



ABL Income Fund

Half Yearly Report

CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED DECEMBER 31, 2020



ABL Asset Management

Discover the potential

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FUND'S INFORMATION

Management Company:	ABL Asset Management Company Limited Plot/Building # 14, Main Boulevard, DHA, Phase - VI, Lahore - 54810	
Board of Directors	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/ Director
Audit Committee:	Mr. Muhammad Kamran Shehzad Mr. Muhammad Waseem Mukhtar Mr. Pervaiz Iqbal Butt	Chairman Member Member
Human Resource and Remuneration Committee	Mr. Muhammad Waseem Mukhtar Mr. Pervaiz Iqbal Butt Mr. Alee Khalid Ghaznavi Mr. Muhammad Kamran Shehzad	Chairman Member Member Member
Chief Executive Officer of The Management Company:	Mr. Alee Khalid Ghaznavi	
Chief Financial Officer & Company Secretary:	Mr. Saqib Matin	
Chief Internal Auditor:	Mr. Kamran Shehzad	
Trustee:	Central Depository Company of Pakistan Limited CDC-House, Shahrah-e-Faisal, Karachi	
Bankers to the Fund:	Allied Bank Limited Bank Al-Falah Limited United Bank Limited Habib Bank Limited	
Auditor:	M/s. Yousuf Adil Chartered Accountants 134-A, Abubakar Block New Garden Town, Lahore.	
Legal Advisor:	Ijaz Ahmed & Associates Advocates & Legal Consultants No. 7, 11th Zamzama Street, Phase V DHA Karachi.	
Registrar:	ABL Asset Management Company Limited. L - 48, Defence Phase - VI, Lahore - 74500	

REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Income Fund (ABL-IF), is pleased to present the Condensed Interim Financial Information (un-audited) of ABL Income Fund for the half year ended December 31, 2020.

ECONOMIC PERFORMANCE REVIEW

During the period, average inflation clocked in at 8.63%YoY compared to 11.10%YoY in SPLY. This reduction in inflation has been witnessed predominantly because of the base effect. The food index increased by 12.90%YoY due to higher food prices amid supply shocks, locust attack, and higher agriculture commodity prices in international markets. Similarly, the housing, water, electricity & gas index raised by 4.55%YoY while the transport index spiked up by 12.72%YoY on the back of tariff adjustments, quarterly rent adjustments, and recovered fuel and related transport prices. All these kept the benefit of the base effect in check. Going forward, we estimate the inflation to settle between 8.7-8.8%YoY.

Pakistan's economy shrunk by 0.40% during the FY20 due to Covid-19 lockdown and already battered economy. However, in the 2HCY20, the economy came back on track on the incentives announced by the government and monetary easing by the State Bank of Pakistan (SBP). The large-scale manufacturing (LSM) data during the period of Jul-Oct'20 also depicting the same case as increased by 5.46%YoY against 5.52%YoY decline in the SPLY. The major sectors those contributed to the growth were food, beverages & tobacco (2.14%YoY), non-metallic mineral products (1.75%), pharmaceutical (0.70%YoY), and textile (0.67%YoY).

On balance of payment front, the country posted a cumulative surplus of USD 1.64bn during 5MFY21 against the deficit of USD 1.74bn which is unprecedented. The primary reason behind this was the 26.91%YoY higher remittances amounting to USD 11.77bn. This increase in remittances could be attributed partly to declining transactions through illegal channels due to government crackdown, and rest could be attributed to lack of air travel. Moving ahead, total exports remained down by 6.85%YoY to USD 11.70bn while the imports dropped by 3.96%YoY to USD 21.25bn. Trade size remained down by 5.01%YoY arriving at USD 32.95bn. Foreign exchange reserves of the country stand at USD 20.25bn, as of December 20, 2020, providing a total import cover of ~4.77 months.

On the fiscal side, tax collection has reached to ~PKR 2.20tr vs. a target of ~PKR 2.21tr resulting in a deficit of ~PKR 15bn.

MUTUAL FUND INDUSTRY REVIEW

Total assets under management (AUMs) of the open-end mutual fund industry posted an immense growth of 23%YoY (from PKR 788bn to PKR 970bn), mainly on account of substantial inflows in the money market fund. The pandemic created demand for safe havens. Money market and fixed income funds (including Islamic and conventional) witnessed a huge growth of 31%YoY and 18%YoY to close the period at PKR 379bn and PKR 220bn, respectively. On the other hand, equity funds - including both conventional and Islamic - swelled by 30%YoY to close the period at PKR 222bn.

MONEY MARKET REVIEW

Government of Pakistan continued its efforts to support the economy by announcing various relief packages to support businesses such as debt restructuring and construction packages. SBP also followed a pro-growth policy by keeping interest rates unchanged at 7%, an aggregate decrease of 625bps from the high of 13.25% during 1HFY20.

Treasury bills (T-bills) yields across 3M, 6M and 12M increased from 6.71%, 6.65% and 6.73% to 7.11%, 7.18% and 7.28% respectively at the end of Dec'20. During the 1HFY21, market avoided taking exposure across longer tenor instruments therefore participation in 3M T-bill remained high.

During 1HFY21 the inversion in yield curve normalized as the longer duration 3Y, 5Y, and 10Y Pakistan investment bonds (PIBs) yields changed from 11.64%, 10.91%, 11.0% to 8.27%, 9.25%, and 9.98% respectively. Market's participation remained lack luster as the banks and the ministry remained in a deadlock, with the market's attempt to acquire 3, 5 & 10 year bonds at higher rate which did not coincide with the debt office's view of lower yields resulting in negligible issuance during the said period.

During the period under review SBP continued with frequent open market operations (OMOs), SBP conducted thirty-nine OMOs and remained a net lender of PKR 870.45bn as of 31st Dec 2020.

FUND PERFORMANCE

During the 1HFY21, ABL Income Fund posted an annualized return of 3.41% against the benchmark return of 7.22%, showing an underperformance of 380 bps. The underperformance can be attributed to revaluation losses in the PIBs.

During the period under review, ABL Income Fund's AUM reduced to PKR 1,167.69 million at Dec'20 compared to PKR 1,490.93mn at Jun'20. At the end of the period, Exposure in TFCs decreased to 22.32% compared to 28.86% in Jun'20. Similarly, exposure in Cash increased to 44.50% of total assets compared to 6.84% in Jun'20. The fund's weighted average maturity of the portfolio reduced to 584.77 days in Dec'20 compared to 1,108 days in Jun'20 as exposure was shifted towards shorter duration instruments.

AUDITORS

M/s. Yousuf Adil (Chartered Accountants), have been appointed as auditors for the year ending June 30, 2021 for ABL Income Fund (ABL-IF).

FUND STABILITY RATING

On December 31, 2020: VIS Credit Rating Company Limited (VIS) has upgraded the Fund Stability Rating (FSR) of ABL Income Fund (ABL IF) to 'A+ (f)' (Single A plus (f)) from 'A (f)' (Single A (f)).

MANAGEMENT QUALITY RATING

On December 31, 2020: VIS Credit Rating Company Limited (VIS) has maintained the Management Quality Rating (MQR) of ABL Asset Management Company (ABL AMC) at 'AM2++' (AM-Two-Double Plus). Outlook on the assigned rating has been revised from 'Stable' to 'Positive'.

FUTURE OUTLOOK

We do not expect any significant changes to the policy rate of 7.00% at least on a medium term view while shorter tenor instruments are expected to remain active. Inflation outlook remains benign on account of lower core inflation and significant room in the demand engine leaving unutilized capacity in the system. The IMF program may be restored in the near future but an overall softer stance is expected. The country's external account has also showed significant improvement during 2HCY20 with a cumulative current account surplus of USD 1,700 million on account of improvement in Trade Balance & strong remittances.

Going forward the fund shall reduce its duration by shifting its exposure from 3 - 5 year PIBs to shorter tenor instruments with a view of positioning the fund to an overall low time to maturity by the end of CY21. The fund shall continue to acquire and trade high quality floating rate debt instruments with placement in bank deposits at quarter ends.

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 (Central Depository Company of Pakistan 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
Lahore, February 11, 2021



Alee Khalid Ghaznavi
Chief Executive Officer

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

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S.M.C.H.S., Main Shakra-e-Faisal
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

ABL 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 ABL Income Fund (the Fund) are of the opinion that ABL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2020 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.

We would like to draw the attention of the unit holders towards the Circular No. 7 of 2009 wherein the Fund is required to maintain the minimum exposure of 25% of net assets in cash and near cash instruments and is calculated on the basis of the average for each calendar month as per Circular No. 16 of 2010. In this regard, the fund was non-complied in the month of July, 2020 and December, 2020 due to redemption of units. The matter was also reported to the Commission.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 24, 2021



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

We have reviewed the accompanying condensed interim statement of assets and liabilities of **ABL – Income Fund** (here-in-after referred to as 'the Fund') as at December 31, 2020, and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund, condensed interim cash flow statement and notes to the financial statements (here-in-after referred to as the 'condensed interim financial statements') for the half year ended December 31, 2020. **ABL Asset Management Company Limited** (the Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarter ended December 31, 2020 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2020.

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 statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantial 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 condensed interim financial statements are not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The annual financial statements of the Fund for the year ended June 30, 2020 have been audited by another firm of Chartered Accountants who vide their report dated September 24, 2020 expressed an unmodified opinion thereon.

Further, the interim financial statements of the Fund for the half year ended December 31, 2019 were reviewed by the same auditor who vide their report dated February 25, 2020 expressed an unmodified conclusion thereon.

The engagement partner on the review resulting in this independent auditor's report is Rana M. Usman Khan.

Yousuf Adil
Chartered Accountants

Place: Lahore
Dated: 24-02-2021

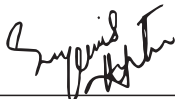
An Independent Correspondent Firm to
Deloitte Touche Tohmatsu Limited

ABL INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2020

	(Un-audited) December 31, 2020	(Audited) June 30, 2020
Note ----- (Rupees in '000) -----		
Assets		
Bank balances	4 659,800	103,320
Investments	5 795,891	1,370,154
Interest / profit accrued	13,976	27,400
Deposits, prepayments and other receivable	13,030	43,072
Total assets	1,482,697	1,543,946
Liabilities		
Payable to ABL Asset Management Company Limited - Management Company	6 28,696	28,050
Payable to the Central Depository Company of Pakistan Limited - Trustee	105	129
Payable to the Securities and Exchange Commission of Pakistan	130	344
Payable against redemption of units	35	55
Payable against purchase of investment	281,085	-
Dividend payable	-	2
Accrued expenses and other liabilities	7 4,960	24,433
Total liabilities	315,011	53,013
NET ASSETS	1,167,686	1,490,933
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	1,167,686	1,490,933
CONTINGENCIES AND COMMITMENTS	8	
	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	113,866,218	147,895,943
	----- (Rupees) -----	
NET ASSET VALUE PER UNIT	10.2549	10.0810

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


 Saqib Matin
 Chief Financial Officer


 Aleex Khalid Ghaznavi
 Chief Executive Officer

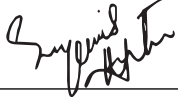

 Pervaiz Iqbal Butt
 Director

ABL INCOME FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2020

	For the Half Year ended December 31,		For the Quarter ended December 31,	
	2020	2019	2020	2019
	------(Rupees in '000)-----			
Income				
Income from government securities	27,735	32,494	12,635	20,394
Income from commercial papers	2,075	396	1,886	396
Income from term finance certificates and sukuk	15,017	41,512	6,949	20,491
Profit on savings accounts	7,637	57,107	4,550	25,571
Other income	720	-	292	-
	53,184	131,509	26,312	66,852
(Loss) / gain on sale of investments - net	(18,208)	17,471	(7,290)	8,082
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	2,219	(9,355)	5,261	(9,206)
	(15,989)	8,116	(2,029)	(1,124)
Total Income	37,195	139,625	24,283	65,728
Expenses				
Remuneration of ABL Asset Management Company Limited - Management Company	6.1 9,775	14,180	4,662	7,212
Punjab sales tax on the Management Company's remuneration	6.2 1,564	2,269	746	1,154
Accounting and operational charges	6.4 652	2,886	311	1,936
Selling and marketing expense	6.5 2,606	3,781	1,243	467
Remuneration of Central Depository Company of Pakistan Limited - Trustee	489	715	233	367
Sindh sales tax on remuneration of the Trustee	64	93	31	48
Annual fee to the Securities and Exchange Commission of Pakistan Limited	130	189	62	96
Securities transaction costs	595	927	228	577
Bank charges	110	46	84	37
Auditors' remuneration	263	440	132	314
Printing charges	50	100	25	50
Legal and professional charges	-	90	-	90
Annual listing fee	14	14	7	7
Annual rating fee	158	157	79	81
Total operating expenses	16,470	25,887	7,843	12,436
Net income for the period before taxation	20,725	113,738	16,440	53,292
Taxation	9 -	-	-	-
Net income for the period after taxation	20,725	113,738	16,440	53,292
Earnings per unit	10 -	-	-	-
Allocation of net income for the period:				
Net income for the period after taxation	20,725	113,738	16,440	53,292
Income already paid on units redeemed	(1,978)	(22,450)	(1,945)	(14,998)
	18,747	91,288	14,495	38,294
Accounting income available for distribution:				
-Relating to capital gains	-	8,116	-	-
-Excluding capital gains	18,747	83,172	14,495	38,294
	18,747	91,288	14,495	38,294

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


 Saqib Matin
 Chief Financial Officer


 Aleec Khalid Ghaznavi
 Chief Executive Officer


 Pervaiz Iqbal Butt
 Director



ABL INCOME FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2020

	For the Half Year ended December 31,		For the Quarter ended December 31,	
	2020	2019	2020	2019
	------(Rupees in '000)-----			
Net income for the period after taxation	20,725	113,738	16,440	53,292
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	20,725	113,738	16,440	53,292

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Aleeb Khalid Ghaznavi
Chief Executive Officer



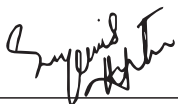
Pervaiz Iqbal Butt
Director

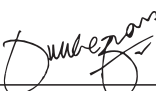
ABL INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Half year ended December 31, 2020	Half year ended December 31, 2019
	Note -----(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	20,725	113,738
Adjustments:		
Income from government securities	(27,735)	(32,494)
Income from commercial papers	(2,075)	-
Income from term finance certificates and sukuk	(15,017)	(41,512)
Profit on savings accounts	(7,637)	(57,107)
Unrealised (appreciation) / diminution on re-measurement of investments classified as financial assets at fair value through profit or loss - net	(2,219)	9,355
	(54,683)	(121,758)
Decrease / (increase) in assets		
Deposits, prepayments and other receivable	30,042	(6,224)
Increase / (decrease) in liabilities		
Payable to ABL Asset Management Company Limited - Management Company	646	5,864
Payable to the Central Depository Company of Pakistan Limited - Trustee	(24)	(94)
Payable to the Securities and Exchange Commission of Pakistan	(214)	(1,345)
Dividend payable	(2)	(1)
Accrued expenses and other liabilities	(19,473)	(5,207)
	(19,067)	(783)
Income received from government securities	38,204	45,628
Income from commercial papers	189	396
Income received from term finance certificates / sukuk certificates	19,119	40,271
Profit received on savings accounts	8,376	52,444
Net amount received on purchase and sale of investments	857,567	294,243
Net cash flow generated from operating activities	900,472	417,955
CASH FLOWS FROM FINANCING ACTIVITIES		
Amount received on issuance of units	112,340	770,314
Amount paid on redemption of units	(456,332)	(827,990)
Net cash used in from financing activities	(343,992)	(57,676)
Net increase in cash and cash equivalents during the period	556,480	360,279
Cash and cash equivalents at the beginning of the period	103,320	642,683
Cash and cash equivalents at the end of the period	4 659,800	1,002,962

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited
(Management Company)


 Saqib Matin
 Chief Financial Officer


 Aleq Khalid Ghaznavi
 Chief Executive Officer


 Pervaiz Iqbal Butt
 Director

ABL INCOME FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 ABL Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on June 16, 2008 between ABL Asset Management Company as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed has been revised through the Deed of Change of Trustee and the First and Second Supplemental Trust Deeds dated September 30, 2010 and July 29, 2011 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the Offering Document of the Fund has been revised through the First, Second, Third and Fourth Supplements dated November 1, 2010, September 20, 2011, December 20, 2011, and July 30, 2013 respectively with the approval of the SECP. The SECP authorised constitution of the Trust Deed vide letter no. NBFC - II/VS/ ABL/ 447/ 2008 dated June 06, 2008 in accordance with the requirement of the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at Plot No. 14, Main Boulevard, DHA Phase 6, Lahore. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.2 The Fund has been categorised as an open ended income scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 10 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from September 20, 2008 and are transferable and redeemable by surrendering them to the Fund.

1.3 The objective of the Fund is to earn superior risk adjusted rate of return by investing in a blend of short, medium and long-term instruments, both within and outside Pakistan which the Fund aims to deliver mainly by investing in government securities, cash in bank accounts, money market placements, deposits, certificates of deposits, term deposit receipts, commercial papers, reverse repo, term finance certificates / sukuks, marginal trading system, spread transactions other absolute return instruments that may be allowed by the SECP. The investment objectives and policies are explained in the Fund's offering document.

1.4 The VIS Credit Rating Company Limited has determined the asset manager rating of the Management Company of AM2++ (2019: AM2++ on December 31, 2019) on December 31, 2020. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. Furthermore, VIS Credit Rating Company Limited has upgraded the stability rating of the Fund to "A+(f)" (2019: "A(f)" on January 20, 2020) on December 31, 2020.

1.5 The title to the assets of the Fund's held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, 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; 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.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

Where provisions of and directives issued under the Companies Act, 2017, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, 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, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and the methods of computation of balances used 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, 2020.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and



reported amounts of assets, liabilities, 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. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2020. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

3.3 Amendments to accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2020. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2020. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

		(Un-audited) December 2020	(Audited) June 30, 2020
4	BANK BALANCES	Note -----(Rupees in '000)-----	
	Balances with banks in savings accounts	4.1 <u>659,800</u>	<u>103,320</u>

4.1 This includes balance of Rs 44.742 million (June 30, 2020: Rs 51.465 million) maintained with Allied Bank Limited (a related party) that carries profit at 7.82% per annum (June 30, 2020: 6.00%). Other profit and loss saving accounts of the Fund carry profit rates ranging from 5.00% to 9.25% per annum (June 30, 2020: 6.00% to 7.00% per annum).

		(Un-audited) December 2020	(Audited) June 30, 2020
5	INVESTMENTS	Note -----(Rupees in '000)-----	
	At fair value through profit or loss		
	Government securities - Market Treasury Bills	5.1 -	269,609
	Term finance certificates	5.2 292,448	383,901
	Corporate sukuk certificates	5.3 38,500	62,670
	Government securities - Pakistan Investment Bonds	5.4 342,759	644,138
	Commercial paper	5.5 122,184	9,836
		<u>795,891</u>	<u>1,370,154</u>

5.1 Government securities - Market Treasury Bills

Tenor	Face Value (Rupees in '000)				Rupees in '000			Percentage	
	As at July 1, 2020	Purchased during the period	Sold / matured during the period	As at December 31, 2020	Carrying value as at December 31, 2020	Market value as at December 31, 2020	Unrealised appreciation / (diminution)	Market value as a percentage of total investments	Market value as a percentage of net assets
3 Months	-	1,017,105	1,017,105	-	-	-	-	0.00%	0.00%
6 Months	-	935,000	935,000	-	-	-	-	0.00%	0.00%
12 Months	285,000	276,000	561,000	-	-	-	-	0.00%	0.00%
Total - December 2020 (Un-audited)	285,000	2,228,105	2,513,105	-	-	-	-	0.00%	0.00%
Total - June 30, 2020 (Audited)					264,963	269,609	4,646	18.08%	19.67%

5.2 Term Finance Certificates

Name of the investee company	As at July 1, 2020	Purchased during the period	Disposed of / matured during the period	As at December 31, 2020	Carrying value as at December 31, 2020	Market value as at December 31, 2020	Unrealised appreciation / (diminution)	Market value as a percentage of total market value of investments	Market value as a percentage of net assets	Investment as a percentage of total issue size
	-----Number of Certificates-----				-----Rupees in '000-----			-----Percentage-----		
Commercial Banks										
Bank of Punjab TFC (Face value of 100,000 per certificate)	1,440	250	612	1,078	105,801	106,794	993	13.42%	9.15%	4.31%
JS Bank TFC (Face value of 5,000 per certificate)	30,850	21,000	29,536	22,314	110,638	110,607	(31)	13.90%	9.47%	3.72%
Investment Companies										
Jahangir Siddiqui Company Limited (Face value of 5,000 per certificate)	18,750	-	3,750	15,000	72,894	75,047	2,153	9.43%	6.43%	5.00%
Total - December 2020 (Un-audited)	51,040	21,250	33,898	38,392	289,333	292,448	3,115	36.74%	25.05%	
Total - June 30, 2020 (Audited)					389,933	383,901	(6,032)	25.75%	28.02%	

5.3 Corporate Sukuk Certificates

Name of Investee Company	As at July 1, 2020	Purchased during the period	Disposed / matured during the period	As at December 31, 2020	Carrying value as at December 31, 2020	Market value as at December 31, 2020	Unrealised appreciation / (diminution)	Market value as a percentage of total market value of investments	Market value as a percentage of net assets	Investment as a percentage of total issue size
	-----Number of Certificates-----				-----Rupees in '000-----			-----Percentage-----		
Fertilizer										
Dawood Hercules Corporation (Face value of Rs. 100,000 per certificate)	742	-	742	-	-	-	-	0.00%	0.00%	0.00%
Power Generation and Distribution										
Hub Power Company Limited (Face value of 100,000 per certificate)	100	-	100	-	-	-	-	0.00%	0.00%	0.00%
Hub Power Company Limited (Face value of 100,000 per certificate)	-	385	-	385	38,500	38,500	-	4.84%	3.30%	0.74%
Pakistan Energy Sukuk-II (Face value of 5,000 per certificate)	-	3,000	3,000	-	-	-	-	0.00%	0.00%	0.00%
Total - December 2020 (Un-audited)	842	3,385	3,842	385	38,500	38,500	-	4.84%	3.30%	
Total - June 30, 2020 (Audited)					61,747	62,670	923	4.21%	4.58%	

5.4 Government Securities - Pakistan Investment Bonds

Issue date	Tenor	Face value (Rupees in '000)			Rupees in '000			Unrealised (diminution) / appreciation	Market value as a percentage of total investments	Market value as a percentage of net assets
		As at July 1, 2020	Purchased during the period	Disposed / matured during the period	As at December 31, 2020	Carrying value as at December 31, 2020	Market value as at December 31, 2020			
September 19, 2019	3 year	-	1,480,000	1,250,000	230,000	233,334	234,009	675	29.40%	20.04%
December 29, 2016	5 year	25,000	-	-	25,000	26,465	25,111	(1,354)	3.16%	2.15%
July 12, 2018	5 year	100,000	-	100,000	-	-	-	-	0.00%	0.00%
September 19, 2019	5 year	492,000	780,000	1,190,000	82,000	83,856	83,639	(217)	10.51%	7.16%
Total - December 2020 (Un-audited)		617,000	2,260,000	2,540,000	337,000	343,655	342,759	(896)	43.07%	29.35%
Total - June 30, 2020 (Audited)						637,943	644,138	6,195	43.21%	47.01%

5.5 Commercial papers

Name of Investee Company	Face value (Rupees in '000)				Rupees in '000			Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 1, 2020	Purchased during the period	Disposed / matured during the period	As at December 31, 2020	Carrying value as at December 31, 2020	Market value as at December 31, 2020	Unrealised (diminution) / appreciation		
K- Electric Limited CP-5	10,000	-	10,000	-	-	-	-	0.00%	0.00%
K- Electric Limited CP-7	-	1,000	1,000	-	-	-	-	0.00%	0.00%
K- Electric Limited CP-13	-	125,000	-	125,000	122,184	122,184	-	15.35%	10.46%
Total - December 2020 (Un-audited)	10,000	126,000	11,000	125,000	122,184	122,184	-	15.35%	10.46%
Total - June 30, 2020 (Audited)					9,836	9,836	-	0.66%	0.72%

5.6 Government Securities - GOP Ijarah Sukuks

Name of Investee Company	Face value (Rupees in '000)				Rupees in '000			Market value as a percentage of total investments	Market value as a percentage of net assets
	As at July 1, 2020	Purchased during the period	Disposed / matured during the period	As at December 31, 2020	Carrying value	Market value	Unrealised (diminution) / appreciation		
GoP Ijarah Sukuk Certificates	-	340,000	340,000	-	-	-	-	0.00%	0.00%
Total - December 2020 (Un-audited)	-	340,000	340,000	-	-	-	-	0.00%	0.00%
Total - June 30, 2020 (Audited)					-	-	-	-	-

5.7 Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss - net

		(Un-audited) December 31, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
Market value of securities	5.1, 5.2, 5.3, 5.4, 5.5, 5.6	795,891	1,370,154
carrying value of securities	5.1, 5.2, 5.3, 5.4, 5.5, 5.6	<u>(793,672)</u>	<u>(1,364,422)</u>
		<u>2,219</u>	<u>5,732</u>

6 PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - RELATED PARTY

Management fee payable	6.1	3,012	1,942
Punjab sales tax on remuneration of the Management Company	6.2	3,268	3,096
Federal Excise duty on remuneration of Management Company	6.3	19,142	19,142
Accounting and operational charges payable	6.4	652	772
Selling and marketing expenses payable	6.5	2,608	3,090
Sales load payable		<u>14</u>	<u>8</u>
		<u>28,696</u>	<u>28,050</u>

6.1 The Management Company has charged remuneration at the rate of 1.5% (June 30, 2020 : 1.5%) per annum based on the daily net assets of the Fund. The amount of remuneration is being paid monthly in arrears.

6.2 During the period, 16% (June 30, 2020: 16%) was charged on account of sales tax on management fee levied through Punjab Sales Tax on Services Act, 2012.

- 6.3 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.

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.

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.

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 19.142 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 December 31, 2020 would have been higher by Rs 0.168 (June 30, 2020: Rs 0.129) per unit.

- 6.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

Until June 19, 2019 there was a maximum cap of 0.1% of the average annual net assets of the scheme or actual whichever is less, for allocation of such expense to the Fund. However, the SECP vide its SRO 639 (I / 2019) dated June 20, 2019 removed the maximum cap of 0.1%.

The Management Company based on its own discretion has currently fixed a maximum capping of 0.1 percent of the average annual net assets of the scheme for allocation of such expenses to the Fund.

- 6.5 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for a period of three years (i.e. from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense was 0.4% per annum of the net assets of the Fund or actual expenses whichever is lower.

During the current period, the SECP through its circular 11 dated July 5, 2019 has revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the asset management company is required to set a maximum limit for charging of such expense to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

Accordingly, the Management Company based on its own discretion has currently determined a capping of 0.4% of the average annual net assets of the fund for charging of selling and marketing expenses to the Fund which has also been approved by the Board of Directors of the Management Company.

7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Un-audited)	(Audited)
			December 31, 2020	June 30, 2020
			----- (Rupees in '000) -----	
	Auditors' remuneration payable		261	312
	Brokerage payable		187	517
	Rating fee payable		159	-
	Printing charges payable		142	142
	Provision for Sindh Workers' Welfare Fund	7.1	4,183	4,183
	Withholding taxes payable		28	19,279
			4,960	24,433

- 7.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh 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, is 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 has 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 had 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 (i.e. starting from May 21, 2015).

The Fund has made provision for SWWF from May 21, 2015 till June 30, 2017 amounting to Rs 4.183 million as the decision in this respect is pending to date. The Fund has not made any provision for SWWF after July 01, 2017 as the registered office of the Management Company of the Fund has been relocated from the Province of Sindh to the Province of Punjab.

Had the provision for SWWF not been recorded in these condensed interim 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 December 31, 2020 would have been higher by Rs. 0.037 (June 30, 2020) Rs. 0.028 per unit."

8 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at the December 31, 2020 and June 30, 2020.

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 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2021 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

10 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as in the opinion of management the determination of 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 December 31, 2020 is 1.28% which includes 0.14% representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a income scheme.

12 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

12.1 Connected persons include ABL Asset Management Company Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any entity in which the Management Company, its CISs or their connected persons have material interest, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

12.2 Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

12.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

12.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.

12.5 Detail of transactions with related parties / connected persons during the period:

	Un-audited	
	Half year ended 2020	December 31, 2019
	------(Rupees in '000)-----	
ABL Asset Management Company Limited - Management Company		
Issue of Nil (2019: 36,288,052) units	-	369,830
Redemption of 14,708,045 (2019: 25,341,304) units	150,000	310,000
Remuneration for the period	9,775	14,180
Punjab sales tax on remuneration	1,564	2,269
Accounting and operational charges	652	2,886
Selling and marketing expenses	2,606	3,781
Sales load paid	-	1,140



	Un-audited	
	Half year ended	December 31,
	2020	2019
	------(Rupees in '000)-----	
Central Depository Company of Pakistan Limited - Trustee		
Remuneration for the period	489	715
Sindh sales tax on remuneration	64	93
Settlement charges	14	-
Allied Bank Limited		
Profit on savings account	1,500	19,723
Bank charges	31	33
ABL Financial Planning Fund - Conservative Allocation Plan		
Redemption of 1,134,144 (2019: 372,478) units	11,450	3,830
ABL Financial Planning Fund - Active Allocation Plan		
Issue of Nil (2019: 3,969,651) units	-	41,000
Redemption of 1,037,018 (2019: 3,475,774) units	10,458	36,220
ABL Financial Planning Fund - Strategic Allocation Plan		
Issue of Nil (2019: 5,519,934) units	-	57,000
Redemption of 1,363,025 (2019: 26,619,227) units	13,750	278,525
ABL Asset Management Company Limited - Management Company		
Remuneration payable	3,012	1,942
Punjab sales tax on remuneration	3,268	3,096
Federal Excise duty on remuneration	19,142	19,142
Accounting and operational charges payable	652	772
Selling and marketing expenses payable	2,608	3,090
Sales load payable	14	8
Accounting and operational expenses	2,161	1,840
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	74	97
Sindh sales tax on remuneration of the Trustee	10	13
Security deposits	100	100
Allied Bank Limited		
Balances held	44,742	51,465
Profit receivable	588	1,444
ABL Financial Planning Fund - Conservative Allocation Plan		
Outstanding 11,114,937 (June 30, 2020: 12,249,080) units	113,983	123,482
ABL Financial Planning Fund - Active Allocation Plan		
Outstanding 2,301,444 (June 30, 2020: 3,338,463) units	23,601	33,655
ABL Financial Planning Fund - Strategic Allocation Plan		
Outstanding 2,351,274 (June 30, 2020: 3,714,300) units	24,112	37,444
DIRECTORS OF THE MANAGEMENT COMPANY		
Sheikh Mukhtar Ahmed		
Outstanding 2,878,356 (June 30, 2020: 2,878,356) units	29,517	29,017
Muhammad Waseem Mukhtar		
Outstanding 2,022,069 (June 30, 2020: 2,022,069) units	20,736	20,384
Mr. Mohammad Naeem Mukhtar		
Outstanding 683,768 (June 30, 2020: 683,768) units	7,012	-

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

Fair value of investments is determined as follows:

- Investments in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan.
- Listed and unlisted debt securities, other than government securities, are valued on the basis of rates determined by Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities.
- Fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments

13.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market 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); and
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2020 and June 30, 2020, the Fund held the following financial instruments measured at fair value:

	(Un-audited)			
	As at December 31, 2020			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
At fair value through profit or loss				
- Commercial paper	-	122,184	-	122,184
- Government securities-Pakistan Investment Bonds	-	342,759	-	342,759
- Term finance certificates	-	292,448	-	292,448
- Corporate sukuk certificates	-	38,500	-	38,500
	-	<u>795,891</u>	-	<u>795,891</u>
(Audited)				
	As at June 30, 2020			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
At fair value through profit or loss				
- Commercial paper	-	9,836	-	9,836
- Government securities - Market Treasury Bills	-	269,609	-	269,609
- Government securities - Pakistan Investment Bonds	-	644,138	-	644,138
- Term finance certificates	-	383,901	-	383,901
- Corporate sukuk certificates	-	62,670	-	62,670
	-	<u>1,370,154</u>	-	<u>1,370,154</u>

14 GENERAL

14.1 Figures have been rounded off to the nearest (thousand) Rupee unless otherwise stated.

14.2 Impact of COVID-19

The COVID – 19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts. The Securities and Exchange Commission of Pakistan (SECP) had provided certain relaxations to the asset management companies operating in Pakistan for a specified period of time commencing from April 9, 2020. The relaxations provided by the SECP were applicable for a period of 90 days except for the timeline extension provided from 15 days to 180 days in respect of classification of a debt security as non-performing, which will expire on March 31, 2021.

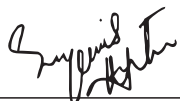
The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network (“VPN”) connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks

The Management Company has made an assessment of COVID-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

15 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 11, 2021 by the Board of Directors of the Management Company.

For ABL Asset Management Company Limited
(Management Company)



Saqib Matin
Chief Financial Officer



Aleq Khalid Ghaznavi
Chief Executive Officer



Pervaiz Iqbal Butt
Director

مینجمنٹ کمپنی کی کوالٹی کی درجہ بندی

31 دسمبر، 2020 کو، JCR-VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ (JCR-VIS) نے اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ (ABL AMC) کی (AM2 ++' (AM-two-Double Plus' کی مینجمنٹ کوالٹی ریٹنگ کی تصدیق کردی ہے۔ (اے ایم ٹو پلس پلس) تفویض کردہ درجہ بندی پر آؤٹ لک 'مستحکم' ہے۔

آؤٹ لک اور اسٹریٹیجی

کم سے کم درمیانی مدت کے نقطہ نظر پر ہم 7.00 فیصد کی پالیسی کی شرح میں کسی خاص تبدیلی کی توقع نہیں کرتے ہیں جبکہ کم عمر تنخواہ کے فعال رہنے کی امید ہے۔ افراط زر کا نقطہ نظر کم بنیادی افراط زر اور نظام میں غیر استعمال شدہ صلاحیت کو چھوڑنے والے ڈیمانڈ انجن میں نمایاں گنجائش کی وجہ سے بے نظیر ہے۔ آئی ایم ایف پروگرام مستقبل قریب میں بحال ہوسکتا ہے لیکن مجموعی طور پر اس میں نرم رویہ کی توقع ہے۔ تجارتی بیلنس اور مضبوط ترسیلات زر میں بہتری کی وجہ سے 2HCY20 کے دوران ملک کے بیرونی کھاتے میں بھی نمایاں بہتری ہوئی ہے تجارتی توازن اور مضبوط ترسیلات زر میں بہتری کی وجہ سے مجموعی کرنٹ اکاؤنٹ کی رقم 1,700 ملین ڈالر ہے۔

فنڈ کو آگے بڑھنے سے اس کی نمائش کو 3 سے 5 سال کے PIBs سے کم ٹینر آلات میں تبدیل کر کے CY21 کے اختتام تک فنڈ کو مجموعی طور پر کم وقت تک پختگی پر لانے کے پیش نظر کم کیا جائے گا۔ فنڈ سہ ماہی کے آخر میں بینک ڈیپازٹس میں پلیسمنٹ کے ساتھ اعلیٰ معیار کے فلوٹنگ ریٹ ڈیبٹ آلات حاصل کرنا اور تجارت کرنا جاری رکھے گا۔

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 (سنٹرل ڈپازٹری کمپنی آف پاکستان 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


ڈائریکٹر

لاہور، 11 فروری، 2021



علی خالد غزنوی
چیف ایگزیکٹو آفیسر

منی مارکیٹ کا جائزہ

حکومت پاکستان نے مختلف تنظیموں جیسے قرضوں کی تنظیم نو اور تعمیراتی پیکجوں کی حمایت کے لئے امدادی پیکجوں کا اعلان کر کے معیشت کی حمایت کے لئے اپنی کوششیں جاری رکھی ہیں۔ اسٹیٹ بینک نے بھی شرح نمو کو 7% پر غیر متناسب رکھ کر ترقیاتی ترقی کی پالیسی پر عمل کیا ، 1HFY20 کے دوران 13.25% کے اضافے سے مجموعی طور پر 625bps کی کمی واقع ہوئی۔

دسمبر 20 کے آخر میں 3 M، 6 M اور 12 M میں ٹی بل کی شرح بالترتیب 6.71% ، 6.65% اور 6.73% سے بڑھ کر 7.11% ، 7.18% اور 7.28% ہو گئی۔ 1HFY21 کے دوران ، مارکیٹ نے لمبے عرصے سے ٹینر آلات کی نمائش کرنے سے گریز کیا لہذا 3 ٹی بل میں شرکت زیادہ رہی۔

1HFY21 کے دوران پیداوار میں منحنی خطرہ معمول پر آ گیا کیونکہ طویل مدت 3Y ، 5Y ، اور Y10 پاکستان انوسمنٹ بانڈ (PIBs) کی پیداوار بالترتیب 11.64% ، 10.91% ، 11.0% سے 8.27% ، 9.25% ، اور 9.98% ہو گئی۔ مارکیٹ میں شراکت میں کمی کا رجحان برقرار رہا کیوں کہ بینکوں اور وزارت میں تعطل رہا ، مارکیٹ کی اعلیٰ قیمت پر 3 ، 5 اور 10 سال کے بانڈز حاصل کرنے کی کوشش کی گئی جو قرضوں کے آفس کے کم پیداوار کے نظریہ کے مطابق نہیں تھی جس کے نتیجے میں رجحان نہ ہونے کے برابر رہا۔

زیر جائزہ اس مدت کے دوران ، اسٹیٹ بینک نے بار بار اوپن مارکیٹ آپریشنز (OMOs) کے ساتھ جاری رکھی ، اسٹیٹ بینک نے انٹیس OMOs کا انعقاد کیا اور 31 دسمبر 2020 تک bn870.45 PKR کا خالص قرض خواہ رہا۔

فنڈ کی کارکردگی

1HFY21 کے دوران ، اے بی ایل انکم فنڈ نے 7.22 فیصد بینچ مارک ریٹرن کے مقابلے میں سالانہ 3.42 فیصد ریٹرن پوسٹ کیا ، جس میں 380 bps کی کم کارکردگی دکھائی گئی۔ کم کارکردگی PIBs میں تشخیصی نقصانات سے منسوب کیا جا سکتا ہے۔

زیر جائزہ مدت کے دوران ، جون 2020 میں 1,490.94mn PKR کے مقابلے میں ، دسمبر 20 میں ABL انکم فنڈ کی AUM گھٹ کر 1,167.69 PKR ملین ہو گئی۔ مدت کے اختتام پر ، ٹی ایف سی میں نمائش 22 جون 2012 میں 28.86% کے مقابلے میں کم ہو کر 22.32% رہ گئی۔ اسی طرح ، نقد رقم کی نمائش جون 2010 میں 6.84 فیصد کے مقابلے میں کل اثاثوں کی 44.50% ہو گئی۔ پورٹ فولیو کی فنڈ کی اوسط پختگی دسمبر 2020 میں کم ہو کر 584.77 دن رہ گئی جبکہ جون 2010 کے 1,108 دن کے مقابلے میں اس کی نمائش مختصر مدت کے آلات کی طرف موڑ دی گئی۔

آڈیٹر

میسرز۔ ڈیلوئٹ یوسف عادل (چارٹرڈ اکاؤنٹنٹس) ، کو اے بی ایل انکم فنڈ (اے بی ایل - آئی ایف) کے لئے 30 جون 2021 کو ختم ہونے والے سال کے لئے بطور آڈیٹر مقرر کیا گیا ہے۔

فنڈ استحکام کی درجہ بندی

JCR-VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ (JCR-VIS) نے 31 دسمبر ، 2020 کو ، اے بی ایل انکم فنڈ کی فنڈ استحکام کی درجہ بندی بڑھاکر (A + f) (سنگل A + f) پر کی۔

مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے بی ایل انکم فنڈ (اے بی ایل - آئی ایف) کی انتظامیہ کمپنی ، اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 دسمبر، 2020 کو ختم ہونے والے نصف سال کے لئے اے بی ایل انکم فنڈ کے کنڈسیڈ عبوری فنانشل اسٹیٹمنٹ (غیر آڈٹ شدہ) پیش کرنے پر خوشی محسوس کرتے ہیں۔

اقتصادی کارکردگی کا جائزہ

اس عرصے کے دوران ، اوسط افراط زر YOY %8.63 پر چلا گیا جبکہ اس کے مقابلے میں SPLY میں %11.10 YOY تھا۔ افراط زر میں یہ کمی بنیادی اثر کی وجہ سے بنیادی طور پر دیکھی گئی ہے۔ سپلائی کے جھٹکوں ، ٹڈیوں کے حملے اور بین الاقوامی منڈیوں میں زرعی اجناس کی اعلیٰ قیمتوں کے درمیان کھانے کی قیمتوں میں اضافے کی وجہ سے فوڈ انڈیکس میں 12.90 فیصد اضافہ ہوا ہے۔ اسی طرح ، ہاؤسنگ ، پانی ، بجلی اور گیس انڈیکس میں %4.55 YOY کا اضافہ ہوا جبکہ ٹرانسپورٹ انڈیکس میں نرخوں میں ایڈجسٹمنٹ ، سہ ماہی کرایے میں ایڈجسٹمنٹ ، اور ایندھن اور اس سے متعلقہ ٹرانسپورٹ کی قیمتوں میں اضافے کے بعد YOY %12.72 کا اضافہ ہوا۔ ان سب نے بیس اثر کا فائدہ روک لیا۔ آگے بڑھتے ہوئے ، ہم اندازہ لگاتے ہیں کہ افراط زر YOY %8.8-8.7 کے درمیان طے ہوگا۔

کوویڈ 19- لاک ڈاؤن اور پہلے ہی خراب معیشت کی وجہ سے مالی سال 20 کے دوران پاکستان کی معیشت 0.40 فیصد گھٹ گئی۔ تاہم ، 2HCY20 میں ، حکومت کی طرف سے اعلان کردہ مراعات اور اسٹیٹ بینک کی طرف سے مالیاتی آسانی میں نرمی پر معیشت دوبارہ پٹری پر آگئی۔ جولائی-اکتوبر 2020 کے دوران بڑے پیمانے پر مینوفیکچرنگ (LSM) کے اعداد و شمار میں بھی اسی صورت کی عکاسی کی گئی ہے جس میں SPLY میں %5.52 YOY کمی کے مقابلے میں %5.46 YOY کا اضافہ ہوا ہے۔ کھانے ، مشروبات اور تمباکو (YOY %2.14) ، غیر دھاتی معدنیات کی مصنوعات (%1.75) ، دواسازی (YOY %0.70) ، اور ٹیکسٹائل (YOY %0.67) تھے جن اہم شعبوں نے اس اضافے میں اہم کردار ادا کیا۔

ادائیگی کے محاذ پر متوازن ہونے پر ، ملک نے 5MFY21 کے دوران 1.74 ملین امریکی ڈالر کے خسارے کے مقابلے میں 1.64 بلین امریکی ڈالر کی مجموعی سرپلس رقم کی جو غیر معمولی ہے۔ اس کی بنیادی وجہ YOY %26.91 زیادہ ترسیلات زر تھیں جو bn11.77 امریکی ڈالر ہیں۔ ترسیلات زر میں اس اضافے کا جزوی طور پر سرکاری کریک ڈاؤن کی وجہ سے غیر قانونی چینلز کے ذریعہ لین دین میں کمی سے منسوب کیا جاسکتا ہے ، اور باقی کو ہوائی سفر کی کمی کی وجہ قرار دیا جاسکتا ہے۔ آگے بڑھتے ہوئے ، کل برآمدات YOY %6.85 کی کمی سے 11.70 بلین ڈالر رہیں جب کہ درآمدات YOY %3.96 کی کمی سے bn21.25 ڈالر رہ گئیں۔ تجارتی سائز %5.01 کم رہا 32.95bn YOY امریکی ڈالر پر پہنچ گیا۔ 20 دسمبر 2020 تک ، ملک کے زرمبادلہ کے ذخائر 20.25 بلین ڈالر ہیں ، جو مجموعی طور پر ~ 4.77 ماہ کی درآمدی رقم فراہم کرتے ہیں۔

مالی معاملات میں ، ٹیکس وصولی ~ PKR 2.20tr تک پہنچ گئی ہے۔ جبکہ اس کا ہدف PKR 2.21 تھا جس کے نتیجے میں PKR 15bn کا خسارہ ہے۔

میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈ انڈسٹری کے مینجمنٹ کے تحت (AUMs) مجموعی اثاثوں میں YOY % 23 کی بے پناہ ترقی ہوئی (PKR 788bn سے PKR 970bn تک) ، بنیادی طور پر منی مارکیٹ فنڈ میں کافی اضافے کی وجہ سے۔ وبائی مرض نے محفوظ مانگ پیدا کر دی۔ منی مارکیٹ اور فیکسڈ انکم فنڈ (بشمول اسلامی اور روایتی) میں YOY %31 اور YOY %18 کی زبردست نمو دیکھنے میں آئی جس نے بالترتیب PKR 379bn اور PKR 220bn پر مدت کو بند کیا۔ دوسری طرف ، روایتی اور اسلامی دونوں سمیت ایکویٹی فنڈز % 30 YOY کی طرف سے بڑھے اور اس مدت کو PKR bn222 پر بند کر دیا۔



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