by the Management Company	1,451,577	-
Bank Alfalah Limited		
Bank balance	310,957,489	180,128,757
Mark-up receivable on bank deposits	483,286	765,653
Mark-up income receivable on term finance certificates	168,281	213,399
Other related parties		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	445,145	190,671
Sales tax on Trustee fee	69,306	-
Security deposit	100,000	100,000

19.3 Unit Holder's Fund

	June 30, 2016									
	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at June 30, 2016	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at June 30, 2016
	(Units)					(Rupees)				
Associated companies / undertakings										
Bank Alfalah Limited *	5,481,236	-	-	-	5,481,236	277,510,024	-	-	-	290,553,172
CDC - Trustee Alfalah GHP	-	5,703,316	-	4,231,860	1,471,457	-	309,890,275	-	238,968,691	78,000,000
Prosperity Planning Fund	-	-	-	-	-	-	-	-	-	-
Key management personnel										
Employees										
Head of sales	-	13,799	-	13,799	-	-	-	-	-	-
Head of retail sales	-	12,753	-	12,753	-	-	-	-	-	-
Unit holder holding 10% or more units										
Society for the Promotion of Engineering Sciences & Technology in Pakistan	3,800,047	2,879,962	-	1,407,374	5,272,636	192,392,960	153,815,456	-	72,586,890	279,495,554
Pak China investment company Limited	-	7,616,504	-	3,843,538	3,772,966	415,374,369	-	-	223,983,103	200,000,000
Lahore University of Management Sciences (LUMS)	-	3,803,677	-	1,058,547	2,745,130	200,329,794	-	-	223,983,103	145,515,765

June 30, 2016

	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at June 30, 2016	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at June 30, 2016
	----- (Units) -----				----- (Rupees) -----					
Associated companies / undertakings										
Bank Alfalah Limited *	5,481,236	-	-	-	5,481,236	277,510,024	-	-	-	290,553,172
CDC - Trustee Alfalah GHP	-	5,703,316	-	4,231,860	1,471,457	-	309,890,275	-	238,968,691	78,000,000
Prosperity Planning Fund	-	-	-	-	-	-	-	-	-	-
Key management personnel										
Employees										
Head of sales	-	13,700	-	13,700	-	-	-	-	-	-
Head of retail sales	-	-	-	-	-	-	-	-	-	-
Unit holder holding 10% or more										
Society for the Promotion of Engineering Sciences & Technology in Pakistan	-	-	-	-	-	-	-	-	72,586,890	279,495,554
Pak China investment company Li	-	-	-	-	-	-	-	-	223,983,103	200,000,000
Lahore University of Management	-	-	-	-	-	-	-	-	223,983,103	145,515,765

June 30, 2015

	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at June 30, 2016	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	Net asset value as at June 30, 2016
	----- (Units) -----				----- (Rupees) -----					
Associated companies / undertakings										
Bank Alfalah Limited *	5,481,236	-	-	-	5,481,236	263,505,467	-	-	-	277,510,024
Management Company	2,016,664	2,163,450	-	4,180,114	-	96,949,296	109,500,000	-	220,191,102	-
Key management personnel										
Employees										
Head of Operations	1,396	-	-	1,396	-	67,122	-	-	76,249	-
Unit holder holding 10% or more units										
Society for the Promotion of Engineering Sciences & Technology in Pakistan	-	3,575,051	224,996	-	3,800,047	-	180,000,000	11,390,112	-	192,392,960

* This unit holder also holds more than 10% units in the Fund

20. FINANCIAL RISK MANAGEMENT

The Fund's objective in managing risk is creation and protection of unit holder(s) value. Risk is inherent in Fund's activities therefore the Fund's risk management policies are established to manage risk on integrated basis to identify and analyse all risks faced by the Fund and to set appropriate risk limits and controls, and to monitor risk and adherence to limits. The Fund has exposure to market risk, credit risk, liquidity risk and operational risk arising from the financial instruments it holds. The Fund's risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Fund's activities.

20.1 Market risk

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

20.1.1 Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial instruments and future cash flows. The interest rate environment is monitored on a regular basis and the portfolio mix of fixed and floating rate securities is altered. The Fund's investment in fixed interest rate securities expose it to fair value interest rate risk and investments in variable interest rate securities expose the Fund to cash flow interest rate risk.

A summary of the funds interest rate gap position, categorized by maturity date, is as follows:

June 30, 2016						
On-balance sheet financial instruments	Yield / Effective interest rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
		----- (Rupees) -----				
Financial assets						
Bank balances	5 - 6.45	313,177,444	-	-	-	313,177,444
Investments classified:						
'At fair value through profit or loss' - held-for-trading						
- Market treasury bills	6.18	-	99,010,901	-	-	99,010,901
- Pakistan investment bonds	6.08 - 7.57	-	-	444,175,516	-	444,175,516
- Sukuk certificates	3 months	-	-	318,834,460	-	318,834,460
	KIBOR +1.50% to 12 months KIBOR + 3%					
- Term finance certificates	6 months	-	-	102,163,219	-	102,163,219
	KIBOR +1.15% to 6 months					
	KIBOR + 1.65%					
Held to maturity:						
- Term deposit receipts	6.45 - 7.25	-	-	-	200,388,764	200,388,764
Mark-up and other receivables		-	-	-	28,600,361	28,600,361
Deposits		-	-	-	2,850,000	2,850,000
Receivable against Margin Trading System (MTS)		-	-	-	42,029,438	42,029,438
		<u>313,177,444</u>	<u>99,010,901</u>	<u>865,173,195</u>	<u>273,868,563</u>	<u>1,551,230,103</u>
Financial liabilities						
Payable to the Management Company		-	-	-	5,235,925	5,235,925
Payable to the Trustee		-	-	-	445,145	445,145
Accrued and other liabilities		-	-	-	617,153	617,153
Payable to unit holders		-	-	-	-	-
		-	-	-	<u>6,298,223</u>	<u>6,298,223</u>
On-balance sheet gap		<u>313,177,444</u>	<u>99,010,901</u>	<u>865,173,195</u>	<u>267,570,340</u>	<u>1,544,931,880</u>

June 30, 2015

On-balance sheet financial instruments	Yield / Effective interest rate (%)	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year		
----- (Rupees) -----						
Financial assets						
Bank balances	6 - 7	180,146,284	-	-	-	180,146,284
Investments classified:						
'At fair value through profit or loss' - held-for-trading						
- Market treasury bills	6.85 - 7.07	-	297,564,337	-	-	297,564,337
- Pakistan investment bonds	9.38 - 12.97	-	-	1,463,206,568	-	1,463,206,568
- Government of Pakistan ijarah sukuku		-	-	52,405,500	-	52,405,500
- Sukuk certificates	6 months KIBOR +1.15% to 6 months KIBOR + 1.25%	-	-	164,297,139	-	164,297,139
- Term finance certificates	3 months KIBOR +1% to 6 months KIBOR + 1.75%	-	-	25,830,091	-	25,830,091
Mark-up and other receivables		-	-	-	94,054,969	94,054,969
Deposits		-	-	-	2,600,000	2,600,000
		<u>180,146,284</u>	<u>297,564,337</u>	<u>1,705,739,298</u>	<u>96,654,969</u>	<u>2,280,104,888</u>
Financial liabilities						
Payable to the Management Company		-	-	-	4,024,538	4,024,538
Payable to the Trustee		-	-	-	190,671	190,671
Accrued and other liabilities		-	-	-	6,583,768	6,583,768
Payable to unit holders		-	-	-	520,527,894	520,527,894
		-	-	-	531,326,871	531,326,871
On-balance sheet gap		<u>180,146,284</u>	<u>297,564,337</u>	<u>1,705,739,298</u>	<u>(434,671,902)</u>	<u>1,748,778,017</u>

The above table shows Fund's yield / interest rate sensitivity position for on balance sheet financial instruments based on the earlier of contractual repricing or maturity risk.

	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Fixed rate instruments		
Market treasury bills	99,010,901	297,564,337
Pakistan investment bonds	444,175,516	1,463,206,568
	<u>543,186,417</u>	<u>1,760,770,905</u>
Variable rate instruments		
Bank balances	313,177,444	180,146,284
Government of Pakistan ijarah sukuks	-	52,405,500
Sukuk certificates	318,834,460	164,297,139
Term finance certificates	102,163,219	25,830,091
	<u>734,175,123</u>	<u>422,679,014</u>

The composition of the Fund's investment portfolio, KIBOR rates and rates announced by MUFAP is expected to change over time. Accordingly, the actual trading results may differ from the below sensitivity analysis and the difference could be material.

Sensitivity analysis for Fixed rate instruments

In case of 100 basis points increase / decrease in interest rate (determined by market forces) at year end, the net assets attributable to unit holders of the Fund and net income for the year would be lower / higher by Rs.20.136 million (2015: Rs.57.579 million). This analysis assumes that all other variables remain constant.

Sensitivity analysis for variable rate instruments

In case of 100 basis points increase / decrease in KIBOR at year end, the net assets attributable to unit holders of the Fund and net income for the year would be higher / lower by Rs.6.211 million (2015: Rs.3.596 million).

20.1.2 Currency risk

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

20.1.3 Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The fund is exposed to other price risk because of Term Finance Certificates(TFCs) held by it and classified as 'at fair value through profit and loss' - held-for-trading.

In case of a 5% increase / decrease in rates determined by MUFAP as on June 30, 2016, the net assets of the Fund would increase / decrease by Rs.21.050 million (2015: Rs.8.154 million), as a result of reduction / increase in unrealized gains / (losses).

20.2 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund. The credit risk of the Fund principally arises from its investment in debt securities. The Fund is also exposed to counterparty, credit risk on cash and cash equivalents, deposits and other receivable balances.

Credit risk on debt securities is mitigated by investing primarily investment grade securities both listed and unlisted. The Fund's Cash and cash equivalents are held mainly with Bank Alfalah Limited, which is rated AA by PACRA (2015: AA by PACRA).

Management Company has policies of reviewing the credit worthiness of its counterparties by analysis sector performance, financial ratios, making issuing entity assessment, assessment of collateral / security structure and credit ratings.

The maximum exposure to credit risk before any credit enhancements at June 30, 2016 is the carrying amount of the financial assets as set out below:

Note	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Financial assets		
Bank balances	313,177,444	180,146,284
Investments	621,386,443	190,127,230
Mark-up and other receivables	12,918,079	20,393,203
	<u>947,481,966</u>	<u>390,666,717</u>
Secured	621,386,443	190,127,230
Unsecured	326,095,523	200,539,487
	<u>947,481,966</u>	<u>390,666,717</u>

None of the above financial assets were considered to be past due or impaired in 2016 and 2015 except for exposures as provided in note 5.7 and 5.8. The Management Company follows Circulars 33 of 2012 containing criteria for provisioning of non-performing debt securities issued by SECP for the purpose of making provision against non-performing debt securities. Further, Management Company has devised provisioning policy duly approved by its Board of Directors for making provision over and above that required by the said circular against non performing assets.

Sector wise analysis of maximum exposure to credit risk for investments in debt securities as at June 30, 2016 is given below:

Note	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
Construction and material	-	27,041,729
Commercial banks	77,163,219	25,830,091
Electricity	-	56,427,910
Fertilizer	160,688,420	80,827,500
Power generation and distribution	39,921,040	-
Oil and gas marketing	103,225,000	-
Cable and electrical goods	15,000,000	-
Investment banks	25,000,000	-
	<u>420,997,679</u>	<u>190,127,230</u>

The analysis below summarises the credit quality of the Fund's investment in term finance certificates and sukuk certificates as at June 30, 2016 and June 30, 2015.

Note	June 30, 2016	June 30, 2015
	----- (%) -----	
Term Finance Certificates / Sukuk		
Certificates by credit rating category		
AA+, AA- and A+	76.87%	60.00%
Non rated / non-performing	23.13%	40.00%
	<u>100%</u>	<u>100%</u>

Investment in government securities i.e. Treasury bills and Pakistan investment bonds is not exposed to credit risk.

Concentration of credit Risk

Concentration of credit risk exists when changes in economic or industry factors similarly affects groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

All deposits with CDC and NCCPL are highly rated and risk of default is considered minimal.

The analysis below summarizes the credit quality of the Fund's investment in Bank balance, Term Finance Certificates and Sukuk certificates as at June 30, 2016.

Note	June 30, 2016	June 30, 2015
	----- (Rupees) -----	
A1+/AA	350,879,349	205,959,668
A1+/AA	270,155,773	137,272,117
A1/AA+	78,178,535	-
A1/A+	34,961,466	-
A-	-	27,041,729
	<u>734,175,123</u>	<u>370,273,514</u>

20.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund is exposed to daily cash redemptions, if any. The Management Company manages the liquidity risk by maintaining maturities of financial assets and financial liabilities and investing a major portion of the Fund's assets in highly liquid financial assets.

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

In order to manage the Fund's overall liquidity, the Fund also has the ability to withhold daily redemption request in excess of ten percent of the units in issue and such requests would be treated as redemption request 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 table below analyse the Fund's financial liabilities into relevant maturity groupings based on the remaining period from the statement of assets and liabilities date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

As at June 30, 2016

	Carrying amount	Upto one month	More than one month and upto three months	More than three months and upto one year
----- (Rupees) -----				
Liabilities				
Payable to the Management Company	4,024,538	2,572,961	1,451,577	-
Payable to the Trustee	445,145	445,145	-	-
Accrued and other liabilities	617,153	83,211	533,942	-
	<u>5,086,836</u>	<u>3,101,317</u>	<u>1,985,520</u>	<u>-</u>

As at June 30, 2015

	Carrying amount	Upto one month	More than one month and upto three months	More than three months and upto one year
----- (Rupees) -----				
Liabilities				
Payable to the Management Company	4,024,538	4,024,538	-	-
Payable to the Trustee	190,671	190,671	-	-
Accrued and other liabilities	6,583,768	109,727	6,474,041	-
Distribution payable	520,527,894	520,527,894	-	-
	<u>531,326,871</u>	<u>524,852,830</u>	<u>6,474,041</u>	<u>-</u>

20.4 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Fund's operations either internally within the Fund or externally at the Fund's service providers, and from external factors other than credit, market and liquidity risk such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risk arise from all of the Fund's activities.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns for investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the board of directors. This responsibility encompasses the controls in the following areas:

- Requirements for appropriate segregation of duties between various functions, roles and responsibilities;
- Requirements for the reconciliation and monitoring of transactions;
- Compliance with regulatory and other legal requirements;
- Documentation of controls and procedures;
- Requirements for the periodic assessment of operational risk faced, and the adequacy of controls and procedures to address the risk identified;
- Ethical and business standards; and
- Risk mitigation, including insurance where this is effective.

20.5 Unit Holders' Fund risk management

The Fund is an open end collective investment scheme. The capital of the open end schemes is represented by net assets attributable to unit holders. The Capital risk in case of open end scheme is the risk that the amount of net assets attributable to unit holders can change significantly on daily basis as the Fund is subject to daily issuance and redemption of Units at the discretion of the unit holders and occurrence of the unexpected losses in investment portfolio which may causes adverse effects on the Fund's continuation as going concern.

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

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

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

In accordance with the NBFC Regulations, the Fund is required to distribute at least ninety percent of its income from sources other than capital gain as reduced by such expenses as are chargeable to the Fund.

In accordance with the NBFC Regulations, the Fund is required to maintain minimum net assets of one hundred million rupees at all times during the life of the scheme.

21. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has no affect on the financial statements.

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

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

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

	As at June 30, 2016			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss' - held-for-trading	----- (Rupees) -----			
Market treasury bills	-	99,010,901	-	99,010,901
Term Finance Certificates	102,163,219	-	-	102,163,219
Sukuk Certificates	219,834,460	-	-	219,834,460
Pakistan investment bonds	-	444,175,516	-	444,175,516
	<u>321,997,679</u>	<u>543,186,417</u>	<u>-</u>	<u>865,184,096</u>

	As at June 30, 2015			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss' - held-for-trading	----- (Rupees) -----			
Market treasury bills	-	297,564,337	-	297,564,337
Term Finance Certificates	25,830,091	-	-	25,830,091
Sukuk Certificates	137,255,410	-	-	137,255,410
Pakistan investment bonds	-	1,463,206,568	-	1,463,206,568
Government of Pakistan Ijarah sukuks	-	52,405,500	-	52,405,500
	<u>163,085,501</u>	<u>1,813,176,405</u>	<u>-</u>	<u>1,976,261,906</u>
Financial assets classified as 'available-for-sale'				
Sukuk Certificates	-	27,041,729	-	27,041,729
	<u>163,085,501</u>	<u>1,840,218,134</u>	<u>-</u>	<u>2,003,303,635</u>

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

22. SUPPLEMENTARY NON FINANCIAL INFORMATION

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

23. DATE OF AUTHORISATION FOR ISSUE

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

24. GENERAL

24.1 Figures are rounded off to the nearest rupee.

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

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

Chief Executive Officer

Director

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

NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) UNIT HOLDING PATTERN OF THE FUND

Category	As at June 30, 2016			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	113	3,151,596	167,061,997	11%
Associated Co./ Directors	4	6,952,692	368,553,172	24%
Banks/Dfis	1	3,772,966	200,000,000	13%
Retirement & Other Funds	17	3,595,874	190,612,632	13%
Others	11	10,912,009	578,432,136	38%
	146	28,385,137	1,504,659,938	100%

Category	As at 30 June 2015			
	Number of unit holders	Number of units held	Amount Rupees	% of total
Individuals	390	20,818,218	1,054,007,104	182%
Associated Co./ Directors	1	5,481,236	277,509,888	48%
Insurance Co.	1	1,658,940	83,990,576	15%
Retirement & Other Funds	15	1,928,422	97,634,239	17%
Others	4	3,809,280	192,860,356	33%
	411	33,696,09096	1,706,002,163	295%

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

	30 June 2016 %
Invest Capital Markets Limited	39
Invest One Market Limited	18
Summit Capital (Pvt) Ltd	13
BMA Capital management	13
Global securities	3
Invest & Finance Securities Limited	3
Vector Capital	3
JS Global Capital Limited	3
Icon Securities	3
KASB	2

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

30 June

2015

%

Invest Capital Markets Limited	33
JS Global Capital Limited	24
Invest One Market Limited	17
Summit Capital (Pvt) Ltd	12
BMA Capital management	5
Icon Securities	4
KASB	3
Vector Capital	1
Global securities	1
AMZ	0

(iii) PARTICULARS OF MEMBERS OF THE INVESTMENT COMMITTEE

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

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

Maheen Rahman – CEO

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

Noman Soomro

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

Shariq Mukhtar Hashmi

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

Muddasir Ahmed Shaikh

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

Nabeel Malik

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

Imran Altaf

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

Kashif Kasim

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

(iv) ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

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

(iv) ATTENDANCE AT MEETINGS OF BOARD OF DIRECTORS

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

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

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

	30 June 2016	30 June 2015	30 June 2014	30 June 2013	30 June 2012
Net Assets (Rupees in '000)	1,504,660	1,706,002	1,565,954	333,747	253,875
NAV per unit	53.0087	50.6291	48.0741	47.3441	46.0373
Selling price per unit	55.1117	52.6553	54.1793	52.7208	51.9071
Redemption price per unit	53.0087	50.6291	48.2934	46.5413	42.0173
Highest selling price per unit	57.0332	57.6340	50.0148	48.7645	47.4184
Highest redemption price per unit	54.8569	55.4162	52.0771	51.1852	50.3953
Lowest selling price per unit	52.6565	50.0379	46.8868	45.1857	40.7935
Lowest redemption price per unit	50.6472	48.0963	48.0741	47.3441	46.0373
Total interim distribution per unit	1.8737	4.248	5.0445	3.86	N/A
Interim distribution date	29-Jun-16	26-Jun-15	4-Jan-14	27-Jun-13	N/A
	N/A	N/A	30-Jun-14	N/A	N/A
Final distribution per unit	N/A	N/A	N/A	N/A	N/A
Final distribution date	N/A	N/A	N/A	N/A	N/A
Annualized returns	8.38%	14.18%	12.35%	11.23%	-3.90%
Income distribution	3.70%	8.84%	10.65%	8.38%	Nil
Weighted avg. portfolio duration	3.99 Yrs	2.86 Yrs	213 Days	1.15 Yrs	1.64 Yrs

Return since inception is **6.11%**

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

بورڈ آف ڈائریکٹرز:

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

سال کے دوران بورڈ کے ممبران کی تبدیلی:

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

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

آڈٹ کمیٹی کی مینٹننگ:

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

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

اظہار تشکر:

ڈائریکٹر کیوریٹیو ریٹائرمنٹ ایسوسی ایشن پاکستان کے تعاون پر ان کا شکریہ ادا کرتے ہیں اس کے علاوہ بورڈ نے انتظامی کمیٹی کے ملازمین اور سٹیرنگ کمیٹی کا شکریہ ادا کیا ہے جنہوں نے انتظامیہ پر مکمل اعتماد کرتے ہوئے محنت اور لگن سے کام کیا۔

بورڈ کی جانب سے

چیف ایگزیکٹو آفیسر

مورخہ: 22 ستمبر 2016ء

مالی تفصیلات:

(ملین روپے)

تفصیل	برائے سال ۲۰۱۶ء	برائے سال ۲۰۱۵ء
اوسط صافی اثاثہ	2,632.480	1,706.002
مجموعی آمدنی	255.067	366.637
کل آمدنی	98.160	228.561
فی یونٹ صافی اثاثہ کی ویلیو (پاکستانی روپے)	53.0087	50.63
سال کے دوران پنشن کا اجراء	3,323.156	1,626.853
سال کے دوران پنشن کی کمی	3,689.494	1,660.344

ادائیگی:

زیر نظر سال کے آخر میں فنڈ کی نقد ادائیگی کا ڈویڈنڈ 1.8737 پاکستانی روپے فی یونٹ رہا۔

کارپوریٹ گورننس:

- انتظامی کمپنی اعلیٰ معیار کے کارپوریٹ گورننس پریکٹس پر یقین رکھتی ہے لہذا اس کے مطابق بورڈ آف ڈائریکٹرز کی جانب سے درج ذیل کی یقین دہانی کی جاتی ہے:
- (اے) کمپنی کی انتظامیہ کی جانب سے تیار کردہ مالیاتی گوشوارے کمپنی کے حالات، اس کے آپریشنز کے نتائج، یکیش کلواور ایکویٹی میں تبدیلی کی شفاف عکاسی کرتے ہیں۔
- (بی) کمپنی کے کھاتے مناسب طریقہ سے رکھے جا رہے ہیں۔
- (سی) مناسب اکاؤنٹنگ پالیسیوں کے تسلسل کو مالیاتی گوشوارے کی تیاری میں لاگو کیا گیا ہے۔ اکاؤنٹنگ کے اندازے ماہرانہ اور مختلط فیصلوں پر مبنی ہوتے ہیں۔
- (ڈی) مالیاتی گوشوارے کی تیاری میں بین الاقوامی مالیاتی رپورٹنگ معیار (IFRS)، جو کہ پاکستان میں نافذ العمل ہیں، ان کی پیروی کی گئی ہے۔
- (ای) انٹرنل کنٹرول کے نظام مضبوط ہیں اور اس پر موثر طریقے سے عملدرآمد اور نگرانی کی جاتی ہے۔
- (ایف) آنے والے سالوں میں الفلاح جی ایچ پی انویسٹمنٹ لمیٹڈ کی انتظامیہ کے تحت فنڈز کے کاروباری تسلسل پر کوئی قابل ذکر شکوک و شبہات نہیں ہیں۔
- (جی) مالیاتی گوشواروں میں تمام واجب الادا ایکسیسر، ڈیویڈنڈ اور دیگر چارجز کی مکمل تفصیلات فراہم کر دی گئی ہیں۔
- (ایچ) کمپنی میں کارپوریٹ گورننس کو مکمل طور پر نافذ کیا ہے جو کہ لسٹنگ ریگولیشن میں درج ہے اور اس سے کوئی انحراف نہیں کیا گیا ہے۔
- (آئی) اہم مالیاتی تفصیلات اس ڈائریکٹرز رپورٹ میں فراہم کر دی گئی ہیں۔
- (جے) بورڈ آف ڈائریکٹرز کی تفصیلات اور ان میں ایگزیکٹوز میں ہر ڈائریکٹر کی شرکت ضمنی غیر مالیاتی معلومات کی سالانہ رپورٹ کے نوٹ نمبر (iv) میں دی گئی ہیں۔
- (کے) اس سالانہ رپورٹ کی ضمنی غیر مالیاتی معلومات یونٹ ہولڈرز کی تفصیلات نوٹ نمبر (i) میں دی گئی ہیں۔
- (ایل) چیف ایگزیکٹو، ڈائریکٹرز، ایگزیکٹو ز اور ان کے شریک حیات کی جانب سے فنڈز کے پنشن کی تعداد ۲۰۱۶ء جون نوٹ نمبر 19.3 میں فراہم کر دی گئی ہے۔
- (ایم) چیف ایگزیکٹو، ڈائریکٹرز، ایگزیکٹو ز اور ان کی گھات سے مطلوبہ پنشن/تعداد ۲۰۱۶ء جون نوٹ نمبر 19.3 میں فراہم کر دی گئی ہے۔

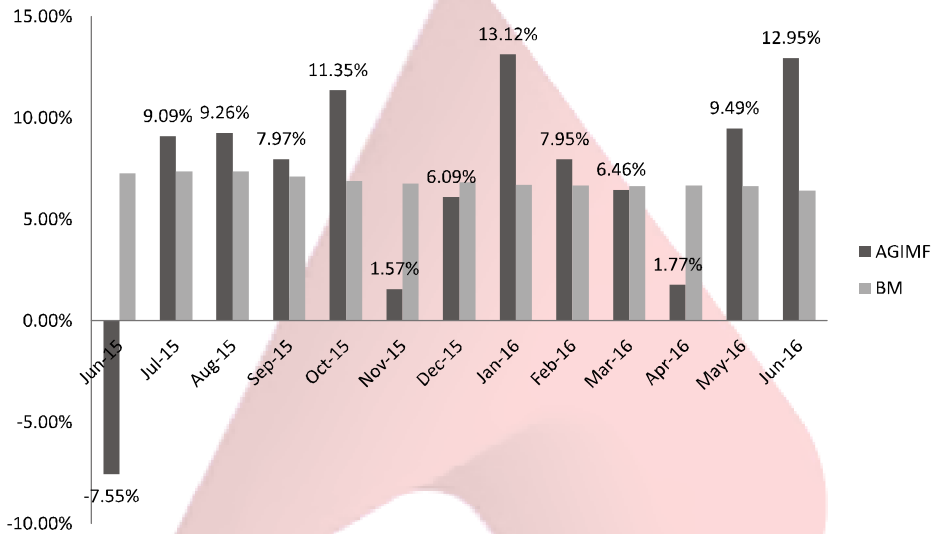
فنز کی کارکردگی اور تجزیہ:

الفلاح جی ایچ پی انکم ملٹی پلایئر فنڈ: فنڈ آپریشن اور اس کی کارکردگی:

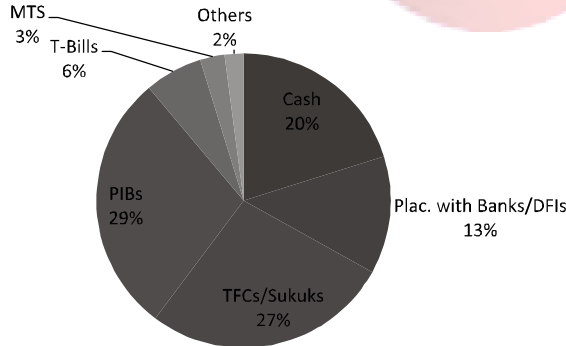
زیر نظر سال کے دوران NAV میں 8.38% اضافہ پایا گیا ہے اور اسی مدت کے دوران بیچ مارک اضافہ (12 ملین Kibor) 6.83% تھا۔ اس کی وجہ سے ڈسکاؤنٹ ریٹ میں کمی رہی۔ مذکورہ فنڈ کو کم کمیشن لیول کے تحت مرتب کیا گیا اور مختصر، متوسط اور لمبی سیکورٹیز پر دار و مدار رہا۔ اس سلسلے میں Banks & DFI کے ساتھ بہتر ریٹ کی بنیاد پر مزید اضافہ حاصل کیا گیا۔

فنز کے سلسلے میں PACRA نے "A+(f)" کی ریٹنگ تفویض کی ہے۔

AGHP Income Multiplier Fund Vs Benchmark



AGIMF Asset Allocation



ڈائریکٹرز رپورٹ:

ہمارے معزز انویسٹرز،

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

اقتصادی جائزہ برائے مالیاتی سال ۲۰۱۶ء:

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

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

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

اسٹاک مارکیٹ:

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

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

منی مارکیٹ:

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

مستقبل کا نقطہ نظر:

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

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

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








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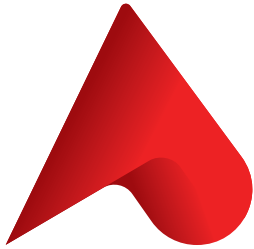


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