



**ABL ISLAMIC CASH FUND**  
ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2021

# Annual **REPORT**



**ABL Asset Management**

Discover the potential

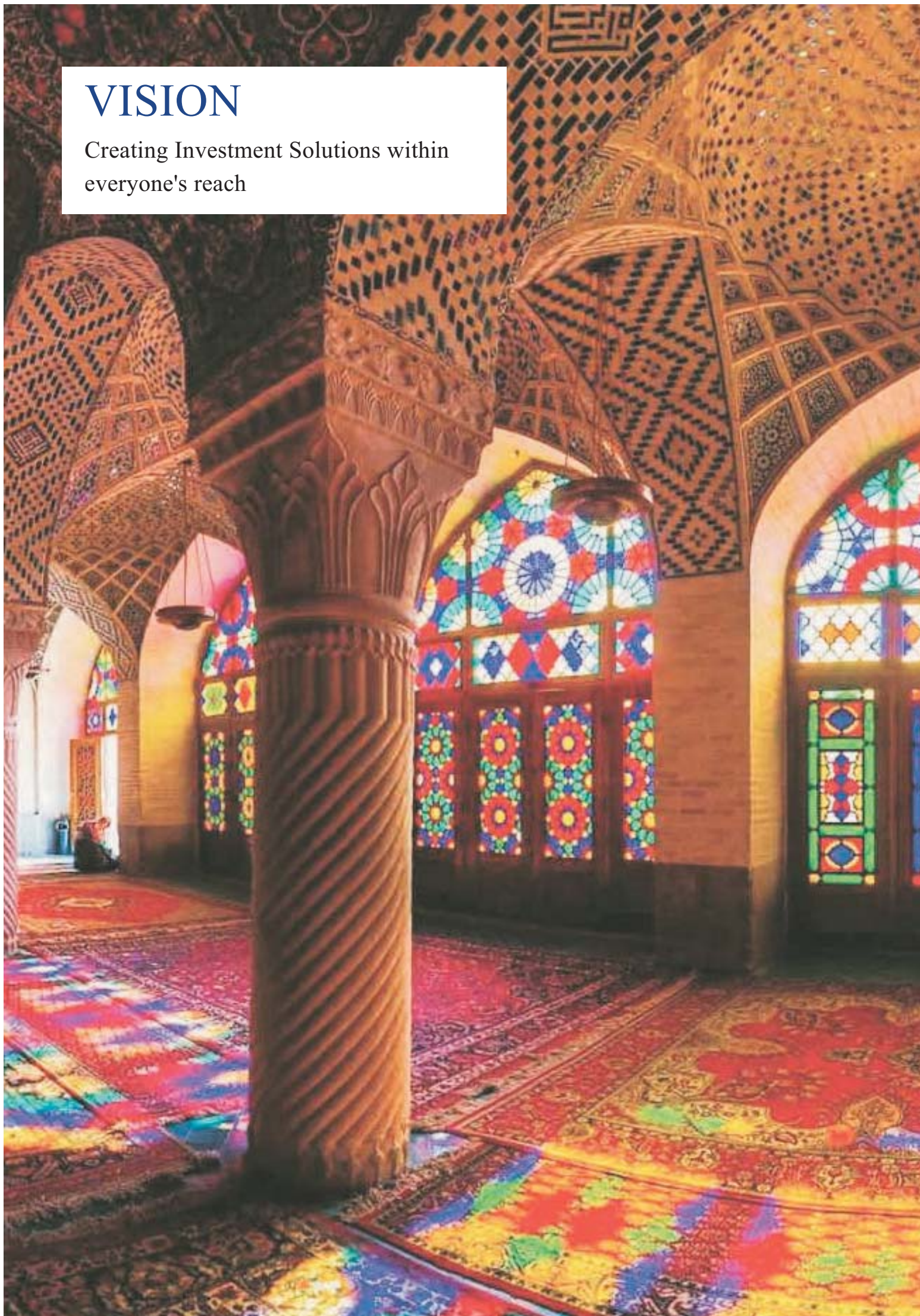


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# VISION

Creating Investment Solutions within everyone's reach





# Mission & Core Values

To create a conducive working environment, to attract the best talent in the Asset Management Sector. ABLAMC strives to be the 'employer of choice' for young and experienced talent.

To set the highest industry standards in terms of product ranges and innovations, in order to offer products for clients of all demographics.

To adhere to the highest industry standard for integrity and quality across all the spheres of the company.

To use technology and financial structuring to serve as a "cutting-edge" compared to the competition.

To enhance Stakeholders Value.



## FUND'S INFORMATION

<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. Aizid Razzaq Gill Mr. Pervaiz Iqbal Butt Mr. Muhammad Kamran Shehzad Ms. Saira Shahid Hussain	Chairman Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Non-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. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Alee Khalid Ghaznavi	Chairman Member Member Member
<b>Board's Risk Management Committee</b>	Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Alee Khalid Ghaznavi	Chairman Member Member
<b>Board Strategic Planning &amp; Monitoring Committee</b>	Mr. Muhammad Waseem Mukhtar Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Alee Khalid Ghaznavi	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 Shahzad	
<b>Trustee:</b>	Central Depository Company of Pakistan Limited CDC - House, Shara-e-Faisal, Karachi.	
<b>Bankers to the Fund:</b>	Allied Bank Limited Bank Islami Pakistan Limited Dubai Islamic Bank Limited	
<b>Auditor:</b>	M/s. A.F. Ferguson & Co. Chartered Accountants State Life Building No. 1-C I.I. Chundrigar Road, Karachi.	
<b>Legal Advisor:</b>	Ijaz Ahmed & Associates Advocates & Legal Consultants No. 7, 11th Zamzama Street, Phase V DHA Karachi.	
<b>Registrar:</b>	ABL Asset Management Company Limited L - 48, DHA Phase - VI, Lahore - 74500	

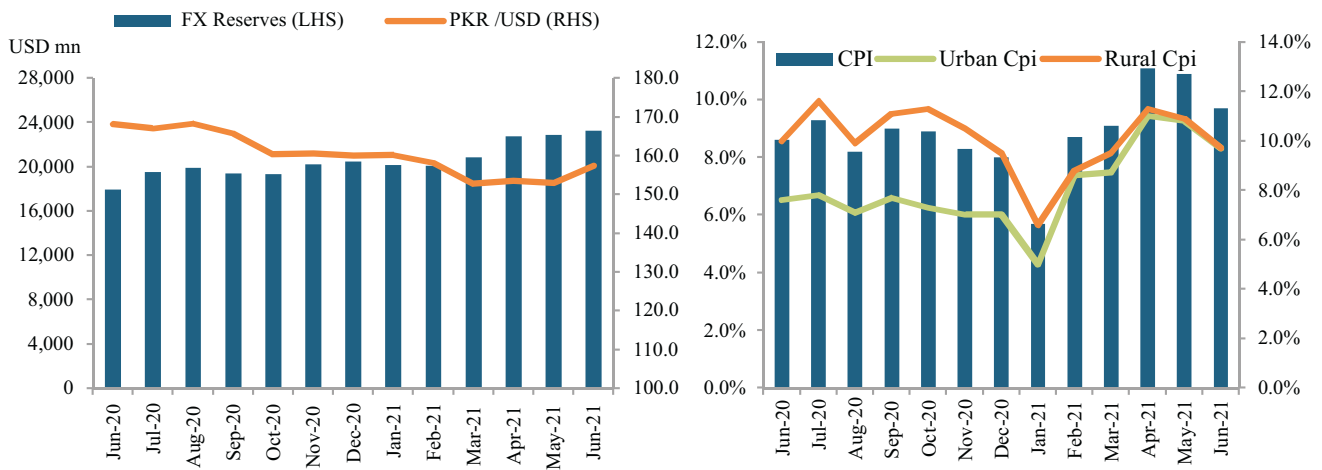


## REPORT OF THE DIRECTORS OF THE MANAGEMENT COMPANY

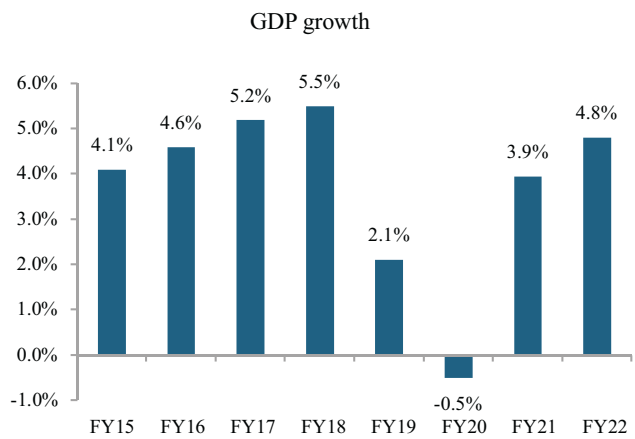
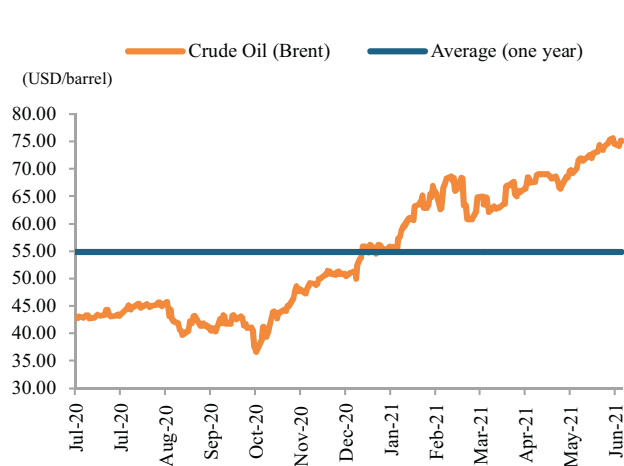
The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Islamic Cash Fund (ABL-ICF), is pleased to present the Audited Financial Statements of ABL Islamic Cash Fund for the year ended June 30, 2021.

### ECONOMIC PERFORMANCE REVIEW

Lockdown coupled with supply side issues created inflationary pressure in the country as we witnessed a CPI of 8.59%YoY in Jun'20 after achieving 11-month low inflation of 8.22%YoY in May'20. On a monthly basis, inflation inched up by 0.81% compared to 0.32% increase in the preceding month. The food prices witnessed a sharp increase during the month. The average NCPI for FY20 clocked-in at 10.76%YoY against 6.80%YoY in the SPLY. That said, we estimate the average NCPI for FY21 to settle around 7.3%YoY.



The curtailment in current account deficit (CAD) paved the way to a stable BOP position; coming down by 74%YoY to USD 3.28bn during 11MFY20. The imports dropped by 20%YoY to USD 46.63bn while the budgeted by a mere 7%YoY, despite global lockdown, to USD 25.99bn during 11MFY20. However, worker remittances reported an increase of 6%YoY to reach at USD 23.12bn. Threat to worker remittances seems to be over in our view as economic activity is picking up around the globe. However, the CAD may increase in coming months primarily due to higher oil import bill owing to rising international oil prices and permission granted by the Govt. to import furnace oil to cater power demand in the country. Foreign exchange reserves of the country stand at USD 18.79bn as at July 03, 2020; providing an import cover of ~3.09 months. To fight the pandemic, various international institutions including IMF, ADP, WB and the Paris Club along with friendly countries have come forward to help Pakistan resulting in stabilize reserves. On the fiscal side, during FY20, provisional tax collection has reached to PKR 3.98tn, reflecting an increase of ~4%YoY. During the month of Jun'20, tax collection stood at PKR 420bn against its revised target of PKR 398bn.



Pakistan has reported a negative GDP growth -0.4%YoY in FY20 plunging from 3.3%YoY in FY19. The pandemic has severely affected the economic activities in the 2QCY20; thereby economy could not sustain the positive growth. During the period of Jul-Apr 2020, the large scale manufacturing (LSM) decimated significantly by 8.96%YoY compared to a 2.82% decline in the SPLY. The major contributors to decline were the Textile (-8.68%), Coke and Petroleum Products (21.15%), Iron and Steel Products (-15.68%), Automobile (-41.90%), Pharmaceuticals (-5.31%), and Electronics (-19.74%). Envisaging the condition of the industry and the economy, the government decided to pursue a smart lockdown where all major industries have been allowed to operate. We expect this to avoid GDP contraction in the next financial year; however, the growth rate is not expected to be impressive.

Going forward, especially in the short run, the direction of the market will be set by the upcoming results and the situation of coronavirus pandemic in the country; and its impact on the economy. The incentives announced by the government to support the industry are expected to materialize in the rest of CY20. The prominent ones are the grace period on debt principal to help manage the cash flows while the construction package to boost economic activities; and to create jobs in the country. Apart from these, the policy rate has been reduced substantially to 7%, another big relief to leveraged industries and consumers.

## MUTUAL FUND INDUSTRY REVIEW

Total Assets under management (AUMs) of open end mutual fund posted a substantial growth of 38% during FY20 from PKR 572bn to PKR 788bn, mainly on account of massive inflow in money market fund and fixed income fund. Money market fund including conventional and Islamic, witnessed immense growth of 92% to close the period at PKR 318bn. AUMs of fixed income fund both conventional and Shariah compliant swelled by 66% during the said period. This growth can primarily be attributed to investor's appetite for earning high profits in contractionary monetary policy environment during 9MFY20. In contrast to fixed income, equity market AUMs have declined by 5% during this period. Lock down in country and incremental number of cases of coronavirus makes investor wary regarding investment in risky assets. Turbulence in equity market due to COVID-19 and uncertainty in international oil prices during FY20 contributed in decreasing AUMs of equity funds.

## ISLAMIC MONEY MARKET REVIEW

Key interest rates throughout the year remained unchanged with policy rate maintained at 7.00%. Interest rates were maintained as a part of accommodative policy measures to ensure revival of growth.

While the interest rates remained unchanged, frequent changes were witnessed in primary market cut-off yields for both T-bills & PIBs. The yield curve remained normal steep due to widening of spreads between shorter & medium tenor instruments. As a result, expansion in KIBOR spreads was also witnessed. During the year 6M KIBOR increased from 7.03% to 7.61%.

On Short term Islamic side, Issuers like K-Electric & HUBCO continued to float Islamic Commercial Papers at spreads between 40 to 80 bps over 6M KIBOR while the short term deposit rates hovered between 6.50% - 7.25% percent. Increased activity was also witnessed in Bai-Muajjal market with placement rates between 6.75% - 7.25% for 1 to 3 month placement.

During the year, GoP issued PKR 52.7 billion worth of Long Term Ijara Sukuks at Fixed rates between 8.37% & 9.45%.

## FUND PERFORMANCE

During FY'21, ABL Islamic Cash Fund generated a return of 6.62% against the benchmark return of 3.42%. Outperformance can largely be attributed towards placement of funds with banks at attractive rates.

During the year, ABL ICF AUMs increased to closed at PKR 7.514 billion on 30th June'21, as compared to PKR 1.492 billion at the end of Jun'20. On asset allocation side, fund had majority exposure in Cash that stood at 64.92%, exposure in Commercial Paper stood at 8.01%, Exposure in Bai-Muajjal stood at 13.34%, exposure in TDR stood at 9.70%, while 3.23% of the funds exposure was placed as Short Term Corporate Sukuks at the end of June'21.

## ADDITIONAL MATTERS

1. The detail of Directors of the Management Company is disclosed in this Annual Report.
2. Financial Statements present fairly the state of affairs, the results of operations, cash flows and the changes in unit holder's fund;
3. Proper books of accounts of the Fund have been maintained.
4. Appropriate accounting policies have been consistently applied in the preparation of the financial statements and accounting estimates are based on reasonable and prudent judgments;
5. Relevant International Accounting Standards, as applicable in Pakistan, provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 & Non-Banking Finance Companies and Notified Entities Regulations, 2008, requirements of the Trust Deed and directives issued by the Securities and Exchange Commission of Pakistan, have been followed in the preparation of the financial statements;
6. The system of internal control is sound in design and has been effectively implemented and monitored;
7. There have been no significant doubts upon the Funds' ability to continue as going concern;
8. Performance table of the Fund is given on page # 10 of the Annual Report;
9. There is no statutory payment on account of taxes, duties, levies and charges outstanding other than already disclosed in the financial statements;
10. The statement as to the value of investments of Provident Fund is not applicable in the case of the Fund as employee's retirement benefits expenses are borne by the Management Company;
11. The pattern of unit holding as at June 30, 2021 is given in note No. 25 of the Financial Statements.





## AUDITORS

M/s. A.F. Fergusons & Co. (Chartered Accountants), have been re-appointed as auditors for the year ending June 30, 2022 for ABL Islamic Cash Fund (ABL-ICF).

## FUND STABILITY RATING

On December 31, 2020: VIS Credit Rating Company Limited (VIS) has reaffirmed Fund Stability Rating (FSR) of 'AA (f)' (Double A(f)) to ABL Islamic Cash Fund (ABL ICF).

## MANAGEMENT QUALITY RATING

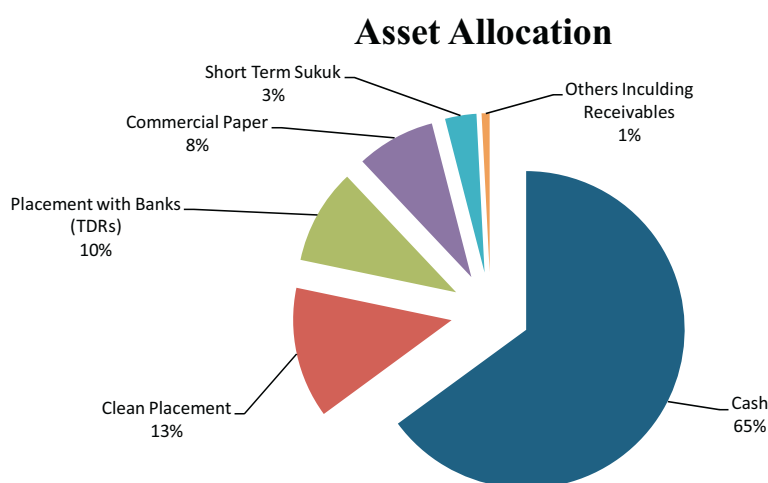
On December 31, 2020: VIS Credit Rating Company Limited (VIS) has maintained the Management Quality Rating (MQR) of ABL Asset Management Company (ABL AMC) at 'AM2++' (AM-Two-Double Plus). Outlook on the assigned rating has been revised from 'Stable' to 'Positive'.

## OUTLOOK

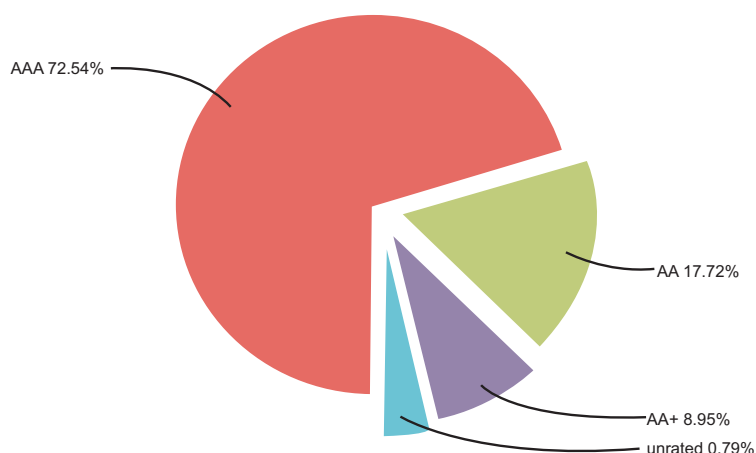
Despite improving economic numbers and business confidence uncertainty created by the on-going fourth Covid-19 wave in Pakistan and the global spread of new variants resulted in a continued emphasis on supporting the recovery through accommodative monetary policy. As a result policy rate remained unchanged throughout the year at 7%. Going forward we expect the interest rates to be maintained at the current level of 7.00% at least till the end of the second quarter of FY22.

The fund will continue to maintain most of its exposure in Banks and will look for opportunities to invest in high quality Islamic Commercial Papers and Bai Muajjal transactions in order to generate alpha over bank deposit rates.

ABL Islamic Cash Fund Performance		FY-2021
Yield		6.62%
*Average deposit rates of three (3) AA Islamic Banks		3.42%
Weighted Average Time to Maturity of Net Assets (days)		17.09
Asset under management as at June 30,2021 (PKR mn)		7,455.01
Closing NAV per unit as on June 30,2021 (PKR) (Ex-Dividend)		9.9392



## CREDIT QUALITY OF PORTFOLIO (% OF TOTAL ASSETS)



### 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, August 25, 2021

**Alee Khalid Ghaznavi**  
Chief Executive Officer



## FUND MANAGER REPORT

The Board of Directors of ABL Asset Management Company Limited, the management company of ABL Cash Income Fund (ABL-ICF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL Islamic Cash Fund for the period ended March 31, 2019.

### ISLAMIC MONEY MARKET REVIEW

Key interest rates throughout the year remained unchanged with policy rate maintained at 7.00%. Interest rates were maintained as a part of accommodative policy measures to ensure revival of growth.

While the interest rates remained unchanged, frequent changes were witnessed in primary market cut-off yields for both T-bills & PIBs. The yield curve remained normal steep due to widening of spreads between shorter & medium tenor instruments. As a result, expansion in KIBOR spreads was also witnessed. During the year 6M KIBOR increased from 7.03% to 7.61%.

On Short term Islamic side, Issuers like K-Electric & HUBCO continued to float Islamic Commercial Papers at spreads between 40 to 80 bps over 6M KIBOR while the short term deposit rates hovered between 6.50% - 7.25% percent. Increased activity was also witnessed in Bai-Muajjal market with placement rates between 6.75% - 7.25% for 1 to 3 month placement.

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Despite improving economic numbers and business confidence uncertainty created by the on-going fourth Covid-19 wave in Pakistan and the global spread of new variants resulted in a continued emphasis on supporting the recovery through accommodative monetary policy. As a result policy rate remained unchanged throughout the year at 7%. Going forward we expect the interest rates to be maintained at the current level of 7.00% at least till the end of the second quarter of FY22.

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## PERFORMANCE TABLE

	June 2021	For the period from February 13, 2020 to June 30, 2020
	-----Rupees per '000-----	
Net Assets	7,514,907	1,492,966
Net Income	285,347	50,453
	Rupees per unit	Rupees per unit
Net Assets value	10.0000	10.0000
Distribution*	0.6414	0.3750
Closing offer price	10.1160	10.1160
Closing repurchase price	10.0000	10.0000
Highest offer price	10.1339	10.1415
Lowest offer price	10.1160	10.1179
Highest repurchase price per unit	10.0177	10.0252
Lowest repurchase price per unit	10.0000	10.0019
	Percentage	Percentage
Total return of the fund		
- capital growth	-	-
- income distribution	6.41%	10.03%
Average return of the fund		
First Year	6.41%	-
Since Inception	7.75%	10.03%

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**

CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shakra-e-Faisal  
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**ABL ISLAMIC CASH 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 Islamic Cash 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 year ended June 30, 2021 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.

**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: September 15, 2021



**ABLICF**  
ABL ISLAMIC CASH FUND



**ABL Asset Management**  
Discover the potential

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ



September 23, 2021

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2021 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in ABL Islamic Cash Fund (ABL-ICF) managed by ABL Asset Management Company are halal and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

For and on behalf of Shariah Supervisory Council of Al-Hilal Shariah Advisors (Pvt.) Limited.

Mufti Irshad Ahmad Aijaz  
Member Shariah Council



Faraz Younus Bandukda, CFA  
Chief Executive

**Al-Hilal Shariah Advisors (Pvt) Limited**

807 8th Floor Horizon Tower, Khayban-e-Saadi, Block - 3 Clifton,  
Karachi, Pakistan. Tel :+92-21-35305931-37, Web: www.alhilalsa.com





**INDEPENDENT REASONABLE ASSURANCE REPORT TO THE UNIT HOLDERS OF ABL ISLAMIC CASH FUND ON THE STATEMENT OF COMPLIANCE WITH THE SHARIAH PRINCIPLES**

**Introduction**

We were engaged by the Board of Directors of **ABL Asset Management Company Limited** (the Management Company) to report on the Management Company's assessment of compliance with the Shariah Principles of **ABL Islamic Cash Fund** (the Fund), as set out in the annexed Statement of Compliance with the Shariah Principles (the Statement) prepared by the Management Company for the year ended June 30, 2021, in the form of an independent reasonable assurance conclusion about whether the annexed statement reflects, in all material respects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor. Our engagement was conducted by a team of assurance practitioners.

**Applicable Criteria**

The criteria for the assurance engagement against which the annexed Statement has been assessed comprises of the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor (the Shariah Principles).

**Management's Responsibility for Shariah Compliance**

The Management Company of the Fund is responsible for preparation of the annexed Statement that is free from material misstatement. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation of the annexed Statement that is free from material misstatement, whether due to fraud or error. It also includes ensuring the overall compliance of the Fund with the Shariah Principles.

**Our Independence and Quality Control**

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

The Firm applies International Standard on Quality Control (ISQC) 1, "Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements" and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

**Our responsibility and summary of work performed**

Our responsibility is to examine the annexed Statement and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000, "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" issued by the International Auditing and Assurance Standards Board. That Standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the annexed statement reflects the status of compliance of the Fund with the Shariah Principles as specified in the Trust Deed and the guidelines issued by the Shariah Advisor, in all material respects.

*A.F.F.C.O.*

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network  
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan  
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92 (21) 32415007/32427938/32424740; <www.pwc.com/pk>

■ KARACHI ■ LAHORE ■ ISLAMABAD





A.F. FERGUSON & Co.

The procedures selected depend on our judgment, including the assessment of the risks of material non-compliance with the Shariah Principles, whether due to fraud or error. In making those risk assessments, we have considered internal control relevant to the Fund's compliance with the Shariah Principles, in order to design assurance procedures that are appropriate in the circumstances, but not for the purpose of expressing a conclusion as to the effectiveness of the Management Company's internal control over the Fund's compliance with the Shariah Principles. A system of internal control, because of its nature, may not prevent or detect all instances of non-compliance with Shariah Principles, and consequently cannot provide absolute assurance that the objective of compliance with the Shariah Principles, will be met. Also, projection of any evaluation of effectiveness to future periods is subject to the risk that the controls may become inadequate or fail.

The procedures performed primarily comprised the following:

- checking compliance of specific guidelines relating to charity, maintaining bank accounts and for making investments of the Fund.
- checking that the Shariah Advisor has certified that the operations of the Fund, its investments and placements made during the year ended June 30, 2021 are in compliance with the Shariah Principles.

We believe that the evidences we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our conclusion.

#### Conclusion

Based on the procedures performed during our reasonable assurance engagement, we report that in our opinion, the annexed Statement presents fairly, in all material respects, the status of the Fund's compliance with the Shariah Principles specified in the Trust Deed and in the guidelines issued by the Shariah Advisor for the year ended June 30, 2021.

*A.F. Ferguson & Co.*

A.F. Ferguson & Co.

Chartered Accountants

Dated: September 28, 2021.

Karachi







**INDEPENDENT AUDITOR'S REPORT**

**To the Unit holders of ABL Islamic Cash Fund**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the financial statements of ABL Islamic Cash Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2021, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2021, and of its financial performance and its cash flows for year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

**Basis for Opinion**

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

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the key audit matter:

S.No.	Key Audit Matter	How the matter was addressed in our audit
1	<p><b>Net Asset Value</b> (Refer notes 4 and 5 to the annexed financial statements)</p> <p>The bank balances and investments constitute the most significant component of the net asset value (NAV). The bank balances and investments of the Fund as at June 30, 2021 amounted to Rs. 5,028.333 million and Rs. 2,660.061 million respectively.</p> <p>The existence of bank balances and the existence and proper valuation of investments for the determination of NAV of the Fund as at June 30, 2021 was considered a high risk area and therefore we considered this as a key audit matter.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>tested the design and operating effectiveness of the key controls for valuation of investments.</li> <li>obtained independent confirmations for verifying the existence of the investment portfolio and bank balances as at June 30, 2021 and traced balances in these confirmations with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed.</li> <li>re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies.</li> <li>obtained approval of the Board of Directors of the management company in relation to opening of bank accounts.</li> <li>obtained bank reconciliation statements and tested reconciling items on a sample basis.</li> </ul>

*A.F.F.C.O.*

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### Other Information

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

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

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

### Responsibilities of Management and Board of Directors of the Management Company for the Financial Statements

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

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

Board of directors of the management company is responsible for overseeing the Fund's financial reporting process.

### Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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A.F. FERGUSON & CO.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with board of directors of the management company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide board of directors of the management company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with board of directors of the management company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is **Noman Abbas Sheikh**.

A.F. Ferguson & Co.  
Chartered Accountants  
Karachi

Date: September 28, 2021




**ABL ISLAMIC CASH FUND**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT JUNE 30, 2021**

	2021	2020
Note	----- Rupees in '000 -----	
<b>Assets</b>		
Bank balances	4 5,028,333	1,295,807
Investments	5 2,660,061	183,233
Profit receivable	6 35,903	10,134
Preliminary expenses and floatation costs	7 797	1,016
Receivable against sale of units	551	2,270
Advance and other receivable	8 8,009	3,529
<b>Total assets</b>	<b>7,733,654</b>	<b>1,495,989</b>
<b>Liabilities</b>		
Payable to ABL Asset Management Company Limited - Management Company	9 2,823	1,478
Payable to Central Depository Company of Pakistan Limited - Trustee	10 442	93
Payable to the Securities and Exchange Commission of Pakistan	11 881	105
Payable against redemption of units	206,832	15
Dividend payable	-	2
Accrued expenses and other liabilities	12 7,769	1,330
<b>Total liabilities</b>	<b>218,747</b>	<b>3,023</b>
<b>NET ASSETS</b>	<b>7,514,907</b>	<b>1,492,966</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>	<b>7,514,907</b>	<b>1,492,966</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	13	
	----- Number of units -----	
<b>NUMBER OF UNITS IN ISSUE</b>	<b>751,490,552</b>	<b>149,296,754</b>
	----- Rupees -----	
<b>NET ASSET VALUE PER UNIT</b>	<b>10.0000</b>	<b>10.0000</b>

The annexed notes from 1 to 33 form an integral part of these financial statements.

For ABL Asset Management Company Limited  
(Management Company)

  
\_\_\_\_\_  
Saqib Matin  
Chief Financial Officer

  
\_\_\_\_\_  
Alee Khalid Ghaznavi  
Chief Executive Officer

  
\_\_\_\_\_  
Pervaiz Iqbal Butt  
Director




**ABL ISLAMIC CASH FUND  
INCOME STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2021**


	Note	For the year ended June 30, 2021	For the period from February 13, 2020 to June 30, 2020
----- Rupees in '000 -----			
<b>Income</b>			
Profit earned	14	303,107	53,162
Gain on sale of investments - net		220	469
<b>Total income</b>		<b>303,327</b>	<b>53,631</b>
<b>Expenses</b>			
Remuneration of ABL Asset Management Company Limited - Management Company	9.1	10,805	1,341
Punjab Sales Tax on remuneration of the Management Company	9.2	1,729	215
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	2,865	341
Sindh Sales Tax on remuneration of the Trustee	10.2	372	44
Annual fees to the Securities and Exchange Commission of Pakistan	11.1	881	105
Securities transaction costs		59	5
Auditors' remuneration	15	261	236
Legal and professional charges		62	50
Shariah advisory fee		358	-
Listing fee		28	482
Amortisation of preliminary expenses and floatation costs	7	219	84
Annual rating fee		179	174
Printing charges		75	100
Bank charges		87	1
<b>Total operating expenses</b>		<b>17,980</b>	<b>3,178</b>
<b>Net income for the year / period before taxation</b>		<b>285,347</b>	<b>50,453</b>
Taxation	17	-	-
<b>Net income for the year / period after taxation</b>		<b>285,347</b>	<b>50,453</b>
<b>Earnings per unit</b>	18		
<b>Allocation of net income for the year / period</b>			
Net income for the period after taxation		285,347	50,453
Income already paid on units redeemed		(626)	(361)
		<b>284,721</b>	<b>50,092</b>
<b>Accounting income available for distribution:</b>			
- Relating to capital gains		220	469
- Excluding capital gains		<b>284,501</b>	<b>49,623</b>
		<b>284,721</b>	<b>50,092</b>

The annexed notes from 1 to 33 form an integral part of these financial statements.

For ABL Asset Management Company Limited  
(Management Company)

  
Saqib Matin  
Chief Financial Officer

  
Alee Khalid Ghaznavi  
Chief Executive Officer

  
Pervaiz Iqbal Butt  
Director

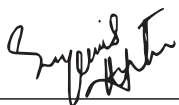


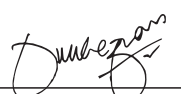
**ABL ISLAMIC CASH FUND  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2021**


	For the year ended June 30, 2021	For the period from February 13, 2020 to June 30, 2020
	----- Rupees in '000 -----	
Net income for the year / period after taxation	285,347	50,453
Other comprehensive income for the year / period	-	-
<b>Total comprehensive income for the year / period</b>	<b>285,347</b>	<b>50,453</b>

The annexed notes from 1 to 33 form an integral part of these financial statements.

For ABL Asset Management Company Limited  
(Management Company)

  
-----  
Saqib Matin  
Chief Financial Officer

  
-----  
Alee Khalid Ghaznavi  
Chief Executive Officer

  
-----  
Pervaiz Iqbal Butt  
Director



**ABL ISLAMIC CASH FUND**  
**STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	For the year ended June 30, 2021			For the period from February 13, 2020 to June 30, 2020		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- Rupees in '000 -----					
Net assets at the beginning of the year / period	1,492,966	-	1,492,966	-	-	-
Issue of 1,751,808,168 (2020: 349,816,988) units						
- Capital value (at ex - net asset value per unit)	17,518,085	-	17,518,085	3,498,169	-	3,498,169
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	17,518,085	-	17,518,085	3,498,169	-	3,498,169
Redemption of 1,149,614,370 (2020: 200,520,234) units						
- Capital value (at ex - net asset value per unit)	11,496,144	-	11,496,144	2,005,203	-	2,005,203
- Element of loss	-	626	626	-	361	361
Total payments on redemption of units	11,496,144	626	11,496,770	2,005,203	361	2,005,564
Total comprehensive income for the year / period	-	285,347	285,347	-	50,453	50,453
Total distribution during the year / period *	-	(284,721)	(284,721)	-	(50,092)	(50,092)
<b>Net assets at the end of the year / period</b>	<b>7,514,907</b>	<b>-</b>	<b>7,514,907</b>	<b>1,492,966</b>	<b>-</b>	<b>1,492,966</b>
Accounting income available for distribution						
- Relating to capital gain		220			469	
- Excluding capital gain		284,501			49,623	
		284,721			50,092	
Distribution during the year / period		(284,721)			(50,092)	
Undistributed income carried forward		-			-	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the year / period			<u>10.0000</u>			<u>-</u>
Net assets value per unit at end of the year / period			<u>10.0000</u>			<u>10.0000</u>

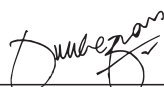
\* ABL Islamic Cash Fund is required to distribute dividend on a daily basis on each business day. The cumulative distribution per unit for the year ended June 30, 2021 amounted to Re. 0.6414 (2020: Re. 0.3750) per unit.

The annexed notes from 1 to 33 form an integral part of these financial statements.

For ABL Asset Management Company Limited  
(Management Company)

  
Saqib Matin

Chief Financial Officer

  
Alea Khalid Ghaznavi

Chief Executive Officer

  
Pervaiz Iqbal Butt

Director

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ABL ISLAMIC CASH FUND

 ABL Asset Management  
Discover the potential

**ABL ISLAMIC CASH FUND  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2021**

	For the year ended June 30, 2021	For the period from February 13, 2020 to June 30, 2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year / period before taxation	285,347	50,453
<b>Adjustments for:</b>		
Profit earned	(303,107)	(53,162)
Amortisation of preliminary expenses and floatation costs	219	84
	(302,888)	(53,078)
<b>Increase in assets</b>		
Advance and other receivable	(4,480)	(3,529)
<b>Increase in liabilities</b>		
Payable to ABL Asset Management Company Limited - Management Company	1,345	378
Payable to Central Depository Company of Pakistan Limited - Trustee	349	93
Payable to the Securities and Exchange Commission of Pakistan	776	105
Accrued expenses and other liabilities	6,439	1,332
	8,909	1,908
	(13,112)	(4,246)
Profit received	277,338	43,028
Net amount paid on purchase and sale of investments	(1,726,828)	(183,233)
<b>Net cash used in operating activities</b>	(1,462,602)	(144,451)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash pay-out against distribution	(284,723)	(50,092)
Receipts from issuance of units	17,519,804	3,495,899
Net payments against redemption of units	(11,289,953)	(2,005,549)
<b>Net cash generated from financing activities</b>	5,945,128	1,440,258
<b>Net increase in cash and cash equivalents</b>	4,482,526	1,295,807
Cash and cash equivalents at the start of the year / period	1,295,807	-
<b>Cash and cash equivalents at the end of the year / period</b>	20 <u>5,778,333</u>	<u>1,295,807</u>

The annexed notes from 1 to 33 form an integral part of these financial statements.

For ABL Asset Management Company Limited  
(Management Company)

  
Saqib Matin  
Chief Financial Officer

  
Alee Khalid Ghaznavi  
Chief Executive Officer

  
Pervaiz Iqbal Butt  
Director





# ABL ISLAMIC CASH FUND

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2021

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#### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 ABL Islamic Cash Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on November 01, 2019 between ABL Asset Management Company Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document of the Fund has been revised through the First, Second, Third, Fourth and Fifth Supplements dated February 18, 2020, November 11, 2020, January 18, 2021, June 24, 2021 and June 25, 2021 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Trust Deed vide letter no. SCD/AMCW/ABL-AMC/215/2018 dated December 10, 2018 in accordance with the requirements of the Non-Banking Finance Companies and Notified Entities Regulations, 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 a open ended 'Islamic Money Market Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the Securities and Exchange Commission of Pakistan and is in the process of being 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 and are transferable and redeemable by surrendering them to the Fund.

1.3 The objective of the Fund is to provide competitive returns by investing in low risk and highly liquid Shari'ah compliant money market instruments.

1.4 The title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.5 During the current year, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in consultation with the MUFAP and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the Fund.

#### 2 BASIS OF PREPARATION

##### 2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS 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.

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

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's 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 financial statements.



## 2.2 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective:

The following amendments to published accounting and reporting standards would be effective from the dates mentioned below against the respective amendments:

Standards, interpretations and amendments	Effective date (accounting periods beginning on or after)
- IAS 1 - 'Presentation of financial statements' (amendment)	January 1, 2023
- IAS 8 - 'Accounting policies, change in accounting estimates and errors' (amendment)	January 1, 2023

The Management is currently in the process of assessing the full impact of these amendments on the financial statements of the Fund.

2.3.1 There are certain other standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2021 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are, therefore, not disclosed in these financial statements.

## 2.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on these financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2 and 5) and provision for taxation (notes 3.14 and 17).

## 2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except that investments have been carried at fair values.

## 2.6 Functional and presentation currency

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

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### 3.1 Cash and cash equivalents

These comprise balances with banks in savings and current accounts and other short-term highly liquid investments with original maturities of three months or less.

### 3.2 Financial assets

#### 3.2.1 Initial recognition and measurement

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

#### 3.2.2 Classification and subsequent measurement

##### Debt instruments

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

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

based on the business model of the entity.



However, IFRS 9 also provides an option whereby securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognised at FVTPL. Therefore the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVTPL.

### 3.2.3 Impairment

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

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

### 3.2.4 Impairment loss on debt securities

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

### 3.2.5 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset.

### 3.2.6 Derecognition

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

## 3.3 Financial liabilities

### 3.3.1 Classification and subsequent measurement

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

### 3.3.2 Derecognition

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

## 3.4 Offsetting of financial assets and financial liabilities

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

## 3.5 Provisions

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

## 3.6 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

## 3.7 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the Management Company / distributors during business hours on that day. The offer price represents the Net Asset Value (NAV) per unit as of the close of the business day, plus the allowable sales load and provision of any duties and charges if applicable. The sales load is payable to the Management Company / distributors.

Units redeemed are recorded at the redemption price applicable to units for which the Management Company / distributors receive redemption application during business hours of that day. The redemption price is equal to the NAV as of the close of the business day, less an amount as the Management Company may consider to be an appropriate provision of duties and charges.



### 3.8 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the year in which such distributions are declared and approved by the Board of Directors of the Management Company.

### 3.9 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

### 3.10 Revenue recognition

- Gains / (losses) arising on sale of investments are recorded at the date at which the transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are recorded in the period in which these arise.
- Income from investments in sukuk certificates, commercial papers, term deposit receipts, bai muajjal receivable and certificates of musharakah is recognised on an accrual basis using effective interest method.
- Profit on bank balances is recognised on an accrual basis.
- Dividend income is recognised when the right to receive the dividend is established.

### 3.11 Expenses

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

### 3.12 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of 5 years in accordance with the requirements set out in the Trust Deed of the Fund.

### 3.13 Foreign currency translation

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

### 3.14 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 in cash.

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.

### 3.15 Earnings per unit

Earnings per unit is calculated by dividing the net income of the year before taxation of the Fund by the weighted average number of units outstanding during the year. The determination of earning per unit is not practicable as disclosed in note 18.

		2021	2020	
	Note	----- Rupees in '000 -----	-----	
4	<b>BANK BALANCES</b>			
	Balances with banks in savings accounts	4.1	<u>5,028,333</u>	<u>1,295,807</u>

- 4.1 These include a balance of Rs 5.026 million (2020: Rs 0.873 million) maintained with Allied Bank Limited (a related party) that carries profit at the rate of 6.95% (2020: 6.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 5.00% to 5.80% (2020: 7.50%) per annum.



5	INVESTMENTS	Note	2021	2020
			----- Rupees in '000 -----	
	<b>At fair value through profit or loss</b>			
	Corporate sukuk certificates	5.1	250,000	85,000
	Islamic commercial papers	5.2	619,634	98,233
	Bai muajjal receivable	5.3	1,040,427	-
	Term deposit receipts	5.4	750,000	-
	Certificates of musharakah	5.5	-	-
			<u>2,660,061</u>	<u>183,233</u>

### 5.1 Corporate sukuk certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2020	Purchases during the year	Sales / redemptions during the year	As at June 30, 2021	Carrying value as at June 30, 2021	Market value as at June 30, 2021	Unrealised appreciation / (diminution)	Percentage in relation to	
											Net assets of the Fund	Total market value of investment
				----- Number of certificates -----				----- (Rupees in '000) -----				----- % -----

#### POWER GENERATION & DISTRIBUTION

The Hub Power Company Limited - 4th Issue (A-1+, PACRA) (Face value of Rs 100,000 per certificate)	Semi-annually	November 19, 2020	6 months KIBOR plus base rate of 1.50%	850	20,500	21,350	-	-	-	-	-	-
The Hub Power Company Limited - 6th Issue (A-1+, PACRA) (Face value of Rs 100,000 per certificate)	Semi-annually	May 17, 2021	6 months KIBOR plus base rate of 1.30%	-	1,750	1,750	-	-	-	-	-	-
The Hub Power Company Limited - 7th Issue (A-1+, PACRA) (Face value of Rs 100,000 per certificate)	Semi-annually	November 5, 2021	6 months KIBOR plus base rate of 1.10%	-	2,500	-	2,500	250,000	250,000	-	3.33%	9.40%
<b>Total as at June 30, 2021</b>								<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>3.33%</u>	<u>9.40%</u>
<b>Total as at June 30, 2020</b>								<u>85,000</u>	<u>85,000</u>	<u>-</u>		

### 5.2 Commercial papers

Name of Investee	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 year	Disposed / matured during the year	As at June 30, 2021	Carrying value as at June 30, 2021	Market value as at June 30, 2021		

#### POWER GENERATION & DISTRIBUTION

K-Electric Limited ICP-6 (A-1+, PACRA)	100,000	-	100,000	-	-	-	-	-
K-Electric Limited ICP-12 (A-1+, PACRA)	-	6,92,300	6,92,300	-	-	-	-	-
K-Electric Limited ICP-13 (A-1+, VIS)	-	3,655,000	3,655,000	-	-	-	-	-
K-Electric Limited ICP-14 (A-1+, VIS)	-	2,125,000	1,500,000	625,000	619,634	619,634	23.29%	8.25%
<b>Total as at June 30, 2021</b>					<u>619,634</u>	<u>619,634</u>	<u>23.29%</u>	<u>8.25%</u>
<b>Total as at June 30, 2021</b>					<u>98,233</u>	<u>98,233</u>		

5.2.1 These carry profit ranging from 7.79% to 8.01% per annum and are due to mature by August 10, 2021.

### 5.3 Bai muajjal receivable

Name of the Investee	Maturity date	Profit rate	Total transaction price	Deferred income	Accrued profit	Carrying value
			(Rupees in '000)			

#### DEVELOPMENT FINANCIAL INSTITUTIONS

Pak Kuwait Investment Company (Private) Limited (AAA, PACRA)	August 16, 2021	7.16%	599,869	10,066	4,744	594,547
Pak Oman Investment Company Limited (AA+, VIS)	August 16, 2021	7.15%	449,864	7,794	3,810	445,880
<b>Total as at June 30, 2021</b>			<b>1,049,733</b>	<b>17,860</b>	<b>8,554</b>	<b>1,040,427</b>
<b>Total as at June 30, 2020</b>			<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

5.3.1 These Bai Muajjal transactions are carried out against commercial papers of K-Electric Limited which were issued on February 10, 2021.

### 5.4 Term deposit receipts

Name of the Investee	Maturity date	Profit rate	As at July 1, 2020	Placed during the year	Matured during the year	Carrying value as at June 30, 2021	Market value as at June 30, 2021	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
		%	(Rupees in '000)				%		

#### COMMERCIAL BANKS

UBL Ameen Islamic Banking	March 1, 2021	6.65%	-	480,000	480,000	-	-	-	-
UBL Ameen Islamic Banking	April 1, 2021	6.90%	-	550,000	550,000	-	-	-	-
Faysal Bank Limited	July 30, 2021	7.25%	-	750,000	-	750,000	750,000	9.98%	28.19%
<b>Total as at June 30, 2021</b>				<b>2,122,300</b>	<b>1,372,300</b>	<b>750,000</b>	<b>750,000</b>	<b>9.98%</b>	<b>28.19%</b>
<b>Total as at June 30, 2020</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

### 5.5 Certificates of musharakah

Name of the Investee	Maturity date	Profit rate	As at July 1, 2020	Placed during the year	Matured during the year	Carrying value as at June 30, 2021	Market value as at June 30, 2021	Market value as a percentage of net assets of the Fund	Market value as a percentage of total investments
		%	(Rupees in '000)				%		

#### MODARABA COMPANIES

First Habib Modaraba	November 27, 2020	7.00%	-	200,000	200,000	-	-	-	-
First Habib Modaraba	December 22, 2020	7.00%	-	203,375	203,375	-	-	-	-
<b>Total as at June 30, 2021</b>				<b>403,375</b>	<b>403,375</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total as at June 30, 2020</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

6	<b>PROFIT RECEIVABLE</b>	<b>Note</b>	<b>2021</b>	<b>2020</b>
			----- Rupees in '000 -----	
Profit receivable on:				
	Bank balances		32,237	9,174
	Term deposit receipts		149	-
	Sukuk certificates		3,517	960
			<u>35,903</u>	<u>10,134</u>

#### 7 PRELIMINARY EXPENSES AND FLOATATION COSTS

Preliminary expenses and floatation costs at the beginning of the year / incurred				
			1,016	1,100
Less: amortisation during the year / period				
			(219)	(84)
	At the end of the year / period	7.1	<u>797</u>	<u>1,016</u>

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

8	<b>ADVANCE AND OTHER RECEIVABLE</b>	<b>Note</b>	<b>2021</b>	<b>2020</b>
			----- Rupees in '000 -----	
Balance in IPS account with Central Depository Company of Pakistan Limited *				
			216	20
	Advance tax	8.1	7,793	3,509
			<u>8,009</u>	<u>3,529</u>

\* a related party balance

8.1 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151 and 150. However, withholding taxes on profit on bank deposits and profit on debt securities to the Fund were deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profit on bank balances and profit on debt securities amounts to Rs 7.793 million (2020: Rs 3.509 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding taxes deducted on profit received by the Fund on debt securities and bank balances have been shown as other receivable as at June 30, 2021 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

9	<b>PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY - RELATED PARTY</b>	<b>Note</b>	<b>2021</b>	<b>2020</b>
			----- Rupees in '000 -----	
	Management fee payable	9.1	1,285	326
	Punjab Sales Tax payable on remuneration of the Management Company	9.2	206	52
	Sales and transfer load payable		232	-
	Preliminary expenses and floatation cost payable		1,100	1,100
			<u>2,823</u>	<u>1,478</u>

9.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the year: The remuneration is payable to the Management Company monthly in arrears.

Rate applicable from July 1, 2020 to June 23, 2021	Rate applicable from June 24, 2021 to June 30, 2021	Rate applicable for the period from February 13, 2020 to June 30, 2020
2% of gross income subject to minimum floor of 0.25% of net assets and maximum cap of 0.75% of net assets	0.10% of net assets	2% of gross income subject to minimum floor of 0.25% of net assets and maximum cap of 0.75% of net assets



9.2 During the year, an amount of Rs 1.729 million (2020: Rs 0.215 million) was charged on account of sales tax on management fee levied through the Punjab Sales Tax on Services Act, 2012 at the rate of 16% (2020: 16%).

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY	Note	2021 ----- Rupees in '000 -----	2020
Trustee fee payable	10.1	391	82
Sindh Sales Tax payable on trustee fee	10.2	51	11
		<u>442</u>	<u>93</u>

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.065% (2020: 0.065%) per annum of net assets. Accordingly the Fund has charged trustee fee at the above mentioned rate during the year.

10.2 During the year, an amount of Rs 0.372 million (2020: Rs 0.044 million) was charged on account of sales tax @ 13% (2020: 13%) on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011.

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	2021 ----- Rupees in '000 -----	2020
Annual fee payable	11.1	<u>881</u>	<u>105</u>

11.1 In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% (2020: 0.02%) of the annual net assets of the Fund.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	2021 ----- Rupees in '000 -----	2020
Auditors' remuneration payable	168	182
Rating fee payable	179	-
Printing charges payable	83	94
Brokerage fee payable	64	5
Legal and professional charges payable	57	50
Shariah advisory fee payable	30	-
Withholding tax payable	7,048	986
Capital gain tax payable	126	1
Other payable	14	12
	<u>7,769</u>	<u>1,330</u>

### 13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2021 and June 30, 2020.

For the year ended June 30, 2021	For the period from February 13, 2020 to June 30, 2020
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14 PROFIT EARNED	----- Rupees in '000 -----	
Profit earned on:		
Savings accounts	227,721	47,614
Corporate sukuk certificates	9,800	960
Islamic commercial papers	17,365	4,588
Term deposit receipts	11,645	-
Bai muajjal	32,226	-
Certificates of musharakah	4,350	-
	<u>303,107</u>	<u>53,162</u>
15 AUDITORS' REMUNERATION		
Annual audit fee	108	116
Other certifications	40	100
Half yearly review of condensed interim financial statements	72	-
Out of pocket expenses	41	20
	<u>261</u>	<u>236</u>





## 16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2021 is 0.41% (2020: 0.23%) which includes 0.07% (2020: 0.03%) representing government levies on the Fund such as sales taxes, annual fee 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 money market scheme.

## 17 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 unit holders. Since the management has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2021 to the unit holders in the manner as explained above no provision for taxation has been made in these financial statements during the year.

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.

## 18 EARNINGS PER UNIT

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

## 19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

19.1 Connected persons include ABL Asset Management Company being the Management Company, 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 the key management personnel of the Management Company.

19.2 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.

19.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008.

19.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

	2021	2020
	----- Rupees in '000 -----	
<b>ABL Asset Management Company Limited - Management Company</b>		
Remuneration of the Management Company	10,805	1,341
Punjab Sales Tax on remuneration of the Management Company	1,729	215
Issue of 100,654,134 (2020: 14,225,874) units	1,006,689	142,279
Redemption of 97,795,575 (2020: 3,998,960) units	978,000	40,000
Outstanding 13,085,473 (June 30, 2020: 10,226,914) units	130,855	102,269
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the Trustee	2,865	341
Sindh Sales Tax on remuneration of the Trustee	372	44
<b>Allied Bank Limited</b>		
Profit on savings accounts	166,366	634
Bank charges	81	-
Profit receivable on savings account	32,052	-
<b>Ibrahim Agencies (Private) Limited</b>		
Issue of 2,049,085 (June 30, 2020: Nil) units	20,493	-
Outstanding 2,049,085 (June 30, 2020: Nil) units	20,491	-



	2021	2020
	----- Rupees in '000 -----	
<b>Pakistan Defence Officers Housing Authority *</b>		
Issue of 96,630,193 (June 30, 2020: Nil) units	966,495	-
Outstanding 96,630,193 (June 30, 2020: Nil) units	966,302	-
<b>Lucky Cement Limited *</b>		
Issue of 102,196,207 (June 30, 2020: Nil) units	1,022,034	-
Outstanding 102,196,207 (June 30, 2020: Nil) units	1,021,962	-
<b>Barrett Hodgson Pakistan (Private) Limited **</b>		
Issue of Nil (June 30, 2020: 21,818,118) units	-	218,462
Redemption of 22,721,935 (June 30, 2020: Nil) units	227,219	-
Outstanding Nil (June 30, 2020: 21,818,118) units	-	218,181
<b>Jubilee Life Insurance Company Limited **</b>		
Issue of Nil (June 30, 2020: 20,647,573) units	-	206,476
Redemption of 51,216,425 (June 30, 2020: Nil) units	512,202	-
Outstanding Nil (June 30, 2020: 20,647,573) units	-	206,476
<b>Shafi Gluco-Chem (Private) Limited **</b>		
Issue of Nil (June 30, 2020: 17,906,945) units	-	179,151
Redemption of 17,098,787 (June 30, 2020: Nil) units	171,000	-
Outstanding Nil (June 30, 2020: 17,906,945) units	-	179,069
<b>Fauji Fertilizer Company Limited **</b>		
Issue of Nil (June 30, 2020: 95,384,420) units	-	954,281
Redemption of 115,553,632 (June 30, 2020: 49,931,594) units	1,155,730	500,000
Outstanding Nil (June 30, 2020: 45,452,826) units	-	454,528
<b>ABL Financial Planning Fund - Active Allocation Plan</b>		
Issue of 4,551,976 (June 30, 2020: Nil) units	45,527	-
Redemption of 4,265,267 (June 30, 2020: Nil) units	42,653	-
Outstanding 286,709 (June 30, 2020: Nil) units	2,867	-
<b>ABL Financial Planning Fund - Strategic Allocation Plan</b>		
Issue of 5,578,780 (June 30, 2020: Nil) units	55,797	-
Redemption of 4,707,495 (June 30, 2020: Nil) units	47,075	-
Outstanding 871,285 (June 30, 2020: Nil) units	8,713	-
<b>ABL Islamic Financial Planning Fund - Active Allocation Plan</b>		
Issue of 6,617,917 (June 30, 2020: Nil) units	66,190	-
Redemption of 6,617,917 (June 30, 2020: Nil) units	66,179	-
<b>ABL Islamic Financial Planning Fund - Aggressive Allocation Plan</b>		
Issue of 235,584 (June 30, 2020: Nil) units	2,356	-
Redemption of 108,000 (June 30, 2020: Nil) units	1,080	-
Outstanding 127,584 (June 30, 2020: Nil) units	1,276	-
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan</b>		
Issue of 1,034,022 (June 30, 2020: Nil) units	10,342	-
Redemption of 552,500 (June 30, 2020: Nil) units	5,525	-
Outstanding 481,522 (June 30, 2020: Nil) units	4,815	-
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan III</b>		
Issue of 203,503 (June 30, 2020: Nil) units	2,035	-
Redemption of 203,503 (June 30, 2020: Nil) units	2,035	-

	2021	2020
	----- Rupees in '000 -----	
<b>ABL Islamic Financial Planning Fund - Capital Preservation Plan I</b>		
Issue of 6,603,975 (June 30, 2020: Nil) units	66,040	-
Redemption of 2,381,725 (June 30, 2020: Nil) units	23,817	-
Outstanding 4,222,250 (June 30, 2020: Nil) units	42,223	-

**Directors and Key Management Personnel of the Management Company**

**Sheikh Mukhtar Ahmed**

Issue of 2,332,930 (June 30, 2020: Nil) units	23,332	-
Redemption of 2,332,930 (June 30, 2020: Nil) units	23,329	-

**Saqib Matin**

Issue of 796,615 (June 30, 2020: Nil) units	7,966	-
Redemption of 485,000 (June 30, 2020: Nil) units	4,850	-
Outstanding 311,615 (June 30, 2020: Nil) units	3,116	-

\* Prior year figure has not been presented as the person was not classified as a related party / connected person of the Fund as at June 30, 2020.

\*\* Current year figure has not been presented as the person is not classified as a related party / connected person of the Fund as at June 30, 2021.

19.6 Other balances due to / from related parties / connected persons are included in the respective notes to the financial statements.

	Note	2021	2020
		----- Rupees in '000 -----	
<b>20 CASH AND CASH EQUIVALENTS</b>			
Bank balances	4	5,028,333	1,295,807
Term deposit receipts	5	750,000	-
		<u>5,778,333</u>	<u>1,295,807</u>

**21 FINANCIAL INSTRUMENTS BY CATEGORY**

	2021		
	At amortised cost	At fair value through profit or loss	Total
	----- Rupees in '000 -----		
<b>Financial assets</b>			
Bank balances	5,028,333	-	5,028,333
Investments	-	2,660,061	2,660,061
Profit receivable	35,903	-	35,903
Receivable against sale of units	551	-	551
Other receivable	216	-	216
	<u>5,065,003</u>	<u>2,660,061</u>	<u>7,725,064</u>

**Financial liabilities**

	2021	
	At amortised cost	Total
	----- Rupees in '000 -----	
Payable to ABL Asset Management Company Limited - Management Company	2,823	2,823
Payable to Central Depository Company of Pakistan Limited - Trustee	442	442
Payable against redemption of units	206,832	206,832
Accrued expenses and other liabilities	595	595
	<u>210,692</u>	<u>210,692</u>



	2020		Total
	At amortised cost	At fair value through profit or loss	
----- Rupees in '000 -----			
<b>Financial assets</b>			
Bank balances	1,295,807	-	1,295,807
Investments	-	183,233	183,233
Profit receivable	10,134	-	10,134
Receivable against sale of units	2,270	-	2,270
Other receivable	20	-	20
	<u>1,308,231</u>	<u>183,233</u>	<u>1,491,464</u>

	2020		Total
	At amortised cost		
----- Rupees in '000 -----			
<b>Financial liabilities</b>			
Payable to ABL Asset Management Company Limited - Management Company		1,478	1,478
Payable to Central Depository Company of Pakistan Limited - Trustee		93	93
Payable against redemption of units		15	15
Dividend payable		2	2
Accrued expenses and other liabilities		343	343
		<u>1,931</u>	<u>1,931</u>

## 22 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risk is the creation and protection of unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the constitutive documents of the Fund and the regulations and the directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

### 22.1 Market risk

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

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

Market risk comprises of three types of risks: yield / interest rate risk, currency risk, and price risk.

#### (i) Yield / interest rate risk

Yield / interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2021, the Fund is exposed to such risk on bank deposits, sukuk certificates, bai muajjal receivable, term deposit receipts and commercial papers. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

#### a) Sensitivity analysis for variable rate instruments

Presently, the Fund holds banks balances, KIBOR based sukuk certificates and term deposit receipts which expose the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net income for the year and net assets of the Fund would have been higher / lower by Rs. 60.283 million (2020: Rs. 13.808 million).

#### b) Sensitivity analysis for fixed rate instruments

As at June 30, 2021, the Fund holds islamic commercial papers and bai muajjal receivable which are classified as financial assets at fair value through profit or loss expose the Fund to interest rate risk. In case of 100 basis points increase / decrease in rates announced by the Financial Markets Association of Pakistan with all other variables held constant, the net income for the year and net assets of the Fund would have been lower / higher by Rs. 16.601 million (2020: Rs. 0.982 million).

Yield / interest rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date.



The Fund's interest rate sensitivity related to financial assets and financial liabilities as at June 30, 2021 can be determined as follows:

June 30, 2021					
Effective profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
(Rupees in '000)					
<b>On-balance sheet financial instruments</b>					
<b>Financial assets</b>					
Bank balances	5.00% - 6.95%	5,028,333	-	-	5,028,333
Investments	7.15% - 8.75%	2,410,061	250,000	-	2,660,061
Profit receivable		-	-	35,903	35,903
Receivable against sale of units		-	-	551	551
Other receivable		-	-	216	216
		7,438,394	250,000	36,670	7,725,064
<b>Financial liabilities</b>					
Payable to ABL Asset Management Company Limited - Management Company		-	-	2,823	2,823
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	442	442
Payable against redemption of units		-	-	206,832	206,832
Accrued expenses and other liabilities		-	-	595	595
		-	-	210,692	210,692
<b>On-balance sheet gap</b>		7,438,394	250,000	(174,022)	
<b>Total profit rate sensitivity gap</b>		7,438,394	250,000	(174,022)	
<b>Cumulative profit rate sensitivity gap</b>		7,438,394	7,688,394	7,688,394	

June 30, 2020					
Effective interest rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
(Rupees in '000)					
<b>On-balance sheet financial instruments</b>					
<b>Financial assets</b>					
Bank balances	6.00% - 7.50%	1,295,807	-	-	1,295,807
Investments	9.59% - 11.80%	98,233	85,000	-	183,233
Profit receivable		-	-	10,134	10,134
Receivable against sale of units		-	-	2,270	2,270
Other receivable		-	-	20	20
		1,394,040	85,000	12,424	1,491,464
<b>Financial liabilities</b>					
Payable to ABL Asset Management Company Limited - Management Company		-	-	1,478	1,478
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	93	93
Payable against redemption of units		-	-	15	15
Dividend payable		-	-	2	2
Accrued expenses and other liabilities		-	-	343	343
		-	-	1,931	1,931
<b>On-balance sheet gap</b>		1,394,040	85,000	10,493	
<b>Total profit rate sensitivity gap</b>		1,394,040	85,000	10,493	
<b>Cumulative profit rate sensitivity gap</b>		1,394,040	1,479,040	1,479,040	

(ii) **Currency risk**

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) **Price risk**

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks. The Fund does not have any investment in equity securities as of June 30, 2021.

**22.2 Liquidity risk**

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

The Fund is exposed to daily settlement of equity securities and daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

As per the NBFC Regulations, 2008, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. However, no borrowing was required to be obtained by the Fund during the current year.

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

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

June 30, 2021						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total
----- (Rupees in '000) -----						
<b>Financial assets</b>						
Bank balances	5,028,333	-	-	-	-	5,028,333
Investments	750,000	1,660,061	250,000	-	-	2,660,061
Profit receivable	32,386	-	3,517	-	-	35,903
Receivable against sale of units	551	-	-	-	-	551
Other receivable	216	-	-	-	-	216
	5,811,486	1,660,061	253,517	-	-	7,725,064
<b>Financial liabilities</b>						
Payable to ABL Asset Management Company Limited - Management Company	2,823	-	-	-	-	2,823
Payable to Central depository Company of Pakistan Limited - Trustee	442	-	-	-	-	442
Payable against redemption of units	206,832	-	-	-	-	206,832
Accrued expenses and other liabilities	427	168	-	-	-	595
	210,524	168	-	-	-	210,692
<b>Net financial assets</b>	5,600,962	1,659,893	253,517	-	-	7,514,372

June 30, 2020						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total

(Rupees in '000)

#### Financial assets

Bank balances	1,295,807	-	-	-	-	1,295,807
Investments	-	98,233	85,000	-	-	183,233
Profit receivable	9,174	-	960	-	-	10,134
Receivable against sale of units	2,270	-	-	-	-	2,270
Other receivable	20	-	-	-	-	20
	1,307,271	98,233	85,960	-	-	1,491,464

#### Financial liabilities

Payable to ABL Asset Management Company Limited - Management Company	1,478	-	-	-	-	1,478
Payable to Central depository Company of Pakistan Limited - Trustee	93	-	-	-	-	93
Payable against redemption of units	15	-	-	-	-	15
Dividend payable	2	-	-	-	-	2
Accrued expenses and other liabilities	161	182	-	-	-	343
	1,749	182	-	-	-	1,931

#### Net financial assets

	1,305,522	98,051	85,960	-	-	1,489,533
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### 22.3 Credit risk

22.3.1 Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

	June 30, 2021		June 30, 2020	
	Balance as per statement of assets and	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	Rupees in '000		Rupees in '000	
Bank balances	5,028,333	5,028,333	1,295,807	1,295,807
Investments	2,660,061	2,660,061	183,233	183,233
Profit receivable	35,903	35,903	10,134	10,134
Receivable against sale of units	551	551	2,270	2,270
Other receivable	216	216	20	20
	7,725,064	7,725,064	1,491,464	1,491,464

The maximum exposure to credit risk before any credit enhancement as at June 30, 2021 is the carrying amount of the financial assets.

### 21.3.2 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks, sukuk certificates, term deposit receipts, bai muajjal receivable, commercial papers and profit accrued thereon. The credit rating profile of banks, sukuk certificates, commercial papers, bai muajjal receivable and term deposit receipts is as follows:

Rating	% of financial assets exposed to credit risk	
	2021	2020
<b>Bank balances</b>		
AAA	65.40%	0.06%
AA	0.01%	87.44%
<b>Commercial papers</b>		
A-1+	8.02%	6.59%



Rating	% of financial assets exposed to credit risk	
	2021	2020
<b>Sukuk certificates</b>		
AA+	-	5.76%
A-1+	3.38%	-
<b>Bai muajjal receivable</b>		
AAA	7.70%	-
AA+	5.77%	-
<b>Term deposit receipts</b>		
AA	9.71%	-
	<u>202199.99%</u>	<u>202099.85%</u>

## 23 FAIR VALUE MEASUREMENT

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

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

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

### Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

As at June 30, 2021 and June 30, 2020, the Fund held the following financial instruments measured at fair values:

	June 30, 2021		
	Level 1	Level 2	Level 3
	----- Rupees in '000 -----		
<b>Financial assets</b>			
Islamic commercial papers *	-	619,634	-
Corporate sukuk certificates **	-	250,000	-
Bai muajjal receivable *	-	1,040,427	-
Term deposit receipts **	-	750,000	-
	<u>-</u>	<u>2,660,061</u>	<u>-</u>
	----- Rupees in '000 -----		
<b>Financial assets at fair value through profit or loss</b>			
Islamic commercial papers *	-	98,233	-
Corporate sukuk certificates **	-	85,000	-
	<u>-</u>	<u>183,233</u>	<u>-</u>

\* The valuation of Islamic commercial papers and Bai muajjal receivable have been done based on amortisation to their fair value as per the guidelines given in Circular 33 of 2012 since the residual maturities of these investments are less than six months and are placed with counterparties which have high credit rating.

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



## 24 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends and to payment of a proportionate share based on the Fund's Net Asset Value per unit on the redemption date. The relevant movements are shown on the 'Statement of Movement in Unit Holders' Fund'.

The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has historically maintained and complied with the requirement of minimum fund size at all times.

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

In accordance with the risk management policies as stated in note 22, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short-term borrowings, where necessary.

## 25 UNIT HOLDING PATTERN OF THE FUND

Category	June 30, 2021			June 30, 2020		
	Number of unit holders	Investment amount (Rupees in '000)	Percentage of total	Number of unit holders	Investment amount (Rupees in '000)	Percentage of total
Individuals	317	903,798	12.03%	21	28,438	1.90%
Associated companies	7	211,240	2.81%	1	102,269	6.85%
Insurance companies	5	51,168	0.68%	3	247,813	16.60%
Banks & DFIs	1	450,590	6.00%	-	-	-
Retirement Funds	6	154,273	2.05%	2	6,926	0.46%
Public limited companies	25	4,289,440	57.08%	9	1,025,648	68.71%
Others	8	1,454,398	19.35%	2	81,872	5.48%
	<b>369</b>	<b>7,514,907</b>	<b>100.00%</b>	<b>38</b>	<b>1,492,966</b>	<b>100.00%</b>

## 26 LIST OF TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name of broker	2021	Name of broker	2020
	Percentage of commission paid		Percentage of commission paid
Arif Habib Limited	42.64%	Paramount Capital (Private) Limited	100.00%
JS Global Capital Limited	27.06%		
Paramount Capital (Private) Limited	21.46%		
Next Capital Limited	6.04%		
Pearl Securities Limited	1.68%		
Bright Capital (Private) Limited	0.56%		
Magenta Capital (Private) Limited	0.56%		

26.1 The fund has traded with only the above mentioned 7 brokers / dealers (2020: 1 broker / dealer) during the year ended June 30, 2021.

## 27 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE

Following are the details in respect of members of the Investment Committee of the Fund:

Name	Designation	Qualification	Overall experience (in years)
Alee Khalid Ghaznavi	Chief Executive Officer	MBA	20
Saqib Matin	CFO & Company Secretary	FCA & FPFA	22
Fahad Aziz	Head of Fixed Income	MBA	15
Ali Ahmed Tiwana	Head of Equity	CIMA	11
M. Tahir Saeed	Head of Risk Management	CFA	9
M. Abdul Hayee	Fund Manager - Equity	MBA & CFA	13
Abdul Rehman Tahir	Fund Manager - Fixed Income	MBA & CFA	10



**28 NAME AND QUALIFICATION OF THE FUND MANAGER**

Name	Designation	Qualification	Other Funds managed by the Fund Manager
Abdul Rehman Tahir	Fund Manager - Fixed Income	MBA & CFA	ABL Islamic Asset Allocation Fund and ABL Islamic Income Fund

**29 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY**

The 64th, 65th, 66th and 67th Board of Directors meetings were held on August 18, 2020, October 27, 2020, February 11, 2021 and April 12, 2021, respectively. Information in respect of attendance by the directors and other persons in the meetings is given below:

S. No.	Name	Number of meetings			Meetings not attended
		Held	Attended	Leave granted	
1	Sheikh Mukhtar Ahmed	4	4	-	-
2	Mohammad Naeem Mukhtar	4	3	1	64th
3	Muhammad Waseem Mukhtar	4	3	1	65th
4	Tahir Hasan Qureshi *	2	-	2	64th & 65th
5	Muhammad Kamran Shehzad	4	4	-	-
6	Pervaiz Iqbal Butt	4	4	-	-
7	Aizid Razzaq Gill **	2	2	-	-
8	Saira Shahid Hussain ***	1	1	-	-
9	Alee Khalid Ghaznavi	4	4	-	-
<b>Other persons</b>					
10	Saqib Matin ****	4	4	-	-

\* Tahir Hasan Qureshi resigned on December 31, 2020

\*\* Aizid Razzaq Gill has been appointed as the director with effect from January 1, 2021

\*\*\* Saira Shahid Hussain has been elected as the director in the 13th AGM dated March 31, 2021

\*\*\*\* Saqib Matin attended the meetings as the Company Secretary.

**30 RATING OF THE MANAGEMENT COMPANY**

VIS Credit Rating Company Limited has determined the asset manager rating of the Management Company of AM2++ (2020: AM2++) 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 assigned the stability rating of "AA(f)" to the Fund on December 31, 2020.

**31 CORRESPONDING FIGURES**

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

**32 DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue by the Board of Directors of the Management Company on August 25, 2021.

**33 GENERAL**

33.1 Figures have been rounded off to the nearest thousand Rupee unless otherwise stated.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Alee Khalid Ghaznavi  
Chief Executive Officer



Pervaiz Iqbal Butt  
Director

**ABLICF**  
ABL ISLAMIC CASH FUND



**ABL Asset Management**  
Discover the potential

## اعتراف

ہم اپنے قابل قدر سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ بورڈ سیکوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان ، ٹرسٹی (ڈیجیٹل کسٹوڈین کمپنی 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 ، 25 اگست ، 2021



علی خالد غزنوی  
چیف ایگزیکٹو آفیسر

FY-2021

اے بی ایل اسلامک کیش فنڈ کی کارکردگی

6.62%

پیداوار

3.42%

3 اے درجہ بند اسلامی بینکوں کے بینک ڈپازٹ کی اوسط شرح

17.09

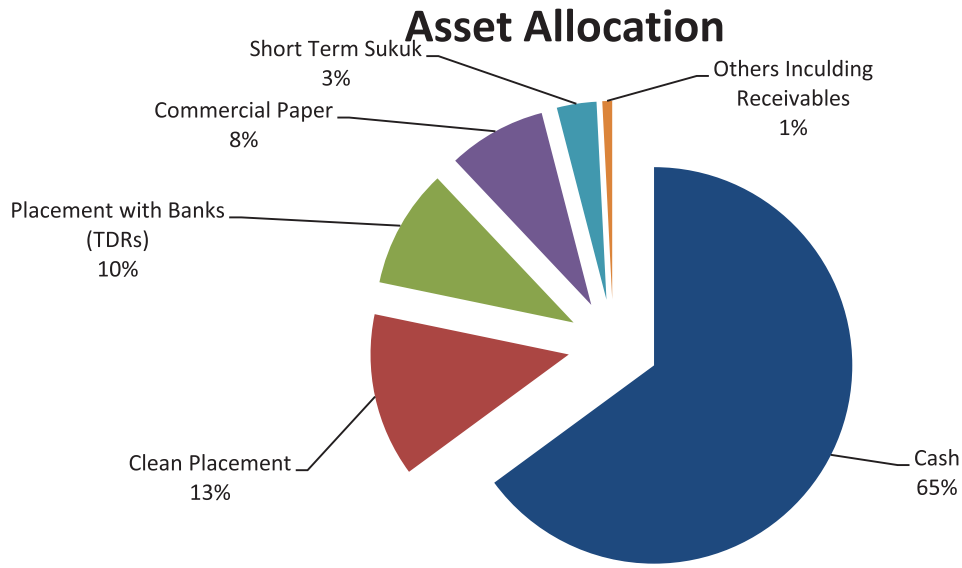
نیٹ اثاثوں کی میعاد ختم ہونے کا اوسط وزن (دن)

7455.01

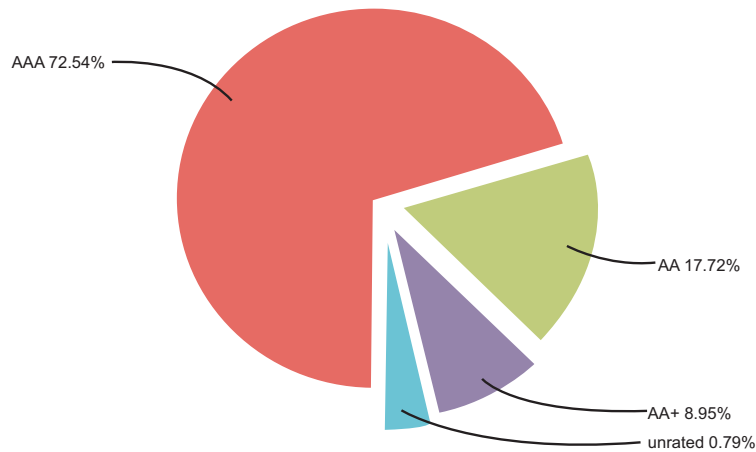
اثاثہ زیر انتظام 30 جون 2021 تک (PKR MN)

9.9392

(EX Dividend) NAV کے مطابق فی یونٹ (PKR) 2021 جون 30



### CREDIT QUALITY OF PORTFOLIO (% OF TOTAL ASSETS)



6. اندرونی کنٹرول کا نظام ڈیزائن میں مستحکم ہے اور اس کو موثر انداز میں لاگو اور نگرانی کیا گیا ہے۔
7. فنڈز کی تشویش کی حیثیت سے جاری رکھنے کی اہلیت پر کوئی خاص شبہات نہیں ہیں۔
8. فنڈ کی کارکردگی کا جزو سالانہ رپورٹ کے صفحہ # 10 پر دیا گیا ہے۔
9. ٹیکسوں ، ڈیوٹیوں ، محصولات اور محصولات اور مالی معاوضوں میں پہلے ہی انکشاف کے علاوہ دیگر معاوضوں کی وجہ سے کوئی قانونی ادائیگی نہیں ہے۔
10. پروویڈنٹ فنڈ کی سرمایہ کاری کی قیمت کے بارے میں بیان فنڈ کے معاملے میں لاگو نہیں ہوتا ہے کیونکہ ملازمین کی ریٹائرمنٹ کے فوائد کے اخراجات انتظامیہ کمپنی برداشت کرتی ہے۔
11. 30 جون ، 2021 کو یونٹ ہولڈنگز کا پیٹرن مالیاتی گوشوارے کے نوٹ نمبر 25 میں دیا گیا ہے۔

## آڈیٹر

میسرز ایف فرگوسن اینڈ کمپنی (چارٹرڈ اکاؤنٹنٹس) اے بی ایل اسلامک کیش فنڈ (اے بی ایل - آئی سی ایف) کے لئے 30 جون 2022 کو ختم ہونے والے سال کے لئے بطور آڈیٹر مقرر ہوئے ہیں۔

## فنڈ استحکام کی درجہ بندی

JCR-VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ (JCR-VIS) نے 31 دسمبر ، 2020 کو ، اے بی ایل اسلامک کیش فنڈ کی استحکام کی درجہ بندی ((AA (f) (Double A (f)) کی فنڈ اسٹیبلٹی ریٹنگ (FSR) کی دوبارہ تصدیق کی ہے۔

## مینجمنٹ کمپنی کی کوالیٹی 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 'AM++ (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

معاشی تعداد میں بہتری اور کاروباری اعتماد کی غیر یقینی صورتحال کے باوجود پاکستان میں جاری چوتھی کوویڈ 19 کی لہر اور نئی شکلوں کے عالمی پھیلاؤ کے نتیجے میں رہائشی مالیاتی پالیسی کے ذریعے بحالی کی حمایت پر مسلسل زور دیا گیا۔ نتیجے کے طور پر پالیسی کی شرح سال بھر میں بغیر کسی تبدیلی کے 7 فیصد رہی۔ آگے بڑھتے ہوئے ہم توقع کرتے ہیں کہ شرح سود 7.00 فیصد کی موجودہ سطح پر کم از کم مالی سال 22 کی دوسری سہ ماہی کے اختتام تک برقرار رہے گی۔

فنڈ بینکوں میں اپنی زیادہ تر نمائش کو برقرار رکھے گا اور اعلیٰ معیار کے اسلامی کمرشل پیپرز اور بانٹی موجال لین دین میں سرمایہ کاری کے مواقع تلاش کرے گا تاکہ بینک ڈپازٹ کی شرح سے زیادہ الفائدہ پیدا ہو۔

## اسلامی منی مارکیٹ کا جائزہ

سال بھر میں کلیدی شرح سود میں کوئی تبدیلی نہیں کی گئی اور پالیسی کی شرح 7.00% پر برقرار ہے۔ شرح سود کو ترقی کے احیاء کو یقینی بنانے کے لیے مناسب پالیسی اقدامات کے ایک حصے کے طور پر برقرار رکھا گیا۔

اگرچہ شرح سود میں کوئی تبدیلی نہیں کی گئی ، ٹی بل اور پی آئی بی دونوں کے لیے پرائمری مارکیٹ کٹ آف پیداوار میں بار بار تبدیلیاں دیکھی گئیں۔ چھوٹے اور درمیانے درجے کے آلات کے درمیان پھیلاؤ کو وسیع کرنے کی وجہ سے پیداوار کا وکر عام کھڑا رہا۔ اس کے نتیجے میں ، KIBOR اسپریڈز میں توسیع بھی دیکھی گئی۔ سال کے دوران 6M KIBOR 7.03% سے بڑھ کر 7.61% ہو گیا۔

قلیل مدتی اسلامی پہلو پر ، K-Electric اور HUBCO جیسے جاری کرنے والے 6M KIBOR سے 80 bps کے درمیان اسپریڈ پر اسلامی کمرشل پیپرز جاری کرتے رہے جبکہ قلیل مدتی ڈپازٹ کی شرح 6.50% - 7.25% کے درمیان رہی۔ بائی موجل مارکیٹ میں بڑھتی ہوئی سرگرمیوں کا مشاہدہ کیا گیا جہاں 1 سے 3 ماہ کی جگہ کے لیے پلیسمنٹ کی شرح 6.75% - 7.25% کے درمیان ہے۔

سال کے دوران ، GoP نے 52.7 بلین روپے کے طویل المیعاد اجارہ سکوکس 8.37% اور 9.45% کے درمیان مقررہ شرح پر جاری کیے۔

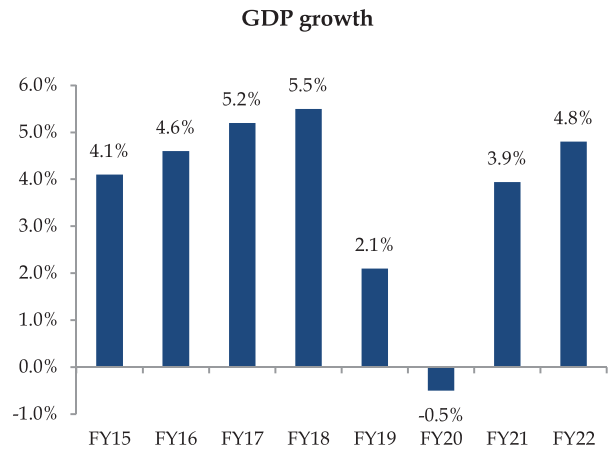
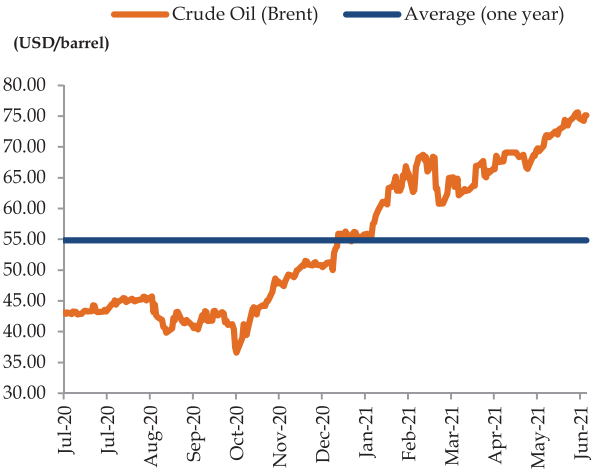
## فنڈ کی کارکردگی

مالی سال 21 کے دوران ، اے بی ایل اسلامک کیش فنڈ نے 3.62 فیصد کے بینچ مارک ریٹرن کے مقابلے میں 6.62 فیصد سالانہ ریٹرن فراہم کیا۔ آؤٹ پرفارمنس بڑی حد تک بینکوں کے ساتھ پرکشش نرخوں پر فنڈز کے تعین کی طرف منسوب کی جا سکتی ہے۔

سال کے دوران ، اے بی ایل آئی سی ایف اے یو ایم جون 20 کے اختتام پر 1.492 ارب روپے کے مقابلے میں 30 جون 21 کو بڑھ کر 7.514 ارب روپے تک ہو گیا ، - اثاثوں کی تقسیم کی طرف ، فنڈ میں کیش میں زیادہ تر نمائش تھی جو 64.92 فیصد تھی ، کمرشل پیپر میں ایکسپوزر 8.01 فیصد ، بائی موجل میں ایکسپوزر 13.34 فیصد ، ٹی ڈی آر میں ایکسپوزر 9.70 فیصد اور فنڈز کی 3.23 فیصد نمائش کو جون 21 کے آخر میں شارٹ ٹرم کارپوریٹ سکوکس کے طور پر رکھا گیا تھا۔

## اضافی معاملات

1. انتظامیہ کمپنی کے ڈائریکٹرز کی تفصیل اس سالانہ رپورٹ میں ظاہر کی گئی ہے۔
2. مالی بیانات معاملات کی منصفانہ حالت ، پیش کردہ کارروائیوں ، نقد بہاؤ اور یونٹ ہولڈر کے فنڈ میں بدلاؤ پیش کرتے ہیں۔
3. فنڈ کے اکاؤنٹس کی مناسب کتابیں برقرار رکھی گئیں۔
4. مالی بیانات کی تیاری میں مناسب اکاؤنٹنگ پالیسیاں مستقل طور پر لاگو ہوتی ہیں اور محاسبہ کا تخمینہ معقول اور محتاط فیصلوں پر مبنی ہوتا ہے۔
5. متعلقہ بین الاقوامی اکاؤنٹنگ معیارات ، جیسا کہ پاکستان میں لاگو ہوتا ہے ، غیر بینکاری فنانس کمپنیوں (اسٹیبلشمنٹ اینڈ ریگولیشن) رولز 2003 اور نان بینکنگ فنانس کمپنیوں اور مطلع شدہ اداروں کے ضوابط ، 2008 کی دفعات ، ٹرسٹ ڈیڈ کی شرائط اور جاری کردہ ہدایات مالیاتی بیانات کی تیاری میں سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی پیروی کی گئی ہے۔



پاکستان نے مالی سال 20 میں جی ڈی پی منفی 0.4 فیصد سالانہ رپورٹ کی ہے جو مالی سال 19 میں 3.3 فیصد تھی۔ وبائی بیماری نے 2020 میں معاشی سرگرمیوں کو شدید متاثر کیا ہے۔ اس طرح معیشت مثبت نمو کو برقرار نہیں رکھ سکتی۔ جولائی اپریل 2020 کی مدت کے دوران ، بڑے پیمانے پر مینوفیکچرنگ (8.96% LSM) YoY نمایاں طور پر گھٹ گئی جبکہ SPLY میں 2.82 فیصد کمی آئی۔ کم کرنے میں اہم حصہ ٹیکسٹائل (-8.68%) ، کوک اور پٹرولیم مصنوعات (21.15%) ، انرٹ اور سٹیل مصنوعات (-15.68%) ، آٹوموبائل (-41.90%) ، دواسازی (-5.31%) ، اور الیکٹرانکس (-19.7%)۔ صنعت اور معیشت کی حالت کو دیکھتے ہوئے حکومت نے سمارٹ لاک ڈاؤن کا فیصلہ کیا جہاں تمام بڑی صنعتوں کو کام کرنے کی اجازت دی گئی ہے۔ ہم توقع کرتے ہیں کہ یہ اگلے مالی سال میں جی ڈی پی سیکڑنے سے بچ جائے گا۔ تاہم ، ترقی کی شرح متاثر کن ہونے کی توقع نہیں ہے۔

آگے بڑھتے ہوئے ، خاص طور پر مختصر مدت میں ، مارکیٹ کی سمت آنے والے نتائج اور ملک میں کورونا وائرس وبائی امراض کی صورتحال سے طے کی جائے گی۔ اور معیشت پر اس کے اثرات حکومت کی جانب سے انڈسٹری کو سپورٹ کرنے کے لیے اعلان کردہ ترغیبات CY20 کے باقی حصوں میں پوری ہونے کی توقع ہے۔ نمایاں ہیں قرض کے پرنسپل پر رعایت کی مدت نقد بہاؤ کو منظم کرنے میں مدد کے لیے جبکہ تعمیراتی پیکج معاشی سرگرمیوں کو فروغ دینے کے لیے۔ اور ملک میں روزگار کے مواقع پیدا کریں۔ ان کے علاوہ ، پالیسی کی شرح کو کافی حد تک کم کر کے 7 فیصد کر دیا گیا ہے ، جو لیوریجڈ صنعتوں اور صارفین کے لیے ایک اور بڑی راحت ہے۔

## میوچل فنڈ انڈسٹری کا جائزہ

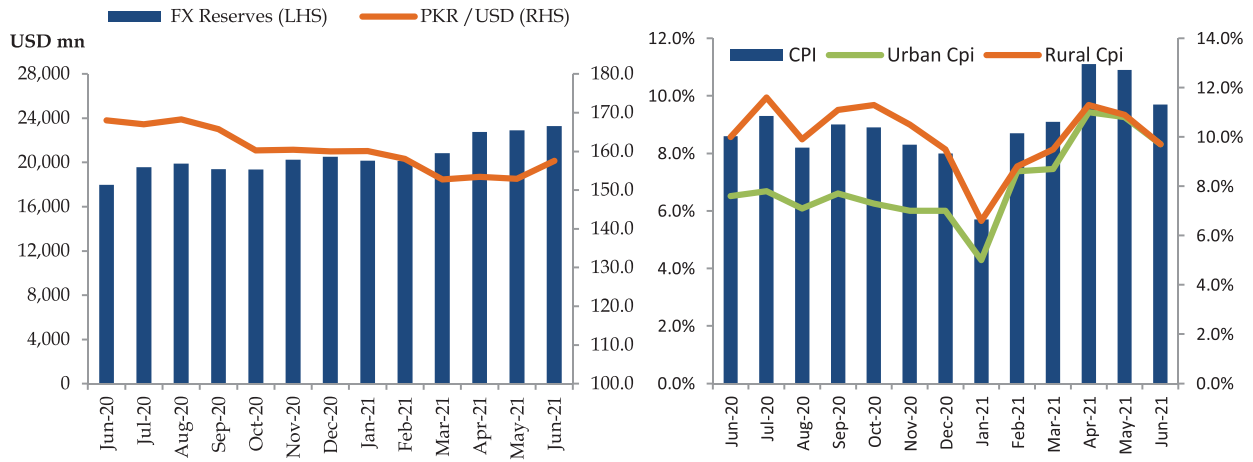
اوپن اینڈ میوچل فنڈ کے زیر انتظام کل اثاثے (AUMs) مالی سال 20 کے دوران PKR 572bn سے PKR 788bn تک 38 فیصد کی نمایاں اضافہ ہوا ، بنیادی طور پر منی مارکیٹ فنڈ اور فکسڈ انکم فنڈ میں بڑے پیمانے پر آمد کی وجہ سے۔ منی مارکیٹ فنڈ بشمول روایتی اور اسلامی ، پی کے آر 318 bn پر مدت کو بند کرنے کے لیے 92 فیصد کی زبردست ترقی دیکھی گئی۔ مذکورہ مدت کے دوران فکسڈ انکم فنڈ کے AUMs میں روایتی اور شریعت کے مطابق فنڈ کے AUMs میں 66 فیصد اضافہ ہوا۔ اس ترقی کو بنیادی طور پر 9MFY20 کے دوران سیکڑنے والی مانیٹری پالیسی کے ماحول میں زیادہ منافع کمانے کے لیے سرمایہ کاروں کی بھوک سے منسوب کیا جا سکتا ہے۔ مقررہ آمدنی کے برعکس ، اس مدت کے دوران ایکویٹی مارکیٹ AUMs میں 5 فیصد کمی واقع ہوئی ہے۔ ملک میں لاک ڈاؤن اور کورونا وائرس کے کیسز کی بڑھتی ہوئی تعداد سرمایہ کاروں کو خطرناک اثاثوں میں سرمایہ کاری کے حوالے سے محتاط کر دیتی ہے۔ کوویڈ 19 کی وجہ سے ایکویٹی مارکیٹ میں ہنگامہ آرائی اور مالی سال 20 کے دوران تیل کی بین الاقوامی قیمتوں میں غیر یقینی صورتحال نے ایکویٹی فنڈز کی اے یو ایم کو کم کرنے میں اہم کردار ادا کیا۔

## مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے بی ایل اسلامک کیش فنڈ (اے بی ایل - آئی سی ایف) کی انتظامیہ کمپنی ، اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 30 جون ، 2021 کو ختم ہونے والے سال کے لئے اے بی ایل اسلامک کیش فنڈ کے آڈٹ شدہ فنانشل اسٹیٹمنٹ پیش کرنے پر خوشی محسوس کرتے ہیں۔

### اقتصادی کارکردگی کا جائزہ

لاک ڈاؤن نے سپلائی کے مسائل کے ساتھ ملک میں افراط زر کا دباؤ پیدا کیا کیونکہ ہم نے مئی 20 میں 8.22 فیصد YoY کی 11 ماہ کی کم افراط زر کو حاصل کرنے کے بعد جون 20 میں 8.59 فیصد YoY کا CPI دیکھا۔ ماہانہ بنیادوں پر ، افراط زر میں 0.81 فیصد اضافہ ہوا جبکہ پچھلے مہینے میں 0.32 فیصد اضافہ ہوا۔ مہینے کے دوران ایشیائی خوردونوش کی قیمتوں میں زبردست اضافہ دیکھنے میں آیا۔ مالی سال 20 کے لیے اوسط NCPI این سی پی آئی 10.76 فیصد سالانہ ہے جبکہ SPLY میں 6.80 فیصد سالانہ ہے۔ مطلب یہ کہ ، ہم مالی سال 21 کے لئے اوسط NCPI این سی پی آئی کا تخمینہ لگاتے ہیں جو 7.3 YY فیصد سالانہ ہے۔



کرنٹ اکاؤنٹ خسارہ (CAD) میں کمی بی او پی کی مستحکم پوزیشن کی راہ ہموار کرتی ہے۔ 11MFY20 کے دوران Y YoY سے کم ہو کر 3.28 بلین امریکی ڈالر رہ گیا۔ درآمدات 20 فیصد کم ہو کر 46.63 بلین ڈالر رہ گئیں جبکہ عالمی لاک ڈاؤن کے باوجود صرف 7 فیصد YoY کی وجہ سے 11MFY20 کے دوران 25.99bn ڈالر رہ گئی۔ تاہم ، کارکنوں کی ترسیلات زر میں سالانہ 6 فیصد اضافے کی اطلاع 23.12 بلین امریکی ڈالر تک پہنچ گئی۔ مزدوروں کی ترسیلات کو خطرہ ہمارے خیال میں ختم ہو گیا ہے کیونکہ دنیا بھر میں معاشی سرگرمیاں بڑھ رہی ہیں۔ تاہم ، آنے والے مہینوں میں بنیادی طور پر تیل کی درآمدی بل کی وجہ سے CAD میں اضافہ ہوسکتا ہے کیونکہ تیل کی بین الاقوامی قیمتوں میں اضافہ اور حکومت کی طرف سے اجازت دی گئی ہے۔ ملک میں بجلی کی طلب کو پورا کرنے کے لیے فرانس آئل درآمد کرنا۔ 03 جولائی 2020 کو ملک کے زرمبادلہ کے ذخائر 18.79 بلین ڈالر ہیں۔ 3.09 ماہ کا درآمدی کور فراہم کرنا۔ وبائی مرض سے لڑنے کے لیے ، مختلف بین الاقوامی ادارے بشمول آئی ایم ایف ، اے ڈی پی ، ڈبلیو بی اور پیرس کلب دوست ممالک کے ساتھ مل کر پاکستان کی مدد کے لیے آگے آئے ہیں جس کے نتیجے میں ذخائر مستحکم ہوئے ہیں۔ مالی پہلو پر ، مالی سال 20 کے دوران ، عارضی ٹیکس وصولی 3.98 ٹن روپے تک پہنچ گئی ہے ، جو کہ سالانہ 4 فیصد اضافے کی عکاسی کرتی ہے۔ جون 20 کے مہینے کے دوران ، ٹیکس کی وصولی PKR 420bn رہی جو اس کے نظر ثانی شدہ PKR 398bn کے ہدف کے مقابلے میں تھی۔





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