



**ABL ISLAMIC STOCK FUND**  
CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2019

# Quarterly **REPORT**



**ABL Asset Management**

Discover the potential

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# ABL ISLAMIC STOCK FUND

## FUND'S INFORMATION

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<b>Management Company:</b>	ABL Asset Management Company Limited Plot/Building # 14, Main Boulevard, DHA, Phase - VI, Lahore - 54810	
<b>Board of Directors</b>	Sheikh Mukhtar Ahmed Mr. Mohammad Naeem Mukhtar Mr. Muhammad Waseem Mukhtar Mr. Tahir Hassan Qureshi Mr. Pervaiz Iqbal butt Mr. Muhammad Kamran Shehzad Mr. Alee Khalid Ghaznavi	Chairman Non-Executive Director Non-Executive Director Non-Executive Director Independent Director Independent Director CEO/Executive Director
<b>Audit Committee:</b>	Mr. Muhammad Kamran Shehzad Mr. Muhammad Waseem Mukhtar Mr. Pervaiz Iqbal butt	Chairman Member Member
<b>Human Resource and Remuneration Committee</b>	Mr. Muhammad Waseem Mukhtar Mr. Pervaiz Iqbal butt Mr. Alee Khalid Ghaznavi Mr. Muhammad Kamran Shehzad	Chairman Member Member Member
<b>Chief Executive Officer of The Management Company:</b>	Mr. Alee Khalid Ghaznavi	
<b>Chief Financial Officer &amp; Company Secretary:</b>	Mr. Saqib Matin	
<b>Chief Internal Auditor:</b>	Mr. Kamran Shehzad	
<b>Trustee:</b>	MCB Finanacial Services Ltd. 4th Floor, Perdesi House, Old Queens' Road, Karachi - 74400.	
<b>Bankers to the Fund:</b>	Allied Bank Limited Bank Islami Pakistan Limited	
<b>Auditor:</b>	A. F. Ferguson & Co Chartered Accountants State life Building No. 1-C, I. I. Chundrigar Road, Karachi.	
<b>Legal Advisor:</b>	Ijaz Ahmed & Associates Suite # 7, 11th zamzama street, Phase-V, DHA, Karachi.	
<b>Registrar:</b>	ABL Asset Management Company Limited. L - 48, Defence Phase - VI, Lahore - 74500	

# ABL ISLAMIC STOCK FUND

## REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Islamic Stock Fund (ABL-ISF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL Islamic Stock Fund for the quarter ended September 30, 2019.

### ECONOMIC PERFORMANCE REVIEW

The new fiscal year started off on an encouraging note as the 39-month USD6bn Extended Fund Facility (EFF) was signed with the IMF in July 2019 and the first tranche of ~USD1bn was received during the same month. This deal also unlocks the potential of additional external financings amounting to USD38bn by multilateral agencies and friendly countries during the course of the IMF program. The performance criteria of the IMF mostly revolve around the fiscal side and structural reforms for achieving long-term sustainable growth. Key fiscal performance targets include zero incremental borrowings for budgetary support from the central bank and an ambitious tax collection target for bringing the primary budget deficit to 0.6% of GDP from 3.9% in FY19. The budget for FY20 keeping the massive revenue collection targets at the forefront was focused towards tapping the huge undocumented economy of the country, the implementation of which is a major challenge for the government. The first performance review by the IMF is scheduled in Dec'19. The performance in this regard has so far been encouraging where revenue collection has reportedly achieved ~90% of the target during 1QFY20 standing at PKR960bn. However, the overall economic slowdown and import curtailment raises concerns on the achievement of the full year's target. The macroeconomic slowdown is depicted by the LSM number that declined 3.3% YoY during Jul'19 (latest available number), and severe shortages reported in the agricultural produce due to water shortages.

On the external account front, the policy actions taken by the government have started showing results with shrinking CAD and a relatively stable PKR/USD parity, where PKR appreciated by 2.3% at the end of 1QFY20. CAD for the first two months of FY20 stood at USD1.3bn compared to USD2.9bn, an improvement of 54.7% YoY. This was mainly driven by 23.4% decline in imports and 1.4% increase in exports. Remittances continued its retraction and declined by 8.4% over the same period last year. Resultantly foreign exchange reserves of the country improved from USD14.5bn at the end of FY19 (SBP import cover of 1.7 months) to USD15bn at the end of 1QFY20 (Sep. 27, 2019), with SBP reserves of close to 1.9 months of import cover.

Higher prices of food items and utilities have kept inflation on an uptick. National inflation with the new base of 2015-16, averaged at 10.1% during the quarter compared to 6.1% of 1QFY19. We expect the inflation will start coming off in 2020. On the monetary side, SBP halted the spree of interest rate hikes that started from Jan'18, and kept the policy rate unchanged in the Sep'19 MPS announcement after lifting them by 100bps in Jul'19. We expect reversal of interest rates hike cycle in 2020.

Going ahead, the hard decisions that were taken are showing positive results with improvements in external account position, easing inflationary outlook, and interest rates that are expected to have peaked, with a relatively stable currency. Fiscal performance holds the key in stimulating the medium to long term growth while materialization of planned inflows of foreign exchange including flows from international capital markets and partner countries in addition to the loans by the IMF are very critical for stability in exchange rate and balance of payments. Key risks include 1) resurgence in inflationary pressures due to fiscal slippages, which would lead to continuation of a tight monetary policy stance hurting growth outlook, 2) downgrade to black list by FATF, 3) heightened political noise, and 4) geo-political pressures.

## EQUITIES MARKET

KMI-30 index continued to remain under pressure during 1QFY20, dropping by 5.5%QoQ during 1QFY20 to 51,150pts, despite some late recovery (up 10.7% MoM in Sep'19). Negative developments including (i) tensions with India over Kashmir, (ii) a large fiscal deficit of 8.9% during FY19 and (iii) fine of USD5.9bn in Reko Diq case contributed to declining trend. Additionally, the quarter started with a 100bps increase in policy rates during Jul'19 but MPS was status quo in Sep'19 meeting, explaining market direction in Sep'19. Market activity declined significantly, as the average daily traded value dropped 19%QoQ to USD27.09mn in 1QFY20. Similarly, average daily traded volumes declined from ~56mn shares in 4QFY19 to ~47.8mn in 1QFY20.

Foreigners were net buyers during 1QFY20 where major buying was seen in Cements (USD13.2mn) followed by Banks (USD7.9mn) and Power (USD5.6mn), while they were net sellers in E&P's (USD8.1mn) and Fertilizers (USD1.7mn). On the local side major sellers were Mutual Funds (USD82.3mn) followed by Insurance (USD23mn), and Companies (USD10.6mn). In terms of points contribution, Fertilizers (+276) were the major contributors to the KSE-100 index whereas major sectors that dragged the index down were Commercial Banks (-523), Power (-256), & E&P's (-255), respectively. Fertilizers (+0.8%) outperformed the index while Autos (-17.1%), Cement (-14.7%), and Power (-10.4%) were the underperforming sector.

## MUTUAL FUND INDUSTRY REVIEW

Total Asset under Management (AUMs) of Pakistan's mutual fund industry has managed to post an increase of 4.2% QoQ from PKR 572 billion in 4QFY19 to PKR 597 billion in 1QFY20. This increase was mainly led by money market funds which increased by 19% QoQ. Sluggish equity market and 7-year high interest rates renewed investor interest in money market funds, as investors poured over PKR 15 billion into Islamic money market funds which witnessed a 49% increase in AUMs.

On a cumulative basis, the Equity category (comprising of Equity and Islamic Equity funds) registered a decrease of 14.7% QoQ as AUMs under this category declined by PKR 24.4 billion. Deteriorating exchange rates, higher interest rates, record fiscal deficits, and rising inflation pushed the stock market to levels not seen since 2015. As a result, conventional equity funds witnessed a fall of 13.6%QoQ to clock-in at PKR 89 billion. Similarly, the Islamic equity funds closed at PKR 52.6 billion after a drop of 16.4%QoQ.

## FUND PERFORMANCE

ABL Islamic Stock Fund's AUM decreased by 24.8% to Rs.1797.52 million as on September 30, 2019 compared to Rs.2390.6 million on September 30, 2018. The fund posted a return of -5.00% against the benchmark return of -5.48%, depicting an outperformance of 0.48%. When measured from its inception, ABL-ISF has posted a return of 43.49% against its benchmark return of 36.12%.

## AUDITORS

M/s. A.F. Fergusons & Co. (Chartered Accountants), have been re-appointed as auditors for the period ending June 30, 2020 for ABL Islamic Stock Fund (ABL-ISF).

## MANAGEMENT QUALITY RATING

On December 31, 2018, JCR-VIS Credit Rating Company Limited (JCR-VIS) has reaffirmed the Management Quality Rating of ABL Asset Management Company Limited (ABL AMC) to 'AM2++' (AM-Two-Double Plus) from 'AM2+' (AM Two Plus). Outlook on the assigned rating is 'Stable'.

## EQUITY MARKET OUTLOOK

The future direction of Pakistan's equities market is largely dependent on the overall macroeconomic performance of the country and the decision by the FATF regarding placement of Pakistan in Grey or Black List. Although investors' sentiments have greatly improved during the second quarter with expectations of peaking of interest rates and visible improvements in the external account position, going forward however, fiscal performance in terms of meeting the ambitious revenue collection target would be the key element in driving inflation, growth and interest rates. We see long term growth potential in the domestic bourse as the economy heads on a path of long term growth with the stipulated structural reforms resulting in strengthened institutions and increased documentation of the economy. We do not however, underestimate the challenges in the near to medium term faced by the country across various fronts including economic and political.

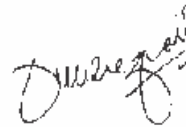
## ACKNOWLEDGEMENT

We thank our valued investors who have placed their confidence in us. The Board is also thankful to Securities & Exchange Commission of Pakistan, the Trustee (MCB Financial Services Limited) and the management of Pakistan Stock Exchange Limited for their continued guidance and support. The Directors also appreciate the efforts put in by the management team.

For & on behalf of the Board



**Director**



**Alee Khalid Ghaznavi**  
**Chief Executive Officer**

**Lahore, October 30, 2019**

**ABL ISLAMIC STOCK FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2019**

Un-audited                      Audited  
September 30,                      June 30,  
2019                                      2019  
Note ----- Rupees in '000 -----

**ASSETS**

Balances with banks	4	225,201	251,549
Investments	5	1,612,460	1,782,155
Dividend and profit receivables		23,130	9,401
Security deposits		2,600	2,600
Receivable against Sale of Investment		9,405	30,000
Advances and other receivable		1,294	1,271
<b>Total assets</b>		<b>1,874,090</b>	<b>2,076,976</b>

**LIABILITIES**

Payable to ABL Asset Management Company Limited - Management Company	6	43,187	39,642
Payable to MCB Financial Services Limited - Trustee		126	140
Payable to the Securities and Exchange Commission of Pakistan		89	2,138
Payable against redemption of units		-	664
Payable against purchase of investments		-	26,173
Accrued expenses and other liabilities	7	33,164	31,292
<b>Total liabilities</b>		<b>76,566</b>	<b>100,049</b>

**NET ASSETS**

<u>1,797,524</u>	<u>1,976,927</u>
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**UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)**

<u>1,797,524</u>	<u>1,976,927</u>
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**CONTINGENCIES AND COMMITMENTS**

8

----- Number of units -----

**NUMBER OF UNITS IN ISSUE**

<u>155,960,550</u>	<u>162,943,403</u>
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----- Rupees -----

**NET ASSET VALUE PER UNIT**

<u>11.5255</u>	<u>12.1326</u>
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The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

**For ABL Asset Management Company Limited**  
**(Management Company)**



**Saqib Mateen**  
Chief Financial Officer



**Alee Khalid Ghaznavi**  
Chief Executive Officer



**Pervaiz Iqbal Butt**  
Director


**ABL ISLAMIC STOCK FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**


	2019	2018
Note	(Rupees in '000)	
<b>Income</b>		
Profit on deposits with banks	5,554	6,875
Dividend income	19,100	25,524
Capital gain / (loss) on sale of equity investments - net	(19,545)	11,321
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(90,779)	(23,305)
	(110,324)	(11,984)
<b>Total income</b>	(85,670)	20,415
<b>Expenses</b>		
Remuneration of ABL Asset Management Company Limited'- Management Company	8,938	12,260
Punjab Sales Tax on remuneration of the Management Company	1,430	1,962
Accounting and operational charges	448	613
Selling and marketing expenses	3,653	2,452
Remuneration of MCB Financial Services Limited - Trustee	349	433
Sindh Sales Tax on remuneration of the Trustee	45	56
Annual fee of the Securities and Exchange Commission of Pakistan	89	582
Brokerage, securities transaction costs and other charges	893	718
Auditors' remuneration	113	106
Annual listing fee	7	-
Shariah advisory fee	126	119
Printing charges	50	88
Bank charges	25	13
Settlement and Other charges	137	-
<b>Total operating expenses</b>	16,303	19,402
<b>Net income/ (loss) for the period from operating activities</b>	(101,973)	1,013
<b>Net income / (loss) for the period before taxation</b>	(101,973)	1,013
Taxation	9	-
<b>Net income / (loss) for the period after taxation</b>	(101,973)	1,013
<b>Earnings per unit</b>	10	
<b>Allocation of Net Income for the period:</b>		
Net income / (loss) for the year after taxation	(101,973)	1,013
Income already paid on units redeemed	-	-
	(101,973)	1,013
<b>Accounting income available for distribution:</b>		
-Relating to capital loss	-	-
-Excluding capital gains	(101,973)	1,013
	(101,973)	1,013
Other Comprehensive income for the period	-	-
<b>Total comprehensive income / (loss) for the period</b>	(101,973)	1,013

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

For ABL Asset Management Company Limited  
(Management Company)

  
Saqib Mateen  
Chief Financial Officer

  
Alee Khalid Ghaznavi  
Chief Executive Officer

  
Pervaiz Iqbal Butt  
Director

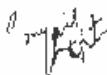


**ABL ISLAMIC STOCK FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	2019			2018		
	Rupees in '000					
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
Net assets at beginning of the period	1,321,230	655,697	1,976,927	1,381,602	1,041,150	2,422,752
Issue of 27,237,850 units (2018: 12,006,332 units)						
- Capital value (at net asset value per unit at the beginning of the period)	330,433	-	330,433	174,762	-	174,762
- Element of loss	(30,348)	-	(30,348)	1,293	-	1,293
Total proceeds on issuance of units	300,086	-	300,086	176,055	-	176,055
Redemption of 34,220,703 units (2018: 14,271,862 units)						
- Capital value (at net asset value per unit at the beginning of the period)	415,186	-	415,186	207,738	-	207,738
- Element of income	(37,670)	-	(37,670)	1,389	-	1,389
Total payments on redemption of units	377,516	-	377,516	209,127	-	209,127
Total comprehensive (loss) / income for the period	-	(101,973)	(101,973)	-	1,013	1,013
Distribution during the period	-	-	-	-	-	-
Net income (loss) / income for the period less distribution	-	(101,973)	(101,973)	-	1,013	1,013
<b>Net assets at end of the period</b>	<b>1,243,800</b>	<b>553,724</b>	<b>1,797,524</b>	<b>1,348,530</b>	<b>1,042,163</b>	<b>2,390,693</b>
Undistributed income brought forward						
- Realised		972,797			1,215,136	
- Unrealised		(317,100)			(173,986)	
		655,697			1,041,150	
Accounting loss available for distribution						
- Relating to capital loss		-			-	
- Excluding capital gains		(101,973)			1,013	
		(101,973)			1,013	
Undistributed income carried forward		553,724			1,042,163	
Undistributed income carried forward						
- Realised income		644,503			1,065,468	
- Unrealised loss		(90,779)			(23,305)	
		553,724			1,042,163	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			12.1326			14.5558
Net assets value per unit at end of the period			11.5255			14.5614

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

For ABL Asset Management Company Limited  
(Management Company)



Saqib Mateen  
Chief Financial Officer



Alee Khalid Ghaznavi  
Chief Executive Officer



Pervaiz Iqbal Butt  
Director

**ABL ISLAMIC STOCK FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2019**

	2019	2018
	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income / (loss) for the period after taxation	(101,973)	1,013
<b>Adjustments:</b>		
Profit earned	(5,554)	(6,875)
Dividend income	(19,100)	(25,524)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	90,779	23,305
Other income	66,125	(9,094)
<b>(Increase) / decrease in assets</b>		
Advances and other receivable	(23)	2,749
<b>Increase / (decrease) in liabilities</b>		
Payable to ABL Asset Management Company Limited- Management Company	3,545	3,035
Payable to MCB Financial Services Limited - Trustee	(14)	(1)
Payable to the Securities and Exchange Commission of Pakistan	(2,049)	(1,774)
Accrued expenses and other liabilities	1,872	1,503
	3,354	2,763
	(32,517)	(2,569)
Interest & Dividend received	10,925	10,257
Net amount (paid) / received on purchase and sale of investments	73,338	(50,294)
<b>Net cash (used in) / generated from operating activities</b>	51,746	(42,606)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	300,086	176,055
Net payments against redemption of units	(378,180)	(244,235)
<b>Net cash used in financing activities</b>	(78,094)	(68,180)
<b>Net (decrease) / increase in cash and cash equivalents</b>	(26,348)	(110,787)
Cash and cash equivalents at the beginning of the year	251,549	439,361
<b>Cash and cash equivalents at the end of the year</b>	4 225,201	328,574
		0

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

**For ABL Asset Management Company Limited**  
**(Management Company)**



**Saqib Mateen**  
Chief Financial Officer



**Alee Khalid Ghaznavi**  
Chief Executive Officer



**Pervaiz Iqbal Butt**  
Director

# ABL ISLAMIC STOCK FUND

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2019

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### 1 LEGAL STATUS AND NATURE OF BUSINESS

ABL Islamic Stock Fund (the Fund) was established under a Trust Deed executed between ABL Asset Management Company Limited as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. The Trust Deed was executed on May 15, 2013 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 04, 2013 under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations 2008).

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate issued by the SECP on December 7, 2007. During the current year, the Management Company has transferred its registered office from 11-B, Lalazar, M T Khan Road, Karachi. The new registered office is situated at Plot No. 14, Main Boulevard, DHA Phase 6, Lahore.

The Fund commenced its operations on June 12, 2013. It is an open-ended fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.

The Fund has been categorised as an open-end "Shariah Compliant Equity Scheme" as per the criteria laid down by the SECP for categorisation of Collective Investment Scheme (CIS).

The objective of the Fund is to provide capital appreciation to investors through higher long term risk adjusted returns by investing in a diversified Shariah compliant portfolio of equity instruments.

The JCR-VIS Credit Rating Company Limited has determined the asset manager rating of the Management Company of AM2++ on date December 31, 2018. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

The title to the assets of the Fund is held in the name of MCB Financial Services Limited as the Trustee of the Fund.

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor.

### 2 BASIS OF PRESENTATION

#### 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 Standards) 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
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 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 NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2018.

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

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2018.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2018.

	Note	Un-audited September 30, 2019 (Rupees in '000)	Audited June 30, 2019
<b>4 BALANCES WITH BANKS</b>			
Balances with banks in:			
Current account	4.1	10,802	242,818
Saving accounts	4.2 & 4.3	214,399	8,731
		225,201	251,549

4.1 This balance is maintained with Allied Bank Limited, a related party of the Fund.

4.2 Profit and loss sharing accounts carry profit rates ranging from 6.00% to 13.75% (30 June 2019 : 4.50% to 13.79%) per annum.

4.3 This includes a balance of Rs. 55.231 million (30 June 2019: Rs. 23.326 million) which is maintained with Allied Bank Limited, a related party of the Fund. It earns profit rate of 6.00% to 8.00% (30 June 2019: 4.50%) per annum.

	Note	Un-audited September 30, 2019 (Rupees in '000)	Audited June 30, 2019
<b>5 INVESTMENTS</b>			
<b>Investments at fair value through profit or loss - net</b>			
Listed equity securities	5.1	1,612,460	2,060,001

## 5.1 Listed equity securities

Ordinary shares have a face value of Rs 10/= each except for the shares of Thal Limited & K Electric Limited which have face value of Rs. 5 and Rs. 3.5 respectively.

Name of the investee company	Number of shares / certificates					Balance As at September 30, 2019			Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company
	As at July 1, 2019	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at September 30, 2019	Carrying value	Market value	Appreciation / (diminution)	Net assets of the fund	Total market value of investments	
(Rupees in '000)											
<b>AUTOMOBILE ASSEMBLER</b>											
Millat Tractors Limited	680	-	-	-	680	586	476	(110)	0.03%	0.03%	0.00%
Pak Suzuki Motor Company Limited	100	-	-	-	100	23	16	(7)	0.00%	0.00%	0.00%
Ghandhara Industries Limited	5,100	-	-	-	5,100	446	404	(42)	0.02%	0.03%	0.02%
						1,055	896	(159)	0.05%	0.06%	
<b>AUTOMOBILE PARTS AND ACCESSORIES</b>											
General Tyres and Rubber											
Company of Pakistan Limited	510	-	-	510	-	-	-	-	0.00%	0.00%	0.00%
Thal Limited	44,050	-	-	40,000	4,050	1,474	966	(508)	0.05%	0.06%	0.00%
						1,474	966	(508)	0.05%	0.06%	
<b>CEMENT</b>											
D.G. Khan Cement Company Limited	400	250,000	-	250,000	400	24	19	(4)	0.00%	0.00%	0.00%
Kohat Cement Company Limited	16,000	-	-	16,000	-	-	-	-	0.00%	0.00%	0.00%
Fauji Cement Company Limited	300,000	-	-	300,000	-	-	-	-	0.00%	0.00%	0.00%
Lucky Cement Limited	200,850	-	-	199,500	1,350	514	462	(52)	0.03%	0.03%	0.00%
Maple Leaf Cement Factory	1,000	800,000	-	801,000	-	-	-	-	0.00%	0.00%	0.00%
Pioneer Cement Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
						537	481	(56)	0.03%	0.03%	
<b>CHEMICALS</b>											
I.C.I. Pakistan Limited	37,450	-	-	-	37,450	19,941	18,351	(1,591)	1.02%	1.14%	0.04%
Lotte Chemical Pakistan Limited	4,500	500,000	-	400,000	104,500	1,733	1,425	(308)	0.08%	0.09%	0.01%
Engro Polymer & Chemicals Limited	2,531,675	-	-	300,000	2,231,675	60,166	54,788	(5,378)	3.05%	3.40%	0.25%
						81,840	74,564	(7,277)	4.15%	4.63%	
<b>COMMERCIAL BANKS</b>											
Meezan Bank Limited	2,057,564	192,000	-	-	2,249,564	194,828	162,059	(32,770)	9.02%	10.05%	0.19%
<b>ENGINEERING</b>											
Amreli Steel Limited	-	-	-	-	-	-	-	-	0.00%	0.00%	0.00%
International Steel Industries	500	-	-	-	500	20	20	0	0.00%	0.00%	0.00%
						20	20	0	0.00%	0.00%	
<b>FERTILIZER</b>											
Fauji Fertilizer Company Limited	869,000	504,500	-	40,000	1,333,500	119,097	124,056	4,958	6.90%	7.69%	0.10%
Engro Fertilizer Limited	1,752,000	100,000	-	310,000	1,542,000	98,677	105,211	6,534	5.85%	6.52%	0.12%
Engro Corporation Limited	643,640	50,000	-	124,300	569,340	150,753	151,951	1,198	8.45%	9.42%	0.11%
						368,527	381,217	12,690	21.21%	23.63%	
<b>Balance carried forward</b>						648,282	620,203	(28,079)	34.50%	38.46%	

Name of the investee company	Number of shares/ certificates				Balance As at September 30, 2019			Market value as a percentage of		Holding as a percentage of Paid-up capital of investee company	
	As at July 1, 2019	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at September 30, 2019	Carrying value	Market value	Appreciation / (diminution)	Net assets of the fund		Total market value of investments
----- (Rupees in '000) -----											
<b>Balance brought forward</b>						648,282	620,203	(28,079)	34.50%	38.46%	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>											
Mari Petroleum Company Limited	142,660	12,600	-	-	155,260	155,642	139,604	(16,039)	7.77%	8.66%	0.14%
Oil & Gas Development Company Limited	2,275,900	125,000	-	352,000	2,048,900	267,406	252,076	(15,330)	14.02%	15.63%	0.05%
Pakistan Oilfields Limited	107,460	23,900	-	35,000	96,360	38,925	36,607	(2,317)	2.04%	2.27%	0.03%
Pakistan Petroleum Limited	903,622	544,000	-	167,000	1,280,622	171,417	174,203	2,786	9.69%	10.80%	0.06%
						633,389	602,490	(30,900)	33.52%	37.36%	
<b>OIL &amp; GAS MARKETING COMPANIES</b>											
Hascof Petroleum Limited (Note 5.4)	27,302	-	-	-	27,302	1,873	555	(1,318)	0.03%	0.03%	0.02%
Pakistan State Oil Company Limited	402,844	147,200	-	138,200	411,844	66,103	64,861	(1,242)	3.61%	4.02%	0.13%
Hi-Tech Lubricants Limited	110,000	-	-	100,000	10,000	277	260	(17)	0.01%	0.02%	0.01%
Sui Northern Gas Pipelines Limited	451,000	125,000	-	-	576,000	39,705	35,482	(4,223)	1.97%	2.20%	0.09%
						107,958	101,158	(6,800)	5.63%	6.27%	
<b>PAPER &amp; BOARD</b>											
Packages Limited	25,400	-	-	-	25,400	7,634	7,595	(40)	0.42%	0.47%	0.03%
Century Paper & Board Mills	347,000	-	-	347,000	-	-	-	-	0.00%	0.00%	0.00%
						7,634	7,595	(40)	0.42%	0.47%	
<b>PHARMACEUTICALS</b>											
The Searle Company Limited (Note 5.4)	11,751	155,000	-	116,000	50,751	6,785	7,015	230	0.39%	0.44%	0.03%
GlaxoSmithKline Pakistan	72,600	-	-	-	72,600	6,921	6,983	62	0.39%	0.43%	0.04%
						13,706	13,997	291	0.78%	0.87%	
<b>POWER GENERATION &amp; DISTRIBUTION</b>											
Hub Power Company Limited	2,153,564	270,000	-	360,000	2,063,564	160,244	145,997	(14,247)	8.12%	9.05%	0.18%
K-Electric Limited	2,000,000	-	-	-	2,000,000	8,780	7,100	(1,680)	0.39%	0.44%	0.02%
						169,024	153,097	(15,927)	8.52%	9.49%	
<b>SUGAR AND ALLIED INDUSTRIES</b>											
Faran Sugar Mills Limited	3,000	-	-	-	3,000	122	110	(12)	0.01%	0.01%	0.01%
<b>TEXTILE COMPOSITE</b>											
Nishat Mills Limited	863,500	250,000	-	250,000	863,500	75,891	72,534	(3,357)	4.04%	4.50%	0.25%
Interloop Limited	10,500	-	-	-	10,500	465	461	(4)	0.03%	0.03%	0.00%
Kohinoor Textile Mills Ltd	300,000	-	-	250,000	50,000	1,253	1,187	(66)	0.07%	0.07%	0.02%
						77,608	74,182	(3,426)	4.13%	4.60%	
<b>TECHNOLOGY &amp; COMMUNICATION</b>											
Systems Limited	355,000	-	-	500	354,500	34,021	29,512	(4,509)	1.64%	1.83%	0.32%
<b>FOOD AND PERSONAL CARE PRODUCTS</b>											
Al-Shaheer Corporation	426,000	-	-	-	426,000	5,368	4,639	(728)	0.26%	0.29%	0.30%
At-Tahur Limited	46,997	-	-	-	46,997	926	728	(198)	0.04%	0.05%	0.03%
						6,294	5,368	(926)	0.30%	0.34%	
<b>HOUSEHOLD GOODS</b>											
PAK ELEKTRON	5,000	-	-	-	5,000	100	84	(16)	0.00%	0.01%	0.00%
<b>TEXTILE WEAVING</b>											
Feroze 1888 Mills Limited	-	51,000	-	-	51,000	5,100	4,664	(435)	0.26%	0.29%	0.00%
<b>Total September 30, 2019</b>						<b>1,703,239</b>	<b>1,612,460</b>	<b>(90,779)</b>	<b>90%</b>	<b>100%</b>	

- 5.2 The above investments include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 of 2007 dated October 23, 2007 issued by the Securities & Exchange Commission of Pakistan.

Name of the company	September 30, 2019		June 30, 2019	
	Number of shares pledged	Market value of pledged shares	Number of shares pledged	Market value of pledged shares
	(Rupees in '000)		(Rupees in '000)	
Pakistan Petroleum Limited	727,480	98,959	677,480	97,848
Fauji Fertilizer Company	200,000	18,606	-	-
Engro Corporation Limited	100,000	26,689	100,000	26,560
Hub Power Company Limited	750,000	53,063	750,000	59,063
Oil & Gas Development Company Limited	1,100,000	135,333	1,100,000	144,639
Nishat Mills Limited	330,000	27,720	330,000	30,802
Pakistan State Oil Company Limited	130,000	20,474	130,000	22,052
Engro Fertilizer Limited	461,000	31,454	461,000	29,490
Lucky Cement Limited	-	-	102,000	38,808
Pakistan Oilfields Limited	50,000	18,995	102,000	38,808
	<u>3,848,480</u>	<u>431,292</u>	<u>3,752,480</u>	<u>488,070</u>

September 30,  
2019  
Un-audited  
(Rupees in '000)

June 30,  
2019  
Audited  
(Rupees in '000)

5.3 Unrealised appreciation on re-measurement of investments classified as Financial assets at fair value through profit or loss

Market value of investments	1,612,460	2,060,001
Carrying value of investments	<u>(1,703,239)</u>	<u>(2,233,987)</u>
	<u>(90,779)</u>	<u>(173,986)</u>

- 5.4 The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001. As a result of these amendments, companies are liable to withhold bonus shares at the rate of 5 percent. In accordance with the requirement of the Ordinance these shares shall only be released if the fund deposit tax equivalent to 5% of the value of the bonus shares issued. The value of tax is computed on the basis of day-end price on the first day of book closure.

In this regard, a constitution petition has 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, which is pending adjudication. The petition is 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 not be applicable on bonus shares received by CISs. A stay order has been granted by the High Court of Sindh in favour of CISs.

As at September 30, 2019, the following bonus shares of the Fund were withheld by certain companies at the time of bonus declaration. The Fund has included these shares in its portfolio, as the management believes that the decision of the constitutional petition will be in favour of the CISs.

Name of the company	September 30, 2019		June 30, 2019	
	Bonus Shares			
	Number	Market value	Number	Market value
	Rupees in '000'		Rupees in '000'	
Hascol Petroleum Limited	25,935	527	25,935	1,780
The Searle Company Limited	11,098	1,534	11,098	1,627
Pakistan State Oil Company Limited	3,956	623	3,956	671
		<u>2,684</u>		<u>4,078</u>

6	PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY	Note	September 30,	June 30,
			2019	2019
			Un-audited	Audited
			(Rupees in '000)	
	Remuneration of the Management Company		2,818	3,313
	Punjab / Sindh Sales Tax Payable on remuneration of the Management Company	6.1	4,370	4,449
	FED payable on remuneration of the Management Company	6.2	26,584	26,584
	Sales load payable		56	37
	Preliminary expenses and floatation cost		-	-
	Accounting and operational charges	6.3	1,499	1,052
	Selling and marketing expense	6.4	7,860	4,207
			<u>43,187</u>	<u>39,642</u>

**6.1** The Government of Punjab has levied Punjab Sales Tax at the rate of 16% (June 30, 2019: 16%) on the remuneration of the Management Company through the Punjab Sales Tax on Services Act, 2012 (as amended from time to time).

**6.2** The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 26.584 million is being retained in these financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at September 30, 2019 would have been higher by Re 0.1705 ( June 30, 2019: Re 0.1631 ) per unit.

**6.3** In accordance with Regulation 60 of the NBFC Regulations, the Management Company has charged expenses at the rate of 0.1% of the average net assets of the Fund being lower than actual expenses chargeable to the Fund for the period.

**6.4** The SECP vide circular 40 of 2016 dated December 30, 2016 (later amended vide circular 05 of 2017 dated February 13, 2017 and circular 5 of 2018 dated June 4, 2018) has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except for fund of funds and money market funds) initially for three years (from January 1, 2017 till December 31, 2019). The Management Company has charged selling and marketing expenses amounting to Rs. 3.653 million of the Fund being lower than actual expenses chargeable to the Fund for the quarter ended September 30, 2019.



7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Un-audited	Audited
			September 30, 2019	June 30, 2019
			(Rupees in '000)	
	Auditors' remuneration		343	230
	Brokerage and other charges		1,176	80
	Printing charges		130	1,160
	Provision for Sindh Workers' Welfare Fund	7.1	24,605	42
	Charity payable		6,469	5,174
	Withholding tax payable		405	2
	Shariah fee		38	24,604
			33,164	31,292

**7.1** As a consequence of the 18th amendment to the Constitution of Pakistan, the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh in May 2015 as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs/mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015).

In the repealed Companies Ordinance, 1984 and the now applicable Companies Act, 2017, mutual funds have not been included in the definition of "financial institutions". The MUFAP has held the view that SWWF is applicable on asset management companies and not on mutual funds.

The registered office of the Management Company of the Fund has been relocated from the Province of Sindh to the Province of Punjab. Accordingly, the Fund has not recorded provision in respect of SWWF during the current year. However, as a matter of abundant caution the provision for SWWF made for the period from May 21, 2015 till June 30, 2017 amounting to Rs 10.609 million (June 30, 2019: Rs 10.609 million) is being retained in these financial statements of the Fund till the final decision in respect of SWWF.

Had the provision for SWWF not been recorded in the financial statements of the Fund for the period from May 21, 2015 to June 30, 2017, the net asset value of the Fund as at September 30, 2019 would have been higher by Re. 0.1578 (June 30, 2019: Re 0.151) per unit.

## 8 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at September 30, 2019 and June 30, 2019.

## 9 TAXATION

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed to the unit holders as cash dividend. Furthermore, regulation 63 of the NBFC Regulations, requires the Fund to distribute 90% of the net accounting income other than capital gains to the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Management Company has distributed the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been in these financial statements.

## 10 EARNINGS PER UNIT

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

## 11 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at September 30, 2019 is 0.92% which includes 0.10% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

## 12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

-----Un-audited-----	
For the Quarter Ended	
September 30,	
2019	2018
(Rupees in '000)	

### 12.1 Transactions for the period:

#### **ABL Asset Management Company Limited - Management Company**

Remuneration of the Management Company	8,938	12,260
Sindh Sales Tax on remuneration of Management Company	1,430	1,962
Accounting and Operational charges to the Management Company	448	613
Selling and marketing expenses	3,653	2,454
Redemption of 2,039,596 units (2018: Nil units)	21,944	-

#### **Allied Bank Limited**

Profits on bank deposits	185	21
Bank charges	10	1

#### **PAK QATAR INVESTMENT ACCOUNT**

Issue of Nil units (2018: 1,693,526 units)	-	25,000
Redemption of Nil units (2018: 1,660,104 units)	-	25,000

#### **ABL Islamic Financial Planning Fund (Active Allocation)**

Issue of units 4,645,156 (2018: Nil units)	50,000	-
Redemption of 4,645,156 units (2018: Nil units)	51,684	-

#### **ABL Islamic Financial Planning Fund (Conservative Allocation)**

Issue of units (2018: 270,638 units)	-	4,000
Redemption of units (2018: 143,746 units)	400	2,070

#### **ABL Islamic Financial Planning Fund (Aggressive Allocation)**

Redemption of Nil units (2018: 68,714 units)	-	964
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#### **ABL Islamic Financial Planning Fund (Strategic Allocation)**

Redemption of Nil units (2018: 435,114 units)	-	6,000
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#### **ABL Islamic Financial Planning Fund (Strategic Allocation - II)**

Redemption of Nil units (2018: 501,108 units)	-	7,402
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#### **ABL Islamic Financial Planning Fund (Strategic Allocation - III)**

Issue of Nil units (2018: 1,082,551 units)	-	16,000
Redemption of Nil units (2018: 192,151 units)	-	2,800

#### **ABL Islamic Financial Planning Fund (Strategic Allocation - IV)**

Issue of Nil units (2018: 1,217,870 units)	-	18,000
Redemption of Nil units (2018: 283,444 units)	-	4,122

#### **SINDH GENERAL PROVIDENT INVESTMENT FUND**

Issue of 9,883,035 units (2018: Nil units)	109,000	-
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**MCB Financial Services Limited - Trustee**

Remuneration for the period	349	433
Sindh Sales Tax on remuneration of Trustee	45	56

**KEY MANAGEMENT PERSONNEL****Chief Executive Officer**

Redemption of Nil units (2018: 23,592 units)	-	350
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**Chief Financial Officer**

Issue of 37,136 units (2018: Nil units)	400	-
Redemption of 81,266 units (2018: Nil units)	900	-

**12.2 Investments / outstanding balances as at period / year end**

	<u>Un-audited</u> September 30, 2019	<u>Audited</u> 30 June 2019
	(Rupees in '000)	
<b>ABL Assets Management Company Limited</b>		
Remuneration payable	2,818	3,313
Punjab sales tax payable	4,370	4,449
FED payable	26,584	26,584
Sales and transfer load payable	56	37
Accounting and operational charges payable	1,499	1,052
Selling and marketing expenses payable	7,860	4,207
<b>Allied Bank Limited</b>		
Balances with banks	66,034	23,326
<b>ABL AMCL Staff Provident Fund</b>		
Units held: 80,882 units (2019: 80,882 units)	932	981
<b>ABL Islamic Financial Planning Fund (Active Allocation)</b>		
Units held: Nil units (2019: 552,893 units)	-	8,048
<b>ABL Islamic Financial Planning Fund (Conservative Allocation)</b>		
Units held: 122,246 units (2019: 157,253 units)	1,409	1,908
<b>PAK QATAR INVESTMENT ACCOUNT</b>		
Units held: 21,273,235 units (2019: 21,273,235 units)	245,185	258,100
<b>HAMDARD LABORATORIES (WAF) PAKISTAN *</b>		
Outstanding 18,736,659 units (2019: 18,736,659 units)	215,949	227,324
<b>SINDH PROVINCE PENSION FUND *</b>		
Outstanding 18,006,336 (2019: 18,006,336) units	207,532	218,464
<b>SINDH GENERAL PROVIDENT INVESTMENT FUND</b>		
Outstanding 17,628,849 (2019: Nil) units	203,181	-
<b>MCB Financial Services Limited - Trustee</b>		
Remuneration payable	126	140
<b>KEY MANAGEMENT PERSONNEL</b>		
<b>Executives</b>		
Units held: 334,217 units (2019: 488,831 units)	3,852	5,931

12.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

**13 GENERAL**

13.1 Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosures.

13.2 Figures have been rounded off to the nearest thousand rupees.

13.3 Units have been rounded off to the nearest decimal place.

**14 DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue on October 30, 2019 by the Board of Directors of the Management Company.

**For ABL Asset Management Company Limited  
(Management Company)**



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**Saqib Mateen**  
Chief Financial Officer



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**Alek Khalid Ghaznavi**  
Chief Executive Officer



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**Pervaiz Iqbal Butt**  
Director

میسرز۔ اے ایف فرگوسن اینڈ کمپنی (چارٹرڈ اکاؤنٹنٹس) کو ، اے بی ایل اسلامک اسٹاک فنڈ (اے بی ایل - آئی ایس ایف) کے لئے 30 جون 2020 کو ختم ہونے والی مدت کے لئے دوبارہ آڈیٹر مقرر کیا گیا ہے۔

### مینجمنٹ کمپنی کی کوالٹی کی درجہ بندی

31 دسمبر ، 2018 کو ، JCR-VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ (JCR-VIS) نے اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ (ABL AMC) کی (AM-two-Double Plus) '++ (AM2) کی مینجمنٹ کوالٹی ریٹنگ کی تصدیق کردی ہے۔ (اے ایم ٹو پلس) تفویض کردہ درجہ بندی پر آؤٹ لک 'مستحکم' ہے۔

### اسٹاک مارکٹ آؤٹ لک

پاکستان کی ایکویٹی مارکیٹ کی آئندہ سمت کا زیادہ تر انحصار اس ملک کی مجموعی معاشی کارکردگی اور ایف اے ٹی ایف کے فیصلے پر ہے جو پاکستان کو گھرے یا بلیک لسٹ میں رکھنے سے متعلق ہے۔ اگرچہ دوسری سہ ماہی کے دوران سرمایہ کاروں کے جذبات میں بہتری آئی ہے اور اس سے سود کی شرح میں اضافے اور بیرونی اکاؤنٹ کی پوزیشن میں نمایاں بہتری کی توقع کی جا رہی ہے ، تاہم ، محرک محصولات کی وصولی کے ہدف کو پورا کرنے کے معاملے میں مالی کارکردگی افراط زر کی شرح میں اہم عنصر ہوگی۔ ، نمو اور شرح سود۔ ہم گھریلو حصے میں طویل مدتی نمو کے امکانات دیکھتے ہیں کیونکہ معیشت طویل مدتی نمو کی راہ پر گامزن ہوتی ہے جس میں طے شدہ ساختی اصلاحات ہوتی ہیں جس کے نتیجے میں اداروں کو مستحکم کیا جاتا ہے اور معیشت کی دستاویزات میں اضافہ ہوتا ہے۔ تاہم ، ہم معاشی اور سیاسی سمیت مختلف محاذوں پر ملک کو درپیش درمیانی مدت میں درپیش چیلنجز کو کم نہیں سمجھتے ہیں۔

### اعتراف

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان ، ٹرسٹی (ایم سی بی فنانشل سروسز لمیٹڈ) اور پاکستان اسٹاک ایکسچینج لمیٹڈ کے انتظامیہ کی ان کی مسلسل رہنمائی اور مدد کے لئے ان کا شکریہ بھی ادا کرتا ہے۔ ڈائریکٹرز انتظامی ٹیم کے ذریعہ کی جانے والی کوششوں کی بھی تعریف کرتے ہیں۔

بورڈ کی طرف سے اور بورڈ کے لئے

علی خالد غزنوی

چیف ایگزیکٹو آفیسر

ڈائریکٹر

لاہور ، 31 اکتوبر ، 2019

ہے: (1) مالی خرابی کی وجہ سے افراط زر کے دباؤ میں پنرجیویٹ ، جس کی وجہ سے نمو کو تکلیف پہنچانے والے سخت مالیاتی پالیسی کے تسلسل کا باعث بنے ، (2) ایف اے ٹی ایف کے ذریعہ بلیک لسٹ میں تنزلی ، (3) سیاسی شور ، اور (4) جغرافیائی سیاسی دباؤ

## اسٹاک مارکیٹ

KMI-30 انڈیکس QFY201 کے دوران دباؤ میں رہا ، QFY201 کے دوران 5.5% QoQ کم ہو کر 51+150 pts پر چلا گیا ، کچھ دیر سے وصولی کے باوجود (ستمبر 19 میں 10.7% MoM)۔ منفی پیشرفت جن میں (i) کشمیر سے متعلق ہندوستان کے ساتھ تناؤ ، (ii) مالی سال 19 کے دوران 8.9 فیصد کا ایک بڑا مالیاتی خسارہ اور (iii) ریکو ڈیک کیس میں USD5.9bn جرمانے میں کمی کے رجحان میں مدد ملی۔ اضافی طور پر ، سہ ماہی جولائی 19 کے دوران پالیسیوں کے نرخوں میں 100 بی پی ایس کے اضافے کے ساتھ شروع ہوئی تھی لیکن ستمبر 19 میں مارکیٹ کی سمت کی وضاحت کرتے ہوئے ، ایم پی ایس ستمبر 19 کے اجلاس میں جمود کا حامل تھا۔ مارکیٹ کی سرگرمی میں نمایاں کمی واقع ہوئی ، کیونکہ روزانہ کی اوسط ٹریڈ ویلیو QFY201 میں 19% QoQ کو USD27.09mn پر گر گئی۔ اسی طرح ، روزانہ اوسط تجارت کا حجم QFY194 میں 56mn حصص سے QFY201 میں 47.8 mn تک گر گیا۔

QFY201 کے دوران غیر ملکی خالص خریدار تھے جہاں سیمنٹ (USD13.2mn) میں بڑی خریداری دیکھنے میں آئی ، اس کے بعد بینک (USD7.9mn) اور پاور (USD5.6mn) ، جبکہ وہ ای اینڈ پی (USD8.1mn) اور کھاد (USD 1) میں خالص فروخت کنندہ تھے (7mn)۔ مقامی طور پر بڑے بیچنے والے باہمی فنڈز (USD82.3mn) کے بعد انشورنس (USD23mn) ، اور کمپنیاں (USD10.6mn) تھے۔ پوائنٹس شراکت کے معاملے میں ، کھاد (+276) کے ایس ای 100 انڈیکس میں اہم شراکت کار تھی جبکہ انڈیکس کو گھسیٹتے ہوئے بڑے سیکٹر کمرشل بینک (-523) ، پاور (-256) ، اور ای اینڈ پی (-255) تھے۔ بالترتیب کھاد (+0.8%) نے انڈیکس کو بہتر کارکردگی کا مظاہرہ کیا جبکہ آئوز (-17.1%) ، سیمنٹ (-14.7%) ، اور پاور (-10.4%) کم کارکردگی کا مظاہرہ کرنے والے شعبے تھے۔

## میوچل فنڈ انڈسٹری کا جائزہ

پاکستان کی میوچل فنڈ انڈسٹری کے کل اثاثہ انڈر مینجمنٹ (اے او ایم) نے 1QFY20 میں 572 PKR بلین میں 4.2 فیصد QoQ کا اضافہ 4QFY19 میں 597 PKR ارب کر دیا۔ یہ اضافہ بنیادی طور پر منی مارکیٹ فنڈز کی ذریعہ تھا جس میں 19% QoQ کا اضافہ ہوا تھا۔ سب سے اہم مارکیٹ اور 7 سالہ اعلیٰ شرح سود منی مارکیٹ فنڈز میں سرمایہ کاروں کی دلچسپی کی تجدید کرتی ہے ، کیونکہ سرمایہ کاروں نے اسلامی منی مارکیٹ فنڈز میں 15 PKR بلین ڈالر ڈال دیا جس میں AUMs میں 49 فیصد اضافہ دیکھا گیا۔

مجموعی بنیاد پر ، ایکویٹی کیٹیگری (ایکویٹی اور اسلامک ایکویٹی فنڈز پر مشتمل) میں 14.7 فیصد QoQ کی کمی ریکارڈ کی گئی کیونکہ اس زمرے کے تحت AUM کے 24.4 PKR بلین کی کمی کردی۔ زر مبادلہ کی شرحوں کا انحراف ، سود کی بلند شرح ، ریکارڈ مالی خسارے اور بڑھتی افراط زر نے اسٹاک مارکیٹ کو 2015 کے بعد سے دیکھنے کی سطح پر دھکیل دیا۔ اس کے نتیجے میں ، روایتی ایکویٹی فنڈز میں 89 PKR ارب ڈالر کی گھڑی میں 13.6 فیصد QoQ کی کمی دیکھنے میں آئی۔ اسی طرح اسلامی ایکویٹی فنڈز 16.4 فیصد QoQ کی کمی کے بعد 52.6 PKR ارب پر بند ہو گئیں۔

## فنڈ کی کارکردگی

30 ستمبر ، 2019 کو اے بی ایل اسلامک اسٹاک فنڈ کی اے او ایم 24.8 فیصد کم ہو کر 1797.52 ملین روپے ہو گئی ، جبکہ 30 ستمبر ، 2018 کو یہ 263.66 ملین روپے تھی۔ فنڈ نے 55.48 the کے بینچ مارک ریٹرن کے مقابلے میں - 5.00 return کی واپسی پوسٹ کی۔ 0.48% کی کارکردگی کو ظاہر کر رہے ہیں۔ جب اس کے آغاز سے پیمائش کی گئی ہے تو ، اے بی ایل-آئی ایس ایف نے اپنی بینچ مارک 36.12% کی واپسی کے خلاف 43.49% کی واپسی پوسٹ کی ہے۔

## مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے بی ایل اسلامک اسٹاک فنڈ (اے بی ایل - آئی ایس ایف) کی انتظامیہ کمپنی ، اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 ستمبر 2019 کو ختم ہونے والی سہ ماہی کے لئے اے بی ایل اسلامک اسٹاک فنڈ کے کنڈسٹیڈ عبوری فنانشل اسٹیٹمنٹ (غیر آڈٹ شدہ) پیش کرنے پر خوش ہیں ۔

### اقتصادی کارکردگی کا جائزہ

نیا مالی سال ایک حوصلہ افزا نوٹ سے شروع ہوا کیوں کہ 39 ماہ کی USD6bn توسیعی فنڈ کی سہولت (EFF) نے جولائی 2019 میں آئی ایم ایف کے ساتھ دستخط کیے تھے اور اسی ماہ کے دوران ~ USD1bn کی پہلی قسط ملی تھی۔ یہ معاہدہ آئی ایم ایف پروگرام کے دوران کثیر جہتی ایجنسیوں اور دوست ممالک کے ذریعہ 38 بلین ڈالر کی اضافی بیرونی مالی اعانت کے امکان کو بھی کھلا کرتا ہے۔ آئی ایم ایف کی کارکردگی کا معیار زیادہ تر مالی پہلوؤں کے گرد گھومتا ہے اور طویل مدتی پائیدار نمو حاصل کرنے کے لئے ساختی اصلاحات۔ مالی کارکردگی کے اہم اہداف میں مرکزی بینک سے بجٹ کی حمایت کے لئے صفر اضافی قرضے اور ابتدائی بجٹ خسارہ کو جی ڈی پی کے 0.6 فیصد پر رکھنے کے لئے ایک مہتواکانکشی ٹیکس وصولی کا ہدف مالی سال 19 میں 3.9 فیصد سے شامل ہے۔ مالی سال 20 کے بجٹ میں سب سے آگے محصولات جمع کرنے کے بڑے اہداف کو سامنے رکھتے ہوئے ملک کی بڑی غیر دستاویزی معیشت کو تھپ کرنے کی طرف توجہ دی گئی ، جس پر عمل درآمد حکومت کے لئے ایک بہت بڑا چیلنج ہے۔ آئی ایم ایف کے ذریعہ پہلی کارکردگی کا جائزہ دسمبر دسمبر 19 میں طے کیا گیا ہے۔ اس سلسلے میں کارکردگی اب تک حوصلہ افزا رہی ہے جہاں KFY201 کے دوران PKR960bn پر کھڑے ہونے کے مطابق محصول کی وصولی نے مبینہ طور پر ~ 90% کا ہدف حاصل کر لیا ہے۔ تاہم ، مجموعی معاشی سست روی اور درآمدات میں کمی نے پورے سال کے ہدف کے حصول پر تشویش پیدا کر دی ہے۔ معاشی سست روی کو ایل ایس ایم نمبر نے دکھایا ہے جو جولائی 19 (تازہ ترین دستیاب تعداد) کے دوران YOY %3.3 کم ہوا ، اور پائی کی قلت کی وجہ سے زرعی پیداوار میں شدید قلت کا سامنا کرنا پڑا۔

بیرونی اکاؤنٹ کے محاذ پر ، حکومت کی طرف سے اٹھانے گئے پالیسی اقدامات نے سکرٹی بونی CAD اور نیٹا stable مستحکم PKR / امریکی ڈالر کی برابری کے ساتھ نتائج دکھانا شروع کر دینے ہیں ، جہاں QFY201 کے اختتام پر PKR نے 2.3 فیصد کی تعریف کی۔ مالی سال 20 کے پہلے دو ماہ کے لئے سی اے ڈی یو ایس ڈی 2.9bn کے مقابلے میں یو ایس ڈی 1.3bb پر رہا ، جو YoY %54.7 کی بہتری ہے۔ یہ بنیادی طور پر درآمدات میں 23.4 فیصد کمی اور برآمدات میں 1.4 فیصد اضافے کی وجہ سے تھا۔ گذشتہ سال کی اسی مدت کے مقابلے میں ترسیلات زر میں مبتلا اور 8.4 فیصد کمی واقع ہوئی۔ نتیجہ کے طور پر ملک کے زرمبادلہ کے ذخائر مالی سال 1919 کے اختتام پر (147 ارب ڈالر کی نمائش) 1.14 ماہ کی اوسط سے بہتر ہو کر 271 (QFY20 ستمبر ، 2019) کے اختتام پر USD15bn ہو گئے ، جس میں 1.9 ماہ کی درآمد کے قریب اسٹیٹ بینک کے ذخائر ہیں۔

اشیائے خوردونوش کی اعلیٰ قیمتوں اور افادیت نے افراط زر کو برقرار رکھا ہے۔ 2015-16 کی نئی لڈے کے ساتھ قومی افراط زر کی اوسط اوسطاً 10.1% ہے جو QFY191 کے 6.1 کے مقابلے میں سہ ماہی کے دوران ہے۔ ہم توقع کرتے ہیں کہ افراط زر 2020 میں آنا شروع ہوجائے گا۔ مانیٹری کی طرف ، اسٹیٹ بینک نے جنوری 18 سے شروع ہونے والے سود کی شرح میں اضافے کو روک دیا تھا ، اور ستمبر 19 کے MPS کے اعلان میں پالیسی کی شرح میں کوئی تبدیلی نہیں کی تھی۔ جولائی 19-۔ ہم توقع کرتے ہیں کہ 2020 میں سود کی شرح میں اضافے کے چکر میں الٹ جانا ہے۔








آگے بڑھتے ہوئے ، سخت فیصلے جو بیرونی کھاتے کی پوزیشن میں بہتری ، افراط زر کے نقطہ نظر کو کم کرنے ، اور شرح سود کی نسبتاً مستحکم کرنسی کی مدد سے مثبت نتائج دکھا رہے ہیں۔ مالی کارکردگی درمیانی مدت سے طویل مدتی نمو کو فروغ دینے میں کلیدی حیثیت رکھتی ہے جبکہ تبادلہ کی شرح میں استحکام اور ادائیگیوں کے توازن میں استحکام کے لئے بین الاقوامی سرمائے کی منتہیوں اور شراکت دار ممالک کے بہاؤ سمیت غیر ملکی زرمبادلہ مارکیٹوں اور شراکت دار ممالک کے بہاؤ سمیت زر مبادلہ کی منصوبہ بندی کو کلیدی حیثیت حاصل ہے۔ اہم خطرات میں شامل










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