

ALFALAH

Investments

ANNUAL REPORT

**JUNE 30,
2023**

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DIRECTORS' REPORT TO THE UNIT HOLDERS FOR THE YEAR ENDED JUNE 30, 2023

On behalf of the Board of Directors, I am pleased to present the Financial Statements of Alfalah GHP Pension Fund (AGPF) and Alfalah GHP Islamic Pension Fund (AGIPF) for the year ended June 30, 2023.

Economy Overview

Government projects GDP growth for FY23 to clock at 0.29% compared to 6.10% in FY22. GDP growth remained subdued mainly because of a) slowdown in economic activity fueled by import restrictions imposed by the Central Bank in order to control overheating of the economy and to protect the fast depleting forex reserves and b) mass destruction of major agriculture crops and livestock caused by floods, resulting in unprecedented high inflation and interest rates.

Ample decline in imports of 27% helped to curtail the leakages in external account, as CAD for FY23 stood at USD 2.56bn compared to a deficit of USD 17.48bn in same period last year (down substantially by 85%). Moreover, remittances, which remained a key support in the backdrop of travel restrictions, started to lose pace in FY23, as monthly remittance averaged at USD 2.2bn compared to USD 2.6bn in FY22.

On account of huge external debt repayments, forex reserves fallen massively to USD 9.18bn at June end compared to USD 15.45bn at the end of last year. Exchange rate faced immense pressure as PKR depreciated by almost 28% to 285.99 from 204.85 on June 30, 2022. In May 2023, PKR slipped to an all-time low level of 298.93, however, it recovered some ground on resumption of the IMF program. Going forward, PKR might depreciate at normal levels of 5%-6% on an annual basis as potential flows from friendly countries and Multilaterals will keep PKR slide in check. Inflation for FY23 averaged at 29.04%, mainly due to excessive devaluation of PKR resulting in higher domestic prices, including petrol and all other imports, while food prices increased relentlessly because of devastation caused by floods.

In response to rising inflationary pressures due to PKR devaluation and to control increased economic activity, the Central Bank hiked policy rate to 22% by 825bps from June 2022 (13.75% at June 30, 2022).

On the fiscal front, tax revenue has surged handsomely by 16% for FY23 compared to last year, missing FBR's target by 6%. As per tax revenue breakup for FY22, direct tax revenue has increased by 43%, while indirect taxes including duties and sales tax have increased by 1% mainly due to decline in imports. Moreover, higher markup expense and rehab spending related to floods has resulted in fiscal deficit to arrive at 7.7% of GDP for FY23 compared to 7.9% for same period last year.

In July 2023, Pakistan entered into a Standby Agreement with IMF, which entails financial support of US\$3bn in a total span of 9 months, including an initial disbursement of US\$1.2bn. Moreover, the country also received financial support of US\$3bn from its bilateral partners, including Saudi Arabia and UAE, while 50% of the repayments due in FY24 are expected to be rolled over. These inflows along with the IMF agreement, have resulted in bolstering the FX reserves to US\$8.2bn from US\$4.4bn in June 2023 and holds the potential to attract further inflows from Bilateral and Multilateral agencies which will ultimately help the country in managing external debt repayments due in FY24.

The IMF program has provided much-needed certainty and assurance for our economic plan. Its guidance and support have strengthened the path towards sustainable growth and prosperity.

Going forward, boost in economic activity is expected once monetary easing is started in latter half of fiscal year 2024 as according to IMF estimates, GDP is anticipated to grow by 2.5% and 3.6% in FY24 and FY25 respectively with Agriculture playing a major role after recovering from a bearish year caused by the floods.

With adjustment in petroleum products and utility tariffs in accord with the IMF program, inflation is expected to average between 23%-24% for FY24. Inflation is expected to soften and gradually decrease, mainly due to the high base effect from the previous year. However, the measures aimed at securing the IMF deal, including higher taxes and rising energy costs, could contribute to inflationary pressures to some degree.

Monetary easing is expected to start in latter half of the year when inflation is expected to fall below 20%.

Equity Market Review

During FY23, the benchmark index largely remained flat and posted a slight negative return of 0.21% on account of worsening economic indicators. The index remained range bound during the year as it peaked at 43,676 level in Aug'22, however closed at a lower level of 41,453 points.

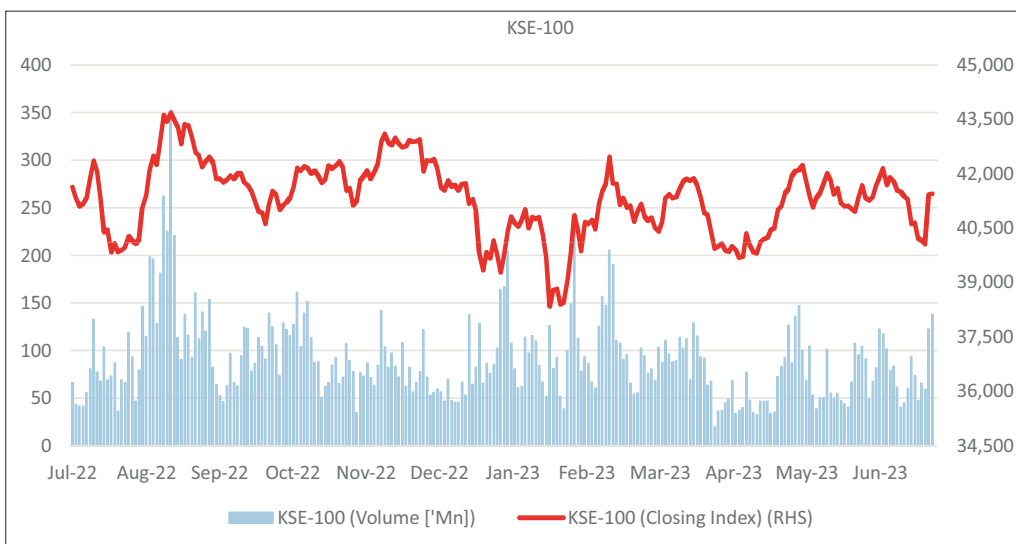
Deterioration in macro-economic indicators including a) slowdown in economic activity due to unprecedented high inflation and interest rates; b) falling forex reserves and sliding PKR due to massive external debt repayments and c) failure in resumption of the stalled IMF program, dampened investors sentiment and resulted in investors shifting allocation to low risk money market investments.

Despite record profitability posted by companies in the benchmark index in 9MFY23, the above mentioned factors kept investors away from the Equity market as average trading volume of KSE-100 index also declined by 21%YoY to 90.65 million shares. Power Generation and Fertilizer sectors contributed to the index the most, as investors jumped to sectors with stable demand, high dividend yield and USD pegged revenues in case of the Power sector, while Pharmaceuticals contributed most negatively to the index due to massive devaluation of PKR against the greenback.

Foreigners remained net buyers in FY23, as the net foreign inflow amounted to USD 4mn compared to net outflow of USD 295mn during FY22.

Going forward, we believe that the resumption of the stalled IMF program and with a caretaker government, the focus will likely be on preserving macroeconomic stability ensuring prudent monetary policy, avoiding fiscal slippages and maintaining market based exchange rate. This will provide much-needed clarity and assurance for the economic plan.

A favorable macroeconomic outlook i.e. falling inflation, peaking interest rates, improving reserves, and a stable PKR, will serve as a huge booster for the Equity market which is currently trading at historic low multiples (forward PE of 3.7x), offering significant potential for a rebound. With double digits' growth in earnings expected in 2024, we expect the local stock market to deliver a strong performance in FY24.



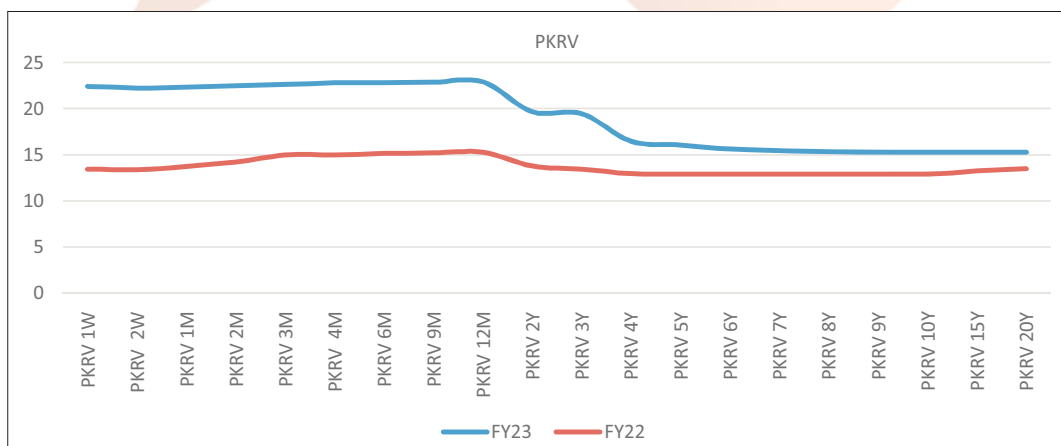
Money Market

Pakistan is expected to post GDP growth of 0.29% during FY23 against 6.10% in FY22.

Inflation for FY23 averaged at 29.04%, mainly due to excessive devaluation of PKR resulting in higher domestic prices, including petrol and all other imports, while food prices increased relentlessly because of devastation caused by floods, while the expectation for FY24 is between 23%-24% till the high base effect kicks in latter half of FY24.

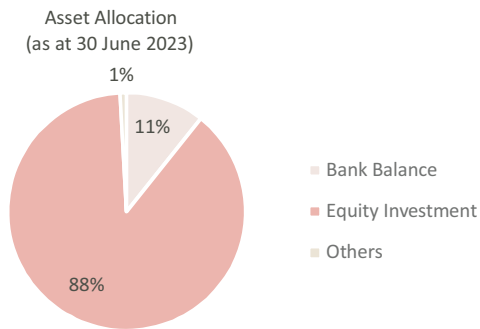
In response to rising inflationary pressures due to PKR devaluation and to control increased economic activity, the Central Bank hiked policy rate to 22% by 825bps from June 2022 (13.75% at June 30, 2022). Similar movement has been witnessed in secondary market yields as they have increased by average 8.14% for 1W to 12M tenor bills. While the overall yield curve is currently inverted reflecting market participants' expectations of decline in rates in the long term.

The next monetary policy is scheduled on July 31, 2023, where another hike in the policy rate cannot be ruled out as inflation is expected to remain elevated till Feb 2024, fueled by increase in utility tariffs and PKR devaluation.



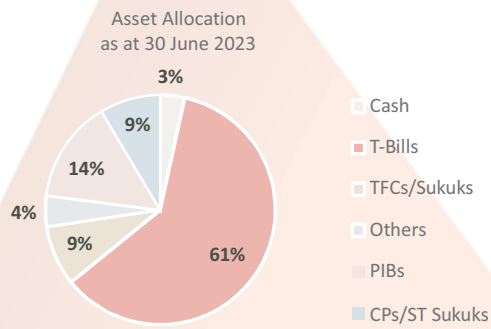
Alfalah GHP Pension Fund- Equity:

During the year, fund's return stood at 3.37%.



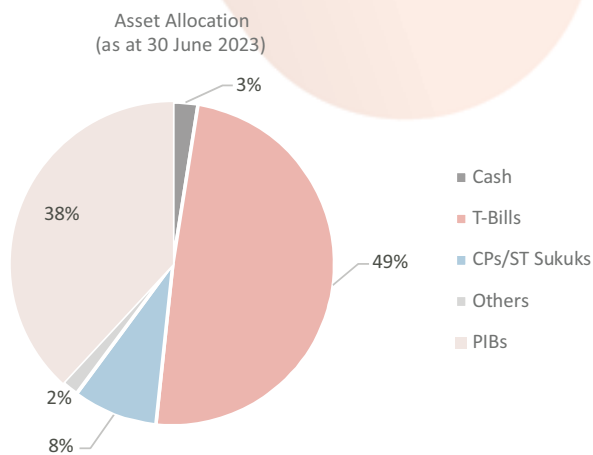
Alfalah GHP Pension Fund- Debt:

During the year, the fund generated a return of 12.49%.



Alfalah GHP Pension Fund- Money Market:

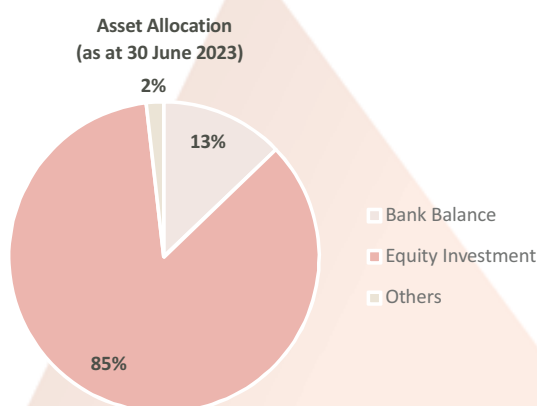
During the year, the fund generated return of 17.08%.



Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	For the year ended June 30, 2023			For the year ended June 30, 2022		
Average Net Assets	34.584	56.9435	108.754	50.528	62.782	82.906
Gross (loss) / income	2.16	7.77	18.71	-6.10	6.40	8.10
Total Comprehensive (loss) / Income	1.28	6.67	17.08	-7.28	5.33	6.91
Net Assets Value per Unit (PKR)	78.3737	162.4458	166.9853	75.8193	144.4028	142.6197
Issuance of units during the year	4.17	4.47	28.95	12.54	8.95	30.49
Redemption of units during the year	-10.90	-12.49	-30.99	-23.39	-20.82	-13.83

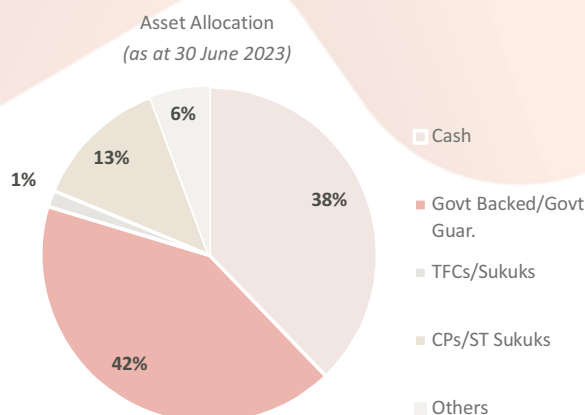
Alfalah GHP Islamic Pension Fund- Equity:

During the year, the fund's return stood at 1.53%.



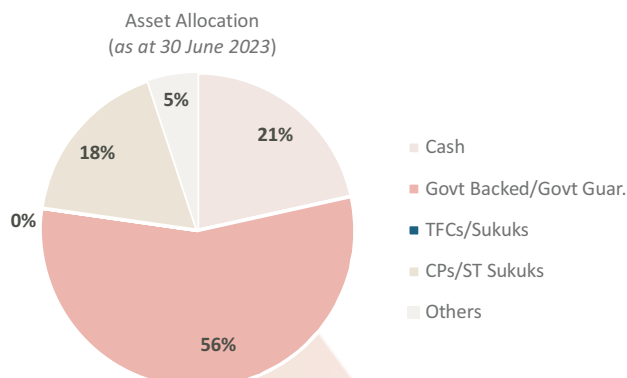
Alfalah GHP Islamic Pension Fund- Debt:

During the year, the fund generated a return of 11.40%.



Alfalsh GHP Islamic Pension Fund- Money Market:

During the year, the fund generated a return of 4.87%.



Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	For the year ended June 30, 2023			For the year ended June 30, 2022		
Average Net Asset	58.329	74.223	82.249	72.846	70.353	53.429
Gross (loss) / income	2.48	9.49	12.75	-10.70	6.36	4.67
Total Comprehensive (loss) Income	0.97	8.60	11.56	1.56	1.44	0.87
Net Assets Value per Unit (PKR)	82.1882	145.8064	148.4552	80.9472	130.8826	129.8207
Issuance of units during the year	8.71	14.63	58.09	17.52	19.85	18.07
Redemption of units during the year	-13.03	-12.67	-25.10	-22.52	-20.72	-7.06

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
August 25, 2023



**Alfalah
GHP Pension Fund**

FUND INFORMATION

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

Alfalah GHP Pension Fund

Annual Fund Manager`s Report

Type of Fund: Open-end Scheme

Category of Fund: Voluntary Pension Fund Scheme

Investment Objective

The objective of introducing Alfalah GHP Pension Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.

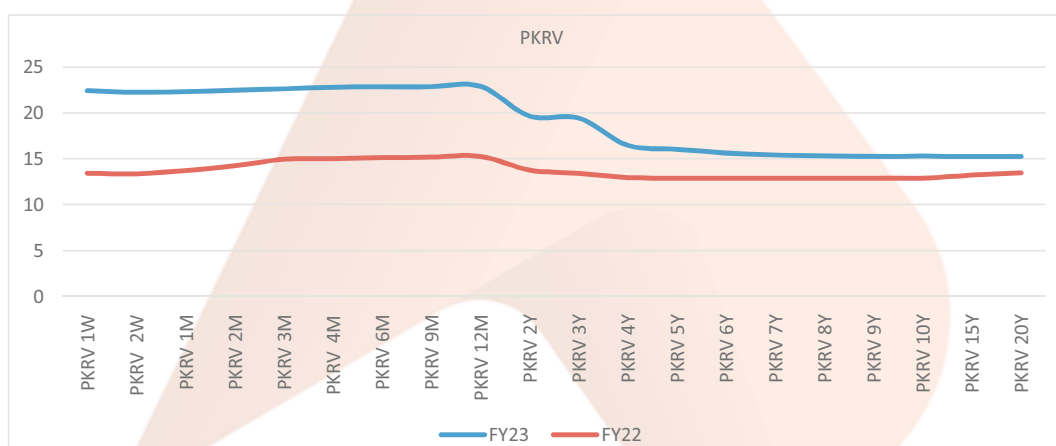
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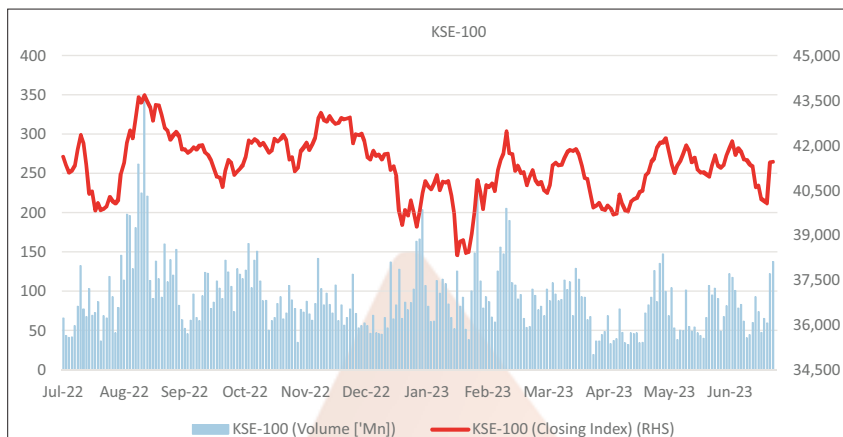
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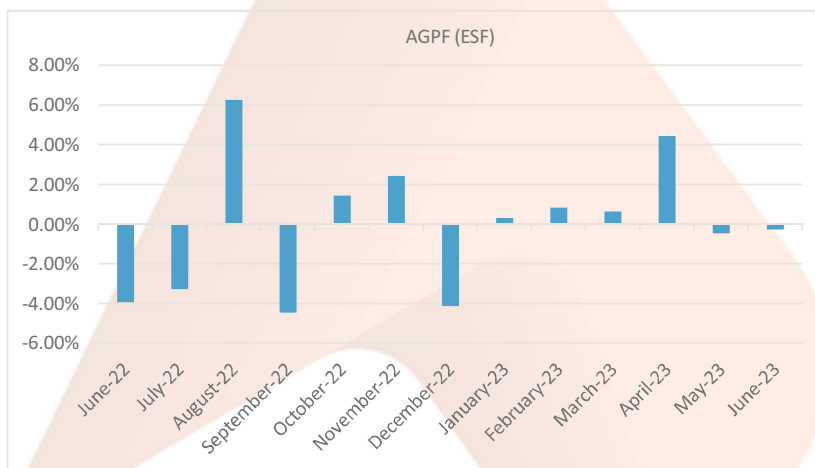
Going forward, we believe that the resumption of the stalled IMF program and with a caretaker government, the focus will likely be on preserving macroeconomic stability ensuring prudent monetary policy, avoiding fiscal slippages and maintaining market based exchange rate. This will provide much-needed clarity and assurance for the economic plan.

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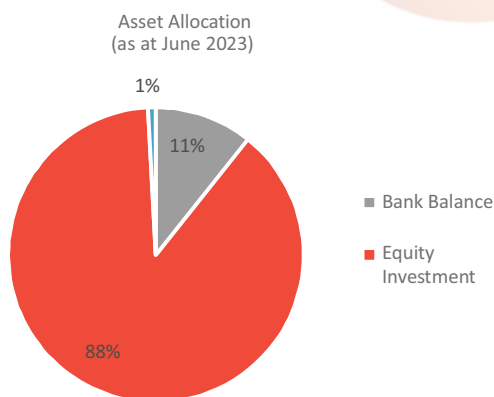
Equity Sub Fund



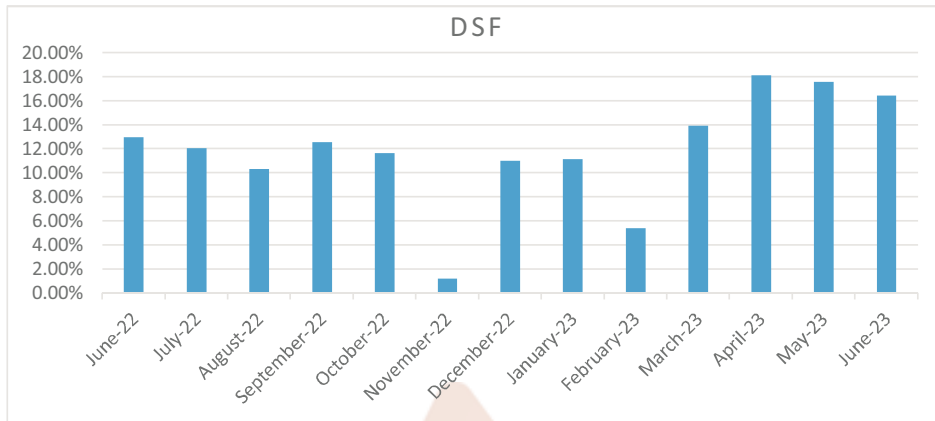
The fund was launched on 2nd January, 2017. Equity Sub Fund posted a return of -14.45% for the period ended June 30, 2022. Average equity exposure remained on the higher side. Net assets as on June 30th, 2022 stood at PKR 40.09 million.



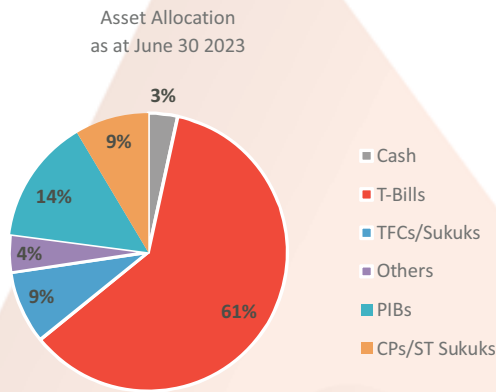
Assets Allocation/Portfolio quality



Debt Sub Fund

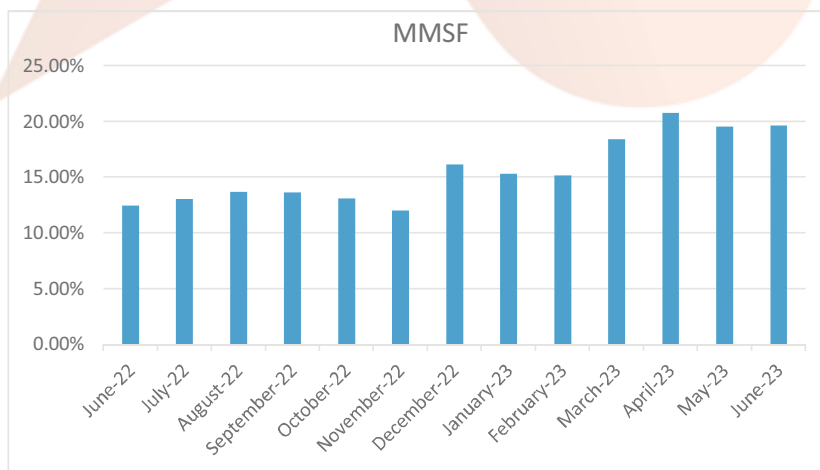


Assets Allocation/Portfolio quality

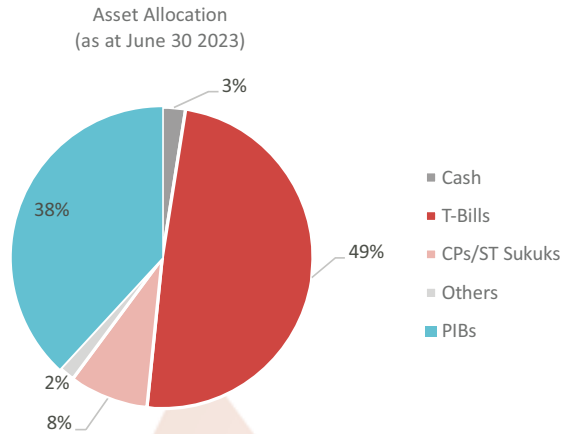


Money Market Sub Fund:

The fund generated a return of 8.56% for the period ended June 30, 2022. Net assets of the fund stood at PKR 101.5882 million on June 30, 2022.



Assets Allocation/Portfolio quality



➤ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

➤ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

➤ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

➤ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**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) 34326021 - 23
URL: www.cdcPakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP PENSION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, October 12, 2023



INDEPENDENT AUDITOR’S REPORT

To the Participants of Alfalah GHP Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Alfalah GHP Pension Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2023, and the income statement, statement of comprehensive income, statement of movement in participants’ sub-funds and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2023, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor’s Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants’ *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Pension Fund Manager for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting 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.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Pension Fund Manager is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of the Pension Fund Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) the financial statements prepared for the year ended June 30, 2023 have been properly drawn in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;
- b) the allocation and reallocation of units of the sub-funds for all the participants have been made in accordance with the Voluntary Pension System Rules, 2005;
- c) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund;
- d) the financial statements prepared are in agreement with the Fund's books and records; and
- e) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Junaid Mesia**.

A. F. Ferguson & Co.
Chartered Accountants
Karachi
Dated: September 28, 2023
UDIN: AR202310611AmGwMjBzV

ALFALAH GHP PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2023

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Assets						
Bank balances	4	3,040,531	3,087,866	2,968,508	-	9,096,905
Investments	5	32,091,242	53,781,639	112,781,509	-	198,654,390
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	220,000	100,000	-	420,000
Advances, profit and other receivable	6	112,805	1,260,388	1,892,146	-	3,265,339
Total assets		35,344,578	58,349,893	117,742,163	-	211,436,634
Liabilities						
Payable to the Alfalah Asset Management Limited- Pension Fund Manager	7	177,637	54,371	102,975	-	334,983
Payable to Central Depository Company of Pakistan Limited - Trustee	8	48,081	75,346	12,492	-	135,919
Annual fee payable to the Securities and Exchange Commission of Pakistan	9	8,633	14,209	27,094	-	49,936
Accrued expenses and other liabilities	10	466,700	1,021,147	978,738	-	2,466,585
Total liabilities		701,051	1,165,073	1,121,299	-	2,987,423
Net assets		34,643,527	57,184,820	116,620,864	-	208,449,211
Participants' Sub - funds (as per statement attached)		34,643,527	57,184,820	116,620,864	-	208,449,211
Contingencies and commitments	11	----- (Number of units) -----				
Number of units in issue	12	442,030	352,024	698,390		
Net asset value per unit		78.3737	162.4458	166.9853		

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2023

2022						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----						
Assets						
Bank balances	4	2,402,669	1,284,660	43,275,021	19,969	46,982,319
Investments	5	37,801,437	55,822,427	58,757,598	-	152,381,462
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	220,000	100,000	-	420,000
Advances, profit and other receivable	6	614,896	2,672,815	945,096	31	4,232,838
Total assets		40,919,002	59,999,902	103,077,715	20,000	204,016,619
Liabilities						
Payable to the Alfalah Asset Management Limited- Pension Fund Manager	7	157,857	302,919	440,035	20,000	920,811
Payable to Central Depository Company of Pakistan Limited - Trustee	8	16,530	266,929	77,275	-	360,734
Annual fee payable to the Securities and Exchange Commission of Pakistan	9	12,503	15,720	20,648	-	48,871
Accrued expenses and other liabilities	10	635,421	890,767	951,569	-	2,477,757
Total liabilities		822,311	1,476,335	1,489,527	20,000	3,808,173
Net assets		<u>40,096,691</u>	<u>58,523,567</u>	<u>101,588,188</u>	<u>-</u>	<u>200,208,446</u>
Participants' Sub - funds (as per statement attached)		<u>40,096,691</u>	<u>58,523,567</u>	<u>101,588,188</u>	<u>-</u>	<u>200,208,446</u>
Contingencies and commitments						
	11	----- (Number of units) -----				
Number of units in issue	12	<u>528,845</u>	<u>405,280</u>	<u>712,301</u>		
		----- (Rupees) -----				
Net asset value per unit		<u>75.8193</u>	<u>144.4028</u>	<u>142.6197</u>		

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

		2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Income					
Profit / mark-up income	15	517,856	9,093,867	18,809,240	28,420,963
Dividend income		3,663,694	-	-	3,663,694
Gain on sale of investments - net		460,697	(127,344)	(7,849)	325,504
Unrealised loss on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	5.7	(2,478,025)	(1,200,545)	(88,679)	(3,767,249)
Total income		<u>2,164,222</u>	<u>7,765,978</u>	<u>18,712,712</u>	<u>28,642,912</u>
Expenses					
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	7.1	433,231	551,521	1,048,614	2,033,366
Sindh sales tax on remuneration of the Pension Fund Manager	7.2	56,320	71,698	136,318	264,336
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	75,555	94,900	121,940	292,395
Sindh sales tax on remuneration of the Trustee	8.2	9,822	12,337	15,955	38,114
Annual fee to the Securities and Exchange Commission of Pakistan	9	8,658	14,234	27,119	50,011
Brokerage and securities transaction costs		181,318	188,132	2,564	372,014
Auditors' remuneration	14	59,233	97,772	199,395	356,400
Printing charges		18,872	9,118	8,065	36,055
Central Depository System charges		-	-	12,092	12,092
Legal and professional charges		39,785	52,925	65,328	158,038
Reversal of provision for Sindh Workers' Welfare Fund		-	-	-	-
Total expenses		<u>882,794</u>	<u>1,092,637</u>	<u>1,637,390</u>	<u>3,612,821</u>
Net income for the year before taxation		<u>1,281,428</u>	<u>6,673,341</u>	<u>17,075,322</u>	<u>25,030,091</u>
Taxation	3.6	-	-	-	-
Net income for the year after taxation		<u>1,281,428</u>	<u>6,673,341</u>	<u>17,075,322</u>	<u>25,030,091</u>
Earnings per unit	3.11				

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2023

					2022				
					Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
					(Rupees)				
Income									
Profit / mark-up income	15	416,962	6,300,441	8,167,394	14,884,797				
Dividend income		3,495,377	-	-	3,495,377				
Loss on sale of investments - net		(3,107,115)	(33,750)	(57,722)	(3,198,587)				
Unrealised loss on revaluation of investments classified as as financial assets 'at fair value through profit or loss' - net	5.7	(6,904,619)	133,364	(11,051)	(6,782,306)				
Total income		<u>(6,099,395)</u>	<u>6,400,055</u>	<u>8,098,621</u>	<u>8,399,281</u>				
Expenses									
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	7.1	752,991	786,880	1,032,748	2,572,619				
Sindh sales tax on remuneration of the Pension Fund Manager	7.2	97,889	102,305	134,256	334,450				
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	75,141	95,160	121,940	292,241				
Sindh sales tax on remuneration of the Trustee	8.2	9,800	12,435	15,954	38,189				
Annual fee to the Securities and Exchange Commission of Pakistan	9	12,528	15,745	20,673	48,946				
Brokerage and securities transaction costs		418,305	183,234	734	602,273				
Auditors' remuneration	14	70,028	85,041	114,975	270,044				
Printing charges		8,030	9,137	8,030	25,197				
Legal and professional charges		39,785	52,925	74,830	167,540				
Reversal of provision for Sindh Workers' Welfare Fund		(300,368)	(275,102)	(331,598)	(907,068)				
Total expenses		<u>1,184,129</u>	<u>1,067,760</u>	<u>1,192,542</u>	<u>3,444,431</u>				
Net income for the year before taxation		<u>(7,283,524)</u>	<u>5,332,295</u>	<u>6,906,079</u>	<u>4,954,850</u>				
Taxation	3.6	-	-	-	-				
Net income for the year after taxation		<u>(7,283,524)</u>	<u>5,332,295</u>	<u>6,906,079</u>	<u>4,954,850</u>				
Earnings per unit	3.11								

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2023

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
(Rupees)				
Net income for the year after taxation	1,281,428	6,673,341	17,075,322	25,030,091
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	<u>1,281,428</u>	<u>6,673,341</u>	<u>17,075,322</u>	<u>25,030,091</u>

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2023

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net income for the year after taxation	(7,283,524)	5,332,295	6,906,079	4,954,850
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	<u>(7,283,524)</u>	<u>5,332,295</u>	<u>6,906,079</u>	<u>4,954,850</u>

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees) -----			
Net assets at the beginning of the year	40,096,691	58,523,567	101,588,188	200,208,446
Issuance of units	4,165,884	4,479,185	28,947,939	37,593,008
Redemption of units	(10,900,476)	(12,491,273)	(30,990,585)	(54,382,334)
	(6,734,592)	(8,012,088)	(2,042,646)	(16,789,326)
Gain on sale of investments - net	460,697	(127,344)	(7,849)	325,504
Unrealised loss on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	(2,478,025)	(1,200,545)	(88,679)	(3,767,249)
Other income (net of expenses)	3,298,756	8,001,230	17,171,850	28,471,836
Total comprehensive income for the year	1,281,428	6,673,341	17,075,322	25,030,091
Net assets at the end of the year	<u>34,643,527</u>	<u>57,184,820</u>	<u>116,620,864</u>	<u>208,449,211</u>

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

		2022			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Note ----- (Rupees) -----			
Net assets at the beginning of the year		58,229,416	65,064,696	78,027,042	201,321,154
Issuance of units	13	12,538,189	8,950,267	30,491,205	51,979,661
Redemption of units		(23,387,390)	(20,823,691)	(13,836,138)	(58,047,219)
		(10,849,201)	(11,873,424)	16,655,067	(6,067,558)
Gain on sale of investments - net		(3,107,115)	(33,750)	(57,722)	(3,198,587)
Unrealised loss on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net		(6,904,619)	133,364	(11,051)	(6,782,306)
Other income (net of expenses)		2,728,210	5,232,681	6,974,852	14,935,743
Total comprehensive income for the year		(7,283,524)	5,332,295	6,906,079	4,954,850
Net assets at the end of the year		<u>40,096,691</u>	<u>58,523,567</u>	<u>101,588,188</u>	<u>200,208,446</u>

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS

FOR THE YEAR ENDED JUNE 30, 2023

	2023				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
CASH FLOW FROM OPERATING ACTIVITIES	Note ----- (Rupees) -----				
Net income for the year before taxation	1,281,428	6,673,341	17,075,322	-	25,030,091
Adjustments for:					
Unrealised loss on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	2,478,025	1,200,545	88,679	-	3,767,249
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	-	-
	3,759,453	7,873,886	17,164,001	-	28,797,340
(Increase) / decrease in assets					
Investments - net	3,232,170	2,174,783	(47,452,523)	-	(42,045,570)
Advances, profit and other receivable	502,091	1,412,427	(947,050)	31	967,499
	3,734,261	3,587,210	(48,399,573)	31	(41,078,071)
Decrease in liabilities					
Payable to the Alfalah Asset Management Limited- Pension Fund Manager	19,780	(248,548)	(337,060)	(20,000)	(585,828)
Payable to Central Depository Company of Pakistan Limited - Trustee	31,551	(191,583)	(64,783)	-	(224,815)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(3,870)	(1,511)	6,446	-	1,065
Accrued expenses and other liabilities	(168,721)	130,380	27,169	-	(11,172)
	(121,260)	(311,262)	(368,228)	(20,000)	(820,750)
Net cash generated from / (used in) from operating activities	7,372,454	11,149,834	(31,603,800)	(19,969)	(13,101,481)
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	4,165,884	4,479,185	28,947,939	-	37,593,008
Payments made against redemption of units	(10,900,476)	(12,491,273)	(30,990,585)	-	(54,382,334)
Net cash used in financing activities	(6,734,592)	(8,012,088)	(2,042,646)	-	(16,789,326)
Net increase / (decrease) in cash and cash equivalents	637,862	3,137,746	(33,646,446)	(19,969)	(29,890,807)
Cash and cash equivalents at the beginning of the year	2,402,669	31,142,070	94,032,619	19,969	127,597,327
Cash and cash equivalents at the end of the year	16	3,040,531	34,279,816	60,386,173	97,706,520

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS

FOR THE YEAR ENDED JUNE 30, 2023

	2022				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
Note ----- (Rupees) -----					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year before taxation	(7,283,524)	5,332,295	6,906,079	-	4,954,850
Adjustments for:					
Unrealised gain / (loss) on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	6,904,619	(133,364)	11,051	-	6,782,306
Reversal of Provision for Sindh Workers' Welfare Fund	(300,368)	(275,102)	(331,598)	-	(907,068)
	(679,273)	4,923,829	6,585,532	-	10,830,088
(Increase) / decrease in assets					
Investments - net	13,219,344	19,906,704	(1,073,451)	-	32,052,597
Advances, profit and other receivable	(238,420)	(2,292,743)	(674,017)	-	(3,205,180)
	12,980,924	17,613,961	(1,747,468)	-	28,847,417
Increase in liabilities					
Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	84,279	213,666	321,921	-	619,866
Payable to Central Depository Company of Pakistan Limited - Trustee	(8,529)	208,149	35,728	-	235,348
Annual fee payable to the Securities and Exchange Commission of Pakistan	(3,194)	(3,267)	(3,400)	-	(9,861)
Accrued expenses and other liabilities	50,814	334,748	271,306	-	656,868
	123,370	753,296	625,555	-	1,502,221
Net cash generated from operating activities	12,425,021	23,291,086	5,463,619	-	41,179,726
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	12,538,189	8,950,267	30,491,205	-	51,979,661
Payments made against redemption of units	(23,387,390)	(20,823,691)	(13,836,138)	-	(58,047,219)
Net cash (used in) / generated from financing activities	(10,849,201)	(11,873,424)	16,655,067	-	(6,067,558)
Net increase in cash and cash equivalents	1,575,820	11,417,662	22,118,686	-	35,112,168
Cash and cash equivalents at the beginning of the year	826,849	19,724,408	71,913,933	19,969	92,485,159
Cash and cash equivalents at the end of the year	16 2,402,669	31,142,070	94,032,619	19,969	127,597,327

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

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP PENSION FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Pension Fund (the Fund) was established under a Trust deed executed between Alfalah Asset Management Limited (formerly Alfalah GHP Investment Management Limited (AGIML) as Pension Fund Manager and the Central Depository Company of Pakistan Limited (the CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016. The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

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

1.2 The objective of the Fund is to provide participants with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

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

1.4 The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three Sub-Funds:

AGPF - Equity Sub-Fund (AGPF - ESF)

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

AGPF - Debt Sub-Fund (AGPF - DSF)

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

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

The Money Market Sub-Fund consists of short term debt instruments with weighted average time to maturity not exceeding ninety days. There is no restriction on the amount of investment in securities issued by the Federal Government and deposit with commercial banks having 'A+' or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial or City Government, Government corporate entities with 'A' or higher rating or a Government corporations with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

1.5 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.

1.6 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

1.7 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, any premium payable in respect of any schemes selected by the Participant pursuant to the offering document and any bank charges in respect of the receipt of such Contributions. The net Contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant and is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value notified by the Pension Fund Manager at the close of that business day.

1.8 The Fund offers five types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility and Customized. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the Funds are allocated to the above stated Sub-Funds. The allocation to the sub-funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

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

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

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

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

2.4 Critical accounting estimates and judgments

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

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

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

2.5 Accounting convention

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

2.6 Functional and presentation currency

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

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

3.1 Cash and cash equivalents

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

3.2 Financial assets

3.2.1 Initial recognition and measurement

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

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

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

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

based on the business model of the entity.

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

3.2.2.2 Equity instruments

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

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

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

3.2.3 Impairment

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

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

3.2.3.1 Impairment on debt securities

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

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

3.2.4 Regular way contracts

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

3.2.5 Derecognition

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

3.2.6 Derivatives

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

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently carried at amortised cost.

3.3.2 Derecognition

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

3.4 Offsetting of financial assets and financial liabilities

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

3.5 Provisions

Provisions are recognised when the Fund has a present, legal or constructive, obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.6 Taxation

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

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

3.7 Revenue recognition

- Gains / (losses) on sale of investments are recorded in the Income Statement on the date on which the transaction takes place.
- Markup income on bank balances, letter of placement and other income is recognised on an accrual basis.
- Dividend income is recognised when the right to receive the dividend is established. i.e. on the date of commencement of book closure of the investee company institution declaring the dividend.
- Unrealised gains or losses arising on revaluation of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which these arise.
- Income on sukuk certificates, term finance certificates, islamic commercial papers and government securities is recognised on time proportion basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profit are recorded on cash basis.

3.8 Expenses

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

3.9 Issue, allocation, reallocation and redemption of units

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

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

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

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

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

3.10 Net asset value per unit

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

3.11 Earnings / (loss) per unit

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

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

3.12 Foreign currency translation

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

4 BANK BALANCES

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total
		(Rupees)				
Savings accounts	4.2	3,040,531	3,087,866	2,968,508	-	9,096,905
		<u>3,040,531</u>	<u>3,087,866</u>	<u>2,968,508</u>	<u>-</u>	<u>9,096,905</u>
		2022				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total
		(Rupees)				
Savings accounts	4.2	2,402,669	1,284,660	43,275,021	19,969	46,982,319
		<u>2,402,669</u>	<u>1,284,660</u>	<u>43,275,021</u>	<u>19,969</u>	<u>46,982,319</u>

4.1 This represents collection and redemption accounts maintained by the Fund.

4.2 These accounts carry rates of return of ranging from 16.60% - 19.25% (2022: 16.60%) per annum. It includes bank balances in aggregate to Rs. 8.93 million (2022: Rs. 44.776 million) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 20.25% (2022: 16.60%) per annum.

5 INVESTMENTS

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total
		(Rupees)				
At fair value through profit or loss						
Listed equity securities	5.1	31,774,742	-	-	-	31,774,742
Units of open - ended mutual funds	5.2	316,500	-	-	-	316,500
Market Treasury Bills	5.3	-	35,438,546	57,889,509	-	93,328,055
Term finance certificates	5.4	-	3,505,735	-	-	3,505,735
Sukuk certificates	5.5	-	6,439,733	10,000,000	-	16,439,733
Pakistan Investment Bonds	5.6	-	8,397,625	44,892,000	-	53,289,625
		<u>32,091,242</u>	<u>53,781,639</u>	<u>112,781,509</u>	<u>-</u>	<u>198,654,390</u>

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total

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

At fair value through profit or loss

Listed equity securities	5.1	37,409,437	-	-	-	37,409,437
Units of open - ended mutual funds		392,000	-	-	-	392,000
Market Treasury Bills	5.3	-	29,857,410	50,757,598	-	80,615,008
Term finance certificates	5.4	-	4,562,229	-	-	4,562,229
Sukuk certificates	5.5	-	11,385,788	8,000,000	-	19,385,788
Pakistan Investment Bonds	5.6	-	10,017,000	-	-	10,017,000
		<u>37,801,437</u>	<u>55,822,427</u>	<u>58,757,598</u>	<u>-</u>	<u>152,381,462</u>

5.1 Listed equity securities

Equity Sub Fund

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

Name of the investee company	Note	As at July 01, 2022	Purchases during the year	Bonus / right received during the year	Sales during the year	As at June 30, 2023	As at June 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total market value of investments	
						(Number of shares)	(Rupees)			%		
Commercial Banks												
Bank Al-Habib Limited		20,950	-	-	3,200	17,750	1,030,565	767,155	(263,410)	2.21	2.39	-
The Bank of Punjab		111,375	-	9,337	43,000	77,712	382,909	269,661	(113,248)	0.78	0.84	-
Faysal Bank Limited		35,000	-	-	6,000	29,000	668,740	585,220	(83,520)	1.69	1.82	-
Habib Bank Limited		21,720	-	-	4,200	17,520	1,600,277	1,282,990	(317,287)	3.70	4.00	-
Habib Metropolitan Bank Limited		10,370	-	-	5,000	5,370	209,699	162,281	(47,418)	0.47	0.51	-
MCB Bank Limited		8,225	-	-	650	7,575	931,574	867,110	(64,464)	2.50	2.70	-
Meezan Bank Limited		10,578	1,300	1,057	-	12,935	1,359,812	1,117,196	(242,616)	3.22	3.48	-
Bank Alfalah Limited		28,500	21,700	-	5,300	44,900	1,443,741	1,366,756	(76,985)	3.95	4.26	-
United Bank Limited		16,900	2,000	-	2,800	16,100	1,812,160	1,892,394	80,234	5.46	5.90	-
							9,439,477	8,310,763	(1,128,714)	23.98	25.90	-
Textile Composite												
Gul Ahmed Textile Mills Limited		22,620	-	2,824	8,500	16,944	477,397	301,773	(175,624)	0.87	0.94	-
Interloop Limited		16,390	-	3,129	10,800	8,719	340,990	307,432	(33,558)	0.89	0.96	-
Kohinoor Textile Mills Limited		13,000	-	-	2,000	11,000	550,000	560,010	10,010	1.62	1.75	-
Nishat Mills Limited		12,800	-	-	5,700	7,100	524,761	403,067	(121,694)	1.16	1.26	-
							1,893,148	1,572,282	(320,866)	4.54	4.91	-
Cement												
Cherat Cement Company Limited		4,500	1,500	-	-	6,000	603,925	721,680	117,755	2.08	2.25	-
D.G. Khan Cement Company Limited		7,062	2,900	-	5,500	4,462	235,056	228,901	(6,155)	0.66	0.71	-
Fauji Cement Company Limited		-	20,000	-	-	20,000	242,700	235,200	(7,500)	0.68	0.73	-
Kohat Cement Limited		1,600	3,000	-	-	4,600	694,988	797,962	102,974	2.30	2.49	-
Lucky Cement Limited		2,518	-	-	-	2,518	1,155,863	1,314,623	158,760	3.79	4.10	-
Maple Leaf Cement Factory Limited		22,945	8,000	-	6,300	24,645	683,161	698,193	15,032	2.02	2.18	-
Pioneer Cement Limited		-	5,400	-	-	5,400	440,466	467,802	27,336	1.35	1.46	-
							4,056,159	4,464,361	408,202	12.88	13.92	-
Power Generation & Distribution												
The Hub Power Company Limited		24,970	-	-	2,600	22,370	1,524,963	1,556,505	31,542	4.49	4.85	-
							1,524,963	1,556,505	31,542	4.49	4.85	-
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited	5.1.1.1	6,173	-	-	1,302	4,871	837,033	540,730	(296,303)	1.56	1.68	-
Sui Northern Gas Pipelines Limited		-	10,500	-	-	10,500	458,950	413,385	(45,565)	1.19	1.29	-
							1,295,983	954,115	(341,868)	2.75	2.97	-
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited		1,381	40	-	-	1,421	2,470,781	2,152,303	(318,478)	6.21	6.71	-
Attock Petroleum Limited		-	500	-	-	500	153,874	150,125	(3,749)	0.43	0.47	-
Oil & Gas Development Company Limited		21,250	-	-	7,900	13,350	1,050,245	1,041,300	(8,945)	3.01	3.24	-
Pakistan Oilfields Limited		4,990	-	-	1,450	3,540	1,436,567	1,422,266	(14,301)	4.11	4.43	-
Pakistan Petroleum Limited		20,296	500	-	6,200	14,596	991,616	863,207	(128,409)	2.49	2.69	-
							6,103,083	5,629,201	(473,882)	16.25	17.54	-

Name of the investee company	Note	As at July 01, 2022	Purchases during the year	Bonus / right received during the year	Sales during the year	As at June 30, 2023	As at June 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total market value of investments	
(Number of shares)												
Engineering												
Agha Steel Industries Limited		19,425	-	-	-	19,425	304,584	188,811	(115,773)	0.55	0.59	-
International Industries Limited		8,490	-	-	6,100	2,390	247,915	175,044	(72,871)	0.51	0.55	-
Mughal Iron and Steel Industries Limited		8,500	-	-	8,500	-	-	-	-	-	-	-
							552,499	363,855	(188,644)	1.06	1.14	
Automobile Assembler												
Sazgar Engineering Works Limited		-	3,000	-	-	3,000	159,750	152,550	(7,200)	0.44	0.48	-
							159,750	152,550	(7,200)	0.44	0.48	
Automobile Parts & Accessories												
Atlas Battery Limited		-	2,100	-	-	2,100	361,900	429,219	67,319	1.24	1.34	-
Thal Limited		-	-	-	-	-	-	-	-	-	-	-
(Face value Rs 5 per share)		1,000	-	-	-	1,000	269,620	162,000	(107,620)	0.47	0.50	-
							631,520	591,219	(40,301)	1.71	1.84	
Fertilizer												
Engro Corporation Limited		7,760	-	-	1,000	6,760	1,737,928	1,756,856	18,928	5.07	5.47	-
Engro Fertilizers Limited		15,000	7,200	-	7,000	15,200	1,289,983	1,254,456	(35,527)	3.62	3.91	-
Fauji Fertilizer Company Limited		12,050	-	-	-	12,050	1,328,151	1,186,202	(141,949)	3.42	3.70	-
							4,356,062	4,197,514	(158,548)	12.11	13.08	
Pharmaceuticals												
AGP Limited		-	6,500	-	-	6,500	347,750	367,120	19,370	1.06	1.14	-
Highnoon Laboratories Limited		800	212	-	-	1,012	423,896	340,204	(83,692)	0.98	1.06	-
The Searle Company Limited	5.1.1.1	3,541	700	885	-	5,126	436,230	196,428	(239,802)	0.57	0.61	-
							1,207,876	903,752	(304,124)	2.61	2.81	
Chemicals												
Engro Polymer & Chemicals Limited		9,500	-	-	9,500	-	-	-	-	-	-	-
							-	-	-	-	-	
Technology & Communications												
Avanceon Limited		9,050	2,700	1,057	4,700	8,107	546,104	357,032	(189,072)	1.03	1.11	-
Systems Limited		5,774	400	-	2,000	4,174	1,411,788	1,683,499	271,711	4.86	5.25	-
							1,957,892	2,040,531	82,639	5.89	6.36	
Food & Personal Care Products												
Unity Foods Limited		7,200	-	-	7,200	-	-	-	-	-	-	-
National Foods Limited		-	6,800	-	3,000	3,800	323,000	373,920	50,920	1.08	1.17	-
							323,000	373,920	50,920	1.08	1.17	
Glass & Ceramics												
Tariq Glass Limited		-	6,300	-	-	6,300	437,800	429,030	(8,770)	1.24	1.34	-
							437,800	429,030	(8,770)	1.24	1.34	
Miscellaneous												
Pakistan Aluminium Beverage Cans Limited		-	8,000	-	2,800	5,200	238,055	235,144	(2,911)	0.68	0.73	-
							238,055	235,144	(2,911)	0.68	0.73	
As at June 30, 2023							34,177,267	31,774,742	(2,402,525)			
As at June 30, 2022							44,204,056	37,409,437	(6,794,619)			

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

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

On June 27, 2018, the Supreme Court of Pakistan passed a judgement whereby the suits which were already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

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

As at June 30, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the Investee company	2023		2022	
	Bonus Shares			
	Number	Market value (Rupees)	Number	Market value (Rupees)
Pakistan State Oil Limited	36	3,996	36	6,186
The Searle Company Limited	47	2,261	47	5,124
	<u>83</u>	<u>6,257</u>	<u>83</u>	<u>11,310</u>

5.2 Units of open - ended mutual funds

Particulars	As at July 1, 2022	Issued during the year	Redeemed during the year	As at June 30, 2023	As at June 30, 2023			Market value as a percentage of	
					Carrying value	Market value	Unrealised loss	Net assets	Total investments
				(No. of Units)	(Rupees)			%	
Alfalch Consumer Index Exchange Traded Fund	50,000	-	-	50,000	392,000	316,500	(75,500)	0.914	0.986
As at June 30, 2023					<u>392,000</u>	<u>316,500</u>	<u>(75,500)</u>		
As at June 30, 2022					<u>502,000</u>	<u>392,000</u>	<u>(110,000)</u>		

5.3 Market Treasury Bills

5.3.1 Debt Sub - Fund

Name of security	Note	Date of issue	Face value			Balance as at June 30, 2023			Market value as a percentage of		
			As at July 01, 2022	Purchased during the year	Sold / Matured during the year	As at June 30, 2023	Carrying value	Market value	Unrealised loss	net assets of Sub-Fund	total investments of Sub-Fund
				(Rupees)			(%)				
Market Treasury Bills											
- 3 months		April 21, 2022	30,000,000	-	30,000,000	-	-	-	-	-	
- 3 months		July 28, 2022	-	31,000,000	31,000,000	-	-	-	-	-	
- 3 months		November 3, 2022	-	20,000,000	20,000,000	-	-	-	-	-	
- 3 months		January 26, 2023	-	15,000,000	15,000,000	-	-	-	-	-	
- 3 months		March 22, 2023	-	3,500,000	3,500,000	-	-	-	-	-	
- 3 months	5.3.1.1	April 20, 2023	-	18,000,000	-	18,000,000	17,876,350	17,868,780	(7,570)	31.25	33.22
- 3 months	5.3.1.1	June 22, 2023	-	14,000,000	-	14,000,000	13,344,038	13,323,170	(20,868)	23.30	24.77
Market Treasury Bills											
- 12 months	5.3.1.1	October 6, 2022	-	5,000,000	500,000	4,500,000	4,339,448	4,246,596	(92,852)	-	-
Total as at June 30, 2023			<u>30,000,000</u>	<u>106,500,000</u>	<u>100,000,000</u>	<u>36,500,000</u>	<u>35,559,836</u>	<u>35,438,546</u>	<u>(121,290)</u>		
Total as at June 30, 2022			<u>21,000,000</u>	<u>111,260,000</u>	<u>102,260,000</u>	<u>30,000,000</u>	<u>29,864,828</u>	<u>29,857,410</u>	<u>(7,418)</u>		

5.3.1.1 These Market Treasury Bills carry yield of 15.69% to 22.00% (2022: 13.03%) per annum and will mature latest by July 13, 2023.

5.3.2 Money Market Sub - Fund

Name of security	Note	Date of issue	Face value			Balance as at June 30, 2023			Market value as a percentage of	
			As at July 01, 2022	Purchased during the year	Sold / Matured during the year	As at June 30, 2023	Carrying value	Market value	Unrealised loss	net assets of Sub-Fund
				(Rupees)			(%)			
Market Treasury Bills										
- 3 months		April 21, 2022	47,500,000	-	47,500,000	-	-	-	-	-
- 3 months		July 14, 2022	-	100,000,000	100,000,000	-	-	-	-	-

Name of security	Note	Date of issue	Face value				Balance as at June 30, 2023			Market value as a percentage of	
			As at July 01, 2022	Purchased during the year	Sold / Matured during the year	As at June 30, 2023	Carrying value	Market value	Unrealised loss	net assets of Sub-Fund	total investments of Sub-Fund
			(Rupees)						(%)		
- 3 months		October 6, 2022	-	82,000,000	82,000,000	-	-	-	-	-	-
- 3 months		November 3, 2022	-	20,000,000	20,000,000	-	-	-	-	-	-
- 3 months		December 17, 2022	-	50,000,000	50,000,000	-	-	-	-	-	-
- 3 months		January 15, 2023	-	25,000,000	25,000,000	-	-	-	-	-	-
- 3 months		January 26, 2023	-	26,000,000	26,000,000	-	-	-	-	-	-
- 3 months		March 9, 2023	-	50,300,000	50,300,000	-	-	-	-	0.00%	0.00%
- 3 months		April 6, 2023	-	12,000,000	12,000,000	-	-	-	-	0.00%	0.00%
- 3 months	5.3.2.1	April 26, 2023	-	28,000,000	-	28,000,000	27,807,656	27,795,880	(11,776)	23.83%	24.65%
- 3 months	5.3.2.1	June 15, 2023	-	15,000,000	-	15,000,000	14,415,103	14,395,305	(19,798)	12.34%	12.76%
- 3 months	5.3.2.1	June 22, 2023	-	16,000,000	-	16,000,000	15,250,329	15,226,480	(23,849)	13.06%	13.50%
- 6 months		October 6, 2022	-	18,000,000	18,000,000	-	-	-	-	-	-
Market Treasury Bills											
- 12 months	5.3.2.1	October 6, 2022	-	500,000	-	500,000	474,012	471,844	(2,168)	0.40%	0.42%
Total as at June 30, 2023			47,500,000	442,800,000	430,800,000	59,500,000	57,947,100	57,889,509	(57,591)		
Total as at June 30, 2022			11,000,000	293,500,000	257,000,000	47,500,000	50,768,649	50,757,598	(11,051)		

5.3.2.1 These Market Treasury Bills carry yield of ranging from 22.71% - 22.00% (2022: 13.02% - 14.10%) per annum and will latest mature by July 13, 2023.

5.4 Term Finance Certificates

5.4.1 Debt Sub Fund

Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Maturity date	As at July 01, 2022	Purchased during the year	Sold during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of		Investment as a percentage of issue size
								Carrying value	Market value	Unrealised gain	net assets of the Sub-Fund	total investments of Sub-Fund	
			(No. of certificates)				(Rupees)			%			
COMMERCIAL BANKS													
The Bank of Punjab Limited (AA, PACRA) (Face value Rs. 99,780)	Semi-annually	6 Months KIBOR + 1.00%	December 23, 2026	10	-	10	-	-	-	-	0.00%	0.00%	0.00%
The Bank of Punjab Limited (AA, PACRA) (Face value Rs. 99,840)	Semi-annually	6 Months KIBOR + 1.25%	April 23, 2028	10	-	-	10	998,750	1,007,735	8,985	1.76%	1.87%	0.02%
Samba Bank Limited (AA-, PACRA) (Face value: Rs. 99,960)	Semi-annually	6 Months KIBOR + 1.35%	March 2, 2031	25	-	-	25	2,498,000	2,498,000	-	4.37%	4.64%	0.05%
Total as at June 30, 2023								3,496,750	3,505,735	8,985			
Total as at June 30, 2022								4,505,132	4,562,229	57,097			

5.5 Sukuk certificates

5.5.1 Debt Sub Fund

Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Maturity date	As at July 01, 2022	Purchased during the year	Sold/ matured during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of	
								Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total investments of Sub-Fund
			(No. of certificates)				(Rupees)			%		

Commercial banks

Dubai Islamic Bank Pakistan Limited (AA-, VIS)
(Face value: Rs. 1,000,000)

Semi-annually /
Bullet at maturity

6 Months
KIBOR + 0.50%

July 14,
2027

2

-

2

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-

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Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Maturity date	As at July 01, 2022	Purchased during the year	Sold/ matured during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of	
								Carrying value	Market value	Unrealised (loss) / gain	net assets of the Sub-Fund	total investments of Sub-Fund

(No. of certificates) ----- (Rupees) ----- % -----

Power generation & distribution

The Hub Power Company Limited (AA+, PACRA) (Face value Rs. 75,000)	Monthly / Semi-annually	3 Months KIBOR + 1.90%	August 22, 2023	30	-	-	30	867,225	752,233	(114,992)	1.32	1.40
Lucky Electric Power Company Limited Sukuk XI (A1+, PACRA) Face value Rs. 1,000,000)	Bullet at maturity	6 Months KIBOR + 0.5%	December 13, 2023	-	5	5	-	5,000,000	5,000,000	-	8.74	9.30
K-Electric Limited (PPSTS - 5) (A1+, PACRA) Face value Rs. 1,000,000)	Bullet at maturity	6 Months KIBOR + 0.70%	October 13, 2022	6	-	6	-	-	-	-	-	-
China Power Hub Generation Company Sukuk II (A1+, PACRA) Face value Rs. 1,000,000)	Bullet at maturity	6 Months KIBOR + 1.45%	June 7, 2023	-	5	5	-	-	-	-	-	-

ENGINEERING

Mughal Iron and Steel Industries Limited (A+, PACRA) (Face value: Rs. 937,500)	Quarterly	3 Months KIBOR + 1.30%	March 2, 2026	1	-	-	1	691,000	687,500	(3,500)	1.20	1.28
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Total as at June 30, 2023

6,558,225 6,439,733 (118,492)

Total as at June 30, 2022

11,306,768 11,385,788 79,020

5.5.2 Money Market Sub Fund

Name of the investee company	Profit payments / principal redemptions	Rate of return per annum	Maturity date	As at July 01, 2022	Purchased during the year	Sold / matured during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of	
								Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-Fund	total investments of Sub-Fund

(No. of certificates) ----- (Rupees) ----- % -----

Power generation & distribution

China Power Hub Generation Company Limited- Short Term Sukuk II (A1+, PACRA) Face value of Rs. 1000,000 each	Bullet at maturity	6M Kibor + 1.45%	June 7, 2023	-	9	9	-	-	-	-	-	-
Lucky Electric Power Co Limited - Short term Sukuk VII (A1+, PACRA) Face value of Rs. 1,000,000 each	Bullet at maturity	6M Kibor + 0.65%	August 15, 2023	-	10	-	10	10,000,000	10,000,000	-	8.57	8.87
K-Electric Limited (PPSTS - 5) (A1+, PACRA) Face value Rs. 1,000,000)	Bullet at maturity	6 Months KIBOR + 0.70%	October 13, 2022	8	-	8	-	-	-	-	-	-

Total as at June 30, 2023

10,000,000 10,000,000 -

Total as at June 30, 2022

8,000,000 8,000,000 -

5.6 Pakistan Investment Bonds

5.6.1 Debt Sub - Fund

Name of security	Note	Date of issue	Face value				Balance as at June 30, 2023			Market value as a percentage of	
			As at July 01, 2022	Purchased during the year	Sold / Matured during the year	As at June 30, 2023	Carrying value	Market value	Unrealised loss	Net assets of Sub-Fund	Total investments of Sub-Fund

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

Pakistan Investment Bonds

- 3 years		June 18, 2020	10,000,000	-	10,000,000	-	-	-	-	-	-	-
- 3 years	5.6.1.1	August 4, 2023	-	10,000,000	-	10,000,000	9,367,373	8,397,625	(969,748)	14.69	15.61	
Total as at June 30, 2023							9,367,373	8,397,625	(969,748)			
Total as at June 30, 2022							10,012,335	10,017,000	4,665			

5.6.1.1 This Pakistan Investment Bond carry yield of 13.68% (2022: 11.83%) per annum and will mature on June 19, 2023.

5.6.2 Money Market Sub - Fund

Name of security	Note	Date of issue	Face value			Balance as at June 30, 2023			Market value as a percentage of		
			As at July 01, 2022	Purchased during the year	Sold / Matured during the	As at June 30, 2023	Carrying value	Market value	Unrealised loss	Net assets of Sub-Fund	Total investments of Sub-Fund
						(Rupees)			(%)		
Pakistan Investment Bonds											
- 3 years	5.6.2.1	August 26, 2021	-	45,000,000	-	45,000,000	44,923,088	44,892,000	(31,088)	38.49	39.80
Total as at June 30, 2023							<u>44,923,088</u>	<u>44,892,000</u>	<u>(31,088)</u>		
Total as at June 30, 2022							<u>-</u>	<u>-</u>	<u>-</u>		

5.6.2.1 This Pakistan Investment Bond carry yield of 23.08% (2022: Nil) per annum and will mature on August 26, 2023.

5.7 Unrealised gain / (loss) on revaluation of investments classified as ' financial assets at fair value through profit or loss' - net

Particulars	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Market value of investments	32,091,242	53,781,639	112,781,509	198,654,390
Less: Carrying value of investments	34,569,267	54,982,184	112,870,188	202,421,639
	<u>(2,478,025)</u>	<u>(1,200,545)</u>	<u>(88,679)</u>	<u>(3,767,249)</u>
Particulars	2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Market value of investments	37,801,437	55,822,427	58,757,598	152,381,462
Less: Carrying value of investments	44,706,056	55,689,063	58,768,649	159,163,768
	<u>(6,904,619)</u>	<u>133,364</u>	<u>(11,051)</u>	<u>(6,782,306)</u>

6 ADVANCES, PROFIT AND OTHER RECEIVABLE

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

2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----					
Profit receivable on bank balances	438,905	1,218,261	531,534	-	2,188,700
Profit receivable on Term finance certificates	-	373,497	-	-	373,497
Profit receivable on Sukuk certificates	-	991,387	139,128	-	1,130,515
Dividend receivable	122,345	-	-	-	122,345
Other receivables	-	60,300	245,125	-	305,425
Advance tax	53,646	29,370	29,309	31	112,356
	<u>614,896</u>	<u>2,672,815</u>	<u>945,096</u>	<u>31</u>	<u>4,232,838</u>

6.1 This includes an amount of Rs 0.269 million (2022: Rs 1.925 million) receivable from Bank Alfalah Limited (a related party).

7 PAYABLE TO THE ALFALAH GHP INVESTMENT MANAGEMENT LIMITED - PENSION FUND MANAGER

2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----					
Remuneration payable to the Pension Fund Manager	157,201	48,116	91,128	-	296,445
Sindh sales tax payable on remuneration of the Pension Fund Manager	20,436	6,255	11,847	-	38,538
	<u>177,637</u>	<u>54,371</u>	<u>102,975</u>	<u>-</u>	<u>334,983</u>

2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----					
Remuneration payable to the Pension Fund Manager	139,695	268,121	389,611	-	797,427
Sindh sales tax payable on remuneration of the Pension Fund Manager	18,162	34,798	50,424	-	103,384
Other payable	-	-	-	20,000	20,000
	<u>157,857</u>	<u>302,919</u>	<u>440,035</u>	<u>20,000</u>	<u>920,811</u>

7.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management remuneration not exceeding 1.50% (2022: 1.50%) of net assets of each Sub-Fund calculated on daily basis. Accordingly, the Pension Fund Manager has charged its remuneration at the rate of 1.25% (2022: 1.25%) of average annual net assets of the Fund, calculated on a daily basis. The remuneration is payable to the Pension Fund Manager monthly in arrears.

7.2 During the year, an amount of Rs. 0.264 million (2022: Rs. 0.334 million) was charged on account of sales tax on remuneration of Pension Fund Manager levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.329 million (2022: Rs. 0.470 million) has been paid to the Pension Fund Manager which acts as a collecting agent.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----					
Trustee remuneration payable	40,409	30,434	11,055	-	81,898
Sindh sales tax payable on Trustee remuneration	5,253	3,956	1,437	-	10,646
Central Depository System charges payable	2,419	40,956	-	-	43,375
	<u>48,081</u>	<u>75,346</u>	<u>12,492</u>	<u>-</u>	<u>135,919</u>

2022						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Trustee remuneration payable	8.1	14,596	45,299	68,294	-	128,189
Sindh sales tax payable on Trustee remuneration	8.2	1,934	5,914	8,981	-	16,829
Central Depository System charges payable		-	215,660	-	-	215,660
Sindh sales tax payable on Central Depository System charges		-	56	-	-	56
		16,530	266,929	77,275	-	360,734

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

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

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

- 8.2 During the year, an amount of Rs 0.038 million (2022: Rs. 0.038 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.044 million (2022: Rs. 0.032 million) was paid to the Trustee which acts as a collecting agent.

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

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

During the year ended June 30, 2020, the SECP vide SRO No. 1620(I)/2019 dated December 24, 2019, revised the rate of annual fee to one fortieth of one percent (0.025%) of average annual net assets of the Fund, applicable on all Voluntary Pension Schemes. Accordingly, the Fund has charged SECP fee at the rates of 0.025% (2022: 0.025%) of average annual net assets of the Fund.

10 ACCRUED EXPENSES AND OTHER LIABILITIES

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

2022					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
Withholding tax payable	495,047	321,508	759,756	-	1,576,311
Printing charges payable	20,375	20,372	12,684	-	53,431
Auditors' remuneration payable	50,515	60,148	82,895	-	193,558
Brokerage payable	14,978	6,120	2,269	-	23,367
Sindh sales tax payable on brokerage expenses	1,935	-	1,059	-	2,994
Capital gain tax payable	-	391,587	-	-	391,587
Legal and professional charges payable	52,571	91,032	92,906	-	236,509
	635,421	890,767	951,569	-	2,477,757

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2023 and as at June 30, 2022.

12 NUMBER OF UNITS IN ISSUE

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	-----Number of units-----			
Total units in issue at the beginning of the year	528,845	405,280	712,301	1,646,426
Add: Issuance of units during the year				
Directly by participants	53,173	29,107	181,731	264,011
Transfer from other pension fund	-	110	7,650	7,760
	53,173	29,217	189,381	271,771
Less: Units redeemed during the year				
Directly by participants	(129,436)	(79,967)	(203,225)	(412,628)
Transfer to other Pension Fund	(10,552)	(2,506)	(67)	(13,125)
	(139,988)	(82,473)	(203,292)	(425,753)
Total units in issue at the end of the year	442,030	352,024	698,390	1,492,444

	2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	-----Number of units-----			
Total units in issue at the beginning of the year	657,004	490,711	593,914	1,741,629
Add: Issuance of units during the year				
Directly by participants	146,077	54,435	173,085	373,597
Transfer from other pension fund	10	10,454	46,603	57,067
	146,087	64,889	219,688	430,664
Less: Units redeemed during the year				
Directly by participants	(237,656)	(126,277)	(89,352)	(453,285)
Transfer to other Pension Fund	(36,590)	(24,043)	(11,949)	(72,582)
	(274,246)	(150,320)	(101,301)	(525,867)
Total units in issue at the end of the year	528,845	405,280	712,301	1,646,426

13 CONTRIBUTION TABLE

	2023					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	28,723	2,294,209	24,360	3,724,590	152,797	24,567,720
Employers	14,799	1,132,815	4,311	667,319	20,962	2,320,113
Transfer from other pension fund	-	-	-	-	5,267	860,791
Change of scheme in	-	-	-	-	8,392	1,199,315
Reallocation in	-	-	-	-	1,963	-
Rebalancing in	9,651	738,860	546	87,276	-	-
	53,173	4,165,884	29,217	4,479,185	189,381	28,947,939

	2022					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	58,822	5,195,418	12,064	1,702,340	104,335	14,664,634
Employers	30,782	2,650,760	5,582	773,109	14,125	1,935,288
Transfer from other pension fund	7,494	694,656	2,147	297,710	126	17,808
Change of scheme in	48,989	3,997,355	45,096	6,177,108	101,102	13,873,475
	146,087	12,538,189	64,889	8,950,267	219,688	30,491,205

14 AUDITORS' REMUNERATION

2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Annual audit fee	33,239	54,867	111,894	200,000
Review fee	16,620	27,433	55,947	100,000
Out of pocket expenses	4,986	8,230	16,784	30,000
	54,845	90,530	184,625	330,000
Sindh sales tax	4,388	7,242	14,770	26,400
	59,233	97,772	199,395	356,400

2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Annual audit fee	38,791	47,106	64,103	150,000
Review and other certification	21,394	25,981	35,126	82,501
Out of pocket expenses	4,648	5,645	7,246	17,539
	64,833	78,732	106,475	250,040
Sindh sales tax	5,195	6,309	8,500	20,004
	70,028	85,041	114,975	270,044

15 PROFIT / MARK - UP INCOME

2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Profit / mark - up on:				
Bank balances	517,856	762,247	1,810,812	3,090,915
Market Treasury Bills	-	3,754,324	14,051,720	17,806,044
Term finance certificates	-	896,865	-	896,865
Sukuk certificates	-	1,178,159	2,080,880	3,259,039
Pakistan Investment Bonds	-	2,502,272	865,828	3,368,100
	517,856	9,093,867	18,809,240	28,420,963

2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees)				
Profit / mark - up on:				
Bank balances	416,962	1,363,413	1,970,038	3,750,413
Market Treasury Bills	-	2,605,895	5,593,922	8,199,817
Term finance certificates	-	565,648	-	565,648
Sukuk certificates	-	689,685	298,281	987,966
Pakistan Investment Bonds	-	1,075,800	-	1,075,800
Commercial papers	-	-	305,153	305,153
	416,962	6,300,441	8,167,394	14,884,797

16 CASH AND CASH EQUIVALENTS

2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
(Rupees)					
Bank balances	3,040,531	3,087,866	2,968,508	-	9,096,905
Market Treasury Bills (with original maturity upto 3 months less)	-	31,191,950	57,417,665	-	88,609,615
	3,040,531	34,279,816	60,386,173	-	97,706,520

	2022				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
	(Rupees)				
Bank balances	2,402,669	1,284,660	43,275,021	19,969	46,982,319
Market Treasury Bills (with original maturity upto 3 months less)	-	29,857,410	50,757,598	-	80,615,008
	<u>2,402,669</u>	<u>31,142,070</u>	<u>94,032,619</u>	<u>19,969</u>	<u>127,597,327</u>

17. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

Remuneration to the Pension Fund Manager of the Fund is determined in accordance with the provisions of the VPS Rules, 2005.

Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules, 2005 and the Trust Deed.

The details of transactions carried out by the Fund with connected persons during the period and balances with them as at year end are as follows:

17.1 Detail of transactions with related parties / connected persons:

	2023				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
	(Rupees)				
Alfalah GHP Investment Management Limited - Pension Fund Manager					
Remuneration of the Pension Fund Manager	433,231	551,521	1,048,614	-	2,033,366
Sindh sales tax on remuneration of the Pension Fund Manager	56,320	71,698	136,318	-	264,336
Central Depository Company of Pakistan Limited (Trustee)					
Remuneration of the Trustee	75,555	94,900	121,940	-	292,395
Sindh sales tax on remuneration of the Trustee	9,822	12,337	15,955	-	38,114
CDS charges	-	-	12,092	-	12,092
Bank Alfalah Limited					
Profit on savings accounts	516,791	762,124	1,810,817	-	3,089,732
Equity securities purchased	702,160	-	-	-	702,160
Equity securities sold	171,064	-	-	-	171,064
Alfalah GHP Sovereign Fund					
Market Treasury Bills - Sold	-	-	4,774,935	-	-
Alfalah GHP Pension Fund Debt-Sub Fund					
Market Treasury Bills - Sold	-	452,626	-	-	-
Alfalah GHP Pension Fund Money Market-Sub Fund					
Market Treasury Bills - Purchase	-	-	452,626	-	-
Key management personnel					
Contributions					
Chief Operating Officer	376,824	-	-	-	376,824
Head of Compliance	-	-	565,824	-	565,824
Business Head - Corporate and Institutional Sales	119,896	228,528	156,208	-	504,632
Other key management personnel	486,639	113,402	1,201,618	-	1,801,659
Contributions (Number of units)					
Chief Operating Officer	4,962	-	-	-	4,962
Head of Compliance	-	-	3,704	-	3,704
Business Head - Corporate and Institutional Sales	1,581	1,496	993	-	4,070
Other key management personnel	6,345	752	7,827	-	14,924

	2023				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
	(Rupees)				
Redemptions					
Chief Operating Officer	380,000	-	-	-	380,000
Head of Compliance	-	-	565,824	-	565,824
Business Head - Corporate and Institutional Sales	1,084,445	906,600	230,616	-	2,221,661
Other key management personnel	97,549	85,888	892,150	-	1,075,587
Redemptions (Number of units)					
Chief Operating Officer	4,956	-	-	-	4,956
Head of Compliance	-	-	3,704	-	3,704
Business Head - Corporate and Institutional Sales	14,251	6,007	1,522	-	21,780
Other key management personnel	1,276	563	5,871	-	7,710
	(Rupees)				
Alfalsh GHP Investment Management Limited - Pension Fund Manager					
Remuneration of the Pension Fund Manager	752,991	786,880	1,032,748	-	2,572,619
Sindh sales tax on remuneration of the Pension Fund Manager	97,889	102,305	134,256	-	334,450
Central Depository Company of Pakistan Limited (Trustee)					
Remuneration of the Trustee	75,141	95,160	121,940	-	292,241
Sindh sales tax on remuneration of the Trustee	9,800	12,435	15,954	-	38,189
Bank Alfalah Limited					
Profit on savings accounts	413,623	1,082,157	1,733,437	-	3,229,217
Equity securities purchased	1,054,400	-	-	-	1,054,400
Equity securities sold	119,700	-	-	-	119,700
Units of open-ended mutual funds - purchased					
Alfalsh Consumer Index Exchange Traded Fund	502,000	-	-	-	502,000
Key management personnel					
Contributions					
Chief Operating Officer	971,232	-	-	-	971,232
Head of Compliance	-	-	459,638	-	459,638
Business Head - Corporate and Institutional Sales	291,143	140,056	35,014	-	466,213
Other key management personnel	565,446	65,788	652,866	-	1,284,100
Contributions (Number of units)					
Chief Operating Officer	11,414	-	-	-	11,414
Head of Compliance	-	-	3,368	-	3,368
Business Head - Corporate and Institutional Sales	3,590	1,013	256	-	4,859
Other key management personnel	6,684	476	4,784	-	11,944
Redemptions					
Chief Operating Officer	983,553	-	-	-	983,553
Head of Compliance	-	-	499,929	-	499,929
Business Head - Corporate and Institutional Sales	-	93,395	22,677	-	116,072
Other key management personnel	414,180	20,156	592,154	-	1,026,490
Redemptions (Number of units)					
Chief Operating Officer	11,317	-	-	-	11,317
Head of Compliance	-	-	3,670	-	3,670
Business Head - Corporate and Institutional Sales	-	652	160	-	812
Other key management personnel	4,782	141	4,357	-	9,280
Participants having holding of more than 10%					
Contributions					
Individuals	2,000,000	-	-	-	2,000,000
Contributions (Number of units)					
Individuals	22,145	-	-	-	22,145

17.2 Details of balances with related parties as at the year:

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
		Note ----- (Rupees) -----				
Associated companies / undertakings						
Alfalah GHP Investment Management Limited						
- Pension Fund Manager						
Remuneration payable to Pension Fund Manager		157,201	48,116	91,128	-	296,445
Sindh sales tax payable on remuneration of Pension Fund Manager		20,436	6,255	11,847	-	38,538
Investment at year end		23,512,110	48,733,740	50,095,590	-	122,341,440
Units held (Number of units)		300,000	300,000	300,000	-	900,000
Units of open-ended mutual funds						
Alfalah Consumer Index Exchange Traded Fund		316,500	-	-	-	316,500
Central Depository Company of Pakistan Limited (Trustee)						
Trustee remuneration payable		40,409	30,434	11,055	-	81,898
Sindh sales tax payable on Trustee remuneration		5,253	3,956	1,437	-	10,646
Security deposit		100,000	220,000	100,000	-	420,000
CDS charges payable		2,419	40,956	-	-	43,375
Bank Alfalah Limited						
Bank balances		3,027,349	3,039,229	2,864,683	-	8,931,261
Profit receivable on bank balances		50,496	161,562	56,848	-	268,906
Investment in equity securities		1,366,756	-	-	-	1,366,756
Key management personnel						
Investment at year end						
Chief Operating Officer	17.2.1	228,381	-	-	-	228,381
Business Head - Corporate and Institutional Sales	17.2.1	-	137,916	138,431	-	276,347
Other key management personnel	17.2.1	1,502,267	241,557	2,403,920	-	4,147,744
Units held (number of units)						
Chief Operating Officer	17.2.1	2,914	-	-	-	2,914
Business Head - Corporate and Institutional Sales	17.2.1	-	849	829	-	1,678
Other key management personnel	17.2.1	19,168	1,487	14,396	-	35,051
		2022				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
		----- (Rupees) -----				
Associated companies / undertakings						
Alfalah GHP Investment Management Limited						
Pension Fund Manager						
Remuneration payable to Pension Fund Manager		139,695	268,121	389,611	-	797,427
Sindh sales tax payable on remuneration of Pension Fund Manager		18,162	34,798	50,424	-	103,384
Other payable		-	-	-	20,000	20,000
Investment at year end		22,745,790	43,320,840	42,785,910	-	108,852,540
Units held (Number of units)		300,000	300,000	300,000	-	900,000
Units of open-ended mutual funds						
Alfalah Consumer Index Exchange Traded Fund		392,000	-	-	-	392,000
Central Depository Company of Pakistan Limited (Trustee)						
Trustee remuneration payable		14,596	45,299	68,294	-	128,189
Sindh sales tax payable on Trustee remuneration		1,934	5,914	8,981	-	16,829
Security deposit		100,000	220,000	100,000	-	420,000
CDS charges payable		-	215,660	-	-	215,660
Sindh Sales Tax payable on CDS charges		-	56	-	-	56

	2022				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
	(Rupees)				
Bank Alfalah Limited					
Bank balances	1,019,619	852,114	42,884,536	19,969	44,776,238
Profit receivable on bank balances	425,093	838,973	660,731	-	1,924,797
Investment in equity securities	912,000	-	-	-	912,000
Key management personnel					
Investment at year end					
Chief Operating Officer	220,483	-	-	-	220,483
Business Head - Corporate and Institutional					
Sales	960,631	773,999	193,535	-	1,928,165
Other key management personnel	389,635	182,236	153,459	-	725,330
Units held (number of units)					
Chief Operating Officer	2,908	-	-	-	2,908
Business Head - Corporate and Institutional					
Sales	12,670	5,360	1,357	-	19,387
Other key management personnel	5,139	1,262	1,076	-	7,477

17.2.1 This reflects the position of related party / connected person status as at June 30, 2023.

18. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2023										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	
	(Rupees)										
Financial assets											
Bank balances	3,040,531	-	3,040,531	3,087,866	-	3,087,866	2,968,508	-	2,968,508	-	9,096,905
Investments	-	32,091,242	32,091,242	-	53,781,639	53,781,639	-	112,781,509	112,781,509	-	198,654,390
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	-	100,000	220,000	-	220,000	100,000	-	100,000	-	420,000
Profit and other receivable	59,159	-	59,159	1,231,018	-	1,231,018	1,862,837	-	1,862,837	-	3,153,014
	<u>3,199,690</u>	<u>32,091,242</u>	<u>35,290,932</u>	<u>4,538,884</u>	<u>53,781,639</u>	<u>58,320,523</u>	<u>4,931,345</u>	<u>112,781,509</u>	<u>117,712,854</u>	<u>-</u>	<u>211,324,309</u>
Financial liabilities											
Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	177,637	-	177,637	54,371	-	54,371	102,975	-	102,975	-	334,983
Payable to Central Depository Company of Pakistan Limited - Trustee	48,081	-	48,081	75,346	-	75,346	12,492	-	12,492	-	135,919
Accrued expenses and other liabilities	158,157	-	158,157	211,600	-	211,600	246,041	-	246,041	-	615,798
	<u>383,875</u>	<u>-</u>	<u>383,875</u>	<u>341,317</u>	<u>-</u>	<u>341,317</u>	<u>361,508</u>	<u>-</u>	<u>361,508</u>	<u>-</u>	<u>1,086,700</u>

Particulars	2022										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	
	(Rupees)										
Financial assets											
Bank balances	2,402,669	-	2,402,669	1,284,660	-	1,284,660	43,275,021	-	43,275,021	19,969	46,982,319
Investments	-	37,801,437	37,801,437	-	55,822,427	55,822,427	-	58,757,598	58,757,598	-	152,381,462
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	-	100,000	220,000	-	220,000	100,000	-	100,000	-	420,000
Profit and other receivable	561,250	-	561,250	2,643,445	-	2,643,445	915,787	-	915,787	31	4,120,513
	<u>3,063,919</u>	<u>37,801,437</u>	<u>40,865,356</u>	<u>4,148,105</u>	<u>55,822,427</u>	<u>59,970,532</u>	<u>44,290,808</u>	<u>58,757,598</u>	<u>103,048,406</u>	<u>20,000</u>	<u>203,904,294</u>
Financial liabilities											
Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	157,857	-	157,857	302,919	-	302,919	440,035	-	440,035	20,000	920,811
Payable to Central Depository Company of Pakistan Limited - Trustee	16,530	-	16,530	266,929	-	266,929	77,275	-	77,275	-	360,734
Accrued expenses and other liabilities	140,374	-	140,374	177,672	-	177,672	191,813	-	191,813	-	509,859
	<u>314,761</u>	<u>-</u>	<u>314,761</u>	<u>747,520</u>	<u>-</u>	<u>747,520</u>	<u>709,123</u>	<u>-</u>	<u>709,123</u>	<u>20,000</u>	<u>1,791,404</u>

19. FINANCIAL RISK MANAGEMENT

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

19.1 Market risk

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

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

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

19.1.1 Currency risk

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

19.1.2 Yield / interest rate risk

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

2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	3,040,531	3,087,866	2,968,508	-	9,096,905
Term finance certificates	-	3,505,735	-	-	3,505,735
Sukuk certificates	-	6,439,733	10,000,000	-	16,439,733
Pakistan Investment Bonds	-	8,397,625	44,892,000	-	53,289,625
	<u>3,040,531</u>	<u>21,430,959</u>	<u>57,860,508</u>	<u>-</u>	<u>82,331,998</u>
Fixed rate instruments (financial assets)					
Market Treasury Bills	-	35,438,546	57,889,509	-	93,328,055
	<u>-</u>	<u>35,438,546</u>	<u>57,889,509</u>	<u>-</u>	<u>93,328,055</u>
2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	2,402,669	1,284,660	43,275,021	19,969	46,982,319
Term finance certificates	-	4,562,229	-	-	4,562,229
Sukuk certificates	-	11,385,788	8,000,000	-	19,385,788
Pakistan Investment Bonds	-	10,017,000	-	-	10,017,000
	<u>2,402,669</u>	<u>27,249,677</u>	<u>51,275,021</u>	<u>19,969</u>	<u>80,947,336</u>
Fixed rate instruments (financial assets)					
Market Treasury Bills	-	29,857,410	50,757,598	-	80,615,008
	<u>-</u>	<u>29,857,410</u>	<u>50,757,598</u>	<u>-</u>	<u>80,615,008</u>

a) Sensitivity analysis of variable rate instruments

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

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
Change in basis points				
Increase of 100 basis points	30,405	214,310	578,605	823,320
Decrease of 100 basis points	(30,405)	(214,310)	(578,605)	(823,320)

2022			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total

Change in basis points

Increase of 100 basis points	24,027	272,497	512,750	809,274
Decrease of 100 basis points	(24,027)	(272,497)	(512,750)	(809,274)

b) Sensitivity analysis of fixed rate instruments

Presently, the Fund holds Market Treasury Bills which are classified as financial assets 'at fair value through profit or loss' exposing the Fund to fair value interest rate risk. A reasonably possible change of 100 basis points in interest rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

2023			
Equity Sub-Fund	Debt Sub-Fund	Money Market	Total

Change in basis points

Increase of 100 basis points	-	354,385	578,895	933,280
Decrease of 100 basis points	-	(354,385)	(578,895)	(933,280)

2022			
Equity Sub-Fund	Debt Sub-Fund	Money Market	Total

Change in basis points

Increase of 100 basis points	-	298,574	507,576	806,150
Decrease of 100 basis points	-	(298,574)	(507,576)	(806,150)

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2023 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest rates.

Yield / interest rate sensitivity position for the financial instruments recognised on the statement of assets and liabilities is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

The Fund's interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2023 can be determined as follows:

Alfalsh GHP Pension Fund - Equity Sub Fund

Particulars	2023						2022					
	Effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Effective interest Rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)					%	(Rupees)				
Financial assets												
Bank balances	16.6-22.95	3,040,531	-	-	-	3,040,531	16.6	2,402,669	-	-	-	2,402,669
Investments		-	-	-	32,091,242	32,091,242		-	-	-	37,801,437	37,801,437
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Profit and other receivable		-	-	-	59,159	59,159		-	-	-	561,250	561,250
		3,040,531	-	-	32,250,401	35,290,932		2,402,669	-	-	38,462,687	40,865,356
Financial liabilities												
Payable to the Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	177,637	177,637		-	-	-	157,857	157,857
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	48,081	48,081		-	-	-	16,530	16,530
Accrued expenses and other liabilities		-	-	-	158,157	158,157		-	-	-	140,374	140,374
		-	-	-	383,875	383,875		-	-	-	314,761	314,761
On-balance sheet gap		3,040,531	-	-	31,866,526	34,907,057		2,402,669	-	-	38,147,926	40,550,595
Total interest rate sensitivity gap		3,040,531	-	-	31,866,526	34,907,057		2,402,669	-	-	38,147,926	40,550,595
Cumulative interest rate sensitivity gap		3,040,531	3,040,531	3,040,531				2,402,669	2,402,669	2,402,669		

Alfalsh GHP Pension Fund - Debt Sub Fund

Particulars	2023						2022					
	Effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Effective interest Rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				%	(Rupees)					
On-balance sheet financial instruments												
Financial assets												
Bank balances	16.6-22.95	3,087,866	-	-	-	3,087,866	16.6	1,284,660	-	-	-	1,284,660
Investments	8.48 - 13.03	31,191,950	9,246,596	13,343,093	-	53,781,639	8.48 - 13.03	29,857,410	16,017,000	9,948,017	-	55,822,427
Security deposit with the Central Depository Company of Pakistan Limited												
- Trustee		-	-	-	220,000	220,000		-	-	-	220,000	220,000
Profit and other receivable		-	-	-	1,231,018	1,231,018		-	-	-	2,643,445	2,643,445
Sub total		<u>34,279,816</u>	<u>9,246,596</u>	<u>13,343,093</u>	<u>1,451,018</u>	<u>58,320,523</u>		<u>31,142,070</u>	<u>16,017,000</u>	<u>9,948,017</u>	<u>2,863,445</u>	<u>59,970,532</u>
Financial liabilities												
Payable to the Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	54,371	54,371		-	-	-	302,919	302,919
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	75,346	75,346		-	-	-	266,929	266,929
Accrued expenses and other liabilities		-	-	-	211,600	211,600		-	-	-	177,672	177,672
Sub total		<u>-</u>	<u>-</u>	<u>-</u>	<u>341,317</u>	<u>341,317</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>747,520</u>	<u>747,520</u>
On-balance sheet gap		<u>34,279,816</u>	<u>9,246,596</u>	<u>13,343,093</u>	<u>1,109,701</u>	<u>57,979,206</u>		<u>31,142,070</u>	<u>16,017,000</u>	<u>9,948,017</u>	<u>2,115,925</u>	<u>59,223,012</u>
Total interest rate sensitivity gap		<u>34,279,816</u>	<u>9,246,596</u>	<u>13,343,093</u>	<u>1,109,701</u>	<u>57,979,206</u>		<u>31,142,070</u>	<u>16,017,000</u>	<u>9,948,017</u>	<u>2,115,925</u>	<u>59,223,012</u>
Cumulative interest rate sensitivity gap		<u>34,279,816</u>	<u>43,526,412</u>	<u>56,869,505</u>				<u>31,142,070</u>	<u>47,159,070</u>	<u>57,107,087</u>		

Alfalsh GHP Pension Fund - Money Market Sub - Fund

Particulars	2023						2022					
	Effective interest rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total	Effective interest Rate	Exposed to yield / interest risk			Not exposed to yield / interest rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				%	(Rupees)					
On-balance sheet financial instruments												
Financial assets												
Bank balances	16.6-22.95	2,968,508	-	-	-	2,968,508	16.6	43,275,021	-	-	-	43,275,021
Investments	8.48 - 14.10	57,417,665	10,471,844	44,892,000	-	112,781,509	8.48 - 14.10	50,757,598	8,000,000	-	-	58,757,598
Security deposit with the Central Depository Company of Pakistan Limited												
- Trustee		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Profit and other receivable		-	-	-	1,862,837	1,862,837		-	-	-	915,787	915,787
Sub total		<u>60,386,173</u>	<u>10,471,844</u>	<u>44,892,000</u>	<u>1,962,837</u>	<u>117,712,854</u>		<u>94,032,619</u>	<u>8,000,000</u>	<u>-</u>	<u>1,015,787</u>	<u>103,048,406</u>
Financial liabilities												
Payable to the Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	102,975	102,975		-	-	-	440,035	440,035
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	12,492	12,492		-	-	-	77,275	77,275
Accrued expenses and other liabilities		-	-	-	246,041	246,041		-	-	-	191,813	191,813
Sub total		<u>-</u>	<u>-</u>	<u>-</u>	<u>361,508</u>	<u>361,508</u>		<u>-</u>	<u>-</u>	<u>-</u>	<u>709,123</u>	<u>709,123</u>
On-balance sheet gap		<u>60,386,173</u>	<u>10,471,844</u>	<u>44,892,000</u>	<u>1,601,329</u>	<u>117,351,346</u>		<u>94,032,619</u>	<u>8,000,000</u>	<u>-</u>	<u>306,664</u>	<u>102,339,283</u>
Total interest rate sensitivity gap		<u>60,386,173</u>	<u>10,471,844</u>	<u>44,892,000</u>	<u>1,601,329</u>	<u>117,351,346</u>		<u>94,032,619</u>	<u>8,000,000</u>	<u>-</u>	<u>306,664</u>	<u>102,339,283</u>
Cumulative interest rate sensitivity gap		<u>60,386,173</u>	<u>70,858,017</u>	<u>115,750,017</u>				<u>94,032,619</u>	<u>102,032,619</u>	<u>102,032,619</u>		

19.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate 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 has exposure to equity price risk arising from the Fund investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's Constitutive Documents, the VPS rules and circulars issued by SECP from time to time.

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2023. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents managements' best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

At June 30, 2023, the fair value of equity securities exposed to price risk was disclosed in note 5.1.

<i>Effect due to increase / decrease in KSE 100 index</i>	2023	2022
	(Rupees)	
Investment and net assets	320,912	378,014
Income statement	320,912	378,014

19.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk mainly arises from deposits with banks, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the Fund mainly consist of government securities that represent the interest of Government of Pakistan and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.
- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.

19.2.1 Exposure to credit risk

The maximum exposure to credit risk as at 30 June 2023 is as follows:

Alfalah GHP Pension Fund- Equity Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk
	(Rupees)			
Bank balances	3,040,531	3,040,531	2,402,669	2,402,669
Investments*	32,091,242	-	37,801,437	-
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	100,000
Profit and other receivable	59,159	59,159	561,250	561,250
	<u>35,290,932</u>	<u>3,199,690</u>	<u>40,865,356</u>	<u>3,063,919</u>

*Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in listed equity securities of Rs 32.091 million (2022: Rs 37.801 million) are not exposed to credit risk.

Alfalah GHP Pension Fund- Debt Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure	Balance as per Statement of assets and liabilities	Maximum exposure
	(Rupees)			
Bank balances	3,087,866	3,087,866	1,284,660	1,284,660
Investments*	53,781,639	9,945,468	55,822,427	15,948,017
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	220,000	220,000	220,000	220,000
Profit and other receivable	1,231,018	1,231,018	2,643,445	2,643,445
	<u>58,320,523</u>	<u>14,484,352</u>	<u>59,970,532</u>	<u>20,096,122</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs 43.836 million (2022: Rs. 39.874 million) are not exposed to credit risk.

Alfalsh GHP Pension Fund- Money Market Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure	Balance as per Statement of assets and liabilities	Maximum exposure
	(Rupees)			
Bank balances	2,968,508	2,968,508	43,275,021	43,275,021
Investments*	112,781,509	10,000,000	58,757,598	8,000,000
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	100,000
Profit and other receivable	1,862,837	1,862,837	915,787	915,787
	<u>117,712,854</u>	<u>14,931,345</u>	<u>103,048,406</u>	<u>52,290,808</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs 102.782 million (2022: Rs. 50.76 million) are not exposed to credit risk.

The maximum exposure to credit risk before any credit enhancement as at June 30, 2023 is the carrying amount of the financial assets.

No financial assets were considered to be past due or impaired as at June 30, 2023.

19.2.2 Credit quality of financial assets

The Fund held bank balances at June 30, 2023 with banks having following credit ratings:

Rating Agency	Rating (Short Term / Long Term)	2023	2022
		Percentage of total bank balances	

Alfalsh GHP Pension Fund - Equity Sub Fund

PACRA	A1+ / AA+	99.57%	42.44%
PACRA	A1+ / AAA	0.43%	57.56%
PACRA	A1+ / AA-	0.00%	0.00%
		<u>100.00%</u>	<u>100.00%</u>

Alfalsh GHP Pension Fund - Debt Sub Fund

PACRA	A1+ / AA+	98.42%	66.33%
PACRA	A1+ / AAA	1.50%	0.00%
PACRA	A1+ / AA-	0.08%	33.67%
		<u>100.00%</u>	<u>100.00%</u>

Alfalsh GHP Pension Fund - Money Market Sub Fund

PACRA	A1+ / AA+	96.50%	99.10%
PACRA	A1+ / AAA	3.07%	0.57%
PACRA	A1+ / AA-	0.43%	0.33%
		<u>100.00%</u>	<u>100.00%</u>

19.2.3 Concentration of credit risk

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

Alfalah GHP Pension Fund- Equity Sub Fund

	2023		2022	
	(Rupees)	%	(Rupees)	%
Commercial banks (including profit receivable)	3,097,544	96.81%	2,841,574	92.74%
Dividend receivable	2,146	0.07%	122,345	3.99%
Central Depository Company of Pakistan Limited (security deposit)	100,000	3.12%	100,000	3.27%
	<u>3,199,690</u>	<u>100%</u>	<u>3,063,919</u>	<u>100.00%</u>

Alfalah GHP Pension Fund- Debt Sub Fund

	2023		2022	
	(Rupees)	%	(Rupees)	%
Commercial banks (including profit receivable)	3,288,406	24.20%	2,502,921	12.69%
Investments	9,945,468	73.17%	15,948,017	80.86%
Profit receivable on investments	75,477	0.56%	991,387	5.03%
Central Depository Company of Pakistan Limited (security deposit)	220,000	1.62%	220,000	1.10%
Other receivable	59,494	0.45%	60,300	0.32%
	<u>13,588,845</u>	<u>100%</u>	<u>19,722,625</u>	<u>100.00%</u>

Alfalah GHP Pension Fund- Money Market Sub Fund

	2023		2022	
	(Rupees)	%	(Rupees)	%
Commercial banks (including profit receivable)	3,025,352	21.69%	43,806,555	84.17%
Investments	10,000,000	71.71%	8,000,000	15.37%
Profit receivable on investments	819,976	5.88%	139,128	0.27%
Central Depository Company of Pakistan Limited (security deposit)	100,000	0.72%	100,000	0.19%
	<u>13,945,328</u>	<u>100%</u>	<u>52,045,683</u>	<u>100%</u>

19.3 Liquidity risk

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

The Fund is exposed to redemptions of its redeemable units on a regular basis. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets either in short term instruments or in investments that are traded in an active market and can be readily disposed and are considered readily realisable in order to maintain liquidity.

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

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

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

Alfalah GHP Pension Fund - Equity Sub Fund

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

----- Rupees -----

Financial Assets

Bank balances	3,040,531	-	-	-	3,040,531
Investments	-	-	-	32,091,242	32,091,242
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Profit and other receivable	59,159	-	-	-	59,159
Sub total	3,099,690	-	-	32,191,242	35,290,932

Financial Liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager	177,637	-	-	-	177,637
Payable to Central Depository Company of Pakistan Limited - Trustee	48,081	-	-	-	48,081
Accrued expenses and other liabilities	101,670	56,487	-	-	158,157
Sub total	327,388	56,487	-	-	383,875
Net financial assets	2,772,302	(56,487)	-	32,191,242	34,907,057

----- 2022 -----

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

Financial Assets

Bank balances	2,402,669	-	-	-	2,402,669
Investments	-	-	-	37,801,437	37,801,437
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Profit and other receivable	561,250	-	-	-	561,250
Sub total	2,963,919	-	-	37,901,437	40,865,356

Financial Liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager	157,857	-	-	-	157,857
Payable to Central Depository Company of Pakistan Limited - Trustee	16,530	-	-	-	16,530
Accrued expenses and other liabilities	140,374	-	-	-	140,374
Sub total	314,761	-	-	-	314,761
Net financial assets	2,649,158	-	-	37,901,437	40,550,595

Alfalah GHP Pension Fund - Debt Sub Fund

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

----- Rupees -----

Financial Assets

Bank balances	3,087,866	-	-	-	3,087,866
Investments	17,868,780	9,149,858	22,569,766	4,193,235	53,781,639
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	220,000	220,000
Profit and other receivable	1,231,018	-	-	-	1,231,018
Sub total	22,187,664	9,149,858	22,569,766	220,000	58,320,523

Financial Liabilities

Payable to the Alfalah Asset Management Limited - Pension Fund Manager	54,371	-	-	-	54,371
Payable to Central Depository Company of Pakistan Limited - Trustee	75,346	-	-	-	75,346
Accrued expenses and other liabilities	123,710	87,890	-	-	211,600
Sub total	253,427	87,890	-	-	341,317
Net financial assets	21,934,237	9,061,968	22,569,766	220,000	57,979,206

----- 2022 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	1,284,660	-	-	-	1,284,660
Investments	29,857,410	-	16,017,000	9,948,017	55,822,427
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	220,000	220,000
Profit and other receivable	2,643,445	-	-	-	2,643,445
Sub total	33,785,515	-	16,017,000	220,000	59,970,532
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	302,919	-	-	-	302,919
Payable to Central Depository Company of Pakistan Limited - Trustee	266,929	-	-	-	266,929
Accrued expenses and other liabilities	177,672	-	-	-	177,672
Sub total	747,520	-	-	-	747,520
Net financial assets	33,037,995	-	16,017,000	220,000	59,223,012

Alfalah GHP Pension Fund - Money Market Sub Fund

----- 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	2,968,508	-	-	-	2,968,508
Investments	57,417,665	10,000,000	471,844	44,892,000	112,781,509
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Profit and other receivable	1,862,837	-	-	-	1,862,837
Sub total	62,249,010	10,000,000	471,844	44,892,000	117,712,854
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	102,975	-	-	-	102,975
Payable to Central Depository Company of Pakistan Limited - Trustee	12,492	-	-	-	12,492
Accrued expenses and other liabilities	147,625	98,416	-	-	246,041
Sub total	263,092	98,416	-	-	361,508
Net financial assets	61,985,918	9,901,584	471,844	44,892,000	117,351,346

----- 2022 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	43,275,021	-	-	-	43,275,021
Investments	50,757,598	-	8,000,000	-	58,757,598
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Profit and other receivable	915,787	-	-	-	915,787
Sub total	94,948,406	-	8,000,000	100,000	103,048,406
Financial Liabilities					
Payable to the Alfalah Asset Management Limited - Pension Fund Manager	440,035	-	-	-	440,035
Payable to Central Depository Company of Pakistan Limited - Trustee	77,275	-	-	-	77,275
Accrued expenses and other liabilities	191,813	-	-	-	191,813
Sub total	709,123	-	-	-	709,123
Net financial assets	94,239,283	-	8,000,000	100,000	102,339,283

20 FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

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

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

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

Equity Sub-Fund

	2023			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
At fair value through profit or loss				
Listed equity securities	31,774,742	-	-	31,774,742
Units of open - ended mutual funds	-	316,500	-	316,500
	<u>31,774,742</u>	<u>316,500</u>	<u>-</u>	<u>32,091,242</u>

	2022			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
At fair value through profit or loss				
Listed equity securities	37,409,437	-	-	37,409,437
Units of open - ended mutual funds	-	392,000	-	392,000
	<u>37,409,437</u>	<u>392,000</u>	<u>-</u>	<u>37,801,437</u>

Debt Sub-Fund

	2023			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
At fair value through profit or loss				
Investments in:				
- Term finance certificates	-	3,505,735	-	3,505,735
- Sukuk certificates	-	6,439,733	-	6,439,733
- Market Treasury Bills	-	35,438,546	-	35,438,546
- Pakistan Investment Bonds	-	8,397,625	-	8,397,625
	<u>-</u>	<u>53,781,639</u>	<u>-</u>	<u>53,781,639</u>

	2022			Total
	Level 1	Level 2	Level 3	
	----- (Rupees) -----			
At fair value through profit or loss				
Investments in:				
- Term finance certificates	-	4,562,229	-	4,562,229
- Sukuk certificates	-	11,385,788	-	11,385,788
- Market Treasury Bills	-	29,857,410	-	29,857,410
- Pakistan Investment Bonds	-	10,017,000	-	10,017,000
	<u>-</u>	<u>55,822,427</u>	<u>-</u>	<u>55,822,427</u>

Money Market Sub Fund

2023			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

At fair value through profit or loss

Investments in:

- Sukuk certificates	-	10,000,000	-	10,000,000
- Market Treasury Bills	-	57,889,509	-	57,889,509
- Pakistan Investment Bonds	-	44,892,000	-	44,892,000
	-	<u>112,781,509</u>	-	<u>112,781,509</u>

2022			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

At fair value through profit or loss

Investments in:

- Sukuk certificates	-	8,000,000	-	8,000,000
- Market Treasury Bills	-	50,757,598	-	50,757,598
	-	<u>58,757,598</u>	-	<u>58,757,598</u>

21 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

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

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

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base to meet unexpected losses or opportunities.

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

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

22 GENERAL

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

23 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on 25 August, 2023 by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE

Performance Table

Equity subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	1,281,428	(7,283,524)	14,718,037	(2,164,810)	(7,971,049)
(loss) / gain on sale of investments-net	460,697	(3,107,115)	4,506,089	(1,063,142)	(882,822)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(2,478,025)	(6,904,619)	9,265,612	(2,212,296)	(8,570,294)
Dividend Income	3,663,694	3,495,377	2,576,787	1,841,780	2,188,880
Profit /mark-up income	517,856	416,962	178,003	194,427	309,042
Net asset value per unit as at 30 June	78.3737	75.8193	88.6288	65.0720	67
Total Net assets as at 30 June	34,643,527	40,096,691	58,229,416	39,562,052	36,611,541
Total Contribution received -Gross	4,165,884	12,538,189	14,099,730	13,554,751	22,731,214

Performance Table

Debt subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	6,673,341	5,332,295	3,171,394	5,492,501	2,921,776
(loss) / gain on sale of investments-net	(127,344)	(33,750)	(234,013)	394,840	(50,944)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(1,200,545)	133,364	170,216	461,508	(32,678)
Dividend Income	-	-	-	-	-
Profit /mark-up income	9,093,867	6,300,441	4,946,523	6,085,668	4,129,526
Net asset value per unit as at 30 June	162.4458	144.4028	132.5928	125.9947	112.6289
Total Net assets as at 30 June	57,184,820	58,523,567	65,064,696	56,084,146	42,893,806
Total Contribution received -Gross	4,479,185	8,950,267	15,532,748	10,116,609	12,154,830

Money Market subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	17,075,322	6,906,079	3,928,213	7,359,553	3,166,425
(loss) / gain on sale of investments-net	(7,849)	(57,722)	(214,944)	89,153	(42,630)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(88,679)	(11,051)	528	248,787	(36,113)
Dividend Income	-	-	-	-	-
Profit /mark-up income	18,809,240	8,167,394	5,861,719	8,792,100	4,424,043
Net asset value per unit as at 30 June	166.9853	142.6197	131.3776	124.9698	112.5831
Total Net assets as at 30 June	116,620,864	101,588,188	78,027,042	78,117,787	59,719,584
Total Contribution received -Gross	28,947,939	30,491,205	11,186,642	21,134,307	32,075,355



Alfalah
GHP Islamic Pension Fund

FUND INFORMATION

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

Alfalah GHP Islamic Pension Fund

Annual Fund Manager`s Report

Type of Fund: Open-end Scheme

Category of Fund: Voluntary Islamic Pension Fund Scheme

Investment Objective

The objective of introducing Alfalah GHP Islamic Pension Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.

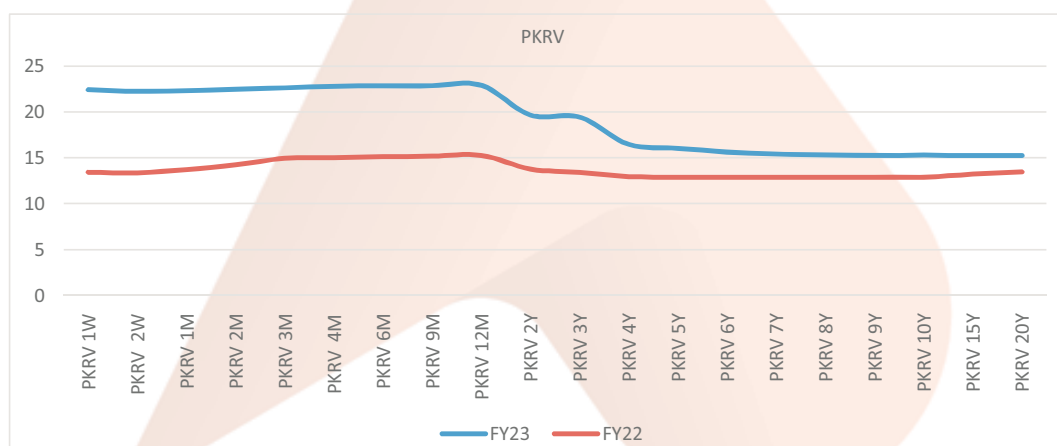
Money Market Review

Pakistan is expected to post GDP growth of 0.29% during FY23 against 6.10% in FY22.

Inflation for FY23 averaged at 29.04%, mainly due to excessive devaluation of PKR resulting in higher domestic prices, including petrol and all other imports, while food prices increased relentlessly because of devastation caused by floods, while the expectation for FY24 is between 23%-24% till the high base effect kicks in latter half of FY24.

In response to rising inflationary pressures due to PKR devaluation and to control increased economic activity, the Central Bank hiked policy rate to 22% by 825bps from June 2022 (13.75% at June 30, 2022). Similar movement has been witnessed in secondary market yields as they have increased by average 8.14% for 1W to 12M tenor bills. While the overall yield curve is currently inverted reflecting market participants' expectations of decline in rates in the long term.

The next monetary policy is scheduled on July 31, 2023, where another hike in the policy rate cannot be ruled out as inflation is expected to remain elevated till Feb 2024, fueled by increase in utility tariffs and PKR devaluation.



Equity Market Review

During FY23, the benchmark index largely remained flat and posted a slight negative return of 0.21% on account of worsening economic indicators. The index remained range bound during the year as it peaked at 43,676 level in Aug'22, however closed at a lower level of 41,453 points.

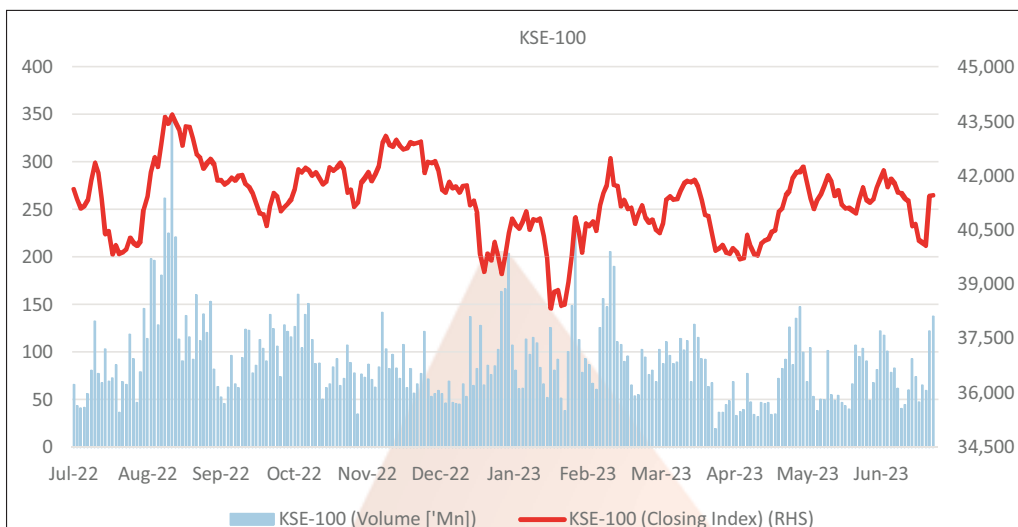
Deterioration in macro-economic indicators including a) slowdown in economic activity due to unprecedented high inflation and interest rates; b) falling forex reserves and sliding PKR due to massive external debt repayments and c) failure in resumption of the stalled IMF program, dampened investors sentiment and resulted in investors shifting allocation to low risk money market investments.

Despite record profitability posted by companies in the benchmark index in 9MFY23, the above mentioned factors kept investors away from the Equity market as average trading volume of KSE-100 index also declined by 21%YoY to 90.65 million shares. Power Generation and Fertilizer sectors contributed to the index the most, as investors jumped to sectors with stable demand, high dividend yield and USD pegged revenues in case of the Power sector, while Pharmaceuticals contributed most negatively to the index due to massive devaluation of PKR against the greenback.

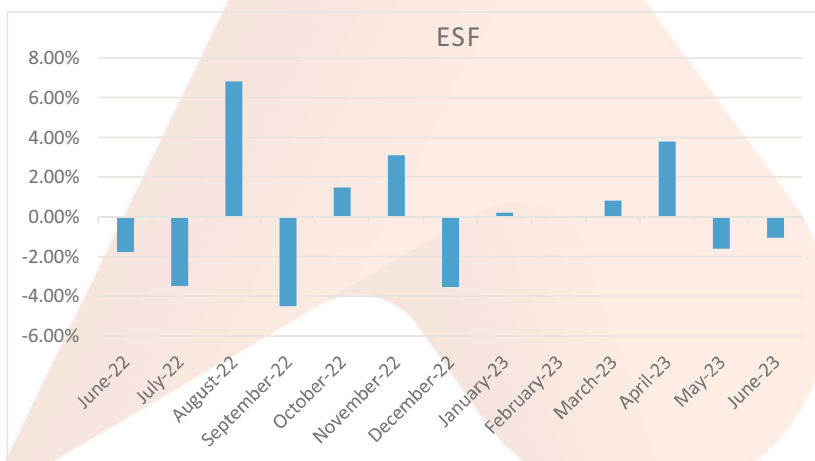
Foreigners remained net buyers in FY23, as the net foreign inflow amounted to USD 4mn compared to net outflow of USD 295mn during FY22.

Going forward, we believe that the resumption of the stalled IMF program and with a caretaker government, the focus will likely be on preserving macroeconomic stability ensuring prudent monetary policy, avoiding fiscal slippages and maintaining market based exchange rate. This will provide much-needed clarity and assurance for the economic plan.

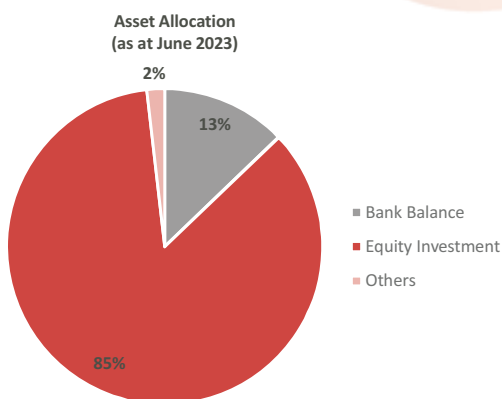
A favorable macroeconomic outlook i.e. falling inflation, peaking interest rates, improving reserves, and a stable PKR, will serve as a huge booster for the Equity market which is currently trading at historic low multiples (forward PE of 3.7x), offering significant potential for a rebound. With double digits' growth in earnings expected in 2024, we expect the local stock market to deliver a strong performance in FY24.



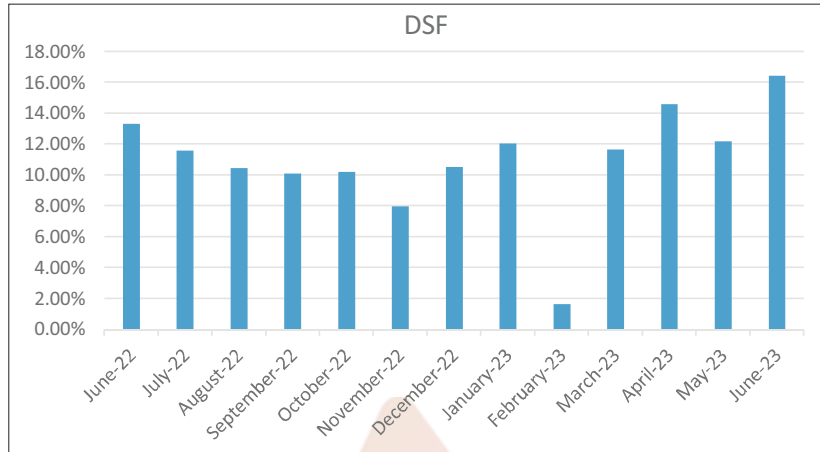
Equity Sub Fund



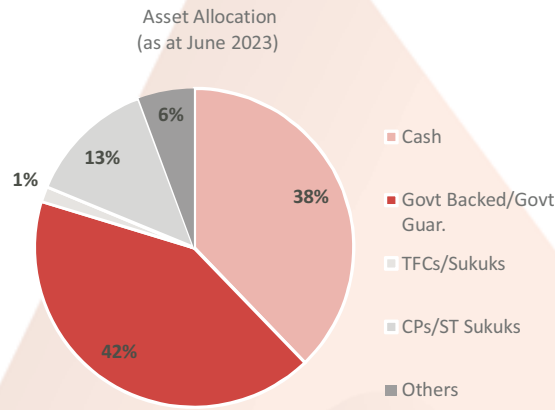
Assets Allocation/Portfolio quality



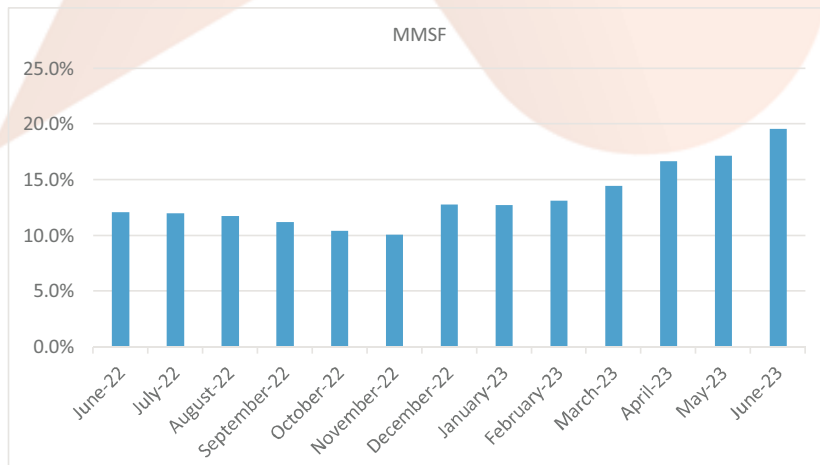
Islamic Debt Sub Fund:



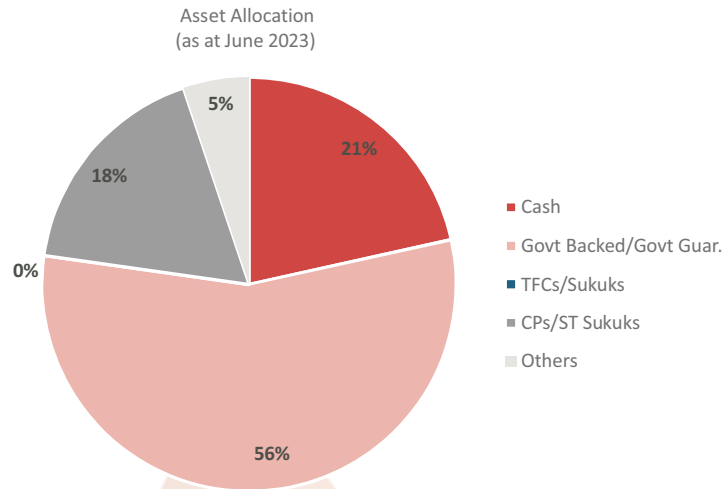
Assets Allocation/Portfolio quality:



Money Market Sub Fund:



Assets Allocation/Portfolio quality:



➤ **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

➤ **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

➤ **Disclosures of circumstances that materially affect any interests of unit holders**

Investments are subject to market risk.

➤ **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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



TRUSTEE REPORT TO THE PARTICIPANTS

ALFALAH GHP ISLAMIC PENSION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Alfalah GHP Islamic Pension Fund (the Fund) are of the opinion that Alfalah Asset Management Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

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

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, October 12, 2023





Alfalah Investments

Shariah Advisory Board

Mufti Shaikh Noman
Mufti Javed Ahmad



**SHARIAH REVIEW REPORT
ALFALAH GHP ISLAMIC PENSION FUND**

We, the Shariah Advisors of the Alfalah GHP Islamic Pension Fund ('AGIPF') managed by Alfalah Asset Management Limited, are issuing this report in accordance with the Trust Deed and Offering Document of the said Fund. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

It is the responsibility of the Management Company of the said Fund to establish and maintain a system of internal controls to ensure compliance with issued Shariah guidelines. As Shariah Advisors, our responsibility is to express an opinion, based on our review of the representations made by the management, to the extent where such compliance can be objectively verified.

In the capacity of Shariah Advisors of the Fund, we have checked following avenues presented to us by the Management in which AGIPF made Investment during the period from July 1, 2022 to June 30, 2023.

Investment Head	Investment Avenue
<i>Equity</i>	<i>Approved Shariah Compliant Equity Securities</i>
<i>Sukuk</i>	<i>Approved Shariah Compliant Sukuk</i>
<i>Terms Deposit Receipt</i>	<i>Approved Islamic Banks</i>

We hereby certify that the Investments made by the Funds are in compliance with Shariah principles.

For the Year 2022-23 provision against Charity is made amount to Rs. 128,562/- in respect of dividend purification.

May Allah bless us with Tawfeeq to accomplish these cherished tasks, make us successful in this world and in the Hereafter, and forgive our mistakes.

For and on behalf of Shariah Advisory Board.

Mufti Shaikh Noman
Shariah Advisor

Mufti Javed Ahmad
Shariah Board Member

Alfalah Asset Management Limited

2nd Floor, Islamic Chamber of Commerce, Industry and Agriculture Building, Block-9, Clifton, Karachi - 75600 Pakistan.
U: +92 (21) 111-090-090 | W: www.alfalahamc.com

STATEMENT OF COMPLIANCE WITH SHARIAH PRINCIPLES

Alfalah GHP Islamic Pension Fund has fully complied with the Shariah principles specified in the Trust Deed and the guidelines issued by the Shariah Advisor for its operations, investments and placements made during the year ended June 30, 2023. This has been duly confirmed by the Shariah Advisor of the Fund.

Dated: September 28 2023

Mr. Khaldoun Bin Latif
Chief Executive Officer



INDEPENDENT AUDITOR'S REPORT

To the Participants of Alfalah GHP Islamic Pension Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Alfalah GHP Islamic Pension Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2023, and the income statement, statement of comprehensive income, statement of movement in participants' sub-funds and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2023, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with the International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Pension Fund Manager for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting 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.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Pension Fund Manager is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of the Pension Fund Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) the financial statements prepared for the year ended June 30, 2023 have been properly drawn in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;
- b) the allocation and reallocation of units of the sub-funds for all the participants have been made in accordance with the Voluntary Pension System Rules, 2005;
- c) the cost and expenses debited to the Fund and apportionment of expenses between subfunds are as specified in the constitutive documents of the Fund;
- d) the financial statements prepared are in agreement with the Fund's books and records; and
- e) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is **Junaid Mesia**.

A. F. Ferguson & Co.
Chartered Accountants
Karachi
Dated: September 28, 2023
UDIN: AR202310611d0ByfziWa

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2023

2023						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note ----- (Rupees) -----						
Assets						
Bank balances	4	8,176,789	33,015,035	25,473,157	20,099	66,685,080
Investments	5	52,805,727	47,507,560	78,962,000	-	179,275,287
Security deposit with Central Depository Company of Pakistan Limited - Trustee		100,000	100,000	100,000	-	300,000
Dividend, profit and other receivables	6	21,252	2,376,820	3,101,860	51	5,499,983
Receivable against sale of investments		-	-	-	-	-
Total assets		61,103,768	82,999,415	107,637,017	20,150	251,760,350
Liabilities						
Payable to Alfalah Asset Management Limited - Pension Fund Manager	7	258,702	94,468	294,275	20,150	667,595
Payable to Central Depository Company of Pakistan Limited - Trustee	8	1,010,807	20,190	18,421	-	1,049,418
Annual fee payable to the Securities and Exchange Commission of Pakistan	9	14,581	18,534	20,732	-	53,847
Payable against redemption of units		159,331	610,491	-	-	769,822
Payable against purchase of investments		224	-	-	-	224
Accrued expenses and other liabilities	10	859,966	1,526,099	805,038	-	3,191,103
Total liabilities		2,303,611	2,269,782	1,138,466	20,150	5,732,009
Net assets		58,800,157	80,729,633	106,498,551	-	246,028,341
Participants' sub-funds (as per statement attached)		58,800,157	80,729,633	106,498,551	-	246,028,341
Contingencies and commitments						
----- (Number of units) -----						
Number of units in issue	11	715,433	553,677	717,378		
----- (Rupees) -----						
Net asset value per unit		82.1882	145.8064	148.4552		

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2023

2022						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	----- (Rupees) -----					
Assets						
Bank balances	4	4,726,477	23,111,229	41,027,001	20,099	68,884,806
Investments	5	57,060,598	40,515,051	15,003,000	-	112,578,649
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100,000	100,000	100,000	-	300,000
Dividend, profit and other receivables	6	681,523	10,017,605	7,337,835	51	18,037,014
Receivable against sale of investments		2,977,419	-	-	-	2,977,419
Total assets		65,546,017	73,743,885	63,467,836	20,150	202,777,888
Liabilities						
Payable to Alfalah Asset Management Limited - Pension Fund Manager	7	1,217,552	423,895	743,096	20,150	2,404,693
Payable to Central Depository Company of Pakistan Limited - Trustee	8	890,489	730,320	130,800	-	1,751,609
Annual fee payable to the Securities and Exchange Commission of Pakistan	9	39,827	35,271	29,576	-	104,674
Payable against redemption of units		60,072	540,593	248,292	-	848,957
Payable against purchase of investments		-	-	-	-	-
Accrued expenses and other liabilities	10	1,178,979	1,304,324	372,638	-	2,855,941
Total liabilities		3,386,919	3,034,403	1,524,402	20,150	7,965,874
Net assets		62,159,098	70,709,482	61,943,434	-	194,812,014
Participants' sub-funds (as per statement attached)		62,159,098	70,709,482	61,943,434	-	194,812,014
Contingencies and commitments						
Number of units in issue	11	----- (Number of units) -----				
		767,898	540,251	477,146		
Net asset value per unit		----- (Rupees) -----				
		80.9471	130.8826	129.8207		

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

		2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Income		----- (Rupees) -----			
Profit earned	14	334,459	10,782,969	12,817,263	23,934,691
Dividend income		5,182,221	-	-	5,182,221
Capital loss on sale of investments - net		(108,967)	(200,672)	-	(309,639)
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	5.5	(2,960,336)	(1,089,681)	(71,000)	(4,121,017)
Total income		<u>2,447,377</u>	<u>9,492,616</u>	<u>12,746,263</u>	<u>24,686,256</u>
Expenses					
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	7.1	730,076	706,297	763,874	2,200,247
Sindh sales tax on remuneration of the Pension Fund Manager	7.2	94,911	91,818	99,307	286,036
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	114,975	91,728	93,822	300,525
Sindh sales tax on remuneration of the Trustee	8.2	14,965	12,004	12,179	39,148
Annual fee to the Securities and Exchange Commission of Pakistan	9	14,606	18,559	20,757	53,922
Brokerage expenses		247,621	365,000	21,644	634,265
Auditors' remuneration	16	85,179	116,946	154,275	356,400
Printing charges		8,030	8,030	8,031	24,091
Legal and professional charges		40,797	22,847	5,656	69,300
Charity expense		128,565	-	-	128,565
Bank charges		18	-	3,517	3,535
Reversal of provision for Sindh Workers' Welfare Fund		-	-	-	-
Total expenses		<u>1,479,743</u>	<u>1,433,229</u>	<u>1,183,062</u>	<u>4,096,034</u>
Net income for the year before taxation		<u>967,634</u>	<u>8,059,387</u>	<u>11,563,201</u>	<u>20,590,222</u>
Taxation	18	-	-	-	-
Net income for the year after taxation		<u>967,634</u>	<u>8,059,387</u>	<u>11,563,201</u>	<u>20,590,222</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

INCOME STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

		2022			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Income		----- (Rupees) -----			
Profit earned	14	116,512	6,518,001	4,730,480	11,364,993
Dividend income		4,176,804	-	-	4,176,804
Capital loss on sale of investments - net		(4,533,039)	(69,868)	-	(4,602,907)
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	5.5	(10,459,218)	(83,361)	(58,899)	(10,601,478)
Total income		(10,698,941)	6,364,772	4,671,581	337,412
Expenses					
Remuneration of Alfalah Asset Management Limited - Pension Fund Manager	7.1	1,060,910	874,915	667,922	2,603,747
Sindh sales tax on remuneration of the Pension Fund Manager	7.2	137,917	113,732	100,718	352,367
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	112,770	91,166	93,014	296,950
Sindh sales tax on remuneration of the Trustee	8.2	14,678	11,959	12,046	38,683
Annual fee to the Securities and Exchange Commission of Pakistan	9	17,640	17,495	13,349	48,484
Brokerage expenses		422,870	365,000	-	787,870
Auditors' remuneration	16	79,987	85,044	100,010	265,041
Printing charges		8,032	8,019	8,038	24,089
Legal and professional charges		45,990	54,846	59,921	160,757
Charity expense		99,368	-	-	99,368
Bank charges		-	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund		(435,167)	(185,662)	(182,072)	(802,901)
Total expenses		1,564,995	1,436,514	872,946	3,874,455
Net loss for the year before taxation		<u>(12,263,936)</u>	<u>4,928,258</u>	<u>3,798,635</u>	<u>(3,537,043)</u>
Taxation	18	-	-	-	-
Net loss for the year after taxation		<u>(12,263,936)</u>	<u>4,928,258</u>	<u>3,798,635</u>	<u>(3,537,043)</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2023

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Net income for the year after taxation	967,634	8,059,387	11,563,201	20,590,222
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	<u>967,634</u>	<u>8,059,387</u>	<u>11,563,201</u>	<u>20,590,222</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2023

	2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees) -----			
Net loss for the year after taxation	(12,263,936)	4,928,258	3,798,635	(3,537,043)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the year	<u>(12,263,936)</u>	<u>4,928,258</u>	<u>3,798,635</u>	<u>(3,537,043)</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
(Rupees)					
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the year before taxation	967,634	8,059,387	11,563,201	-	20,590,222
Adjustments for:					
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	5.5 2,960,336	1,089,681	71,000	-	4,121,017
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	-	-
	3,927,970	9,149,068	11,634,201	-	24,711,239
Increase in assets					
Investments - net	1,294,535	(8,082,190)	(64,030,000)	-	(70,817,655)
Dividend and other receivables	660,271	7,640,785	4,235,975	-	12,537,031
Receivable against sale of investments	2,977,419	-	-	-	2,977,419
	4,932,225	(441,405)	(59,794,025)	-	(55,303,205)
Decrease in liabilities					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	(958,850)	(329,427)	(448,821)	-	(1,737,098)
Payable to Central Depository Company of Pakistan Limited - Trustee	120,318	(710,130)	(112,379)	-	(702,191)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(25,246)	(16,737)	(8,844)	-	(50,827)
Payable against redemption of units	99,259	69,898	(248,292)	-	(79,135)
Payable against purchase of investments	224	-	-	-	224
Accrued expenses and other liabilities	(319,013)	221,775	432,400	-	335,162
	(1,083,308)	(764,621)	(385,936)	-	(2,233,865)
Net cash used in operating activities	7,776,887	7,943,042	(48,545,760)	-	(32,825,831)
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	8,706,388	14,631,019	58,090,078	-	81,427,485
Payments made against redemption of units	(13,032,963)	(12,670,255)	(25,098,162)	-	(50,801,380)
Net cash generated from financing activities	(4,326,575)	1,960,764	32,991,916	-	30,626,105
Net decrease in cash and cash equivalents	3,450,312	9,903,806	(15,553,844)	-	(2,199,726)
Cash and cash equivalents at the beginning of the year	4,726,477	23,111,229	41,027,001	20,099	68,884,806
Cash and cash equivalents at the end of the year	15 8,176,789	33,015,035	25,473,157	20,099	66,685,080

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2023

	2022				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
	----- (Rupees) -----				
CASH FLOW FROM OPERATING ACTIVITIES					
Net loss for the year before taxation	(12,263,936)	4,928,258	3,798,635	-	(3,537,043)
Adjustments for:					
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	10,459,218	83,361	58,899	-	10,601,478
Reversal of provision for Sindh Workers' Welfare Fund	(435,167)	(185,662)	(182,072)	-	(802,901)
	(2,239,885)	4,825,957	3,675,462	-	6,261,534
Increase in assets					
Investments - net	11,879,197	275,041	(1,034,757)	-	11,119,481
Dividend and other receivables	18,038	(5,589,232)	(6,149,980)	-	(11,721,174)
Receivable against sale of investments	(2,544,266)	-	-	-	(2,544,266)
	9,352,969	(5,314,191)	(7,184,737)	-	(3,145,959)
Increase in liabilities					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	1,102,531	335,319	658,154	-	2,096,004
Payable to Central Depository Company of Pakistan Limited - Trustee	480,647	387,947	105,060	-	973,654
Annual fee payable to the Securities and Exchange Commission of Pakistan	17,640	17,495	13,349	-	48,484
Payable against redemption of units	-	531,542	(692,055)	-	(160,513)
Payable against purchase of investments	(478,590)	-	-	-	(478,590)
Accrued expenses and other liabilities	935,871	147,911	161,390	-	1,245,172
	2,058,099	1,420,214	245,898	-	3,724,211
Net cash generated from operating activities	9,171,183	931,980	(3,263,377)	-	6,839,786
CASH FLOW FROM FINANCING ACTIVITIES					
Amount received on issuance of units	17,524,676	19,848,590	18,074,781	-	55,448,047
Payments made against redemption of units	(22,517,714)	(20,718,893)	(7,063,559)	-	(50,300,166)
Net cash generated from financing activities	(4,993,038)	(870,303)	11,011,222	-	5,147,881
Net increase in cash and cash equivalents	4,178,145	61,677	7,747,845	-	11,987,667
Cash and cash equivalents at the beginning of the year	548,332	23,049,552	33,279,156	20,099	56,897,139
Cash and cash equivalents at the end of the year	15 4,726,477	23,111,229	41,027,001	20,099	68,884,806

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

		2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		----- (Rupees) -----			
Net assets at the beginning of the year		62,159,098	70,709,482	61,943,434	194,812,014
Issuance of units	12	8,706,388	14,631,019	58,090,078	81,427,485
Redemption of units		(13,032,963)	(12,670,255)	(25,098,162)	(50,801,380)
		(4,326,575)	1,960,764	32,991,916	30,626,105
Capital loss on sale of investments - net		(108,967)	(200,672)	-	(309,639)
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'		(2,960,336)	(1,089,681)	(71,000)	(4,121,017)
Other income (net of expenses)		4,036,937	9,349,740	11,634,201	25,020,878
Total comprehensive income for the year		967,634	8,059,387	11,563,201	20,590,222
Net assets at the end of the year		<u>58,800,157</u>	<u>80,729,633</u>	<u>106,498,551</u>	<u>246,028,341</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees) -----			
Net assets at the beginning of the year	79,416,072	66,651,527	47,133,577	193,201,176
Issuance of units	12 17,524,676	19,848,590	18,074,781	55,448,047
Redemption of units	(22,517,714)	(20,718,893)	(7,063,559)	(50,300,166)
	(4,993,038)	(870,303)	11,011,222	5,147,881
Capital loss on sale of investments - net	(4,533,039)	(69,868)	-	(4,602,907)
Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit or loss'	(10,459,218)	(83,361)	(58,899)	(10,601,478)
Other income (net of expenses)	2,728,321	5,081,487	3,857,534	11,667,342
Total comprehensive loss for the year	(12,263,936)	4,928,258	3,798,635	(3,537,043)
Net assets at the end of the year	<u>62,159,098</u>	<u>70,709,482</u>	<u>61,943,434</u>	<u>194,812,014</u>

The annexed notes from 1 to 27 and annexure form an integral part of these financial statements.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

ALFALAH GHP ISLAMIC PENSION FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Alfalah GHP Islamic Pension Fund (the Fund) was established under a Trust deed executed under the Trust Act, 1882 between Alfalah Asset Management Limited (formerly Alfalah GHP Investment Management Limited) as Pension Fund Manager and the Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on September 26, 2016 and was executed on October 06, 2016 under the Voluntary Pension System Rules, 2005 (VPS Rules). The Fund was authorized by the SECP as a Pension Fund on November 28, 2016. The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of the Pension Fund Manager is situated at Islamic Chamber of Commerce, Industry & Agriculture Building, 2nd floor, ST-2/A, Block-9, KDA Scheme 5, Clifton Karachi.

During the year ended June 30, 2021, the Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly on September 9, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.

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

1.4 All operational, management and investment activities of the Fund are undertaken in accordance with the Islamic Shariah guidelines provided by the Shariah Advisor. The Fund operates under an umbrella structure and is composed of Sub-Funds, each being a collective investment scheme. At present, the Fund consists of the following three sub-funds:

AGIPF - Equity Sub-Fund (AGIPF - ESF)

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

AGIPF - Debt Sub-Fund (AGIPF - DSF)

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

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

The Money Market Sub-Fund consists of Shariah compliant short-term money market securities with weighted average time to maturity not exceeding one year. There is no restriction on the amount of investment in securities issued by the Federal Government and Islamic windows of commercial banks having 'A+' rating provided that deposit with any one bank shall not exceed 20% of net assets of Money Market Sub-Fund. Investment in securities issued by Provincial Government, City Government, Government Corporation with 'A' or higher rating or a corporate entity with 'A+' or higher rating shall be in proportion as defined in offering document to the Fund.

1.5 The Sub-Funds' units are issued against contributions by the eligible participants on a continuous basis since January 03, 2017 and can be surrendered to the Fund.

1.6 The participants of the Fund voluntarily determine the contribution amount subject to the minimum limit fixed by the Pension Fund Manager. Such contributions received from the participants are allocated among different Sub-Funds, in accordance with their respective preferences and in line with the prescribed allocation policy. The units held by the participants in the Sub-Funds can be redeemed on or before their retirement, and in case of disability or death subject to conditions laid down in the Trust Deed, Offering Document, the VPS Rules and the Income Tax Ordinance, 2001. According to the Trust Deed, there shall be no distribution from the Sub-Funds, and all income earned by the Sub-Funds shall be accumulated and retained in the Fund.

1.7 Under the provisions of the Offering Document of the Fund, contributions received from or on behalf of any Participant by the Trustee in cleared funds on any business day shall be credited to the Individual Pension Account of the Participant after deducting the front-end fees, bank charges, any Takaful contribution payable in respect of any schemes selected by the Participant. The net contribution received in the Individual Pension Account shall be used to allocate such number of units of the relevant Sub-Funds in accordance with the Allocation Policy selected by the Participant as is determined in accordance with the Trust Deed and the units shall be allocated at Net Asset Value noticed by the Pension Fund Manager at the close of that business day.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

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

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

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

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

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

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

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

2.4 Critical accounting estimates and judgments

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

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

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

2.5 Accounting convention

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

2.6 Functional and presentation currency

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

3.1 Cash and cash equivalents

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

3.2 Financial assets

3.2.1 Initial recognition and measurement

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

3.2.2 Classification and subsequent measurement

3.2.2.1 Debt instruments

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

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

based on the business model of the entity.

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

3.2.2.2 Equity instruments

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

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

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

3.2.3 Impairment

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

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

3.2.3.1 Impairment on debt securities

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

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

3.2.4 Regular way contracts

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

3.2.5 Derecognition

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

3.2.6 Derivatives

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

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

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

3.3.2 Derecognition

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

3.4 Offsetting of financial assets and financial liabilities

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

3.5 Provisions

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

3.6 Taxation

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

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

3.7 Revenue recognition

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

3.8 Expenses

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

3.9 Issue, allocation, reallocation and redemption of units

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

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

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

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

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

3.10 Net asset value (NAV) per unit

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

3.11 Earnings per unit

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

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

3.12 Foreign currency translation

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

4. BANK BALANCES

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total
Bank balances in:		(Rupees)				
Current account	4.2	-	345,568	-	-	345,568
Savings accounts	4.3	8,176,789	32,669,467	25,473,157	20,099	66,339,512
		<u>8,176,789</u>	<u>33,015,035</u>	<u>25,473,157</u>	<u>20,099</u>	<u>66,685,080</u>
		2022				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others (Note 4.1)	Total
Bank balances in:		(Rupees)				
Current account	4.2	-	365,639	-	-	365,639
Savings accounts	4.3	4,726,477	22,745,590	41,027,001	20,099	68,519,167
		<u>4,726,477</u>	<u>23,111,229</u>	<u>41,027,001</u>	<u>20,099</u>	<u>68,884,806</u>

- 4.1 These represent collection and redemption accounts maintained with Bank Alfalah Limited (a related party).
- 4.2 This represents current account maintained with Bank Alfalah Limited (a related party).
- 4.3 These accounts carry rates of return ranging from 10.30% to 20.25% (2022: 3% to 15.5%) per annum. It includes bank balances in aggregate to Rs. 18.442 million (2022: Rs. 6.328 million) maintained with Bank Alfalah Limited (a related party), carrying profit at the rate of 10.30% (2022: 3%) per annum.

5. INVESTMENTS

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total

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

Financial assets 'at fair value through profit or loss'

Listed equity securities	5.1	52,343,637	-	-	-	52,343,637
Units of open ended mutual funds	5.2	462,090	-	-	-	462,090
Government of Pakistan Ijara sukuks	5.3	-	34,693,100	59,962,000	-	94,655,100
Sukuk certificates	5.4	-	12,814,460	19,000,000	-	31,814,460
		<u>52,805,727</u>	<u>47,507,560</u>	<u>78,962,000</u>	<u>-</u>	<u>179,275,287</u>

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total

(Rupees)

Financial assets 'at fair value through profit or loss'

Listed equity securities	5.1	56,488,278	-	-	-	56,488,278
Units of open ended mutual funds	5.2	572,320	-	-	-	572,320
Government of Pakistan Ijara sukuks	5.3	-	20,971,300	10,003,000	-	30,974,300
Sukuk certificates	5.4	-	19,543,751	5,000,000	-	24,543,751
		<u>57,060,598</u>	<u>40,515,051</u>	<u>15,003,000</u>	<u>-</u>	<u>112,578,649</u>

5.1 Listed equity securities

5.1.1 Equity Sub-Fund

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

Name of the investee company	Note	As at July 01, 2022	Purchases during the year	Bonus / Right shares received during the year	Sales during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying Value	Market Value	Unrealised diminution	net assets of the Sub-Fund	total Investment of the Sub-Fund	
Commercial Banks												
Meezan Bank Limited*		35,258	4,000	3,525	-	42,783	4,421,449	3,695,168	(726,281)	6.28	7.00	-
Faysal Bank Limited*		-	26,000	-	-	26,000	702,928	524,680	(178,248)	0.89	0.99	-
							<u>5,124,377</u>	<u>4,219,848</u>	<u>(904,529)</u>	<u>7.17</u>	<u>7.99</u>	<u>-</u>
Textile Composite												
Nishat Mills Limited*		18,600	-	-	7,100	11,500	849,965	652,855	(197,110)	1.11	1.24	-
Kohinoor Textile Mills Limited*		18,000	-	-	4,000	14,000	700,000	712,740	12,740	1.21	1.35	-
Interloop Limited*		22,575	-	5,250	13,200	14,625	571,875	515,678	(56,197)	0.88	0.98	-
							<u>2,121,840</u>	<u>1,881,273</u>	<u>(240,567)</u>	<u>3.20</u>	<u>3.57</u>	<u>-</u>
Cement												
Fauji Cement Company Limited*		-	12,000	-	-	12,000	144,000	141,120	(2,880)	0.24	0.27	-
D.G. Khan Cement Company Limited		1,300	-	-	1,300	-	-	-	-	-	-	-
Lucky Cement Limited*		8,360	-	-	600	7,760	3,562,150	4,051,418	489,268	6.89	7.67	-
Kohat Cement Limited*		2,600	4,000	-	-	6,600	978,230	1,144,902	166,672	1.95	2.17	-
Maple Leaf Cement Company Limited*		41,924	-	-	3,000	38,924	1,064,571	1,102,717	38,146	1.88	2.09	-
Pioneer Cement Limited		2,000	-	-	2,000	-	-	-	-	-	-	-
Cherat Cement Company Limited*		10,000	1,000	-	2,400	8,600	798,609	1,034,408	235,799	1.76	1.96	-
							<u>6,547,560</u>	<u>7,474,565</u>	<u>927,005</u>	<u>12.72</u>	<u>14.16</u>	<u>-</u>
Power Generation and Distribution												
The Hub Power Company Limited*		43,908	-	-	15,400	28,508	1,943,390	1,983,587	40,197	3.37	3.76	-
							<u>1,943,390</u>	<u>1,983,587</u>	<u>40,197</u>	<u>3.37</u>	<u>3.76</u>	<u>-</u>

Name of the investee company	Note	As at July 01, 2022	Purchases during the year	Bonus / Right shares received during the year	Sales during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of		Holding as a percentage of paid-up capital of investee company
							Carrying Value	Market Value	Unrealised diminution	net assets of the Sub-Fund	total Investment of the Sub-Fund	
							(Number of shares)					
Oil & Gas Marketing Companies												
Pakistan State Oil Company Limited*	5.1.1.1	16,076	-	-	-	16,076	2,762,500	1,784,597	(977,903)	3.04	3.38	-
Attock Petroleum Limited*			1,950	-	-	1,950	581,348	585,488	4,140	1.00	1.11	-
Sui Northern Gas Pipelines Limited*			16,000	-	-	16,000	673,985	629,920	(44,065)	1.07	1.19	-
							4,017,833	3,000,005	(1,017,828)	5.11	5.68	-
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited*		2,979	-	-	130	2,849	4,956,519	4,315,209	(641,310)	7.34	8.17	-
Oil and Gas Development Company Limited*		55,300	-	-	9,100	46,200	3,634,554	3,603,600	(30,954)	6.13	6.82	-
Pakistan Oilfields Limited*		9,834	-	-	-	9,834	3,990,736	3,951,006	(39,730)	6.72	7.48	-
Pakistan Petroleum Limited*		55,164	950	-	5,700	50,414	3,415,220	2,981,484	(433,736)	5.07	5.65	-
							15,997,029	14,851,299	(1,145,730)	25.26	28.12	-
Engineering												
Mughal Iron and Steel Industries Limited		11,337	-	-	11,337	-	-	-	-	-	-	-
Agha Steel Industries Limited		26,250	-	-	26,250	-	-	-	-	-	-	-
International Industries Limited		4,630	-	-	4,630	-	-	-	-	-	-	-
							-	-	-	-	-	-
Automobile Assembler												
Milat Tractors Limited*		-	2,350	1,326	310	3,366	1,185,909	1,313,784	127,875	2.23	2.49	-
Sazgar Engineering Works Limited			5,000	-	-	5,000	266,250	254,250	(12,000)	0.43	0.48	0.01
							1,452,159	1,568,034	115,875	2.66	2.97	0.01
Automobile Parts & Accessories												
Atlas Battery Limited		-	3,300	-	-	3,300	593,988	674,487	80,499	1.15	1.28	0.01
Thal Limited (Face Value of Rs. 5)*		1,850	-	-	-	1,850	498,797	299,700	(199,097)	0.51	0.57	-
							1,092,785	974,187	(118,598)	1.66	1.85	0.01
Fertilizer												
Engro Corporation Limited*		18,390	5,000	-	6,900	16,490	4,242,622	4,285,586	42,964	7.29	8.12	-
Engro Fertilizers Limited*		45,500	15,000	-	20,100	40,400	3,470,691	3,334,212	(136,479)	5.67	6.31	-
							7,713,313	7,619,798	(93,515)	12.96	14.43	-
Pharmaceuticals												
The Searle Company Limited*	5.1.1.1	9,692	1,000	2,423	-	13,115	1,127,462	502,567	(624,895)	0.85	0.95	-
AGP Limited*		-	11,000	-	-	11,000	574,750	621,280	46,530	1.06	1.18	-
Highnoon Laboratories Limited*		2,541	-	540	500	2,581	1,081,465	867,655	(213,810)	1.48	1.64	-
							2,783,677	1,991,502	(792,175)	3.39	3.77	-
Chemicals												
Descon Oxychem Limited		-	25,000	-	25,000	-	-	-	-	-	-	-
Engro Polymer and Chemicals Limited*		17,500	12,000	-	17,500	12,000	569,655	507,000	(62,655)	0.86	0.96	-
							569,655	507,000	(62,655)	0.86	0.96	-
Glass & Ceramics												
Tariq Glass Industries Limited		-	12,500	-	-	12,500	867,678	851,250	(16,428)	1.45	1.61	0.01
							867,678	851,250	(16,428)	1.45	1.61	0.01
Foods & Personal Care Products												
Treet Corporation Limited*	5.1.1.1	36	-	-	-	36	1,050	570	(480)	-	-	-
Unity Foods Limited		13,000	-	-	13,000	-	-	-	-	-	-	-
National Foods Limited		-	11,800	-	5,500	6,300	535,500	619,920	84,420	1.05	1.17	0.01
							536,550	620,490	83,940	1.05	1.17	0.01
Miscellaneous												
Synthetic Products Enterprises Limited* (Face Value of Rs. 5)	5.1.1.1	464	-	-	-	464	6,538	4,826	(1,712)	0.01	0.01	-
Pakistan Aluminium Beverage Cans Limited*		-	14,000	-	5,600	8,400	385,149	379,848	(5,301)	0.65	0.72	-
							391,687	384,674	(7,013)	0.66	0.73	-
Technology & communication												
Avanceon Limited*		13,700	4,000	1,755	6,000	13,455	907,136	592,558	(314,578)	1.01	1.12	-
Systems Limited*		10,480	-	-	1,000	9,480	3,127,074	3,823,567	696,493	6.50	7.24	-
							4,034,210	4,416,125	381,915	7.51	8.36	-
As at June 30, 2023							<u>55,193,743</u>	<u>52,343,637</u>	<u>(2,850,106)</u>			
As at June 30, 2022							<u>66,786,866</u>	<u>56,488,278</u>	<u>(10,298,588)</u>			

* Nil figures due to rounding off

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

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

On June 27, 2018, the Supreme Court of Pakistan passed a judgement whereby the suits which were already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to continue. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically. The CISs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and on July 15, 2019, the Honourable High of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs.

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

As at June 30, 2023, the following bonus shares of the Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the Investee Company	2023		2022	
	Bonus Shares			
	Number of shares	Market value of shares	Number of shares	Market value of shares
	(Rupees)		(Rupees)	
Treet Corporation Limited	36	1,050	36	1,050
Synthetic Products Limited	112	1,578	112	1,578
Pakistan State Oil Company Limited	44	7,561	44	7,561
The Searle Company Limited	58	4,986	47	5,124
	<u>250</u>	<u>15,175</u>	<u>239</u>	<u>15,313</u>

5.2 Units of open ended mutual funds

5.2.1 Equity Sub-Fund

Name of the investee funds	As at July 1, 2022	Purchased during the year	Sold / Redeemed during the year	As at June 30, 2023	Balance as at June 30, 2023			Percentage in relation to	
					Carrying value	Market value	Unrealised diminution	net assets of the sub-fund	total market value of investments of the sub-fund
					(Number of units)				(Rupees)
Alfalah Consumer Index Exchange Traded Fund	73,000	-	-	73,000	572,320	462,090	(110,230)	0.79	0.88
Total as at June 30, 2023					<u>572,320</u>	<u>462,090</u>	<u>(110,230)</u>	<u>0.79</u>	<u>0.88</u>
Total as at June 30, 2022					<u>732,950</u>	<u>572,320</u>	<u>(160,630)</u>		

5.3 Government of Pakistan (GoP) - Ijara Sukuks

5.3.1 Debt Sub Fund

Certificates have a face value of Rs. 100,000 each.

Particulars	Issue Date	As at July 01, 2022	Purchased during the year	Sold during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a	
						Carrying value	Market value	Unrealised diminution	net assets of the Sub-	total investment of
						(Face Value)				(Rupees)
GOP Ijara Sukuk-5 years*	May 29, 2020	11,000,000	-	-	11,000,000	11,003,300	10,929,600	(73,700)	13.54	23.01
GOP Ijara Sukuk-5 years*	June 24, 2020	10,000,000	-	-	10,000,000	9,968,000	9,908,000	(60,000)	12.27	20.86
GOP Ijara Sukuk-5 years*	April 27, 2022	-	15,000,000	-	15,000,000	14,767,065	13,855,500	(911,565)	17.16	29.16
Total as at June 30, 2023						<u>35,738,365</u>	<u>34,693,100</u>	<u>(1,045,265)</u>		
Total as at June 30, 2022						<u>21,129,300</u>	<u>20,971,300</u>	<u>(158,000)</u>		

* These will mature latest by May 29, 2025 and carry effective yield with rates ranging from 7.37% to 12.49%.

5.3.2 Money Market Sub Fund

Certificates have a face value of Rs. 100,000 each.

Particulars	Issue Date	As at July 01, 2022	Purchased during the year	Sold during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a	
						Carrying value	Market value	Unrealised diminution	net assets of the Sub-	total investment of
						(Face Value)			(Rupees)	
GOP Ijara Sukuk-5 years*	May 29, 2020	10,000,000	-	-	10,000,000	10,003,000	9,936,000	(67,000)	9.33	12.58
GOP Ijara Sukuk-1 year*	April 17, 2023	-	20,000,000	-	20,000,000	20,030,000	20,012,000	(18,000)	18.79	25.34
GOP Ijara Sukuk-1 year*	May 22, 2023	-	20,000,000	-	20,000,000	20,000,000	20,014,000	14,000	18.79	25.35
GOP Ijara Sukuk-1 year*	June 26, 2023	-	10,000,000	-	10,000,000	10,000,000	10,000,000	-	9.39	12.66
Total as at June 30, 2023						60,033,000	59,962,000	(71,000)		
Total as at June 30, 2022						10,061,899	10,003,000	(58,899)		

* These will mature latest by May 29, 2025 and carry effective yield with rates ranging from 7.65% to 22.68%.

5.4 Sukuk certificates

5.4.1 Debt Sub Fund

Name of the investee company	Profit payments / principal redemptions	Profit rate	Maturity date	As at July 01, 2022	Purchased during the year	Sold / Matured during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of		Investment as a percentage of issue size
								Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of the Sub-Fund	total investment of the Sub-Fund	
								(No. of certificates)			(Rupees)		
Commercial Banks													
Dubai Islamic Bank Limited (AA-, VIS) (Face value: Rs. 1,000,000)	Semi-annually / bullet at maturity	6 Months KIBOR + 0.50%	July 14, 2027	2	-	2	-	-	-	-	-	-	-
Power Generation and Distribution													
The Hub Power Company Limited (AA+, PACRA) (Face value Rs. 25,000)	Quarterly	3 Months Kibor + 1.9%	August 22, 2023	25	-	-	25	657,563	626,860	(30,703)	0.78	1.32	0.06
Pakistan Energy Sukuk - II (AAA) (Face value: Rs. 5,000)	Semi-annually	6 Months KIBOR - 0.10%	May 20, 2030	1,500	-	1,400	100	503,500	500,100	(3,400)	0.62	1.05	0.01
K-Electric Limited PPSTS - 5 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.95%	October 12, 2022	7	-	7	-	-	-	-	-	-	-
K-Electric Limited PPSTS - 13 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.00%	August 9, 2023	-	6	-	6	6,000,000	6,000,000	-	7.43	12.63	0.01
Lucky Electric Power Company Limited PPSTS - 11 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.50%	December 13, 2023	-	5	-	5	5,000,000	5,000,000	-	6.19	10.52	0.01
China Power Hub Generation Company Private Limited Sukuk - II (AA+, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.45%	June 7, 2023	-	5	5	-	-	-	-	-	-	-
Engineering													
Mughal Iron and Steel Industries Limited (A+, VIS) (Face value: Rs. 687,500)	Quarterly	3 Months KIBOR + 1.30%	March 2, 2026	1	-	-	1	697,813	687,500	(10,313)	0.85	1.45	-
Total as at June 30, 2023								12,858,876	12,814,460	(44,416)			
Total as at June 30, 2022								19,469,112	19,543,751	74,639			

5.4.2 Money Market Sub Fund

Name of the investee company	Profit payments / principal redemptions	Profit rate	Maturity date	As at July 01, 2022	Purchased during the year	Matured during the year	As at June 30, 2023	Balance as at June 30, 2023			Market value as a percentage of		Investment as a percentage of issue size
								Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the Sub-Fund	total investment of the Sub-Fund	
Power Generation and Distribution													
K-Electric Limited PPSTS - 5 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.95%	October 12, 2022	5	-	5	-	-	-	-	-	-	-
K-Electric Limited PPSTS - 13 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.00%	August 9, 2023	-	13	-	13	13,000,000	13,000,000	-	12.21	16.46	0.26
Lucky Electric Power Company Limited PPSTS - 11 (AA, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 0.50%	December 13, 2023	-	6	-	6	6,000,000	6,000,000	-	5.63	7.60	0.10
China Power Hub Generation Company Private Limited Sukuk - II (AA+, PACRA) (Face value: Rs. 1,000,000)	At maturity	6 months KIBOR + base rate of 1.45%	June 7, 2023	-	6	6	-	-	-	-	-	-	-
Total as at June 30, 2023								<u>19,000,000</u>	<u>19,000,000</u>	<u>-</u>			
Total as at June 30, 2022								<u>5,000,000</u>	<u>5,000,000</u>	<u>-</u>			

5.5 Net unrealised diminution on revaluation of investments classified as financial assets 'at fair value through profit and loss'

		2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)			
Market value of investments	5.1, 5.2, 5.3 & 5.4	52,805,727	47,507,560	78,962,000	179,275,287
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	55,766,063	48,597,241	79,033,000	183,396,304
		<u>(2,960,336)</u>	<u>(1,089,681)</u>	<u>(71,000)</u>	<u>(4,121,017)</u>
		2022			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)			
Market value of investments	5.1, 5.2, 5.3 & 5.4	57,060,598	40,515,051	15,003,000	112,578,649
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	67,519,816	40,598,412	15,061,899	123,180,127
		<u>(10,459,218)</u>	<u>(83,361)</u>	<u>(58,899)</u>	<u>(10,601,478)</u>

6. DIVIDEND, PROFIT AND OTHER RECEIVABLES

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
		(Rupees)				
Note						
Profit receivable on:						
- Bank balances	6.1	8,857	1,019,367	398,753	-	1,426,977
- Sukuk certificates		-	647,696	1,186,832	-	1,834,528
- Government of Pakistan Ijara sukuks		-	578,148	1,296,521	-	1,874,669
Dividend receivable		-	-	-	-	-
Other assets		-	209	-	-	209
Advance tax		12,395	131,400	219,754	51	363,600
		<u>21,252</u>	<u>2,376,820</u>	<u>3,101,860</u>	<u>51</u>	<u>5,499,983</u>

2022						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Profit receivable on:						
- Bank balances	6.1	106,318	3,794,098	6,042,555	-	9,942,971
- Sukuk certificates		-	3,559,165	248,059	-	3,807,224
- Government of Pakistan Ijara sukuks		-	2,649,143	1,029,241	-	3,678,384
Dividend receivable		562,810	-	-	-	562,810
Other assets		-	-	-	-	-
Advance tax	6.2	12,395	15,199	17,980	51	45,625
		<u>681,523</u>	<u>10,017,605</u>	<u>7,337,835</u>	<u>51</u>	<u>18,037,014</u>

6.1 This includes accrued profit of Rs. 41,045 (2022 : Rs.171,086) receivable from Bank Alfalah Limited (a related party).

6.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under section 150 and 151. However, during the year ended June 30, 2023, withholding tax on profit on debt paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on profit on debt in aggregate amounts to Rs. 0.364 million (2022: Rs. 0.0456 million)

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On January 28, 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Honourable Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other asset management companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received by the Fund has been shown as advance tax as at June 30, 2023 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

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

2022						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
Note	(Rupees)					
Remuneration payable to Pension Fund Manager	7.1	1,077,462	375,449	743,096	-	2,196,007
Sindh sales tax payable on remuneration of the Pension Fund Manager	7.2	140,090	48,446	-	-	188,536
Sales load payable		-	-	-	150	150
Other payable		-	-	-	20,000	20,000
		<u>1,217,552</u>	<u>423,895</u>	<u>743,096</u>	<u>20,150</u>	<u>2,404,693</u>

7.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management remuneration not exceeding 1.25% (2022: 1.25%) of net assets of each Sub-Fund calculated on daily basis. Accordingly, the Pension Fund Manager has charged its remuneration at 1.25% (2022: 1.25%) of average annual net assets for Equity Sub-Fund. For Debt Sub-Fund and Money Market Sub-Fund, the Pension Fund Manager has charged its remuneration at 1.25% from July 1, 2022 to November 30, 2022 and at 0.75% from December 1, 2022 to June 30, 2023 (June 30, 2022: 1.25%) of average annual net assets. The remuneration is payable to the Pension Fund Manager monthly in arrears.

7.2 During the year, an amount of Rs. 0.286 million (2022: Rs. 0.352 million) was charged on account of sales tax on management remuneration levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.431 million (2022: Rs. 0.197 million) has been paid to the Pension Fund Manager which acts as a collecting agent.

7.3 In accordance with the provisions of the VPS Rules, the Pension Fund Manager is allowed to charge a maximum front-end fee of 3% of all the contributions received from a participant of the Fund. The Pension Fund Manager has accordingly charged up to a maximum front end fee of 3% during the year.

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

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note		(Rupees)				
Trustee remuneration payable	8.1	54,664	8,316	16,411	-	79,391
Sindh sales tax payable on Trustee remuneration	8.2	7,143	1,380	2,010	-	10,533
CDS charges payable		949,000	10,494	-	-	959,494
		<u>1,010,807</u>	<u>20,190</u>	<u>18,421</u>	<u>-</u>	<u>1,049,418</u>
		2022				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note		(Rupees)				
Trustee remuneration payable	8.1	126,965	44,042	113,913	-	284,920
Sindh sales tax payable on Trustee remuneration	8.2	16,525	5,871	14,704	-	37,100
CDS charges payable		746,999	680,407	2,183	-	1,429,589
		<u>890,489</u>	<u>730,320</u>	<u>130,800</u>	<u>-</u>	<u>1,751,609</u>

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

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

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

8.2 During the year, an amount of Rs 0.039 million (2022: Rs. 0.039 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 0.066 million (2022: Rs. 0.011 million) was paid to the Trustee which acts as a collecting agent.

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

In accordance with the Voluntary Pension System Rules, 2005, a voluntary pension schemes is required to pay annual fee to the Securities and Exchange Commission of Pakistan at the rate of 0.025% (2022: 0.025%) per annum of average annual net assets of the Fund.

10. ACCRUED EXPENSES AND OTHER LIABILITIES

		2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note		(Rupees)				
Withholding tax payable		434,651	324,373	652,203	-	1,411,227
Auditors' remuneration payable		108,899	106,039	109,060	-	323,998
Printing charges payable		17,719	5,901	11,058	-	34,678
Brokerage expense payable		57,459	1,364	3,308	-	62,131
Sindh Sales Tax on brokerage expense payable		7,469	-	-	-	7,469
Capital value payable		55	-	-	-	55
NCCPL payable		1,129	-	-	-	1,129

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note ----- (Rupees) -----				
Legal and professional charges payable	-	60,893	-	60,893
Other payables	104,023	1,027,529	29,409	1,160,961
Charity / donation payable	128,562	-	-	128,562
	<u>859,966</u>	<u>1,526,099</u>	<u>805,038</u>	<u>3,191,103</u>

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
Note ----- (Rupees) -----				
Withholding tax payable	675,992	1,640	3,161	680,793
Auditors' remuneration payable	171,905	145,945	226,248	544,098
Printing charges payable	19,619	19,497	29,691	68,807
Brokerage expense payable	35,075	1,207	2,927	39,209
Sindh Sales Tax on brokerage expense payable	4,559	157	381	5,097
Capital value payable	55	-	-	55
NCCPL payable	1,129	-	-	1,129
Legal and professional charges payable	-	108,349	-	108,349
Other payables	89,911	1,027,529	110,230	1,227,670
Charity / donation payable	180,734	-	-	180,734
	<u>1,178,979</u>	<u>1,304,324</u>	<u>372,638</u>	<u>2,855,941</u>

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

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Number of units -----				
Total units in issue at the beginning of the year	767,898	540,251	477,146	1,785,295
Add: Issuance of units during the year				
Directly by participants	92,044	79,324	357,755	529,123
Transfer from other pension fund	13,605	26,367	59,749	99,721
	105,649	105,691	417,504	628,844
Less: Units redeemed during the year				
Directly by participants	(158,114)	(92,265)	(177,272)	(427,651)
Total units in issue at the end of the year	<u>715,433</u>	<u>553,677</u>	<u>717,378</u>	<u>1,986,488</u>
2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Number of units -----				
Total units in issue at the beginning of the year	827,694	545,859	389,082	1,762,635
Add: Issuance of units during the year				
Directly by participants	191,318	132,230	125,332	448,880
Transfer from other pension fund	18,186	23,693	18,242	60,121
	209,504	155,923	143,574	509,001
Less: Units redeemed during the year				
Directly by participants	(269,300)	(161,531)	(55,510)	(486,341)
Total units in issue at the end of the year	<u>767,898</u>	<u>540,251</u>	<u>477,146</u>	<u>1,785,295</u>

12. CONTRIBUTION TABLE

	2023					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	24,788	2,047,071	53,402	7,377,956	248,933	34,694,337
Employers	45,196	3,703,102	15,617	2,201,385	54,114	7,484,300
Transfer from other pension funds	13,605	1,142,469	26,367	3,603,082	59,749	8,398,866
Change of scheme in	228	18,598	7,514	1,053,424	16,613	2,273,128
Reallocation in	10,512	862,290	1,306	181,977	38,095	5,239,447
Rebalancing in	11,320	932,858	1,485	213,195	-	-
	105,649	8,706,388	105,691	14,631,019	417,504	58,090,078

	2022					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
Individuals	8,123	723,020	25,468	3,198,360	91,724	11,616,820
Employers	47,311	4,332,473	24,666	3,117,964	30,417	3,819,793
Transfer from other pension funds	18,186	1,673,057	23,693	2,997,233	18,242	2,306,158
Change of scheme in	135,884	10,796,126	82,096	10,535,033	3,191	332,010
Reallocation in	-	-	-	-	-	-
Rebalancing in	-	-	-	-	-	-
	209,504	17,524,676	155,923	19,848,590	143,574	18,074,781

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2023 and June 30, 2022.

14. PROFIT EARNED

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Profit on:				
- Bank balances	334,459	3,762,008	8,164,635	12,261,102
- Term deposit receipts	-	-	-	-
- Islamic commercial papers	-	-	-	-
- Sukuk certificates	-	2,097,594	2,000,162	4,097,756
- Government of Pakistan Ijara Sukuks	-	4,923,367	2,652,466	7,575,833
	334,459	10,782,969	12,817,263	23,934,691

	2022			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Profit on:				
- Bank balances	116,512	2,706,181	3,353,781	6,176,474
- Term deposit receipts	-	23,055	23,055	46,110
- Islamic commercial papers	-	68,645	34,110	102,755
- Sukuk certificates	-	1,473,692	308,495	1,782,187
- Government of Pakistan Ijara Sukuks	-	2,246,428	1,011,039	3,257,467
	116,512	6,518,001	4,730,480	11,364,993

15. CASH AND CASH EQUIVALENTS

	2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
Bank balances	8,176,789	33,015,035	25,473,157	20,099	66,685,080
	8,176,789	33,015,035	25,473,157	20,099	66,685,080

2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
(Rupees)					
Bank balances	4,726,477	23,111,229	41,027,001	20,099	68,884,806
	4,726,477	23,111,229	41,027,001	20,099	68,884,806

16. AUDITOR'S REMUNERATION

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
(Rupees)				
Annual audit fee	47,799	65,626	86,574	199,999
Review and other certifications	23,900	32,813	43,287	100,000
Out of pocket expenses	7,170	9,844	12,986	30,000
Sindh sales tax	6,310	8,663	11,428	26,401
	85,179	116,946	154,275	356,400

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
(Rupees)				
Annual audit fee	47,000	47,000	47,000	141,000
Review and other certifications	20,000	20,000	20,000	60,000
Out of pocket expenses	7,062	11,744	25,602	44,408
Sindh sales tax	5,925	6,300	7,408	19,633
	79,987	85,044	100,010	265,041

17. TOTAL EXPENSE RATIO

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

2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	----- % -----		
Total Expense Ratio (TER)	2.53%	1.93%	1.42%
Government levy and SECP fee	0.21%	0.16%	0.16%

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

18. TAXATION

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

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

19. EARNINGS PER UNIT

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

20. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are also in the normal course of

business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

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

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

20.1 Details of transaction with related parties during the year :

	2023				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
(Rupees)					
Alfalsh Asset Management Limited - (Pension Fund Manager)					
Remuneration of Pension Fund Manager	730,076	706,297	763,874	-	2,200,247
Sindh sales tax on remuneration of the Pension Fund Manager	94,911	91,818	99,307	-	286,036
Remuneration paid	1,557,492	1,024,375	1,404,858	-	3,986,725
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	114,975	91,728	93,822	-	300,525
Sindh sales tax on remuneration of the Trustee	14,965	12,004	12,179	-	39,148
Trustee remuneration paid	187,276	127,454	191,324	-	506,054
CDS charges	202,001	365,000	21,644	-	588,645
Bank Alfalah Limited					
Profit accrued	307,934	127,899	399,909	-	835,742
Profit received	413,243	151,347	401,193	-	965,783
Alfalsh Ghp					
Chief Executive Officer	-	-	20,390,344	-	4,160,373
Key management personnel					
Contributions					
Chief Executive Officer	1,791,999	-	2,368,374	-	4,160,373
Chief Financial Officer	1,623,210	-	-	-	1,623,210
Head of Operations	-	219,701	-	-	219,701
Head of Investor Relations	121,935	122,040	-	-	243,975
Other key management personnel	1,504,252	614,131	8,633,899	-	10,752,282
Contributions (number of units)					
Chief Executive Officer	21,893	-	44,958	-	66,851
Chief Financial Officer	19,507	-	-	-	19,507
Head of Operations	-	1,597	-	-	1,597
Head of Investor Relations	1,485	886	-	-	2,371
Other key management personnel	18,336	4,483	31,452	-	54,271
Redemptions					
Chief Executive Officer	2,874,301	-	34,561	-	2,908,862
Chief Financial Officer	619,573	-	-	-	619,573
Head of Operations	-	181,535	183,594	-	365,129
Head of Investor Relations	129,402	131,047	-	-	260,449
Other key management personnel	1,533,083	361,074	1,068,178	-	2,962,335
Redemptions (number of units)					
Chief Executive Officer	35,040	-	237	-	35,277
Chief Financial Officer	7,407	-	-	-	7,407
Head of Operations	-	1,295	1,297	-	2,592
Head of Investor Relations	1,566	946	-	-	2,512
Other key management personnel	18,787	2,643	7,700	-	29,130
Participant having holding of more than 10% units Contributions					
Individuals	352,813	-	-	-	352,813

2023					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Contributions (number of units)					
Individuals	4,281	-	-	-	4,281
Redemptions					
Individuals	-	352,813	-	-	352,813
Redemptions (number of units)					
Individuals	-	2,457	-	-	2,457
2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Alfalsh Asset Management Limited - (Pension Fund Manager)					
Remuneration of Pension Fund Manager	1,060,910	874,915	667,922	-	2,603,747
Sindh sales tax on remuneration of the Pension Fund Manager	137,917	113,732	100,718	-	352,367
Remuneration paid	85,218	578,167	-	-	663,385
Central Depository Company of Pakistan Limited - (Trustee)					
Remuneration of the Trustee	112,770	91,166	93,014	-	296,950
Sindh sales tax on remuneration of the Trustee	14,678	11,959	12,046	-	38,683
Trustee remuneration paid	10,443	70,953	-	-	81,396
CDS charges	365,000	365,000	-	-	730,000
Bank Alfalah Limited					
Profit accrued	103,697	3	19,044	-	122,744
Profit received	41,330	22,998	17,090	-	81,418
Key management personnel					
Contributions					
Chief Executive Officer	923,900	-	-	-	923,900
Chief Financial Officer	376,534	-	-	-	376,534
Head of Operations	-	171,539	171,616	-	343,155
Head of Investor Relations	90,939	89,963	-	-	180,902
Other key management personnel	1,466,537	772,718	979,393	-	3,218,648
Contributions (number of units)					
Chief Executive Officer	11,061	-	-	-	11,061
Chief Financial Officer	4,540	-	-	-	4,540
Head of Operations	-	1,364	1,373	-	2,737
Head of Investor Relations	1,017	715	-	-	1,732
Other key management personnel	18,764	12,107	13,994	-	44,865
Redemptions					
Chief Executive Officer	1,000,000	-	-	-	1,000,000
Chief Financial Officer	357,884	-	-	-	357,884
Head of Operations	-	347,301	347,798	-	695,099
Head of Investor Relations	63,527	71,549	-	-	135,076
Other key management personnel	967,767	243,047	514,732	-	1,725,546
Redemptions (number of units)					
Chief Executive Officer	10,600	-	-	-	10,600
Chief Financial Officer	4,172	-	-	-	4,172
Head of Operations	-	2,737	2,757	-	5,494
Head of Investor Relations	750	564	-	-	1,314
Other key management personnel	11,268	1,925	4,136	-	17,329
Participant having holding of more than 10% units Contributions					
Individuals	8,553,880	10,442,400	-	-	18,996,280

	2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	----- (Rupees) -----				
Contributions (number of units)					
Individuals	107,257	80,783	-	-	188,040
Redemptions					
Individuals	13,207,897	5,788,383	-	-	18,996,280
Redemptions (number of units)					
Individuals	165,614	44,779	-	-	210,393
20.2 Details of balances with related parties as at the year end:					
	2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	----- (Rupees) -----				
Alfalah Asset Management Limited - (Pension Fund Manager)					
Pension Fund Manager remuneration payable	250,046	57,371	102,112	-	409,529
Sindh sales tax payable on remuneration of Pension Fund Manager	8,656	7,097	27,163	-	42,916
Other payable	-	-	-	20,000	20,000
Sales load payable	-	30,000	165,000	150	195,150
Investment at year end	24,656,460	43,741,920	44,536,560	-	112,934,940
Units held (Number of units)	300,000	300,000	300,000	-	900,000
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	54,664	8,316	16,411	-	79,391
Sindh sales tax payable on Trustee remuneration	7,143	1,380	2,010	-	10,533
Security deposit	100,000	100,000	100,000	-	300,000
CDS charges payable	949,000	10,494	-	-	959,494
Bank Alfalah Limited					
Bank balance	8,016,584	3,735,349	7,015,516	20,099	18,787,548
Profit receivable on bank deposits	8,862	14,582	17,601	-	41,045
Key management personnel					
Investment at year end	2,965,186	1,851,450	11,584,405	-	16,401,041
Units held (number of units)	36,078	12,698	78,033	-	126,809
Participants having holding of more than 10%					
Investment at year end	17,343,436	11,408,913	-	-	28,752,349
Units held (number of units)	211,021	78,247	-	-	289,268
	2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	----- (Rupees) -----				
Alfalah Asset Management Limited - (Pension Fund Manager)					
Pension Fund Manager remuneration payable	1,077,462	375,449	743,096	-	2,196,007
Sindh sales tax payable on remuneration of Pension Fund Manager	140,090	48,446	-	-	188,536
Other payable	-	-	-	20,000	20,000
Sales load payable	-	-	-	150	150
Investment at year end	24,284,130	39,264,780	38,946,210	-	102,495,120
Units held (Number of units)	300,000	300,000	300,000	-	900,000
Central Depository Company of Pakistan Limited - (Trustee)					
Trustee remuneration payable	126,965	44,042	113,913	-	284,920
Sindh sales tax payable on Trustee remuneration	16,525	5,871	14,704	-	37,100

	2022				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total
	(Rupees)				
Security deposit	100,000	100,000	100,000	-	300,000
CDS charges payable	746,999	680,407	2,183	-	1,429,589
Bank Alfalah Limited					
Bank balance	3,761,027	1,338,713	1,573,682	20,099	6,693,521
Profit receivable on bank deposits	114,171	38,030	18,885	-	171,086
Key management personnel					
Investment at year end	3,002,733	1,336,704	1,296,130	-	5,635,567
Units held (number of units)	37,095	10,213	9,984	-	57,292
Participants having holding of more than 10%					
Investment at year end	16,735,003	10,562,880	-	-	27,297,883
Units held (number of units)	206,740	80,705	-	-	287,445

21. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2023										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	
	(Rupees)										
Financial assets											
Bank balances	8,176,789	-	8,176,789	33,015,035	-	33,015,035	25,473,157	-	25,473,157	20,099	66,685,080
Investments	-	52,805,727	52,805,727	-	47,507,560	47,507,560	-	78,962,000	78,962,000	-	179,275,287
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	-	300,000
Dividend, profit and other receivables	8,857	-	8,857	2,245,420	-	2,245,420	2,882,106	-	2,882,106	-	5,136,383
	8,285,646	52,805,727	61,091,373	35,360,455	47,507,560	82,868,015	28,455,263	78,962,000	107,417,263	20,099	251,396,750

Particulars	2023										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At amortised cost	
	(Rupees)										
Financial liabilities											
Payable to Alfalah Asset Management Limited - Pension Fund Manager	-	258,702	258,702	-	94,468	94,468	-	294,275	294,275	20,150	667,595
Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,010,807	1,010,807	-	20,190	20,190	-	18,421	18,421	-	1,049,418
Payable against redemption of units	-	159,331	159,331	-	610,491	610,491	-	-	-	-	769,822
Payable against purchase of investments	-	224	224	-	-	-	-	-	-	-	224
Accrued expenses and other liabilities	-	288,100	288,100	-	1,201,726	1,201,726	-	152,835	152,835	-	1,642,661
	-	1,717,164	1,717,164	-	1,926,875	1,926,875	-	465,531	465,531	20,150	4,129,720

Particulars	2022										
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	Total
	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	At fair value through profit or loss	Sub Total	At amortised cost	
	(Rupees)										
Financial assets											
Bank balances	4,726,477	-	4,726,477	23,111,229	-	23,111,229	41,027,001	-	41,027,001	20,099	68,884,806
Investments	-	57,060,598	57,060,598	-	40,515,051	40,515,051	-	15,003,000	15,003,000	-	112,578,649
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	-	300,000
Dividend, profit and other receivables	669,128	-	669,128	10,002,406	-	10,002,406	7,319,855	-	7,319,855	-	17,991,389
Receivable against sale of investments	2,977,419	-	2,977,419	-	-	-	-	-	-	-	2,977,419
	8,473,024	57,060,598	65,533,622	33,213,635	40,515,051	73,728,686	48,446,856	15,003,000	63,449,856	20,099	202,732,263

Particulars	2022										Total
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Others	
	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At fair value through profit or loss	At amortised cost	Sub Total	At amortised cost	
(Rupees)											
Financial liabilities											
Payable to Alfalah Asset Management Limited - Pension Fund Manager	-	1,217,552	1,217,552	-	423,895	423,895	-	743,096	743,096	20,150	2,404,693
Payable to Central Depository Company of Pakistan Limited - Trustee	-	890,489	890,489	-	730,320	730,320	-	130,800	130,800	-	1,751,609
Payable against redemption of units	-	60,072	60,072	-	540,593	540,593	-	248,292	248,292	-	848,957
Payable against purchase of investments	-	-	-	-	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	316,510	316,510	-	1,302,527	1,302,527	-	369,096	369,096	-	1,988,133
	-	2,484,623	2,484,623	-	2,997,335	2,997,335	-	1,491,284	1,491,284	20,150	6,993,392

22. FINANCIAL RISK MANAGEMENT

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

22.1 Market risk

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

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

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

22.1.1 Currency risk

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

22.1.2 Yield / profit rate risk

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

	2023				Total
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	
(Rupees)					
Variable rate instruments (financial assets)					
Bank balances	8,176,789	32,669,467	25,473,157	20,099	66,339,512
Sukuk certificates	-	12,814,460	19,000,000	-	31,814,460
	8,176,789	45,483,927	44,473,157	20,099	98,153,972
Fixed rate instruments (financial assets)					
Government of Pakistan Ijara sukuk	-	34,693,100	59,962,000	-	94,655,100
	-	34,693,100	59,962,000	-	94,655,100

2022					
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Others	Total	
----- (Rupees) -----					
Variable rate instruments (financial assets)					
Bank balances	4,726,477	22,745,590	41,027,001	20,099	68,519,167
Sukuk certificates	-	19,543,751	5,000,000	-	24,543,751
	4,726,477	42,289,341	46,027,001	20,099	93,062,918
Fixed rate instruments (financial assets)					
Government of Pakistan Ijara sukuks	-	20,971,300	10,003,000	-	30,974,300
	-	20,971,300	10,003,000	-	30,974,300

Sensitivity analysis of variable rate instruments

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

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	81,768	454,839	444,732	981,339
Decrease in 100 basis points	(81,768)	(454,839)	(444,732)	(981,339)

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	47,265	422,893	460,270	930,428
Decrease in 100 basis points	(47,265)	(422,893)	(460,270)	(930,428)

Sensitivity analysis of fixed rate instruments

As at June 30, 2023, the Fund holds GoP Ijara sukuks which are classified as financial assets 'at fair value through profit or loss' exposing the Fund to fair value profit rate risk. A reasonably possible change of 100 basis points in profit rates at the reporting date with all other variables held constant the impact on net income and net assets will be as follows:

2023				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	-	346,931	599,620	946,551
Decrease in 100 basis points	-	(346,931)	(599,620)	(946,551)

2022				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees) -----				
Change in basis points				
Increase in 100 basis points	-	209,713	100,030	309,743
Decrease in 100 basis points	-	(209,713)	(100,030)	(309,743)

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan are expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2023 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Profit rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet financial instruments is based on settlement date.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2023 can be determined as follows:

Alfalsh GHP Islamic Pension Fund - Equity Sub Fund

Particulars	2023					2022						
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
%	(Rupees)				%	(Rupees)						
On-balance sheet financial instruments												
Financial assets												
Bank balances	10.30 - 15.00	8,176,789	-	-	-	8,176,789	3 - 15.5	4,726,477	-	-	-	4,726,477
Investments - net		-	-	-	52,805,727	52,805,727		-	-	-	57,060,598	57,060,598
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Dividend, profit and other receivables		-	-	-	8,857	8,857		-	-	-	669,128	669,128
Receivable against sale of investments		-	-	-	-	-		-	-	-	2,977,419	2,977,419
Sub total		8,176,789	-	-	52,914,584	61,091,373		4,726,477	-	-	60,807,145	65,533,622
Financial liabilities												
Payable to Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	258,702	258,702		-	-	-	1,217,552	1,217,552
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	1,010,807	1,010,807		-	-	-	890,489	890,489
Payable against redemption of units		-	-	-	159,331	159,331		-	-	-	60,072	60,072
Payable against purchase of investments		-	-	-	224	224		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	288,100	288,100		-	-	-	316,510	316,510
Sub total		-	-	-	1,717,164	1,717,164		-	-	-	2,484,623	2,484,623
On-balance sheet gap		8,176,789	-	-	51,197,420	59,374,209		4,726,477	-	-	58,322,522	63,048,999
Total profit rate sensitivity gap		8,176,789	-	-	51,197,420	59,374,209		4,726,477	-	-	58,322,522	63,048,999
Cumulative profit rate sensitivity gap		8,176,789	8,176,789	8,176,789				4,726,477	4,726,477	4,726,477		

Alfalsh GHP Islamic Pension Fund - Debt Sub Fund

Particulars	2023					2022						
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
%	(Rupees)				%	(Rupees)						
On-balance sheet financial instruments												
Financial assets												
Bank balances	10.30 - 20.25	32,669,467	-	-	345,568	33,015,035	3 - 15.5	22,745,590	-	-	365,639	23,111,229
Investments - net	12.49 - 23.94	1,314,360	46,193,200	-	-	47,507,560	9.06 - 16.56	4,991,251	35,523,800	-	-	40,515,051
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Dividend, profit and other receivables		-	-	-	2,245,420	2,245,420		-	-	-	10,002,406	10,002,406
Sub total		33,983,827	46,193,200	-	2,690,988	82,868,015		27,736,841	35,523,800	-	10,468,045	73,728,686
Financial liabilities												
Payable to Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	94,468	94,468		-	-	-	423,895	423,895
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	20,190	20,190		-	-	-	730,320	730,320
Payable against redemption of units		-	-	-	610,491	610,491		-	-	-	540,593	540,593
Accrued expenses and other liabilities		-	-	-	1,201,726	1,201,726		-	-	-	1,302,527	1,302,527
Sub total		-	-	-	1,926,875	1,926,875		-	-	-	2,997,335	2,997,335
On-balance sheet gap		33,983,827	46,193,200	-	764,113	80,941,140		27,736,841	35,523,800	-	7,470,710	70,731,351
Total profit rate sensitivity gap		33,983,827	46,193,200	-	764,113	80,941,140		27,736,841	35,523,800	-	7,470,710	70,731,351
Cumulative profit rate sensitivity gap		33,983,827	80,177,027	80,177,027				27,736,841	63,260,641	63,260,641		

Alfalsh GHP Islamic Pension Fund - Money Market Sub Fund

Particulars	2023						2022					
	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total	Effective yield / profit rate	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	(Rupees)				%	(Rupees)					
On-balance sheet financial instruments												
Financial assets												
Bank balances	10.30 - 19.70	25,473,157	-	-	-	25,473,157	3 - 15.5	41,027,001	-	-	-	41,027,001
Investments - net	21.29 - 23.07	-	78,962,000	-	-	78,962,000	13.98 - 14	-	15,003,000	-	-	15,003,000
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		-	-	-	100,000	100,000		-	-	-	100,000	100,000
Dividend, profit and other receivables		-	-	-	2,882,106	2,882,106		-	-	-	7,319,855	7,319,855
Sub total		25,473,157	78,962,000	-	2,982,106	107,417,263		41,027,001	15,003,000	-	7,419,855	63,449,856
Financial liabilities												
Payable to Alfalah Asset Management Limited - Pension Fund Manager		-	-	-	294,275	294,275		-	-	-	743,096	743,096
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	18,421	18,421		-	-	-	130,800	130,800
Payable against redemption of units		-	-	-	-	-		-	-	-	248,292	248,292
Accrued expenses and other liabilities		-	-	-	152,835	152,835		-	-	-	369,096	369,096
Sub total		-	-	-	465,531	465,531		-	-	-	1,491,284	1,491,284
On-balance sheet gap		25,473,157	78,962,000	-	2,516,575	106,951,732		41,027,001	15,003,000	-	5,928,571	61,958,572
Total profit rate sensitivity gap		25,473,157	78,962,000	-	2,516,575	106,951,732		41,027,001	15,003,000	-	5,928,571	61,958,572
Cumulative profit rate sensitivity gap		25,473,157	104,435,157	104,435,157				41,027,001	56,030,001	56,030,001		

22.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from profit rate 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 has exposure to equity price risk arising from the Fund investments in equity securities. The Fund manages its price risk arising from investment in the equity securities by diversifying its portfolio within the eligible limits prescribed in the Fund's Constitutive Documents, the VPS rules and circulars issued by SECP from time to time.

The table below summarizes the sensitivity of the Fund's net assets attributable to unit holders to the equity price movements as at June 30, 2023. The analysis is based on the assumption that the KSE index increased / decreased by 1%, with all other variables held constant and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the index. This represents managements' best estimate of a reasonable possible shift in the KSE index, having regard to the historical volatility of the index of the past three years.

At June 30, 2023, the fair value of equity securities and units of open ended mutual fund exposed to price risk was disclosed in note 5.1.

	2023	2022
	-----Rupees-----	
Effect due to increase / decrease in KSE 100 index or net assets		
Investment and net assets	<u>528,057</u>	<u>570,606</u>
Income statement	<u>528,057</u>	<u>570,606</u>

22.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk mainly arises from deposits with banks, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the Fund mainly consist of government securities that represent the interest of Government of Pakistan and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.

- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.

22.2.1 Exposure to credit risk

The maximum exposure to credit risk as at June 30, 2023 is as follows:

Alfalah GHP Islamic Pension Fund - Equity Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk
Rupees				
Bank balances	8,176,789	8,176,789	4,726,477	4,726,477
Investments	52,805,727	-	57,060,598	-
Security deposit with Central the Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	100,000
Dividend, profit and other receivables	8,857	8,857	669,128	669,128
Receivable against sale of investments	-	-	2,977,419	2,977,419
	<u>61,091,373</u>	<u>8,285,646</u>	<u>65,533,622</u>	<u>8,473,024</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in listed equity securities and units of open ended mutual fund of Rs 52.81 million (2022: Rs 57.06 million) are not exposed to credit risk.

Alfalah GHP Islamic Pension Fund- Debt Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk
Rupees				
Bank balances	33,015,035	33,015,035	23,111,229	23,111,229
Investments	47,507,560	12,814,460	40,515,051	19,543,751
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	100,000
Dividend, profit and other receivables	2,245,420	2,245,420	10,002,406	10,002,406
	<u>82,868,015</u>	<u>48,174,915</u>	<u>73,728,686</u>	<u>52,757,386</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs 34.693 million (2022: Rs 28.523 million) are not exposed to credit risk.

Alfalah GHP Islamic Pension Fund- Money Market Sub Fund

	2023		2022	
	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk	Balance as per Statement of assets and liabilities	Maximum exposure to credit risk
Rupees				
Bank balances	25,473,157	25,473,157	41,027,001	41,027,001
Investments	78,962,000	19,000,000	15,003,000	5,000,000
Security deposit with the Central Depository Company of Pakistan Limited - Trustee	100,000	100,000	100,000	100,000
Dividend, profit and other receivables	2,882,106	2,882,106	7,319,855	7,319,855
	<u>107,417,263</u>	<u>47,455,263</u>	<u>63,449,856</u>	<u>53,446,856</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in Government Securities of Rs. 59.962 million (2022: Rs. 10.003 million) are not exposed to credit risk.

The maximum exposure to credit risk before any credit enhancement as at June 30, 2023 is the carrying amount of the financial assets.

No financial assets were considered to be past due or impaired either at June 30, 2023 and June 30, 2022.

22.2.2 Credit quality of financial assets

The Fund held bank balances as at June 30, 2023 with banks having following credit ratings:

Balances with banks by rating category

Rating agency	Rating (Short Term / Long Term)	2023	2022
		% of bank balances exposed to credit risk	
Alfalsh GHP Islamic Pension Fund - Equity Sub Fund			
PACRA	A1+ / AA+	98.04%	79.57%
PACRA	A1 / A+	1.32%	19.38%
VIS	A-1+ / AA	0.43%	0.75%
VIS	A-1+ / AAA	0.21%	0.30%
		<u>100%</u>	<u>100%</u>

Rating agency	Rating (Short Term / Long Term)	2023	2022
		% of bank balances exposed to credit risk	

Alfalsh GHP Islamic Pension Fund - Debt Sub Fund

PACRA	A1+ / AAA	0.00%	72.64%
PACRA	A1+ / AA+	0.00%	0.01%
PACRA	A1+ / AA+	11.31%	5.79%
PACRA	A1+ / AAA	19.56%	0.00%
PACRA	A1 / A+	3.75%	1.67%
VIS	A-1+ / AAA	0.83%	0.09%
VIS	A-1+ / AA	3.58%	0.14%
VIS	A-1+ / AAA	0.01%	0.02%
PACRA	A1+ / AAA	0.91%	1.36%
PACRA	A1+ / AA	58.17%	17.84%
N/A	N/A	1.88%	0.44%
		<u>100%</u>	<u>100%</u>

Rating agency	Rating (Short Term / Long Term)	2023	2022
		% of bank balances exposed to credit risk	

Alfalsh GHP Islamic Pension Fund - Money Market Sub Fund

PACRA	A1+ / AAA	5.00%	89.41%
PACRA	A1+ / AA+	0.01%	0.01%
PACRA	A1+ / AA+	24.96%	3.84%
PACRA	A1+ / AAA	5.65%	0.00%
PACRA	A1 / A+	0.30%	4.92%
VIS	A-1+ / AAA	35.55%	0.18%
VIS	A-1+ / AA	2.13%	0.53%
VIS	A-1+ / AAA	0.04%	0.03%
PACRA	A1+ / AAA	0.04%	0.17%
PACRA	A1+ / AA	26.22%	0.91%
		<u>100%</u>	<u>100%</u>

22.2.3 Concentration of credit risk

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

Alfalsh GHP Islamic Pension Fund - Equity Sub Fund

	2023		2022	
	Rupees	Percentage	Rupees	Percentage
Commercial banks (including profit receivable)	8,185,646	98.79%	4,832,795	57.04%
Dividend receivable	-	0.00%	562,810	6.64%
The Central Depository Company of Pakistan Limited - Trustee (security deposit)	100,000	1.21%	100,000	1.18%
Receivable against sale of investment	-	0.00%	2,977,419	35.14%
	<u>8,285,646</u>	<u>100%</u>	<u>8,473,024</u>	<u>100%</u>

Alfalsh GHP Islamic Pension Fund- Debt Sub Fund

	2023		2022	
	Rupees	Percentage	Rupees	Percentage
Commercial banks (including profit receivable)	34,034,402	70.65%	26,905,327	51.00%
Investments	12,814,460	26.60%	19,543,751	37.04%
Profit receivable on investments	1,225,844	2.54%	6,208,308	11.77%
The Central Depository Company of Pakistan Limited - Trustee (security deposit)	100,000	0.21%	100,000	0.19%
	<u>48,174,706</u>	<u>100%</u>	<u>52,757,386</u>	<u>100%</u>

Alfalsh GHP Islamic Pension Fund- Money Market Sub Fund

	2023		2022	
	Rupees	Percentage	Rupees	Percentage
Commercial banks (including profit receivable)	25,871,910	54.52%	47,069,556	88.07%
Investments	19,000,000	40.04%	5,000,000	9.35%
Profit receivable on investments	2,483,353	5.23%	1,277,300	2.39%
The Central Depository Company of Pakistan Limited - Trustee (security deposit)	100,000	0.21%	100,000	0.19%
	<u>47,455,263</u>	<u>100%</u>	<u>53,446,856</u>	<u>100%</u>

22.3 Liquidity risk

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

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

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

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

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

	2023					Total
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	
----- Rupees -----						
Alfalsh GHP Islamic Pension Fund - Equity Sub Fund						
Financial Assets						
Bank balances	8,176,789	-	-	-	-	8,176,789
Investments	-	-	-	-	52,805,727	52,805,727
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000	100,000
Dividend, profit and other receivables	8,857	-	-	-	-	8,857
Sub total	8,185,646	-	-	-	52,905,727	61,091,373
Financial Liabilities						
Payable to Alfalah Asset Management Limited - Pension Fund Manager	258,702	-	-	-	-	258,702
Payable to Central Depository Company of Pakistan Limited - Trustee	1,010,807	-	-	-	-	1,010,807
Payable against redemption of units	159,331	-	-	-	-	159,331
Payable against purchase of investments	224	-	-	-	-	224
Accrued expenses and other liabilities	288,100	-	-	-	-	288,100
Sub total	1,717,164	-	-	-	-	1,717,164
Net financial assets	6,468,482	-	-	-	52,905,727	59,374,209

----- 2022 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	4,726,477	-	-	-	4,726,477
Investments	-	-	-	57,060,598	57,060,598
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Dividend, profit and other receivables	669,128	-	-	-	669,128
Receivable against sale of investments	2,977,419	-	-	-	2,977,419
Sub total	8,373,024	-	-	57,160,598	65,533,622
Financial Liabilities					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	1,217,552	-	-	-	1,217,552
Payable to Central Depository Company of Pakistan Limited - Trustee	890,489	-	-	-	890,489
Payable against redemption of units	60,072	-	-	-	60,072
Accrued expenses and other liabilities	316,510	-	-	-	316,510
Sub total	2,484,623	-	-	-	2,484,623
Net financial (liabilities) / assets	5,888,401	-	-	57,160,598	63,048,999
----- 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	33,015,035	-	-	-	33,015,035
Investments	-	-	35,757,100	11,750,460	47,507,560
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Dividend, profit and other receivables	2,245,420	-	-	-	2,245,420
Sub total	35,260,455	-	35,757,100	100,000	82,868,015
Financial Liabilities					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	94,468	-	-	-	94,468
Payable to Central Depository Company of Pakistan Limited - Trustee	20,190	-	-	-	20,190
Payable against redemption of units	610,491	-	-	-	610,491
Accrued expenses and other liabilities	1,201,726	-	-	-	1,201,726
Sub total	1,926,875	-	-	-	1,926,875
Net financial assets	33,333,580	-	35,757,100	100,000	80,941,140
----- 2022 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Assets					
Bank balances	23,111,229	-	-	-	23,111,229
Investments	-	-	7,000,000	33,515,051	40,515,051
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	100,000	100,000
Dividend, profit and other receivables	10,002,406	-	-	-	10,002,406
Sub total	33,113,635	-	7,000,000	100,000	73,728,686
Financial Liabilities					
Payable to Alfalah Asset Management Limited - Pension Fund Manager	423,895	-	-	-	423,895
Payable to Central Depository Company of Pakistan Limited - Trustee	730,320	-	-	-	730,320
Payable against redemption of units	540,593	-	-	-	540,593
Accrued expenses and other liabilities	1,302,527	-	-	-	1,302,527
Sub total	2,997,335	-	-	-	2,997,335
Net financial assets	30,116,300	-	7,000,000	100,000	70,731,351

	2023					
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----						
Alfalsh GHP Islamic Pension Fund - Money Market Sub Fund						
Financial Assets						
Bank balances	25,473,157	-	-	-	-	25,473,157
Investments	-	-	19,000,000	59,962,000	-	78,962,000
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000	100,000
Dividend, profit and other receivables	2,882,106	-	-	-	-	2,882,106
Sub total	28,355,263	-	19,000,000	59,962,000	100,000	107,417,263
Financial Liabilities						
Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	294,275	-	-	-	-	294,275
Payable to Central Depository Company of Pakistan Limited - Trustee	18,421	-	-	-	-	18,421
Accrued expenses and other liabilities	152,835	-	-	-	-	152,835
Sub total	465,531	-	-	-	-	465,531
Net financial assets	27,889,732	-	19,000,000	59,962,000	100,000	106,951,732
----- Rupees -----						
	2022					
	Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----						
Financial Assets						
Bank balances	41,027,001	-	-	-	-	41,027,001
Investments	-	-	5,000,000	10,003,000	-	15,003,000
Security deposit with Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	100,000	100,000
Dividend, profit and other receivables	7,319,855	-	-	-	-	7,319,855
Sub total	48,346,856	-	5,000,000	10,003,000	100,000	63,449,856
Financial Liabilities						
Payable to the Alfalah GHP Investment Management Limited - Pension Fund Manager	743,096	-	-	-	-	743,096
Payable to Central Depository Company of Pakistan Limited - Trustee	130,800	-	-	-	-	130,800
Payable against redemption of units	248,292	-	-	-	-	248,292
Accrued expenses and other liabilities	369,096	-	-	-	-	369,096
Sub total	1,491,284	-	-	-	-	1,491,284
Net financial assets	46,855,572	-	5,000,000	10,003,000	100,000	61,958,572

23 FAIR VALUE MEASUREMENT

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

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

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

Fair value hierarchy

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

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

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

Equity Sub-Fund

	2023			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Listed equity securities	52,343,637	-	-	52,343,637
Units of open ended mutual funds	462,090	-	-	462,090
	<u>52,805,727</u>	<u>-</u>	<u>-</u>	<u>52,805,727</u>

	2022			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Listed equity securities	56,488,278	-	-	56,488,278
Units of open ended mutual funds	572,320	-	-	572,320
	<u>57,060,598</u>	<u>-</u>	<u>-</u>	<u>57,060,598</u>

Debt Sub-Fund

	2023			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Government of Pakistan Ijara sukuk	-	34,693,100	-	34,693,100
Sukuk certificates*	-	12,814,460	-	12,814,460
	<u>-</u>	<u>47,507,560</u>	<u>-</u>	<u>47,507,560</u>

	2022			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Government of Pakistan Ijara sukuk	-	20,971,300	-	20,971,300
Sukuk certificates*	-	19,543,751	-	19,543,751
	<u>-</u>	<u>40,515,051</u>	<u>-</u>	<u>40,515,051</u>

Money Market Sub Fund

	2023			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Government of Pakistan Ijara sukuk	-	59,962,000	-	59,962,000
Sukuk certificates*	-	19,000,000	-	19,000,000
	<u>-</u>	<u>78,962,000</u>	<u>-</u>	<u>78,962,000</u>

	2022			
	Level 1	Level 2	Level 3	Total
	Rupees			
At fair value through profit or loss				
Government of Pakistan Ijara sukuk	-	10,003,000	-	10,003,000
Sukuk certificates*	-	5,000,000	-	5,000,000
	<u>-</u>	<u>15,003,000</u>	<u>-</u>	<u>15,003,000</u>

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

During the year ended June 30, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

24 PARTICIPANTS' SUB FUND RISK MANAGEMENT

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

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

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

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

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

25 CORRESPONDING FIGURES

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

26 GENERAL

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

27 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on **25 August 2023** by the Board of Directors of the Pension Fund Manager.

For Alfalah Asset Management Limited
(formerly: Alfalah GHP Investment Management Limited)

Chief Executive Officer

Chief Financial Officer

Director

PERFORMANCE TABLE

Performance Table

Equity subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	967,634	(12,263,936)	20,631,314	691,879	(8,546,606)
(loss) / gain on sale of investments-net	(108,967)	(4,533,039)	3,004,460	1,235,013	(877,598)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(2,960,336)	(10,459,218)	16,759,213	(1,542,242)	(8,909,656)
Dividend Income	5,182,221	4,176,804	3,263,354	2,104,077	2,106,719
Profit /mark-up income	334,459	116,512	89,023	113,251	158,266
Net asset value per unit as at 30 June	82.1882	80.9471	95.9486	70.4245	68.4300
Total Net assets as at 30 June	58,800,157	62,159,098	79,416,072	51,073,058	39,583,536
Total Contribution received -Gross	8,706,388	17,524,676	55,443,040	24,969,706	19,429,319

Performance Table

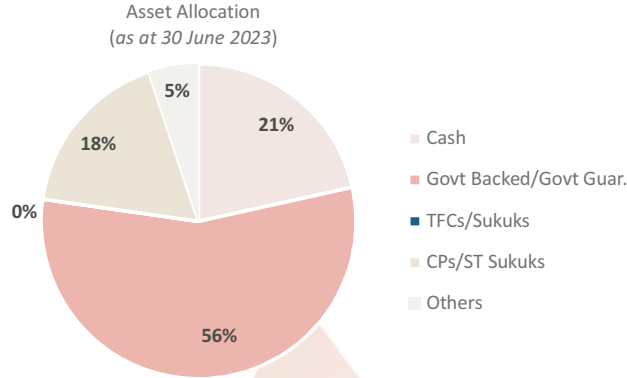
Debt subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	8,059,387	4,928,258	2,795,476	3,773,678	1,464,616
(loss) / gain on sale of investments-net	(200,672)	(69,868)	1,252	146,915	(30,400)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(1,089,681)	(83,361)	168,162	208,587	(253,409)
Dividend Income	-	-	-	-	-
Profit /mark-up income	10,782,969	6,518,001	4,364,160	4,654,978	2,730,729
Net asset value per unit as at 30 June	145.8064	130.8826	122.1039	116.3945	107.5554
Total Net assets as at 30 June	80,729,633	70,709,482	66,651,527	53,052,794	42,244,654
Total Contribution received -Gross	14,631,019	19,848,590	30,553,601	16,067,909	11,386,287

Money Market subFund

	2023	2022	2021	2020	2019
Net Income / (loss) for the period	11,563,201	3,798,635	2,452,105	3,846,729	1,414,284
(loss) / gain on sale of investments-net	-	-	117,200	249,000	(57,000)
Net unrealised loss on revaluation of investments 'classified as 'at fair value through profit or loss'	(71,000)	(58,899)	34,899	-	(252,800)
Dividend Income	-	-	-	-	-
Profit /mark-up income	12,817,263	4,730,480	3,494,738	4,912,015	2,788,145
Net asset value per unit as at 30 June	148.4552	129.8207	121.1405	115.5031	107.4827
Total Net assets as at 30 June	106,498,551	61,943,434	47,133,577	54,140,189	49,924,201
Total Contribution received -Gross	58,090,078	18,074,781	23,545,020	25,725,842	18,150,568

الفلاح GHP اسلامک پنشن فنڈ۔ منی مارکیٹ
سال کے دوران، فنڈ نے 4.87 فیصد ریٹرن کمایا۔



Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	For the year ended June 30, 2023			For the year ended June 30, 2022		
Average Net Asset	58.329	74.223	82.249	72.846	70.353	53.429
Gross (loss) / income	2.48	9.49	12.75	-10.70	6.36	4.67
Total Comprehensive (loss) Income	0.97	8.60	11.56	1.56	1.44	0.87
Net Assets Value per Unit (PKR)	82.1882	145.8064	148.4552	80.9472	130.8826	129.8207
Issuance of units during the year	8.71	14.63	58.09	17.52	19.85	18.07
Redemption of units during the year	-13.03	-12.67	-25.10	-22.52	-20.72	-7.06

اعتراف

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

منجانب بورڈ

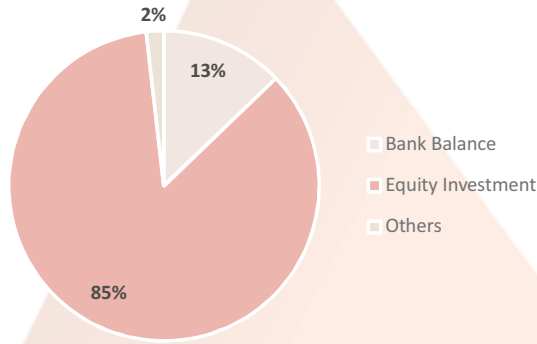
چیف ایگزیکٹو آفیسر

--- اگست 2023ء

Description	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	For the year ended June 30, 2023			For the year ended June 30, 2022		
Average Net Assets	34.584	56.9435	108.754	50.528	62.782	82.906
Gross (loss) / income	2.16	7.77	18.71	-6.10	6.40	8.10
Total Comprehensive (loss) / Income	1.28	6.67	17.08	-7.28	5.33	6.91
Net Assets Value per Unit (PKR)	78.3737	162.4458	166.9853	75.8193	144.4028	142.6197
Issuance of units during the year	4.17	4.47	28.95	12.54	8.95	30.49
Redemption of units during the year	-10.90	-12.49	-30.99	-23.39	-20.82	-13.83

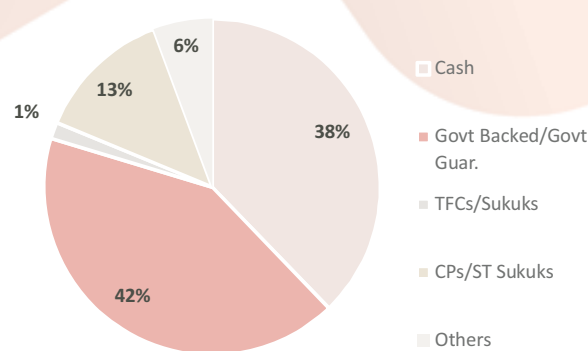
الفلاح GHP اسلامک پنشن فنڈ-1 کیلوی
سال کے دوران، فنڈ کارپٹرن 1.53 فیصد پر قائم رہا۔

Asset Allocation
(as at 30 June 2023)



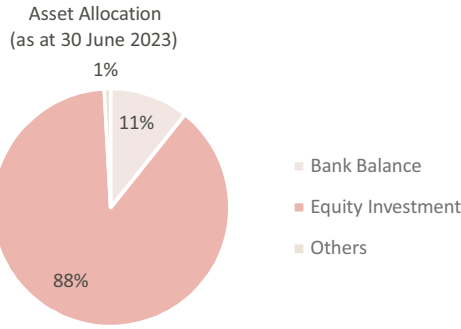
الفلاح GHP اسلامک پنشن فنڈ- ڈیٹ
سال کے دوران، فنڈ نے 11.40 فیصد ریٹرن کمایا۔

Asset Allocation
(as at 30 June 2023)



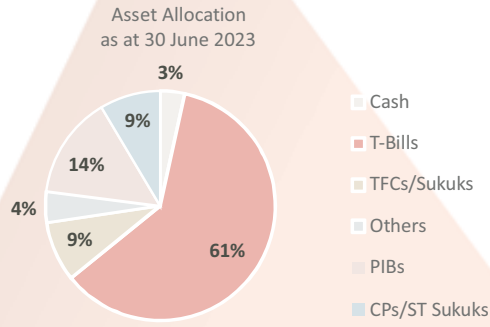
الفلاح GHP پنشن فنڈ - ایکویٹی

سال کے دوران، فنڈ کارپوریٹن 3.37 فیصد پر قائم رہا۔



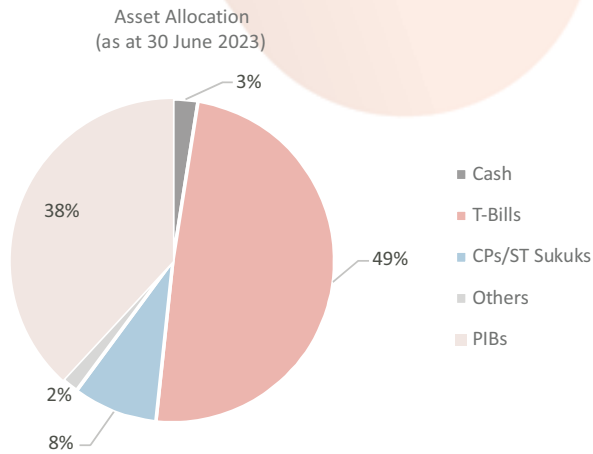
الفلاح GHP پنشن فنڈ - ڈیٹ

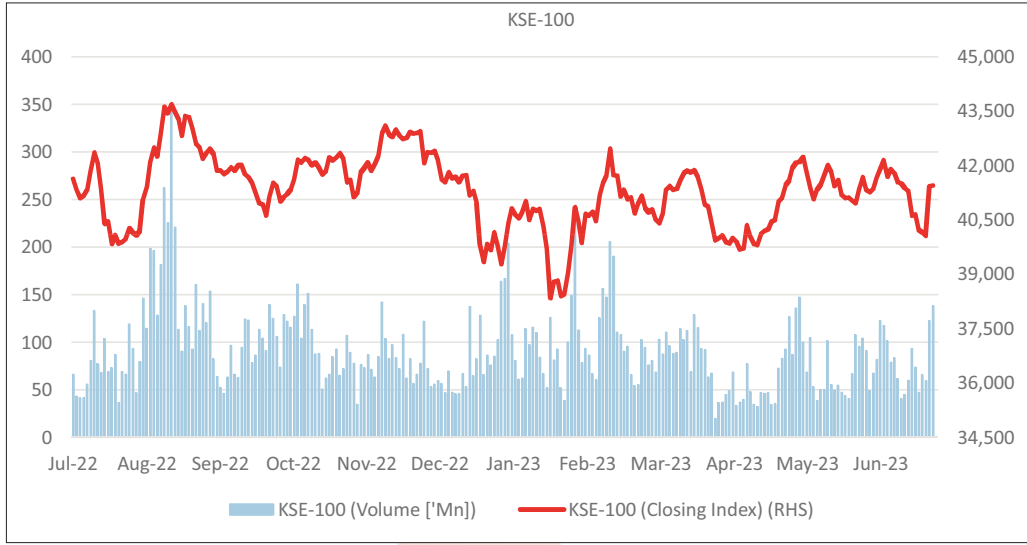
سال کے دوران، فنڈ نے 12.49 فیصد ریٹرن کمایا۔



الفلاح GHP پنشن فنڈ - معنی مارکیٹ

سال کے دوران، فنڈ نے 17.08 فیصد ریٹرن کمایا۔





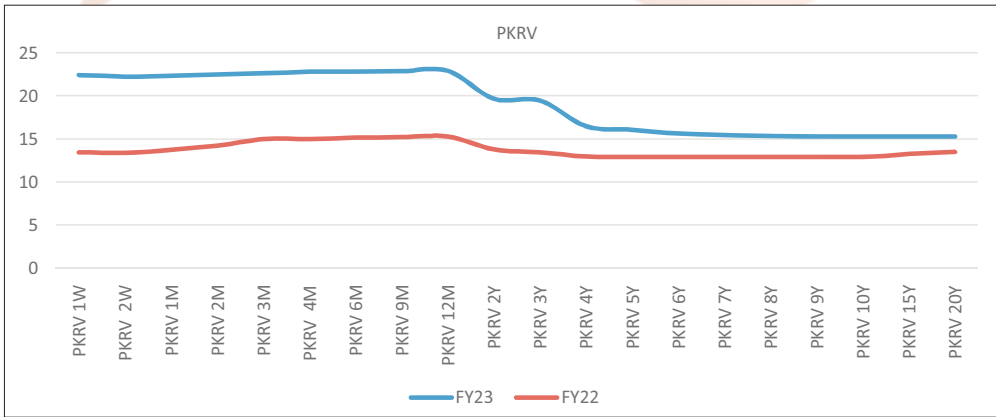
منی مارکیٹ

پاکستان کو مالی سال 22 میں 6.10 فیصد کے مقابلے میں مالی سال 23 کے دوران جی ڈی پی کی شرح نمو 0.29 فیصد متوقع ہے۔

مالی سال 23 کے لیے افراط زر کی اوسط 29.04% رہی، جس کی بنیادی وجہ پاکستانی روپیہ کی قدر میں حد سے زیادہ کمی ہے جس کے نتیجے میں پیٹرول اور دیگر تمام درآمدات سمیت مقامی قیمتیں بڑھ گئیں، جبکہ خوراک کی قیمتوں میں سیلاب کی وجہ سے ہونے والی تباہی کے باعث بہت زیادہ اضافہ ہو گیا، جب کہ مالی سال 24 کی توقع مالی سال 24 کی آخری ششماہی میں ہائی بیس انڈیکس شروع ہونے تک 23%-24% کے درمیان ہے۔

پاکستانی روپیہ کی قدر میں کمی کی وجہ سے بڑھتے ہوئے افراط زر کے دباؤ کے جواب میں اور بڑھتی ہوئی معاشی سرگرمیوں کو کنٹرول کرنے کے لیے، مرکزی بینک نے جون 2022 سے پالیسی شرح کو 825bps تک بڑھا کر 22% کر دیا (30 جون 2022 کو 13.75%)۔ اسی طرح کی حرکت ثانوی مارکیٹ کی پیداوار میں دیکھی گئی ہے کیونکہ ان میں 1W سے 12M مدتی بلوں کے لیے اوسطاً 8.14% اضافہ ہوا ہے۔ جبکہ مجموعی پیداوار کا منحنی خط اس وقت الٹا ہے جو طویل مدتی شرحوں میں کمی کی مارکیٹ شرکاء کی توقعات کو ظاہر کرتا ہے۔

اگلی مائٹری پالیسی 31 جولائی 2023 کو شیڈول ہے، جہاں پالیسی ریٹ میں مزید اضافہ کو مسترد کیا جاسکتا ہے کیونکہ یوٹیلٹی ٹیرف میں اضافے اور پاکستانی روپیہ کی قدر میں کمی کے باعث افراط زر فروری 2024 تک بلند رہنے کی توقع ہے۔



آئی ایم ایف پروگرام نے ہمارے اقتصادی منصوبے کے لیے انتہائی ضروری یقینی اور یقین دہانی فراہم کی ہے۔ اس کی رہنمائی اور حمایت نے پائیدار نمو اور خوشحالی کی راہ کو مضبوط کیا ہے۔

آگے بڑھتے ہوئے، مالی سال 2024 کی آخری ششماہی میں مانیٹری زمی شروع ہونے کے بعد معاشی سرگرمیوں میں اضافہ متوقع ہے کیونکہ آئی ایم ایف کے تخمینے کے مطابق مالی سال 24 اور مالی سال 25 میں جی ڈی پی میں بالترتیب 2.5 فیصد اور 3.6 فیصد نمو کی توقع ہے جس میں سیلاب کی وجہ سے مندی والے سال سے بحالی کے بعد زراعت اہم کردار ادا کرے گی۔

آئی ایم ایف پروگرام کے مطابق پیٹرولیم مصنوعات اور ٹیلیٹیلیف میں ایڈجسٹمنٹ کے ساتھ، مالی سال 24 کے لیے افراط زر کی اوسط 23%-24% کے درمیان متوقع ہے۔ افراط زر میں نرمی اور بتدریج کمی متوقع ہے، جس کی بنیادی وجہ پچھلے سال سے زیادہ بنیادی اثر ہے۔ تاہم، زیادہ ٹیکس اور بڑھتی ہوئی توانائی کی لاگت سمیت وہ اقدامات، جن کا مقصد آئی ایم ایف کے معاہدے کو محفوظ بنانا ہے، کسی حد تک افراط زر کے دباؤ میں حصہ ڈال سکتے ہیں۔

مانیٹری زمی سال کی آخری ششماہی میں شروع ہونے کی توقع ہے جس میں افراط زر 20% سے کم ہونے کی امید ہے۔

ایکویٹی مارکیٹ کا جائزہ

مالی سال 23 کے دوران، بیچ مارک انڈیکس زیادہ تر فلیٹ رہا اور بگڑتے ہوئے معاشی اشاروں کی وجہ سے 0.21 فیصد کمی معمولی منفی ریٹرن درج کرائی۔ سال کے دوران انڈیکس ریٹج باؤنڈ رہی کیونکہ اگست 22 میں یہ 43,676 کی انتہائی سطح پر پہنچ گیا تھا، تاہم 41,453 پوائنٹس کی چلی سطح پر بند ہوا۔

میکرو اکنامک اشاروں میں گراؤ جیسے کہ الف) بہت زیادہ بلند افراط زر اور شرح سود کی وجہ سے معاشی سرگرمیوں میں سست روی؛ ب) غیر ملکی زرمبادلہ کے ذخائر کا کم ہونا اور بیرونی قرضوں کی بڑے پیمانے پر ادائیگیوں کی وجہ سے پاکستانی روپیہ کی گراؤ اور ج) قنصل کے شکار آئی ایم ایف پروگرام کو دوبارہ شروع کرنے میں ناکامی، سرمایہ کاروں کے جذبات کی پستی اور اس کے نتیجے میں سرمایہ کار کم رسک منی مارکیٹ سرمایہ کاری کی طرف متوجہ ہونے پر مجبور ہو گئے۔

مالی سال 23 نومبر میں بیچ مارک انڈیکس میں کمپنیوں کی طرف سے درج کردہ ریکارڈ منافع کے باوجود، مذکورہ عوامل نے سرمایہ کاروں کو ایکویٹی مارکیٹ سے دور رکھا کیونکہ KSE-100 انڈیکس کا اوسط تجارتی حجم بھی 21% سالانہ سے کم ہو کر 90.65 ملین شیئرز پر آ گیا۔ پاور جنریشن اور فریڈیلٹیز ریسٹریکٹرز نے انڈیکس میں سب سے زیادہ حصہ ڈالا، کیونکہ سرمایہ کاروں نے پاور سیکٹر میں مستحکم طلب، ڈیویڈنڈ کی زیادہ پیداوار اور امریکی ڈالر کی متوقع آمدنی والے شعبوں میں داخل ہو گئے، جبکہ گرین بیک کے برعکس پاکستانی روپیہ کی قدر میں بڑے پیمانے پر کمی کی وجہ سے فارماسیوٹیکلز نے انڈیکس میں سب سے زیادہ منفی حصہ ڈالا۔

مالی سال 23 میں غیر ملکی خالص خریدار رہے، کیونکہ خالص غیر ملکی آمدنی مالی سال 22 کے دوران 295 ملین امریکی ڈالر خالص اخراج کے مقابلے میں 4 ملین امریکی ڈالر رہی۔

آگے بڑھتے ہوئے، ہمارا خیال ہے کہ قنصل کے شکار آئی ایم ایف پروگرام کی بحالی اور گراؤ حکومت کی، ممکنہ طور پر توجہ معاشی استحکام کو برقرار رکھنے پر ہوگی، جس سے محتاط مالیاتی پالیسی کو یقینی، مالیاتی زوال سے بچاؤ اور مارکیٹ کی بنیاد پر شرح مبادلہ کو برقرار رکھا جائے گا۔ یہ اقتصادی منصوبے کے لیے انتہائی ضروری وضاحت اور یقین دہانی فراہم کرے گا۔

سازگار میکرو اکنامک نقطہ نظر یعنی گرتی ہوئی افراط زر، شرح سود کی بلندی، ذخائر میں بہتری اور پاکستانی روپیہ کا استحکام، ایکویٹی مارکیٹ کے لیے ایک بہت بڑے بوسٹر کا کام کرے گا جو اس وقت تاریخی کم ملٹیپلر (3.7x کی فارورڈ PE) پر تجارت کر رہی ہے، جس کے لیے اہم امکانات پیش کیے جا رہے ہیں۔ 2024 میں متوقع آمدنی میں دوہرے ہندسوں کی نمو کے ساتھ، ہم توقع کرتے ہیں کہ مقامی اسٹاک مارکیٹ مالی سال 24 میں مضبوط کارکردگی پیش کرے گی۔

ڈائریکٹرز کی پونٹ ہولڈرز کو رپورٹ برائے ستمبر 30 جون 2023

بورڈ آف ڈائریکٹرز کی جانب سے، 30 جون 2023 کو ختم ہونے والے سال کے لئے میں الفلاح GHP پونٹ فنڈ (AGPF) اور الفلاح GHP اسلامک پونٹ فنڈ (AGIPF) کے مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہوں۔

معاشی جائزہ

حکومت نے مالی سال 22 میں 6.10 فیصد کے مقابلے میں مالی سال 23 کے لیے جی ڈی پی کی شرح نمو 0.29 فیصد رہنے کا تخمینہ لگایا ہے۔ جی ڈی پی نمو کم رہنے کی بنیادی وجہ الف (اقتصادی سرگرمیوں میں سست روی جو کہ مرکزی بینک کی طرف سے معیشت کی اور ہینگ پر قابو پانے اور تیزی سے کم ہوتے غیر ملکی زرمبادلہ کے ذخائر کو بچانے کے لیے درآمدی پابندیوں کی وجہ سے ہوئی اور ب) سیلابوں کی وجہ سے اہم زرعی فصلوں اور مویشیوں کی بڑے پیمانے پر تباہی، جس کے نتیجے میں بہت زیادہ افراط زر اور شرح سود میں اضافہ ہوا۔

درآمدات میں 27% کی کافی کمی نے بیرونی کھاتوں میں لیکچر کو کم کرنے میں مدد کی، جیسا کہ مالی سال 23 کے لیے کرنٹ اکاؤنٹ خسارہ 2.56 بلین امریکی ڈالر رہا جو پچھلے سال کی اسی مدت میں 17.48 بلین امریکی ڈالر تھا (کافی حد تک 85% کی کمی ہوئی)۔ مزید برآں، ترسیلات زر، جو کہ سفری پابندیوں کے پس منظر میں ایک کلیدی معاون رہیں، مالی سال 23 میں رفتار کم ہونا شروع ہو گئی، کیونکہ ماہانہ ترسیلات زر کی اوسط مالی سال 22 میں 2.6 بلین امریکی ڈالر جبکہ رواں سال میں 2.2 بلین امریکی ڈالر رہی۔

بیرونی قرضوں کی بھاری ادائیگیوں کی وجہ سے، غیر ملکی زرمبادلہ کے ذخائر جون کے اختتام میں بڑے پیمانے پر کم ہو کر 9.18 بلین امریکی ڈالر ہو گئے جو پچھلے سال کے اختتام پر 15.45 بلین امریکی ڈالر تھے۔ زرمبادلہ کی شرح کو بہت زیادہ دباؤ کا سامنا کرنا پڑا کیونکہ 30 جون 2022 کو پاکستانی روپے کی قدر 204.85 پاکستانی روپے سے تقریباً 28% کم ہو کر 285.99 پاکستانی روپے ہو گئی۔ مئی 2023 میں، پاکستانی روپیہ 298.93 کی ہمدوقی کم سطح پر آ گیا، تاہم، IMF پروگرام کو دوبارہ شروع کرنے پر اس نے کچھ بنیادیں بحال ہو گئیں۔ آگے بڑھتے ہوئے، پاکستانی روپیہ سالانہ بنیادوں پر 5%-6% کی نارمل سطح پر لاسکتا ہے کیونکہ دوست ممالک سے ممکنہ آمد اور ملٹی لیٹرنل پاکستانی روپیہ کی سلائیڈ کو کنٹرول میں رکھیں گے۔

مالی سال 23 کے لیے افراط زر کی اوسط 29.04% رہی، جس کی بنیادی وجہ پاکستانی روپیہ کی قدر میں حد سے زیادہ کمی ہے جس کے نتیجے میں پیٹرول اور دیگر تمام درآمدات سمیت مقامی قیمتیں بڑھ گئیں، جب کہ سیلاب سے ہونے والی تباہی کی وجہ سے خوراک کی قیمتوں میں بہت زیادہ اضافہ ہوا۔

پاکستانی روپیہ کی قدر میں کمی کی وجہ سے بڑھتے ہوئے افراط زر کے دباؤ کے جواب میں اور بڑھتی ہوئی معاشی سرگرمیوں کو کنٹرول کرنے کے لیے، مرکزی بینک نے جون 2023 سے پالیسی شرح کو 825bps تک بڑھا کر 22% کر دیا (30 جون 2022 کو 13.75%)۔

مالیاتی محاذ پر، گزشتہ سال کے مقابلے میں مالی سال 23 میں ٹیکس ریونیو میں 16 فیصد کا شاندار اضافہ ہوا ہے، جبکہ ایف بی آر کے ہدف میں 6 فیصد کی کمی رہی۔ مالی سال 22 کے ٹیکس ریونیو بریک اپ کے مطابق، براہ راست ٹیکس ریونیو میں 43 فیصد کا اضافہ ہوا ہے، جبکہ ڈیویڈنڈ اور سیلز ٹیکس سمیت بالواسطہ ٹیکسوں میں 1 فیصد کا اضافہ ہوا ہے جس کی بنیادی وجہ درآمدات میں کمی ہے۔ مزید برآں، سیلاب سے متعلقہ زیادہ مارک اپ اخراجات اور بحالی کے اخراجات کے نتیجے میں مالیاتی خسارہ مالی سال 23 کے لیے جی ڈی پی کے 7.7 فیصد تک پہنچ گیا ہے جو کہ گزشتہ سال کی اسی مدت کے لیے 7.9 فیصد تھا۔

جولائی 2023 میں، پاکستان نے آئی ایم ایف کے ساتھ اسٹینڈ بائی معاہدہ کیا، جس میں 9 ماہ کے عرصے میں 3 بلین امریکی ڈالر کی مالی امداد، جبکہ 1.2 بلین امریکی ڈالر کی ابتدائی تقسیم شامل ہے۔ مزید برآں، ملک کو سعودی عرب اور متحدہ عرب امارات سمیت اپنے دو طرفہ شراکت داروں سے 3 بلین امریکی ڈالر کی مالی مدد بھی حاصل ہوئی، جبکہ مالی سال 24 میں واجب الادا ادائیگیوں کا 50% ادا ہونے کی توقع ہے۔ آئی ایم ایف کے معاہدے کے ساتھ ساتھ ان آمدورفت کے نتیجے میں جون 2023 میں ایف ایکس کے ذخائر 4.4 بلین امریکی ڈالر سے بڑھ کر 8.2 بلین امریکی ڈالر ہو گئے ہیں اور یہ دو طرفہ اور کثیر جہتی ایجنسیوں سے مزید رقوم کو راغب کرنے کی صلاحیت رکھتا ہے جو بالآخر مالی سال 24 میں واجب الادا بیرونی قرضوں کی ادائیگی کے انتظام میں ملک کی مدد کرے گا۔