

CONTENTS

	Page No.
Fund's information.....	1
Mission and Vision Statement	2
Report of the Directors of the Management Company	3
Report to the Trustee.....	7
Auditor Report to the Unit Holder	8
Condensed Interim Statement of Assets and Liabilities.....	9
Condensed Interim Income Statement	10
Condensed Interim Statement of Comprehensive Income.....	11
Condensed Interim Statement of Cash Flows	12
Condensed Interim Distribution Statement.....	13
Condensed Interim Statement of Movement in Unit Holders' Funds.....	14
Notes to the Condensed Interim Financial Statements	15

FUND'S INFORMATION

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

MISSION STATEMENT

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

VISION STATEMENT

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

DIRECTORS' REPORT

To our valued Unit Holders,

The Board of Directors of Alfalah GHP Investment Management Limited is pleased to present you the half yearly report of the Alfalah GHP Income Fund (formerly IGI Income Fund) for the half year ended December 31, 2015.

Economic Review & Outlook

Pakistan observed substantial economic progress over 1HFY16, with improvement seen across a majority of economic indicators. Much of this improvement is owed to the prevalent low commodity cycle, which mainly benefits trade deficit countries like Pakistan that import commodities.

Owing to low crude oil prices, headline inflation averaged at 2.07% YoY over the period. On monthly basis, inflation settled as low as 1.31% (Sep'15) - a multi-decade low level for Pakistan. Low oil prices not only lowered the overall import bill (-10% YoY) and improved trade deficit (-9%YoY), but also kept incremental circular debt in check. With no formal agreement between oil exporters, significantly higher oil prices seen unlikely in the medium term.

The current account deficit of USD 1,267mn (1HFY16) as opposed to deficit of USD 2,463mn last year (1HFY15) reflected an improvement of 49%, derived from a 9% improvement in the trade balance and a 6% improvement in remittances. Low current account deficit coupled with foreign flows (from IMF and bilateral partners), Eurobond issuance and privatization proceeds pushed foreign exchange reserves to historical high level of USD 21bn.

The country saw its credit rating upgraded in May by Moody's and S&P's to B3 and B-, respectively, on the back of ongoing economic reforms at the federal level, improving macroeconomic indicators, rising foreign exchange reserves, and higher investment expected from the China Pakistan Economic Corridor (CPEC). Outlook on the country was also changed from stable to positive by the rating agencies. This improvement in sovereign rating enabled Pakistan to successfully launch another 10-year Eurobond worth USD 500m in Sep'16 at a rate of 8.25%, after having raised USD 2.0bn in Eurobond and USD 1.0bn in USD-denominated Sukuk in 2014.

During 1HFY16, the State Bank of Pakistan revised the key policy rate down by 50bps to 6.5%, and reduced the overnight target rate to 6.0%. The move came in light of record-low inflation and more than comfortable real rate of return, and was aimed at lifting private credit off-take and providing impetus to economic growth. Together with the 250bps cut that took place earlier over 2HFY15, the easing also helped industries, businesses and individual borrowers reduce their financing costs and avail cheaper financing for expansions. While manufacturers welcomed the recent easing, commercial banks were impacted negatively due to compressed interest spread.

Going forward, Pakistan is likely to continue to observe improvement in macroeconomic indicators, especially current account, foreign exchange reserves and GDP growth. Few areas that still need attention include fiscal deficit, tax-to-GDP ratio/tax targets and privatization of state-owned entities including Pakistan International Airlines, Pakistan Steel Mills and power distribution companies.

**Equity Review**

The local equity market posted a contraction of 4.6% over 1HFY16 as the KSE-100 index fell from 34,399 points to 32,816 points on the back of global equity pressure, falling crude oil prices, US Fed rate hike anticipation and local regulatory issues. The index still outperformed MSCI EM (-18.3%), MSCI FM (-12.4%) and MSCI Pakistan (-16.1%) on the back of performance generated by non-mainstream sectors, which are largely excluded from the three MSCI large-cap indices above. Average daily volumes at the bourse were only marginally up (+3.5%) from 258mn shares (2HFY15) to 267mn shares (1HFY16) owing to caution exercised by investors on the back of aforementioned foreign and local factors.

The downward trend at the local bourse can be attributed to a steep decline in the index heavy weight Oil and Gas sector (1HFY16: -26%) and the Banking sector (1HFY16: -5%). Banking sector, the heaviest weighted sector in the index, bipped on account of interest spread compression and slowdown in deposit growth. The Oil and Gas sector, on the other hand, remained under pressure due to falling international crude oil prices and OPEC's decision to not curtail oil supply. The resolution of the Iranian nuclear issue also dragged oil prices lower as it would mean greater oil supply in the future.

While lower commodity prices hurt commodity producers, they impacted import-oriented sectors positively as multiyear low raw material prices of Copper, Steel, Aluminum, Oil, Coal, Rubber etc. propped up gross margins and lifted bottom-line of material intensive companies. In this connection, Industrial Metals & Mining (+72.4%), Pharmaceuticals (+20.3%), Industrial Transportation (+10.7%) and Construction Sector (+0.8%) among others outperformed the broader index during the period. Notable appreciation was witnessed in the Software and Computer Services sector, which appreciated by 39.4% on the back of rapidly developing global clientele and more frequent orders from such clients.

We remain cautiously optimistic about the equity market over 2HFY16 and expect the market to leverage improving economic indicators. This improvement shall emanate from low commodity prices, government's economic reform agenda and demand coming from CPEC projects. Costs shall remain low for majority of manufacturing concerns, especially costs pertaining to raw material and financial leverage. Pakistan's re-entry into the emerging market (from frontier market) remains an eagerly anticipated trigger for 2016-17 as the reclassification could open avenues from which considerable foreign inflow could be realized. That said, regional equity performance coupled with regional currency movement will be a key influencing factor for the local market.

Money Market Review

On account of record low inflation (CPI), which touched a low of 1.31% in Sep'15 and averaged 2.07% for the period under discussion, the State Bank of Pakistan cut the discount rate further by 50bps to 6.5%. With price levels under control, the easing by the regulator was aimed at boosting aggregate demand and demand for loanable funds.

1HFY16 continued to be generous to bond fund managers who maintained high duration PIB exposures. Yields slipped substantially on these longer-tenor instruments, generating multi-year high returns. The easing cycle brought down bond yields by 69bps (3Y), 57bps (5Y) and 64bps (10Y) over 1HFY16. The government continued to fund its fiscal gap via longer-tenor PIBs as opposed to T-bills. The SBP conducted six PIB auctions over 1HFY16 and targeted PKR 300bn in borrowings.

To protect depositors and keep banking deposits attractive enough, the State Bank of Pakistan raised the minimum deposit rate on PLS account by 50bps by narrowing the interest rate corridor. While the move gave depositors some benefit against the backdrop of falling deposit rates, interest rate margins of Commercial Banks, especially ones with low current accounts, were impacted negatively. This contributed further in reducing banking NIMs.



With inflation having reversed from its low of 1.31% in Sep'15, further monetary easing has come to a halt. Courtesy of globally low commodity prices and deflating domestic food prices (due to depressed agro-economics), CPI is expected to remain within a stable range, allowing for healthy real returns to depositors and stable yields to fixed income investors.

FUND PERFORMANCE AND REVIEW

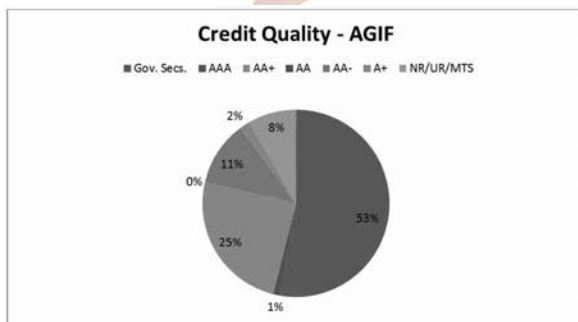
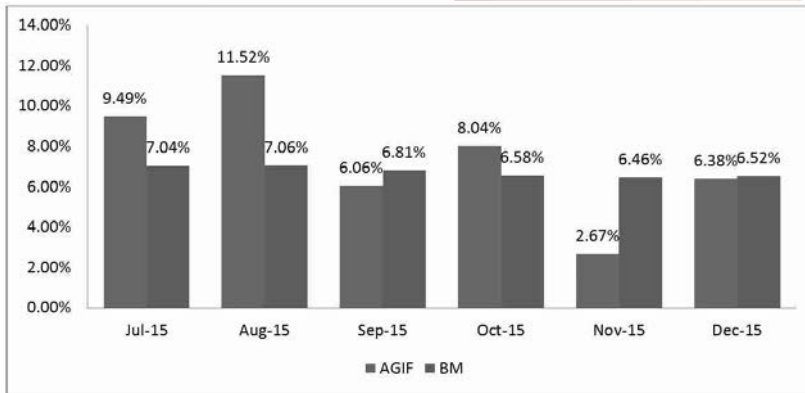
Alfalsh GHP Income Fund: Fund Operations and Performance

During the period under review, AG-IF strived to capture higher accruals with an effort to restrict volatility as much as possible. For this purpose, concentration focus was on accumulating medium term government treasuries and TFCs with higher credit ratings.

The fund generated a stable return of 7.47% in 1HFY16 vs a benchmark return of 6.75%. The funds performance remained competitive during the period despite some negative price movements on corporate and government bonds which exerted a drag on the return. The fund maintained a stable portfolio of good quality TFCs with an emphasis on financial institution TFCs. The performance was supported by government treasuries.

Going forward the fund intends to maintain current asset mix so as to keep the positive performance on track and keep during mid-long term to take advantage of the declining interest rate and inflation outlook.

The fund's credit rating was maintained at "A+ (f)" by PACRA. The fund size on December 31, 2015 stood at PKR 1.575 bn.



Key Financial Data

(Rupees in millions)

Description	Six month period ended 31 December 2015	Six month period ended 31 December 2014
Net Assets at end of the period	1,574.99	1,279.93
Gross income	60.60	119.82
Total Comprehensive Income	57.31	76.65
Net Assets Value per Unit (Rs.)	109.3154	106.8181
Issuance of units during the period	926.35	549.65
Redemption of units during the period	508.79	1,326.00

Future Outlook

The Fund plans to maintain a moderate risk profile over FY16. As the current interest rate environment favors investment in medium term instruments the Fund will look forward to raise its exposure in the corporate bonds having higher credit rating and strong spreads over KIBOR along with medium to longer term government securities.

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.

 February 25, 2016
 Karachi

For and behalf of the Board

Maheen Rahman
 Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED****Head Office**

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**TRUSTEE REPORT TO THE UNIT HOLDERS****ALFALAH GHP INCOME FUND
(FORMERLY IGI INCOME FUND)****Report of the Trustee pursuant to 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 Income Fund (the Fund) are of the opinion that Alfalah GHP Investment Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2015 in accordance with the provisions of the following:

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


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

Karachi: February 23, 2016



**AUDITORS' REPORT TO THE UNIT HOLDERS ON
REVIEW OF INTERIM FINANCIAL INFORMATION****Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Alfalah GHP Income Fund (formerly IGI Income Fund)** (the Fund) as at **31 December 2015**, the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim distribution statement and condensed interim statement of movement in unit holders' fund and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

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

Emphasis of matter

We draw attention to note 11.1 to the accompanying financial statements which explains the contingency with respect to the contribution for Workers' Welfare Fund amounting to Rs.15.570 million for which no provision has been made in the financial statements.

Our opinion is not qualified in respect of this matter.

Chartered Accountants

Engagement Partner: Shabbir Yunus

Date: February 25, 2016
Karachi

**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2015**

	<i>Note</i>	(Unaudited) December 31, 2015	(Audited) June 30, 2015
		----- (Rupees) -----	
Assets			
Bank balances	5	424,723,727	331,313,079
Investments	6	1,063,120,443	972,862,892
Security deposits		2,850,000	2,850,000
Prepayments, deposits and other receivables	7	38,454,610	25,602,069
Receivable against Margin Trading System (MTS)		94,204,318	25,069,146
Total assets		1,623,353,098	1,357,697,186
Liabilities			
Payable to the Management Company	8	11,441,629	9,025,448
Payable to the Trustee		219,379	147,653
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)		494,443	1,105,383
Payable on redemption to unit holders		-	222,715,835
Payable against purchase of investment		30,030,671	-
Provision for Workers' Welfare Fund (WWF)	9	4,620,944	4,620,944
Accrued and other liabilities	10	1,555,692	8,686,817
Total liabilities		48,362,758	246,302,080
Net assets attributable to unit holders		1,574,990,340	1,111,395,106
Unit holders' fund		1,574,990,340	1,111,395,106
Contingencies and commitments	11		
		---- (Number of Units) ----	
Number of units in issue		14,407,763	10,549,898
		----- (Rupees) -----	
Net assets value per unit		109.3154	105.3463

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

**CONDENSED INTERIM INCOME STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015 (UN-AUDITED)**

	Note	Half year ended		Quarter ended	
		December 31, 2015 ------(Rupees)-----	December 31, 2014	December 31, 2015 ------(Rupees)-----	December 31, 2014
Income					
Finance income	12	54,876,968	92,582,355	30,636,935	41,438,983
Net gain / (loss) on investments classified as 'at fair value through profit or loss' - held-for-trading					
- Net gain / (loss) on sale of investments		6,711,962	1,649,409	6,729,166	(2,123,010)
- Net unrealised (loss) / gain on revaluation of investments		(985,647)	25,593,090	(6,472,836)	24,014,877
Total income		60,603,283	119,824,854	30,893,265	63,330,850
Expenses					
Remuneration to the Management Company		8,362,509	10,558,967	4,958,555	4,624,975
Sales tax on management fee		1,358,133	1,837,268	805,265	804,751
Federal excise duty on management fee	13	1,338,007	1,689,434	793,371	740,000
Remuneration of the Trustee		992,921	1,146,536	550,860	528,759
Sales tax on Trustee fee		186,924	-	125,042	-
Annual fee to the Securities and Exchange Commission of Pakistan		453,824	633,538	249,587	277,503
Brokerage expense and capital value tax		72,772	117,642	67,189	52,921
Bank and settlement charges		19,755	56,662	10,122	27,782
Auditors' remuneration		358,858	293,948	179,429	166,038
Clearing charges		1,034,897	946,606	507,142	392,210
CDS transaction fee		112,950	40,076	63,949	7,755
Annual listing fee		19,145	20,165	9,063	10,083
Printing charges		109,795	75,616	54,898	25,206
Annual rating fee		147,614	134,136	73,807	67,068
Provision for Workers' Welfare Fund		-	1,690,881	-	840,171
Total expenses		14,568,104	19,241,475	8,448,279	8,565,222
Net income from operating activities		46,035,179	100,583,379	22,444,986	54,765,628
Element of income / (loss) and capital gains / (losses) included in prices of units sold less those in units redeemed - net		11,277,803	(23,928,562)	2,533,352	(19,795,605)
Net income for the period before taxation		57,312,982	76,654,817	24,978,338	34,970,023
Taxation	14	-	-	-	-
Net income for the period after taxation		57,312,982	76,654,817	24,978,338	34,970,023

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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

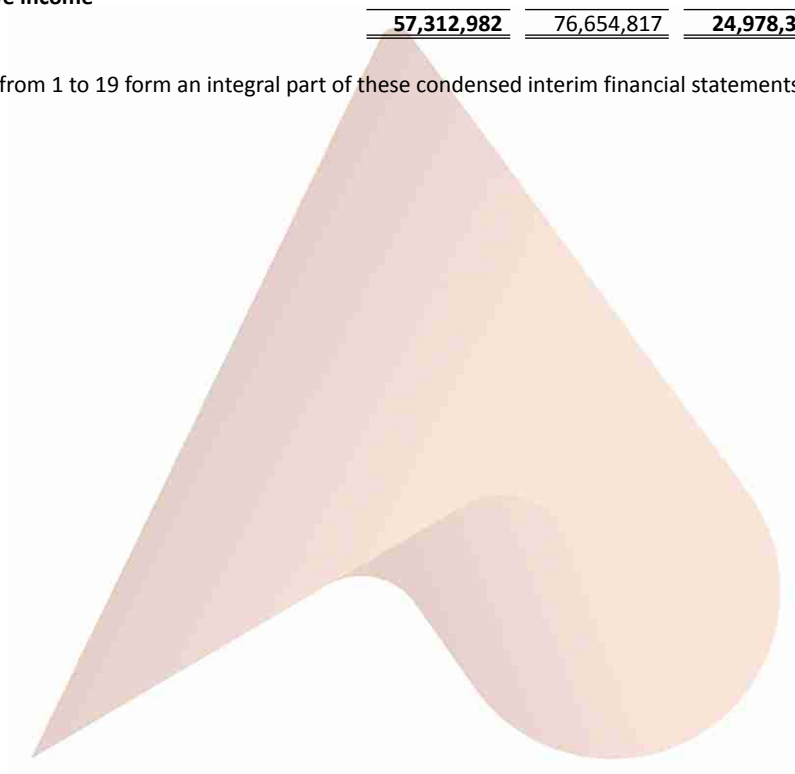
Chief Executive Officer

Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015 (UN-AUDITED)**

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	----- (Rupees) -----		----- (Rupees) -----	
Net income for the period	57,312,982	76,654,817	24,978,338	34,970,023
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	57,312,982	76,654,817	24,978,338	34,970,023

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



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

Chief Executive Officer

Director

**CONDENSED INTERIM CASH FLOWS STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015 (UN-AUDITED)**

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
Note	----- (Rupees) -----		----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	57,312,982	76,654,817	24,978,338	34,970,023
Adjustments for:				
Net (gain) / loss on sale of investments classified as 'at fair value through profit or loss - held-for-trading'	(6,711,962)	(1,649,409)	(6,729,166)	2,123,010
Net unrealised loss / (gains) on investments classified as 'at fair value through profit or loss - held-for-trading'	985,647	(25,593,090)	6,472,836	(24,014,877)
Provision for Workers' Welfare Fund (WWF)	-	1,690,881	-	840,171
Element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - net	(11,277,803)	23,928,562	(2,533,352)	19,795,605
	40,308,864	75,031,761	22,188,656	33,713,932
(Increase) / decrease in assets				
Investments - net	(34,736,414)	194,523,484	(264,676,226)	846,511
Receivable against Margin Trading System (MTS)	(69,135,172)	26,289,012	30,614,144	10,363,097
Advance against Pre-IPO Investment	-	50,000,000	-	50,000,000
Prepayments, deposits and other receivables	(12,852,541)	(8,253,937)	(23,026,559)	(16,690,392)
	(116,724,127)	262,558,559	(257,088,641)	44,519,216
(Decrease) / Increase in liabilities				
Payable to the Management Company	2,416,181	1,293,693	877,002	247,984
Payable to the Trustee	71,726	(34,940)	40,713	(33,331)
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)	(610,940)	(725,451)	290,206	277,503
Payable on redemption to unit holders	(222,715,835)	103,496,041	(222,715,835)	103,496,041
Payable against purchase of investment	30,030,671	-	30,030,671	-
Accrued and other liabilities	(7,131,125)	190,691	222,850,241	8,021
	(197,939,322)	104,220,034	31,372,998	103,996,218
Net cash (used in) / generated from operating activities	(274,354,585)	441,810,354	(203,526,987)	182,229,366
CASH FLOWS FROM FINANCING ACTIVITIES				
Amounts received on issue of units	926,347,733	549,652,526	379,399,352	241,143,937
Payment against redemption of units	(508,787,678)	(1,326,000,229)	(265,701,839)	(757,419,976)
Net cash generated from / (used in) financing activities	417,560,055	(776,347,703)	113,697,513	(516,276,039)
Net increase in cash and cash equivalents during the period	143,205,470	(334,537,349)	(89,829,474)	(334,046,673)
Cash and cash equivalents at beginning of the period	430,632,072	807,751,241	663,667,016	807,260,565
Cash and cash equivalents at end of the period	573,837,542	473,213,892	573,837,542	473,213,892

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

**CONDENSED INTERIM DISTRIBUTION STATEMENT
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015 (UN-AUDITED)**

	Half year ended		Quarter ended	
	December 31, 2015 ------(Rupees)-----	December 31, 2014	December 31, 2015 ------(Rupees)-----	December 31, 2014
Undistributed income brought forward				
Realised gains	35,814,934	9,032,721	85,995,134	47,290,036
Unrealised gains / (losses)	23,332,745	(1,849,265)	5,487,189	1,578,214
	59,147,679	7,183,456	91,482,323	48,868,250
Total comprehensive income for the period	57,312,982	76,654,817	24,978,338	34,970,023
Undistributed income carried forward	<u>116,460,661</u>	<u>83,838,273</u>	<u>116,460,661</u>	<u>83,838,273</u>
Undistributed income carried forward at period end				
Realised gains	117,446,308	58,245,183	122,933,497	59,823,396
Unrealised (losses) / gains	(985,647)	25,593,090	(6,472,836)	24,014,877
	<u>116,460,661</u>	<u>83,838,273</u>	<u>116,460,661</u>	<u>83,838,273</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

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

Chief Executive Officer

Director

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2015 (UN-AUDITED)**

	Half year ended		Quarter ended	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	----- (Rupees) -----		----- (Rupees) -----	
Net assets at beginning of the period	1,111,395,106	1,955,694,254	1,438,847,841	1,741,440,340
Amount realised / unrealised on issuance of 8,591,967 units (December 31, 2014: 5,314,211 units) and 3,500,445 units (December 31, 2014: 3,039,611 units) for the six months and quarter ended respectively	926,347,733	549,652,526	379,399,353	241,143,938
Amount paid / payable on redemption of 4,734,102 units (December 31, 2014: 12,806,874 units) and 329,860 units (December 31, 2014: 5,588,273 units) for the six months and quarter ended respectively	(508,787,678)	(1,326,000,229)	(265,701,839)	(757,419,976)
Element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - net	(11,277,803)	23,928,562	(2,533,352)	19,795,605
Total comprehensive income for the period before capital gains - realised and unrealised and provision for impairment	51,586,667	49,412,318	24,722,008	13,078,157
Net (gain) / loss on sale of investment classified as 'at fair value through profit or loss - held-for-trading'	6,711,962	1,649,409	6,729,165	(2,123,010)
Net unrealised (gain) / loss on investments classified as 'at fair value through profit or loss - held-for-trading'	(985,647)	25,593,090	(6,472,836)	24,014,876
Total comprehensive income for the period	57,312,982	76,654,817	24,978,337	34,970,023
Net total comprehensive income less distributions for the period	57,312,982	76,654,817	24,978,337	34,970,023
Net assets at end of the period	<u>1,574,990,340</u>	<u>1,279,929,930</u>	<u>1,574,990,340</u>	<u>1,279,929,930</u>

The annexed notes 1 to 19 form an integral part of these condensed interim financial information.

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

Chief Executive Officer

Director

**CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2015 (UN-AUDITED)**

1. LEGAL STATUS AND NATURE OF BUSINESS

Alfalah GHP Income Fund (formerly IGI Income Fund) (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation), Rules 2003 (the NBFC Rules) and has been authorised as a unit trust scheme by the Securities and Exchange Commission of Pakistan (SECP) on December 07, 2006. It has been constituted under a Trust Deed, dated December 18, 2006 between IGI Funds Limited (Former Management Company), a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984.

On October 15, 2013, the management rights of the Fund were transferred from IGI Funds Limited (Former Management Company) to Alfalah GHP Investment Management Limited (the Management Company) by means of Securities and Exchange Commission of Pakistan sanctioned order No. SCD/NBFC-II/IGIFL & AFGHP/742/2013. The registered address of the Management Company is situated at 8th Floor, Executive Tower, Dolmen Mall, Block-4, Clifton, Karachi.

The Fund is an open ended income scheme and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The units are listed on the Pakistan Stock Exchange Limited (Formerly Lahore Stock Exchange (Guarantee) Limited). The Fund was launched on April 14, 2007.

The Fund invests primarily in fixed-rate securities and other avenues of investment, which include corporate debt securities, certificates of investment, certificates of musharaka, commercial papers, term deposit receipts, spread transactions and reverse repurchase agreements.

The SECP has approved Second Supplemental Trust Deed, under the NBFC Regulations, vide its letter No. SCD/AMCW/AD-ZI/AGIF/241/2015 dated February 03, 2015 to modify and restate the previous Trust Deed to effectuate renaming of the Fund to Alfalah GHP Income Fund (formerly IGI Income Fund).

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

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a AM2- rating to the Management Company as of April 15, 2015.

PACRA has assigned a rating of A+(f) to the scheme as of December 31, 2015.

2. BASIS OF PRESENTATION

The condensed interim financial statements for the six months period ended 31 December 2015, have been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', the Trust Deed, the NBFC Rules, Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and directives issued by SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2015.

These condensed interim financial statements are un-audited but subject to limited scope review by the auditors.

3. ACCOUNTING POLICIES AND ESTIMATES

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2015, except as described in note 3.1 below:

3.1 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current period:

IFRS 10 – Consolidated Financial Statements

IFRS 11 – Joint Arrangements

IFRS 12 – Disclosure of Interests in Other Entities

IFRS 13 – Fair Value Measurement

The adoption of the above amendments to accounting standards did not have any effect on the condensed interim financial information, except for IFRS 13, which requires additional disclosure (see note 17).

In addition to the above standards and interpretations, improvements to various accounting standards have also been issued by the IASB and are generally effective for current period. The Fund believes that such improvements to the standards do not have any impact on the Fund's financial statements for the period.

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2015.

	<i>Note</i>	(Un-audited) December 31, 2015 ----- (Rupees) -----	(Audited) June 30, 2015 -----
5. BANK BALANCES			
Deposit accounts - local currency	5.1	424,723,727	331,313,079
		<u>424,723,727</u>	<u>331,313,079</u>

5.1 This represents balance in deposit accounts with banks and carries profit at rates ranging from 6.00% to 9.25% (June 30, 2015: 6.00% to 7.00%) per annum.

6. INVESTMENTS

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

Sukuk certificates	6.1	48,837,078	50,517,187
Term finance certificates	6.2	158,828,870	182,145,653
Treasury bills	6.3	149,113,815	395,702,652
Pakistan Investment Bonds	6.4	706,340,680	344,497,400
		<u>1,063,120,443</u>	<u>972,862,892</u>

6.1 Sukuk certificates - 'at fair value through profit or loss' - held-for-trading

Name of the investee company	Profit / mark-up rate	As at July 01, 2015	Purchased during the period	Matured / Sold during the year	As at December 31, 2015	Carrying value as at December 31, 2015	Market value as at December 31, 2015	Net assets on the basis of market value	Total investment on the basis of market value	Investment as % of issue size
		----- (Number of certificates) -----				----- (Rupees) -----		----- % -----		
Unquoted investment										
Engro Fertilizer Limited - I	6M Kibor + 1.75%	10,000	-	-	10,000	47,500,000	48,837,078	3.39%	4.32%	1.53%
						<u>47,500,000</u>	<u>48,837,078</u>			

6.2 Term Finance Certificates (TFCs) - 'at fair value through profit or loss' - held-for-trading

Name of the investee company	Note	Profit / mark-up rate	As at July 01, 2015	Purchased during the period	Matured / Sold during the year	As at December 31, 2015	Carrying value as at December 31, 2015	Market value as at December 31, 2015	Net assets on the basis of market value	Total investment on the basis of market value	Investment as % of issue size
			----- (Number of certificates) -----				----- (Rupees) -----		----- % -----		
Quoted investments											
Pakistan Mobile Communications Limited - VII		3M Kibor + 2.65%	450	-	-	450	9,387,000	9,003,771	0.63%	0.80%	0.45%
Faysal Bank Limited (December 27, 2010)		6M Kibor + 2.25%	9,000	-	-	9,000	45,359,730	45,920,475	3.19%	4.06%	1.53%
							54,746,730	54,924,246			
Unquoted investments											
Bank Alfalah Limited - IV - (Floating) (a related party)		6M Kibor + 2.50%	1,800	-	-	1,800	9,248,076	9,119,612	0.63%	0.81%	0.18%
Bank Alfalah Limited - V (a related party)		6M Kibor + 1.25%	15,800	-	3,000	12,800	64,148,573	65,102,832	4.52%	5.76%	1.30%
NIB Bank Limited (floating)	6.2.1	6M Kibor + 1.15%	6,000	-	-	6,000	29,982,000	29,682,180	2.06%	2.62%	0.74%
							103,378,649	103,904,624			
							<u>205,625,379</u>	<u>158,828,870</u>			

6.2.1 Investment includes 3,000 Term Finance Certificates of NIB Bank Limited (June 30, 2015: 5,000 Term Finance Certificates of Engro Fertilizer Limited - I) which have been pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin.

6.3 Treasury Bills - at fair value through profit or loss - held-for-trading

Tenure of Treasury Bills	Note	As at July 01, 2015	Purchased during the period	Sold / matured during the period	Balance as at December 31, 2015	Carrying value as at December 31, 2015	Market value as at December 31, 2015	Unrealised gain / (loss) on revaluation	% of net assets on the basis of market value	% of total investment on the basis of market value
		----- (No. of Certificates) -----				----- (Rupees) -----			----- (%age) -----	
Treasury bills face value - face value of Rs.100 each issued on										
Maturity upto 3 months	6.3.1	1,000,000	9,550,000	9,050,000	1,500,000	149,137,857	149,113,815	(24,042)	9.47%	14.03%
Maturity upto 6 months		3,000,000	3,407,000	6,407,000	-	-	-	-	-	-
		<u>4,000,000</u>	<u>12,957,000</u>	<u>15,457,000</u>	<u>1,500,000</u>	<u>149,137,857</u>	<u>149,113,815</u>	<u>(24,042)</u>		

6.3.1 These represent treasury bills having face value of Rs.1.5 million (June 30, 2015: Rs.1 million) and carrying purchase yield of 7% (June 30, 2015: 7%) per annum. These treasury bills will mature on February 04, 2016 (June 30, 2015: August 20, 2015).

6.4 Pakistan Investment Bonds at fair value through profit or loss - held-for-trading

Tenure of PIB's	Note	As at July 01, 2015	Purchased during the period	Sold / matured during the period	Balance as at December 31, 2015	Carrying value as at December 31, 2015	Market value as at December 31, 2015	Unrealised gain / (loss) on revaluation	% of net assets on the basis of market value	% of total investment on the basis of market value
		----- (No. of Certificates) -----			----- (Rupees) -----				----- (%age) -----	
Maturity upto - 3 years	6.4.1	500,000	2,600,000	-	3,100,000	317,215,740	319,288,457	2,072,717	20.27%	30.03%
Maturity upto - 5 years	6.4.2	1,650,000	1,600,000	-	3,250,000	338,826,315	358,309,597	19,483,282	22.75%	33.70%
Maturity upto - 10 years	6.4.3	1,000,000	250,000	1,000,000	250,000	28,645,425	28,742,626	97,201	1.82%	2.70%
		3,150,000	4,450,000	1,000,000	6,600,000	684,687,480	706,340,680	21,653,200		

6.4.1 These represent Pakistan Investment Bonds having face value of Rs.200 million (June 30, 2015: Rs.50 million) carrying purchase yield ranging between 9.25% to 12.95% (June 30, 2015: 11.99%) per annum. These Pakistan Investment Bonds will mature on March 26, 2018 (June 30, 2015: July 18, 2016).

6.4.2 These represent Pakistan Investment Bonds having face value of Rs.85 million (June 30, 2015: Rs.165 million) carrying purchase yield ranging between 9.25% to 11.55% (June 30, 2015: 12.20% to 12.95%) per annum. These Pakistan Investment Bonds will mature upto March 26, 2020 (June 30, 2015: July 17, 2019).

6.4.3 These represent Pakistan Investment Bonds having face value of Rs.100 million (June 30, 2015: 100 million) carrying purchase yield ranging 12.00% per annum (June 30, 2015: 9.40% to 10.31%). These Pakistan Investment Bonds will mature on July 19, 2022 (June 30, 2015: July 19, 2022).

	(Un-audited) December 31, 2015	(Audited) June 30, 2015
	----- (Rupees) -----	
7. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES		
Prepayments		
Annual listing fee	20,855	-
National Clearing Company of Pakistan Limited margin trading system fee	52,252	177,115
Deposits - considered good		
- Security margin with NCCPL	1,819,324	1,819,324
Other receivables		
Mark-up / return receivable on:		
- bank balances	1,749,445	738,520
- term finance certificates	4,272,820	5,892,076
- Margin Trading System	574,810	272,581
- Pakistan Investment Bonds	29,698,739	16,436,088
- Advance tax	266,365	266,365
	38,454,610	25,602,069

		(Un-audited) December 31, 2015	(Audited) June 30, 2015
	Note	------(Rupees)-----	
8. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration to the Management Company		1,688,624	1,186,412
Sales tax on management fee		1,347,159	206,436
Federal excise duty on management fee	13	8,053,617	7,632,600
Sales load and federal excise duty payable thereon	13	352,229	-
		<u>11,441,629</u>	<u>9,025,448</u>

9. PROVISION FOR WORKERS' WELFARE FUND

There is no change in status of the petition pending with the Honourable Sindh High Court as reported in note 14 to the annual financial statements of the Fund for the year ended June 30, 2015.

The Fund maintained a provision for WWF as on December 31, 2015 amounting to Rs.4.621 million (June 30, 2015: Rs.4.621 million). Had the provision not been made, the net assets value per unit of the Fund would have been higher by Re.0.32 (0.29%) per unit (June 30, 2015: Re.0.44 (0.42%) per unit).

10. ACCRUED AND OTHER LIABILITIES

Brokerage and settlement charges payable		41,013	25,688
Auditors' remuneration		363,890	413,005
Annual rating fee payable		413,699	266,085
Clearing charges payable		33,457	14,747
Printing charges payable		91,689	45,415
Withholding tax and capital gains tax payable		589,850	7,921,877
Other payable		22,094	-
		<u>1,555,692</u>	<u>8,686,817</u>

11. CONTINGENCIES AND COMMITMENTS
11.1 Contingencies

As disclosed in note 9, the Fund commenced making provision in respect of WWF with effect from July 01, 2013. The aggregate unrecognised amount of WWF upto June 30, 2013 amounted to Rs.15.570 million.

11.2 Commitments

There are no commitments as at period end.

	Half year ended (Un-audited)		Quarter ended (Un-audited)	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	----- (Rupees) -----		----- (Rupees) -----	
12. FINANCIAL INCOME				
Interest income on:				
Investments				
At fair value through profit or loss - held-for-trading				
- Sukuk and Term finance certificates	9,559,749	17,952,981	7,825,964	7,825,964
- Treasury Bills	13,198,238	26,792,987	8,697,019	8,697,019
- Pakistan Investment Bonds	22,298,500	30,590,488	16,660,397	16,660,397
Held to maturity				
- Certificates of investment	-	4,802,055	2,614,459	2,614,459
- Term deposits	-	2,682,193	1,868,494	1,868,494
	-	7,484,248	4,482,953	4,482,953
Others				
- Bank deposits	4,079,240	2,955,249	1,344,537	1,344,537
- Margin Trading System	5,741,241	6,806,402	2,428,113	2,428,113
	54,876,968	92,582,355	41,438,983	41,438,983

13. FEDERAL EXCISE DUTY ON MANAGEMENT REMUNERATION

There is no change in the status of the petition pending with the Honourable Sindh High Court as reported in note 18 to the annual financial statements of the Fund for the year ended June 30, 2015.

14. TAXATION

The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realized or unrealized is distributed in cash amongst the unit holders. The Management Company intends to distribute not less than 90% of its annual accounting income, if any, to comply with the above clause at year end. Accordingly, no tax provision has been made in these condensed interim financial statements for the half year ended December 31, 2015.

	Half year ended (Un-audited)		Quarter ended (Un-audited)	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	----- (Rupees) -----		----- (Rupees) -----	
15. CASH AND CASH EQUIVALENTS				
Bank balances	424,723,727	135,957,201	424,723,727	135,957,201
Treasury bills maturing within 3 months	149,113,815	337,256,691	149,113,815	337,256,691
	573,837,542	473,213,892	573,837,542	473,213,892

16. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

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

Half year ended December 31, 2015 (Un-audited)										
	As at July 01, 2015	Issued for cash	Bonus	Redeemed	As at December 31, 2015	As at July 01, 2015	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2015
	----- (Units) -----				----- (Rupees) -----					
16.1 Associated Companies / Undertakings										
CDC - Trustee Alfalah GHP Prosperity Planning Fund	-	1,389,402	-	511,999	877,403	-	150,000,000	-	55,500,000	95,913,660
Management Company										
Alfalsh GHP Investment Management Limited	664,968	369,069	-	-	1,034,037	70,051,934	40,000,000	-	-	113,036,168
Unit holder holding 10% or more Units										
Gul Ahmed Energy Limited	759,449	2,531,512	-	-	3,290,961	80,005,185	271,874,309	-	-	359,752,718

Half year ended December 31, 2014 (Un-audited)										
	As at July 01, 2014	Issued for cash	Bonus	Redeemed	As at December 31, 2014	As at July 01, 2014	Issued for cash / conversion in / transfer in	Bonus	Redeemed / conversion out / transfer out	As at December 31, 2014
	----- (Units) -----				----- (Rupees) -----					
16.2 Unit Holders' Fund										
Associated companies / undertakings										
Alfalsh GHP Investment Management Limited - Management Company	706,385	-	-	190,435	515,950	70,935,757	-	-	20,000,000	55,112,788
Employees	-	-	689	689	-	-	-	70,000	70,681	-
Unit holder holding 10% or more units										
Attock Cement Pakistan Limited	967,052	991,767	-	-	1,958,819	101,875,350	100,000,000	-	-	209,237,324
Babar Ali Foundation	1,814,629	-	-	278,756	1,535,873	191,164,451	-	-	29,023,381	164,059,036
Pak China Investment Company Limited	1,517,179	-	-	-	1,517,179	159,829,194	-	-	-	162,062,178

Quarter ended December 31, 2015 (Un-audited)										
	As at October 01, 2015	Issued for cash	Bonus	Redeemed	As at December 31, 2015	As at October 01, 2015	Issued for cash	Bonus	Redeemed	As at December 31, 2015
	----- (Units) -----				----- (Rupees) -----					
Associated Companies / Undertakings										
CDC - Trustee Alfalah GHP Prosperity Planning Fund	1,808,563	479,310	-	821,212	1,466,661	119,942,015	30,000,000	-	55,500,000	95,913,675
Management Company										
Alfalsh GHP Investment Management Limited	851,021	183,016	-	-	1,034,037	91,713,056	20,000,000	-	-	113,036,131
Unit holder holding 10% or more Units										
Gul Ahmed Energy Limited	3,290,961	-	-	-	3,290,961	354,661,308	-	-	-	359,752,754

	Quarter ended December 31, 2014 (Un-audited)									
	As at October 01, 2014	Issued for cash	Bonus	Redeemed	As at December 31, 2014	As at October 01, 2014	Issued for cash	Bonus	Redeemed	As at December 31, 2014
	(Units)				(Rupees)					
Associated companies / undertakings										
Alfalsh GHP Investment Management Limited										
- Management Company	706,385	-	-	190,435	515,950	72,675,361	-	-	20,000,000	55,112,799
Employees	201	-	-	201	-	20,680	-	-	20,681	-
Unit holder holding 10% or more units										
Attock Cement Pakistan Limited	967,052	991,767	-	-	1,958,819	99,493,694	100,000,000	-	-	209,237,324
Babar Ali Foundation	1,706,410	-	-	170,537	1,535,873	175,561,433	-	-	18,023,381	164,059,036
Pak China Investment Company Limited	1,517,179	-	-	-	1,517,179	156,092,686	-	-	-	162,062,178

16.2 Other transactions

	Half year ended (Un-audited)		Quarter ended (Un-audited)	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
	(Rupees)		(Rupees)	
Associated Companies / Undertakings				
Alfalsh GHP Investment Management Limited - Management Company				
Remuneration to the Management Company	<u>8,362,509</u>	<u>10,558,967</u>	<u>4,958,555</u>	<u>4,624,975</u>
Sales tax on management fee	<u>1,358,133</u>	<u>1,837,268</u>	<u>805,265</u>	<u>804,751</u>
Federal excise duty on management fee	<u>1,338,007</u>	<u>1,689,434</u>	<u>793,371</u>	<u>740,000</u>
Sales load	<u>1,162,090</u>	<u>-</u>	<u>352,229</u>	<u>-</u>
Bank Alfalsh Limited				
Treasury Bills - purchased	<u>317,106,700</u>	<u>181,929,570</u>	<u>198,870,700</u>	<u>64,526,020</u>
Treasury Bills - sold	<u>298,352,400</u>	<u>24,606,625</u>	<u>-</u>	<u>24,606,625</u>
PIBs - purchased	<u>90,202,931</u>	<u>-</u>	<u>52,645,342</u>	<u>-</u>
Profit on bank deposit	<u>1,861,923</u>	<u>1,442,284</u>	<u>994,139</u>	<u>687,252</u>
Bank charges	<u>13,262</u>	<u>21,197</u>	<u>5,534</u>	<u>9,159</u>
Alfalsh GHP Money Market Fund (formerly IGI Money Market Fund)				
Treasury Bills - purchased	<u>24,941,175</u>	<u>99,396,200</u>	<u>24,941,175</u>	<u>99,396,200</u>
Treasury Bills - sold	<u>-</u>	<u>64,471,225</u>	<u>-</u>	<u>64,471,225</u>
Alfalsh GHP Cash Fund				
Treasury Bills - purchased	<u>-</u>	<u>108,640,840</u>	<u>-</u>	<u>98,676,400</u>
Treasury Bills - sold	<u>39,774,360</u>	<u>49,716,250</u>	<u>-</u>	<u>49,716,250</u>
Alfalsh GHP Income Multiplier Fund				
Treasury Bills - purchased	<u>9,918,790</u>	<u>-</u>	<u>-</u>	<u>-</u>
Treasury Bills - sold	<u>59,695,320</u>	<u>121,362,275</u>	<u>-</u>	<u>24,727,975</u>
Alfalsh GHP Sovereign Fund				
Treasury Bills - sold	<u>14,861,535</u>	<u>-</u>	<u>-</u>	<u>-</u>
Treasury Bills - purchased	<u>99,781,800</u>	<u>-</u>	<u>99,781,800</u>	<u>-</u>
PIBs - purchased	<u>30,030,671</u>	<u>-</u>	<u>30,030,671</u>	<u>-</u>
Other related parties				
Central Depository Company of Pakistan Limited				
Trustee fee	<u>992,921</u>	<u>1,146,536</u>	<u>488,978</u>	<u>528,759</u>
Sales tax on Trustee fee	<u>186,924</u>	<u>-</u>	<u>125,042</u>	<u>-</u>
CDS charges	<u>112,950</u>	<u>-</u>	<u>40,806,29</u>	<u>-</u>

	(Un-audited) December 31, 2015	(Audited) June 30, 2015
	------(Rupees)-----	
16.3 Other balances		
Associated companies / undertakings		
Alfalah GHP Investment Management Limited		
- Management Company		
Remuneration payable to the Management Company	<u>1,688,624</u>	<u>1,186,412</u>
Sales tax payable on management fee	<u>1,347,159</u>	<u>206,436</u>
Federal excise duty payable on management fee	<u>8,053,617</u>	<u>7,632,600</u>
Sales load and federal excise duty payable thereon	<u>352,229</u>	<u>-</u>
Bank Alfalah Limited		
Bank balance	<u>1,506,401</u>	<u>123,656,982</u>
Profit receivable	<u>97,984</u>	<u>389,687</u>
Other related parties		
Central Depository Company of Pakistan Limited		
Trustee fee	<u>219,379</u>	<u>147,653</u>
Security deposit	<u>100,000</u>	<u>100,000</u>

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has not affected the condensed interim financial information.

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 significantly different from book value.

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

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

	December 31, 2015			
	Level 1	Level 2	Level 3	Level 4
	----- (Rupees) -----			
Financial assets classified as at fair value through profit or loss' - held-for-trading				
Market treasury bills	-	149,113,815	-	149,113,815
Pakistan Investment Bonds	-	706,340,680	-	706,340,680
Sukuk certificates	-	48,837,078	-	48,837,078
Term finance certificates	-	158,828,870	-	158,828,870
	-	<u>1,063,120,443</u>	-	<u>1,063,120,443</u>

	June 30, 2015			
	Level 1	Level 2	Level 3	Level 4
	----- (Rupees) -----			
Financial assets classified as at fair value through profit or loss' - held-for-trading				
Market treasury bills	-	395,702,652	-	395,702,652
Pakistan Investment Bonds	-	344,497,400	-	344,497,400
Sukuk certificates	-	50,517,187	-	50,517,187
Term finance certificates	-	182,145,653	-	182,145,653
	-	<u>972,862,892</u>	-	<u>972,862,892</u>

18. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 25, 2016 by the Board of Directors of the Management Company.

19. GENERAL

19.1 Figures for the quarters ended December 31, 2015 and December 31, 2014 as reported in these condensed interim financial statements have not been subject to limited scope review by the external auditors.

19.2 Figures are rounded off to the nearest rupee.

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

Chief Executive Officer

Director