



**ISLAMIC INCOME FUND**  
HALF YEAR FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED DECEMBER 31, 2022

# Half Yearly **REPORT**



**ABL Asset Management**

Discover the potential



# CONTENTS

Fund's Information	01
Report of the Directors of the Management Company	02
Trustee Report to the Unit Holders	05
Independent Auditors' Report to the Unit Holders on Review of Condensed Interim Financial Information	06
Condensed Interim Statement of Assets and Liabilities	07
Condensed Interim Income Statement (Un-audited)	08
Condensed Interim Statement of Movement in Unit Holders' Fund (Un-audited)	09
Condensed Interim Cash Flow Statement (Un-audited)	10
Notes to and Forming Part of the Condensed Interim Financial Information (Un-audited)	11
Report of the Directors of the Management Company (Urdu Version)	22





## 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 Ms. Saira Shahid Hussain Mr. Pervaiz Iqbal Butt Mr. Muhammad Kamran Shehzad	Chairman Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Independent Director Independent 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. Naveed Nasim	Chairman Member Member Member
<b>Board's Risk Management Committee</b>	Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Naveed Nasim	Chairman Member Member
<b>Board Strategic Planning &amp; Monitoring Committee</b>	Mr. Muhammad Waseem Mukhtar Mr. Muhammad Kamran Shehzad Mr. Pervaiz Iqbal Butt Mr. Naveed Nasim	Chairman Member Member Member
<b>Chief Executive Officer of The Management Company:</b>	Mr. Naveed Nasim	
<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 Al Falah Limited United 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 Income Fund (ABL-IIF), is pleased to present the Condensed Interim Financial Statements (un-audited) of ABL Islamic Income Fund for the half year ended December 31, 2022.

### ECONOMIC PERFORMANCE REVIEW

Pakistan's economy grew by 5.97% in FY22 against 5.74% in the same period last year (SPLY). All three sectors agriculture, industrial, and services sector have contributed to this growth trajectory. The industrial sector remained in limelight by surging 7.19% followed by services and agriculture sectors which swelled by 6.19% and 4.40% during the said period. Within industrial sector, large-scale manufacturing (LSM) grew by 10.48% followed by small scale manufacturing and slaughtering industry. Construction industry contributed least in this growth trajectory due to higher prices of cement & steel backed by rising finance cost and lower spending of PSDP.

During the 6MFY23, the average inflation inched up 25.04%YoY compared to 9.79%YOY in corresponding period last year. Price increase was seen across many sectors, including food, housing and transport. Passing on the upsurge in global oil price locally, not only pushed up the transport index but also reflected in the food index. To curb this inflation and support dwindling foreign exchange reserves central bank raised policy rate by 225 basis points during the said period. On the balance of payment front, the country posted cumulative deficit of USD 3bn against the deficit of USD 7bn in the SPLY. The primary reason behind this reduction was trade deficit which declined by 39% as imports decreased by 31% while exports declined by 21% to close the period at USD 24bn and USD 12bn respectively during the 5MFY23. Remittance has been increased by 10% to clock in at USD 12bn. Foreign exchange reserves of SBP stood at USD 5.82bn as of December 23, 2022, providing total import cover of ~ 1 month.

### MUTUAL FUND INDUSTRY REVIEW

Total assets under management (AUMs) of the open-end mutual fund industry posted a growth of 24.56%YoY (from PKR 1274bn to PKR 1587bn). Islamic and Conventional Money market funds witnessed a huge growth of 59%YoY and 20% YoY to close the period at PKR 373bn and PKR 536bn, respectively. On the flip side conventional and Islamic equity funds declined by 16%YoY and 10% YoY to close at PKR 101bn and PKR 51bn respectively.

### ISLAMIC MONEY MARKET REVIEW

During 1HFY23, the Monetary Policy Committee (MPC) of SBP raised the policy rate by 225 basis points to 16%. The MPC decision aimed to counter the inflationary pressure and ensure economic sustainability. Average inflation during 1HFY23 remained elevated and stood at 25%, owing to higher energy prices, elevated food prices (led by supply side constraints) and PKR devaluation. SBP expects inflation to average 21% - 23% during the FY23 due to higher food prices and energy prices. The net liquid foreign exchange reserves with SBP stood at USD 5.5 billion (as at 30-Dec-22), posing challenges and persistent risks to the financial stability and fiscal consolidation. Going forward, due to current forex reserves and elevated inflationary pressure, a further rate hike cannot be ruled out.



During the period under review, Islamic money market remained active as the ministry issued a total of PKR 360.87bn cumulatively in both variable and fixed rate Ijarah sukuk. Due to the upward movement and volatility in conventional secondary market yields, market shifted interest from fixed rate ijarah sukuk to variable rate ijarah sukuk. The yields of GIS also increased significantly in line with secondary market yields.

## **FUND PERFORMANCE**

ABL Islamic Income Fund posted an annualized return of 10.19% during the 1HY23, against the benchmark return of 5.36%, reflecting an outperformance of 483bps.

At the end of period, the fund had 41.30% exposure in Corporate Sukuks, 13.38% was placed with DFI's and 40.63% of the fund's exposure was placed as Cash. During the period, the fund maintained majority exposure in cash in order to benefit from attractive rates offered by Islamic Banks.

During the Period, ABL Islamic Income Fund's AUM decreased to PKR 2,227.57 million as at Dec'31, 2022 from PKR 3,532.28 million at the end of June 30, 2022.

## **AUDITORS**

M/s. A.F. Fergusons & Co. (Chartered Accountants), have been re-appointed as auditors for the year ending June 30, 2023 for ABL Islamic Income Fund (ABL-IIF).

## **FUND STABILITY RATING**

On December 30, 2022: VIS Credit rating Company (VIS) has reaffirmed the Fund Stability Rating (FSR) of ABL Islamic Income Fund (ABL IIF) at 'A+ (f)' (Single A plus (f)).

## **MANAGEMENT QUALITY RATING**

On October 26, 2022: The Pakistan Credit Rating Agency Limited (PACRA) has upgraded the Management Quality Rating (MQR) of ABL Asset Management Company (ABL AMC) at 'AM1' (AM-One). Outlook on the assigned rating is 'Stable'.

## **FUTURE OUTLOOK**

Going forward, in order to safeguard the portfolio against adverse market movements, the fund will restrict its investment in Bank Deposits and floating rate securities such as Short & Long Term Sukuks with shortest possible duration ideally linked to changes in MPS.

The fund will also continue to look for options on banking deposit side in order to minimize the interest rate risks. However due to the ADR restriction on commercial banks, the profit rates are no longer as competitive as they used to be.



## ACKNOWLEDGEMENT

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

For & on behalf of the Board

**Director**  
**Lahore, February 14, 2023**

**Saqib Matin**  
**Company Secretary**



**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 INCOME FUND**

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

We Central Depository Company of Pakistan Limited, being the Trustee of ABL Islamic Income Fund (the Fund) are of the opinion that ABL Asset Management Company Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2022 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: February 24, 2023





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

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **ABL Islamic Income Fund** (the Fund) as at December 31, 2022 and the related condensed interim income statement, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2022. The Management Company (ABL Asset Management Company Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2022 and December 31, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2022.

**Scope of Review**

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

**Conclusion**

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

A.F. Ferguson & Co.  
Chartered Accountants  
Engagement Partner: **Noman Abbas Sheikh**  
Dated: February 28, 2023  
Karachi  
UDIN: RR2022100614UdKwtVva

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

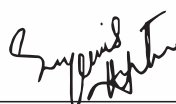


**ABL ISLAMIC INCOME FUND  
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES  
AS AT DECEMBER 31, 2022**

		(Un-audited) December 31, 2022	(Audited) June 30, 2022
	Note	----- Rupees in '000 -----	
<b>ASSETS</b>			
Balances with banks	4	911,234	1,841,431
Investments	5	1,226,227	1,610,829
Deposit, prepayments and other receivable		67,169	60,195
Profit receivable		38,214	73,991
<b>Total assets</b>		<b>2,242,844</b>	<b>3,586,446</b>
<b>LIABILITIES</b>			
Payable to ABL Asset Management Company Limited - Management Company	6	13,866	18,820
Payable to Central Depository Company of Pakistan Limited - Trustee	7	165	258
Payable to the Securities and Exchange Commission of Pakistan	8	297	961
Dividend payable		-	6,593
Accrued expenses and other liabilities	9	926	19,590
Payable against redemption of units		21	7,943
<b>Total liabilities</b>		<b>15,275</b>	<b>54,165</b>
<b>NET ASSETS</b>		<b>2,227,569</b>	<b>3,532,281</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>2,227,569</b>	<b>3,532,281</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	10	----- (Number of units) -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>206,819,911</b>	<b>344,808,601</b>
		----- (Rupees) -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>10.7706</b>	<b>10.2442</b>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Naveed Nasim  
Chief Executive Officer



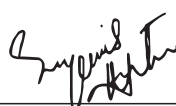
Pervaiz Iqbal Butt  
Director

**ABL ISLAMIC INCOME FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)**  
**FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2022**

	Half year ended December 31,		Quarter ended December 31,	
	2022	2021	2022	2021
	----- (Rupees in '000) -----			
<b>INCOME</b>				
Income from Islamic commercial papers	-	25,275	-	18,899
Income from certificates of musharakah	14,497	5,665	10,064	2,069
Income from corporate sukuk certificates	102,654	54,699	46,217	26,870
Income from bai muajjal	-	27,125	-	10,892
Profit on savings accounts	99,126	77,665	39,639	38,982
	216,277	190,429	95,920	97,712
Loss on sale of investments - net	(26,912)	(504)	(26,443)	(494)
Unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.4 (19,731)	21,060	8,845	18,432
	(46,643)	20,556	(17,598)	17,938
<b>Total income</b>	169,634	210,985	78,322	115,650
<b>EXPENSES</b>				
Remuneration of ABL Asset Management Company Limited - Management Company	6.1 13,796	20,720	5,905	8,190
Punjab Sales Tax on remuneration of the Management Company	6.2 2,207	3,315	945	1,310
Accounting and operational charges	6.4 1,486	2,512	(588)	2,477
Selling and marketing expense	6.5 2,229	3,769	2,201	634
Remuneration of Central Depository Company of Pakistan Limited -Trustee	7.1 1,115	1,885	484	934
Sindh Sales Tax on remuneration of Trustee	7.2 145	245	63	121
Annual fee to the Securities and Exchange Commission of Pakistan	8.1 297	503	129	249
Auditors' remuneration	335	288	185	144
Printing charges	101	50	63	25
Rating fee	137	126	68	63
Listing fee	14	14	7	(12)
Legal and professional charges	364	31	364	31
Shariah advisory fee	181	181	91	102
Settlement and bank charges	5	915	1	466
Securities transaction cost	287	119	287	93
<b>Total operating expenses</b>	22,699	34,673	10,205	14,827
Reversal of Provision for Sindh Workers' Welfare Fund	-	4,679	-	-
<b>Net income for the period before taxation</b>	146,935	180,991	68,117	100,823
Taxation	11 -	-	-	-
<b>Net income for the period after taxation</b>	146,935	180,991	68,117	100,823
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	146,935	180,991	68,117	100,823
<b>Earnings per unit</b>	12			
<b>Allocation of net income for the period</b>				
Net income for the period after taxation	146,935	180,991		
Income already paid on units redeemed	(43,434)	(35,781)		
	103,501	145,210		
<b>Accounting income available for distribution:</b>				
- Relating to capital gains	-	20,556		
- Excluding capital gains	103,501	124,654		
	103,501	145,210		

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Naveed Nasim  
Chief Executive Officer



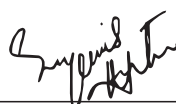
Pervaiz Iqbal Butt  
Director

**ABL ISLAMIC INCOME FUND**  
**CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

	Half year ended December 31, 2022			Half year ended December 31, 2021		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	------(Rupees in '000)-----					
<b>Net assets at the beginning of the period (audited)</b>	3,427,037	105,244	3,532,281	4,643,392	94,177	4,737,569
Issue of 92,066,608 (2021: 455,254,092) units						
- Capital value (at net asset value per unit at the beginning of the period)	943,147	-	943,147	4,649,381	-	4,649,381
- Element of income	11,905	-	11,905	74,775	-	74,775
Total proceeds on issuance of units	955,052	-	955,052	4,724,156	-	4,724,156
Redemption of 230,055,298 (2021: 419,015,240) units						
- Capital value (at net asset value per unit at the beginning of the period)	2,356,728	-	2,356,728	4,279,284	-	4,279,284
- Element of loss	6,537	43,434	49,971	31,633	35,781	67,414
Total payments on redemption of units	2,363,265	43,434	2,406,699	4,310,917	35,781	4,346,698
Total comprehensive income for the period	-	146,935	146,935	-	180,991	180,991
Distribution during the period	-	-	-	-	-	-
<b>Net assets at the end of the period (un-audited)</b>	<u>2,018,824</u>	<u>208,745</u>	<u>2,227,569</u>	<u>5,056,631</u>	<u>239,387</u>	<u>5,296,018</u>
<b>Undistributed income brought forward</b>						
- Realised income		87,926			92,024	
- Unrealised income		17,318			2,153	
		<u>105,244</u>			<u>94,177</u>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		-			20,556	
- Excluding capital gains		103,501			124,654	
		<u>103,501</u>			<u>145,210</u>	
Distribution during the period		-			-	
<b>Undistributed income carried forward</b>		<u>208,745</u>			<u>239,387</u>	
<b>Undistributed income carried forward</b>						
- Realised income		228,476			218,327	
- Unrealised (loss) / income		(19,731)			21,060	
		<u>208,745</u>			<u>239,387</u>	
			<b>(Rupees)</b>			<b>(Rupees)</b>
Net asset value per unit at the beginning of the period			<u>10.2442</u>			<u>10.2127</u>
Net asset value per unit at the end of the period			<u>10.7706</u>			<u>10.5893</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Naveed Nasim  
Chief Executive Officer



Pervaiz Iqbal Butt  
Director

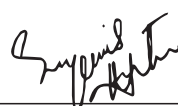


**ABL ISLAMIC INCOME FUND**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2022**

	<u>Half year ended December 31,</u>	
	2022	2021
Note	----- Rupees in '000 -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	146,935	180,991
<b>Adjustments</b>		
Income from Islamic commercial papers	-	(25,275)
Income from certificates of musharakah	(14,497)	(5,665)
Income from corporate sukuk certificates	(102,654)	(54,699)
Income from bai muajjal	-	(27,125)
Profit on savings accounts	(99,126)	(77,665)
Reversal of provision for Sindh Workers' Welfare Fund	-	(4,679)
Unrealised diminution / (appreciation) on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.4 19,731	(21,060)
	(196,546)	(216,168)
<b>Increase in assets</b>		
Deposit, prepayments and other receivable	(6,974)	(4,008)
<b>Decrease in liabilities</b>		
Payable to ABL Asset Management Company Limited - Management Company	(4,954)	(1,431)
Payable to Central Depository Company of Pakistan Limited - Trustee	(93)	(5)
Payable to the Securities and Exchange Commission of Pakistan	(664)	(763)
Accrued expenses and other liabilities	(18,664)	(23,389)
	(24,375)	(25,588)
Profit received on Islamic commercial papers	-	25,275
Profit received on certificates of musharakah	4,433	5,463
Profit received on corporate sukuk certificates	135,406	55,358
Profit received on bai muajjal	-	27,125
Profit received on savings accounts	112,215	75,935
Net amount received on purchase and sale of investments	364,871	138,510
	616,925	327,666
<b>Net cash generated from operating activities</b>	<b>535,965</b>	<b>262,893</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(6,593)	-
Receipts from issuance of units	955,052	4,616,498
Payments against redemption of units	(2,414,621)	(4,342,237)
<b>Net cash (used in) / generated from financing activities</b>	<b>(1,466,162)</b>	<b>274,261</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(930,197)</b>	<b>537,154</b>
Cash and cash equivalents at the beginning of the period	1,841,431	1,724,814
<b>Cash and cash equivalents at the end of the period</b>	<b>4 911,234</b>	<b>2,261,968</b>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Naveed Nasim  
Chief Executive Officer



Pervaiz Iqbal Butt  
Director

# ABL ISLAMIC INCOME FUND

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 ABL Islamic Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on June 23, 2010 between ABL Asset Management Company Limited (ABL AMCL) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First Supplemental Trust Deed dated July 29, 2011 with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh and Eighth supplements dated September 27, 2011, December 20, 2011, February 13, 2012, July 13, 2013, July 9, 2015, October 6, 2016, September 26, 2016 and October 2, 2020 respectively with the approval of the SECP. The SECP authorised constitution of the Trust Deed vide letter no. NBFC-II/DD/ABLAMC/492 dated June 11, 2010 in accordance with the requirement 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 SECP. The registered office of the Management Company is situated at Plot No. 14, Main Boulevard, DHA Phase 6, Lahore. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

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

1.3 The objective of the Fund is to provide investors with an opportunity to earn higher income over medium to long term by investing in money market and debt instruments permissible under the Shariah principles. The investment objectives and policies are explained in the Fund's offering document.

1.4 The Management Company has been assigned a quality rating of 'AM1' by Pakistan Credit Rating Agency (PACRA) dated October 26, 2022 (2022: 'AM2++' dated December 31, 2021). 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 reaffirmed the stability rating of the Fund to "A+(f)" dated December 30, 2022 [2022: "A+(f)" dated January 18, 2022].

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

1.6 During the year ended June 30, 2021, 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 condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 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 requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

- 2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2022.

### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

- 3.1 The accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2022.

- 3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2022. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the fund for the year ended June 30, 2022.

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

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, 2022. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

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

There are certain new standards, interpretations and amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2023. However, these are not expected to have any significant impact on the Fund's operations and therefore, have not been detailed in these condensed interim financial statements.

	Note	December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
----- Rupees in '000 -----			
<b>4 BALANCES WITH BANKS</b>			
Savings accounts	4.1	884,192	1,817,244
Current account	4.2	27,042	24,187
		911,234	1,841,431

- 4.1 These include a balance of Rs 48.486 million (June 30, 2022: Rs 497.685 million) maintained with Allied Bank Limited (a related party) that carries profit at 6.00% (June 30, 2022: 14.25%) per annum. Other savings accounts of the Fund carry profit rates ranging from 14.10% to 15.50% (June 30, 2022: 11.75% to 14.75%) per annum.

- 4.2 This represents balance maintained with Allied Bank Limited, a related party of the Fund.



5 INVESTMENTS	Note	December 31,	June 30,
		2022 (Un-audited)	2022 (Audited)
----- Rupees in '000 -----			
<b>At fair value through profit or loss</b>			
Corporate sukuk certificates	5.1	737,868	1,550,829
GoP Ijarah sukuk certificates	5.2	188,359	60,000
Certificates of musharakah	5.3	300,000	-
		<u>1,226,227</u>	<u>1,610,829</u>

### 5.1 Corporate sukuk certificates

Name of the security	Maturity date	Profit rate	As at July 1,	Purchased	Sales /	As at December	Carrying	Market value	Unrealised	Percentage in	
			2022	during the	redemptions	31, 2022	value as at	appreciation /	Net	Total market	
			Number of certificates			(Rupees in '000)			%		
<b>COMMERCIAL BANKS</b>											
Dubai Islamic Bank Pakistan Limited (AA-, VIS, non-traded) (Face value of Rs 1,000,000 per certificate)	July 14, 2027	6 months KIBOR plus base rate of 0.50%	333	-	333	-	-	-	-	-	-
Dubai Islamic Bank Pakistan Limited (AA-, VIS, non-traded) (Face value of Rs 1,000,000 per certificate)	December 2, 2032	6 months KIBOR plus base rate of 0.70%	-	265	-	265	265,000	265,000	-	11.90%	21.61%
Al Baraka Bank Pakistan Limited (A, VIS, traded) (Face value of Rs 1,000,000 per certificate)	December 22, 2031	6 months KIBOR plus base rate of 1.50%	150	-	-	150	150,000	148,103	(1,897)	6.65%	12.08%
<b>POWER GENERATION &amp; DISTRIBUTION</b>											
K-Electric Limited (AA+, VIS, traded) (Face value of Rs 5,000 per certificate)	August 3, 2027	3 months KIBOR plus base rate of 1.70%	200	-	-	200	971	966	(5)	0.04%	0.08%
K-Electric Limited PPSTS-IV (A-1+, PACRA) (Face value of Rs 5,000 per certificate)	September 25, 2022	6 months KIBOR plus base rate of 0.85%	325	-	325	-	-	-	-	-	-
The Hub Power Company Limited (AA+, PACRA, non-traded) (Face value of Rs 75,000 per certificate)	August 22, 2023	3 months KIBOR plus base rate of 1.90%	4,983	-	-	4,983	268,621	252,065	(16,556)	11.32%	20.56%
The Hub Power Company Limited (AA+, PACRA, non-traded) (Face value of Rs 100,000 per certificate)	March 19, 2024	12 months KIBOR plus base rate of 1.90%	940	-	-	940	73,206	71,734	(1,472)	3.22%	5.85%
<b>CHEMICALS</b>											
Engro Polymer and Chemicals Limited (AA, PACRA, traded) (Face value of Rs 100,000 per certificate)	January 11, 2026	3 months KIBOR plus base rate of 0.90%	2,250	-	2,250	-	-	-	-	-	-
<b>Total as at December 31, 2022</b>							757,798	737,868	(19,930)	33.13%	60.18%
<b>Total as at June 30, 2022</b>							1,529,533	1,550,829	21,296	43.91%	96.28%

## 5.2 GoP Ijarah sukuk certificates

Name of the security	Profit payments/ principal redemptions	Issue date	Maturity date	Profit rate	As at July 1, 2022	Purchases during the period	Sales / redemptions during the period	As at December 31, 2022	Carrying value as at December 31, 2022	Market value as at December 31, 2022	Unrealised appreciation / (diminution)	Percentage in relation to	
												Net assets of the Fund	Total market value of investment
					Number of certificates			(Rupees in '000)			----- % -----		
GoP Ijarah Sukuk Certificates - XI - FRR	Semi-annually	Deember 15, 2021	Deember 15, 2026	Weighted average 6 months T-Bills	12,500	140,000	12,500	140,000	132,160	132,622	462	5.95%	10.78%
GoP Ijarah Sukuk Certificates - XIII - FRR	Semi-annually	October 26, 2022	October 26, 2027	Weighted average 6 months T-Bills	-	6,000	5,440	560	56,000	55,737	(263)	2.50%	4.57%
<b>Total as at December 31, 2022</b>									<b>188,160</b>	<b>188,359</b>	<b>199</b>	<b>8.45%</b>	<b>15.35%</b>
<b>Total as at June 30, 2022</b>									<b>63,978</b>	<b>60,000</b>	<b>(3,978)</b>		

## 5.3 Certificates of musharakah

Name of the Investee Company	Maturity date	Profit rate	As at July 1, 2022	Placed during the period	Matured during the period	As at December 31, 2022	Percentage in relation to	
							Net assets of the Fund	Total market value of investment of the Fund
		%	----- (Rupees in '000) -----			----- % -----		
First Habib Modaraba (AA+, PACRA)	September 5, 2022	15.35%	-	340,000	340,000	-	-	-
First Habib Modaraba (AA+, PACRA)	January 12, 2023	15.50%	-	300,000	-	300,000	13.47%	24.47%
<b>Total as at December 31, 2022</b>						<b>300,000</b>	<b>13.47%</b>	<b>24.47%</b>
<b>Total as at June 30, 2022</b>						<b>-</b>	<b>-</b>	<b>-</b>

5.4 Unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	Note	December 31, 2022	June 30, 2022
		(Un-audited)	(Audited)
		----- Rupees in '000 -----	
Market value of investments		1,226,227	1,610,829
Carrying value of investments		1,245,958	1,593,511
		<u>(19,731)</u>	<u>17,318</u>

## 6 PAYABLE TO ABL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY - RELATED PARTY

Management fee payable	6.1	1,816	2,917
Punjab Sales Tax payable on remuneration of the Management Company	6.2	1,524	1,700
Provision for Federal Excise Duty on remuneration of the Management Company	6.3	8,366	8,366
Accounting and operational charges payable	6.4	645	2,290
Selling and marketing expenses payable	6.5	965	3,436
Sales load payable		550	111
		<u>13,866</u>	<u>18,820</u>

6.1 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 period ended December 31, 2022:

Rate applicable from July 1, 2021 to September 27, 2021	Rate applicable from September 28, 2021 to June 30, 2022	Rate applicable from July 1, 2022 to December 31, 2022
1.00% of average daily net assets	8% of gross earning subject to minimum floor of 0.40% of net assets per annum and maximum cap of 1.00% of net assets per annum.	8% of gross earning subject to minimum floor of 0.40% of net assets per annum and maximum cap of 1.00% of net assets per annum.

The remuneration is payable to the Management Company monthly in arrears.



6.2 During the period, an amount of Rs. 2.206 million (December 31, 2021: Rs 3.315 million) was charged on account of sales tax on management fee levied through Punjab Sales Tax on Services Act, 2012 at the rate of 16% (June 30, 2022: 16%).

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 8.366 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2021 would have been higher by Re 0.040 (June 30, 2022: Re 0.024) per unit.

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

The Management Company, based on its own discretion, has charged such expenses at the rate of 0.1% (June 30, 2022: 0.1%) of the average annual net assets of the Fund.

6.5 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the rate of 0.15% (June 30, 2022: 0.15%) of the average annual net assets of the Fund.

	Note	December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
----- Rupees in '000 -----			
<b>7 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>			
Trustee fee payable	7.1	146	229
Sindh Sales Tax payable on trustee fee	7.2	19	29
		<u>165</u>	<u>258</u>

7.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (June 30, 2022: 0.075%) per annum of net assets. Accordingly, the Fund has charged trustee fee at the above mentioned rate during the period.

7.2 During the period, an amount of Rs 0.145 million (December 31, 2021: Rs 0.245 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 13% (June 30, 2022: 13%).

	Note	December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
----- Rupees in '000 -----			
<b>8 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
Annual fee payable	8.1	<u>297</u>	<u>961</u>



- 8.1 In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay an annual fee to SECP at the rate of 0.02% (June 30, 2022: 0.02%) of the daily net assets of the Fund.

	(Un-audited) 2022	(Audited) 2022
	(Un-audited)	(Audited)
	------(Rupees- in 000)-----	
<b>9 ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Auditors' remuneration payable	324	346
Printing charges payable	84	84
Brokerage charges payable	-	45
Withholding tax payable	487	19,085
Shariah advisory fee payable	31	30
	<u>926</u>	<u>19,590</u>

#### 10 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2022 and June 30, 2022.

#### 11 TAXATION

The income of the Fund is exempt from 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 percent 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 NBFC Regulations, the Fund is required to distribute not less than 90 percent 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 intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2023 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

#### 12 EARNINGS PER UNIT

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

#### 13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period results is 1.53% (December 31, 2021: 1.38%) which includes 0.18% (December 31, 2021: 0.16%) representing government levies on the Fund such as sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

#### 14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

- 14.1 Connected persons / related parties include Allied Bank Limited being the holding company of the Management Company, ABL Asset Management Company, other collective investment schemes being managed by the Management Company, entities under common management or directorships, Central Depository Company of Pakistan Limited being the Trustee, directors and their close family members and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.
- 14.2 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.
- 14.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.
- 14.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.5 Accounting and operational charges and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

14.6 Detail of transactions with connected persons during the period are as follows:

	December 31, 2022 (Un-audited)	December 31, 2021 (Un-audited)
	----- Rupees in '000 -----	
<b>ABL Asset Management Company Limited - Management Company</b>		
Issue of 295 (December 31, 2021: 24,349) units	3	251
Redemption of 295 units (December 31, 2021: Nil) units	3	-
Remuneration for the period	13,796	20,720
Punjab Sales Tax on remuneration of the Management Company	2,207	3,315
Accounting and operational charges	1,486	2,512
Selling and marketing expenses	2,229	3,769
<b>Allied Bank Limited</b>		
Bank charges	-	915
Profit on savings account	4,247	42,073
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration for the period	1,115	1,885
Sindh Sales Tax on remuneration of the Trustee	145	245
Settlement charges	5	-
<b>ABL Islamic Financial Planning Fund - Active Allocation Plan</b>		
Issue of Nil (December 31, 2021: 6,409,803) units	-	66,000
Redemption of 3,927,194 (December 31, 2021: 7,671,399) units	42,070	79,575
<b>ABL Islamic Financial Planning Fund - Aggressive Allocation Plan</b>		
Issue of Nil (December 31, 2021: 146,696) units	-	1,500
Redemption of 12,586 (December 31, 2021: 361,987) units	130	3,780
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan</b>		
Issue of Nil (December 31, 2021: 4,412,065) units	-	45,661
Redemption of 337,239 (December 31, 2021: 7,713,878) units	3,500	80,290
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan III</b>		
Issue of Nil (December 31, 2021: 822,601) units	-	8,500
Redemption of 151,871 (December 31, 2021: 1,020,939) units	1,575	10,525
<b>ABL Islamic Financial Planning Fund - Capital Preservation Plan - I</b>		
Issue of 4,364,652 (December 31, 2021: 163,758,807) units	45,000	1,685,000
Redemption of 26,768,846 (December 31, 2021: 72,285,439) units	279,630	748,874
<b>ABL Islamic Financial Planning Fund - Capital Preservation Plan - II</b>		
Issue of 9,739,659 (December 31, 2021: 64,078,043) units	100,000	672,550
Redemption of 51,289,395 (December 31, 2021: 12,584,244) units	537,698	132,425
<b>DIRECTORS AND KEY MANAGEMENT PERSONNEL OF THE MANAGEMENT COMPANY</b>		
<b>Aizid Razzaq Gill</b>		
Issue of Nil (December 31, 2021: 229) units	-	2
Redemption of Nil (December 31, 2021: 19,504) units	-	200
<b>Saqib Matin</b>		
Issue of Nil (December 31, 2021: 2,228) units	-	23



14.7 Detail of balances outstanding at the period / year end with connected persons are as follows:

	December 31, 2022 (Un-audited)	June 30, 2022 (Audited)
	----- Rupees in '000 -----	
<b>ABL Asset Management Company Limited - Management Company</b>		
Remuneration payable	1,816	2,917
Punjab Sales Tax payable on remuneration of the Management Company	1,524	1,700
Provision for Federal Excise Duty on remuneration of the Management Company	8,366	8,366
Accounting and operational expenses payable	645	2,290
Selling and marketing expenses payable	965	3,436
Sales load payable	550	111
<b>Allied Bank Limited</b>		
Profit receivable on savings account	95	3,680
Balances with bank	75,528	509,192
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable	146	229
Sindh Sales Tax payable on remuneration of the Trustee	19	29
Security deposit	100	100
<b>ABL Islamic Financial Planning Fund - Active Allocation Plan</b>		
Outstanding 3,983,342 (June 30, 2022: 7,910,536) units	42,903	81,037
<b>ABL Islamic Financial Planning Fund - Aggressive Allocation Plan</b>		
Outstanding 3,998 (June 30, 2022: 16,584) units	43	170
<b>ABL Islamic Financial Planning Fund - Conservative Allocation Plan</b>		
Outstanding 3,547,105 (June 30, 2022: 3,547,105) units	38,204	36,337
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan - I</b>		
Outstanding 396,804 (June 30, 2022: 734,043) units	4,274	7,520
<b>ABL Islamic Financial Planning Fund - Strategic Allocation Plan III</b>		
Outstanding 602,751 (June 30, 2022: 754,622) units	6,492	7,730
<b>ABL Islamic Financial Planning Fund - Capital Preservation Plan - I</b>		
Outstanding 54,286,117 (June 30, 2022: 76,690,311) units	584,694	785,631
<b>ABL Islamic Financial Planning Fund - Capital Preservation Plan - II</b>		
Outstanding Nil (June 30, 2022: 41,549,736) units	-	425,644
<b>DIRECTORS AND KEY MANAGEMENT PERSONNEL OF THE MANAGEMENT COMPANY</b>		
<b>Azid Razzaq Gill</b>		
Outstanding 784 (June 30, 2022: 784) units	8	8
<b>Saqib Matin</b>		
Outstanding 2,414 (June 30, 2022: 2,414) units	26	25

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

15 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 amounts 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.

## 15.1 Fair value hierarchy

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

Level 1: 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 December 31, 2022 and June 30, 2022, the Fund held the following financial instruments measured at fair value:

(Un-audited)				
As at December 31, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
<b>Financial assets ' at fair value through profit or loss'</b>				
Corporate sukuk certificates	-	737,868	-	737,868
Certificates of musharakah *	-	300,000	-	300,000
GoP Ijarah sukuk certificates	-	188,359	-	188,359
	-	<u>1,226,227</u>	-	<u>1,226,227</u>
<b>(Audited)</b>				
As at June 30, 2022				
Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----				
<b>Financial assets ' at fair value through profit or loss'</b>				
Corporate sukuk certificates	-	1,550,829	-	1,550,829
GoP Ijarah sukuk certificates	-	60,000	-	60,000
	-	<u>1,610,829</u>	-	<u>1,610,829</u>

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

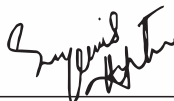
## 16 GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees, unless otherwise stated.

## 17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 14, 2023 by the Board of Directors of the Management Company.

For ABL Asset Management Company Limited  
(Management Company)



Saqib Matin  
Chief Financial Officer



Naveed Nasim  
Chief Executive Officer



Pervaiz Iqbal Butt  
Director

سود کی شرح کے خطرات کو کم کرنے کے لیے فنڈ بینکنگ ڈپازٹ سائیڈ پر بھی آپشنز تلاش کرتا رہے گا۔ تاہم کمرشل بینکوں پر ADR کی پابندی کی وجہ سے منافع کی شرحیں اب اتنی مسابقتی نہیں رہیں جتنی پہلے تھیں۔

## اعتراف

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

بورڈ کی طرف سے اور بورڈ کے لئے

ڈائریکٹر

لاہور 14 فروری، 2023

ٹاقب متین

کمپنی سیکرٹری

استحکام اور مالی استحکام کے لیے چینجز اور مستقل خطرات کا باعث تھے۔ آگے بڑھتے ہوئے، موجودہ غیر ملکی زرمبادلہ کے ذخائر اور بلند افراط زر کے دباؤ کی وجہ سے، شرح میں مزید اضافے کو مسترد نہیں کیا جا سکتا۔ زیر جائزہ مدت کے دوران، اسلامی کرنسی مارکیٹ فعال رہی کیونکہ وزارت نے متغیر اور مقررہ شرح اجارہ سکوک دونوں میں مجموعی طور پر PKR 360.87bn جاری کیے۔ روایتی ثانوی مارکیٹ کی پیداوار میں اوپر کی حرکت اور اتار چڑھاؤ کی وجہ سے، مارکیٹ نے سود کو مقررہ شرح اجارہ سکوک سے متغیر شرح اجارہ سکوک میں منتقل کر دیا۔ GIS کی پیداوار میں بھی ثانوی مارکیٹ کی پیداوار کے مطابق نمایاں اضافہ ہوا۔

## فنڈ کی کارکردگی

ABL اسلامک انکم فنڈ نے 1HY23 کے دوران 10.19% کی سالانہ ریٹرن پوسٹ کی، جو کہ 5.36% کے بینچ مارک ریٹرن کے مقابلے میں bps483 کی آؤٹ پرفارمنس کو ظاہر کرتا ہے۔

مدت کے اختتام پر، کارپوریٹ سکوک میں فنڈ کا 41.30% ایکسپوزر تھا، 13.38% ڈی ایف آئی کے پاس اور 40.63% فنڈ کی ایکسپوزر کیش کے طور پر رکھا گیا تھا۔ اس مدت کے دوران، اسلامی بینکوں کی جانب سے پیش کردہ پرکشش شرحوں سے فائدہ اٹھانے کے لیے فنڈ نے زیادہ تر رقم کیش میں رکھی۔

اس مدت کے دوران، ABL اسلامک انکم فنڈ کی AUM 30 جون 2022 کے آخر میں PKR 3,532.28 ملین سے کم ہو کر 31 دسمبر 2022 کو PKR 2,227.57 ملین ہو گئی۔

## آڈیٹر

میسرز۔ اے ایف فرگوسن اینڈ کمپنی (چارٹرڈ اکاؤنٹنٹس)، کو 30 جون، 2023 کو ختم ہونے والے سال کے لئے اے بی ایل اسلامک انکم فنڈ (اے بی ایل۔ IIF) کے لئے آڈیٹر مقرر کیا گیا ہے۔

## فنڈ استحکام کی درجہ بندی

30 دسمبر 2022 کو: VIS کریڈٹ ریٹنگ کمپنی (VIS) نے ABL اسلامک انکم فنڈ (ABL IIF) کی فنڈ اسٹیبلٹی ریٹنگ (FSR) کی (A+ (F) (سنگل اے پلس (f)) پر دوبارہ تصدیق کی ہے۔

## مینجمنٹ کمپنی کی کوالٹی کی درجہ بندی

6 اکتوبر 2022 کو: پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے ABL ایسیٹ مینجمنٹ کمپنی (ABL AMC) کی مینجمنٹ کوالٹی ریٹنگ (MQR) کو (AM-One' (AMI) پر اپ گریڈ کر دیا ہے۔ تفویض کردہ درجہ بندی پر آؤٹ لک 'مستحکم' ہے۔

## مستقبل کا آؤٹ لک

آگے بڑھتے ہوئے، مارکیٹ کی منفی حرکات سے پورٹ فولیو کی حفاظت کے لیے، فنڈ بینک ڈپازٹس اور فلوٹنگ ریٹ سیکیورٹیز جیسے شارٹ اور لانگ ٹرم سکوک میں اپنی سرمایہ کاری کو محدود کر دے گا جس کا مثالی طور پر MPS میں ہونے والی تبدیلیوں سے منسلک ہے۔



## مینجمنٹ کمپنی کے ڈائریکٹرز کی رپورٹ

اے بی ایل اسلامی انکم فنڈ (اے بی ایل - IIF) کی انتظامیہ کمپنی، اے بی ایل ایسٹ مینجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز 31 دسمبر، 2022 کو ختم ہونے والے نصف سال کے لئے اے بی ایل اسلامک انکم فنڈ کے کنڈسیڈ عبوری فنانشل اسٹیٹمنٹ (غیر آڈٹ شدہ) پیش کرنے پر خوشی محسوس کرتے ہیں۔

### اقتصادی کارکردگی کا جائزہ

پاکستان کی معیشت کی شرح نمو مالی سال 22 میں 5.97 فیصد رہی جو گزشتہ سال کی اسی مدت (SPLY) میں 5.74 فیصد تھی۔ تینوں شعبوں زراعت، صنعتی اور خدمات کے شعبے نے اس ترقی کی رفتار میں حصہ ڈالا ہے۔ صنعتی شعبہ 7.19 فیصد اضافے کے ساتھ سرخیوں میں رہا جس کے بعد خدمات اور زراعت کے شعبے اس مدت کے دوران 6.19 فیصد اور 4.40 فیصد بڑھے۔ صنعتی شعبے کے اندر، بڑے پیمانے پر مینوفیکچرنگ (ایل ایس ایم) میں 10.48 فیصد اضافہ ہوا جس کے بعد چھوٹے پیمانے پر مینوفیکچرنگ اور ذبح کرنے کی صنعت تھی۔ سیمنٹ اور سٹیل کی بڑھتی ہوئی قیمتوں اور PSDP کے کم اخراجات کی وجہ سے تعمیراتی صنعت نے ترقی کی اس رفتار میں کم سے کم حصہ ڈالا۔

6MFY23 کے دوران، اوسطاً افراط زر گزشتہ سال کی اسی مدت میں YOY%9.79 کے مقابلے میں YoY%25.04 اضافہ ہوا۔ خوراک، رہائش اور ٹرانسپورٹ سمیت کئی شعبوں میں قیمتوں میں اضافہ دیکھا گیا۔ مقامی سطح پر تیل کی عالمی قیمتوں میں اضافے سے نہ صرف ٹرانسپورٹ انڈیکس میں اضافہ ہوا بلکہ فوڈ انڈیکس میں بھی اس کی عکاسی ہوئی۔ اس افراط زر کو روکنے اور زرمبادلہ کے کم ہوتے ذخائر کو سہارا دینے کے لیے مرکزی بینک نے مذکورہ مدت کے دوران پالیسی ریٹ میں 225 بیسز پوائنٹس کا اضافہ کیا۔ ادائیگی کے توازن کے محاذ پر، ملک نے SPLY میں USD 7bn کے خسارے کے مقابلے میں USD 3bn کا مجموعی خسارہ پوسٹ کیا۔ اس کمی کے پیچھے بنیادی وجہ تجارتی خسارہ تھا جس میں 39% کی کمی واقع ہوئی کیونکہ درآمدات میں 31% کی کمی واقع ہوئی تھی جب کہ برآمدات میں 21% کمی واقع ہوئی تھی اور 5MFY23 کے دوران بالترتیب USD 24bn اور USD 12bn پر بند ہوئی تھی۔ ترسیلات زر میں 10 فیصد اضافہ کر کے 12 بلین امریکی ڈالر تک پہنچ گیا ہے۔ اسٹیٹ بینک کے زرمبادلہ کے ذخائر 23 دسمبر 2022 تک 5.82 بلین امریکی ڈالر تھے، جو 1 ماہ کا کل درآمدی احاطہ فراہم کرتے ہیں۔

### میوچل فنڈ انڈسٹری کا جائزہ

اوپن اینڈ میوچل فنڈ انڈسٹری کے زیر انتظام کل اثاثہ جات (AUMs) نے %24.56 (YoY 1274bn PKR سے PKR 1587bn تک) کا اضافہ کیا۔ اسلامی اور روایتی کرنسی مارکیٹ فنڈز نے مدت کے اختتام تک بالترتیب %59 YoY اور %20 YoY کی زبردست ترقی دیکھی (بالترتیب PKR 373bn اور PKR 536bn پر بند ہوئے)۔ دوسری طرف روایتی اور اسلامی ایکویٹی فنڈز میں بالترتیب %16 YoY اور %10 YoY کی کمی واقع ہوئی (بالترتیب PKR 101bn اور PKR 51bn پر بند ہوئے)۔

### اسلامی منی مارکیٹ کا جائزہ

1HFY23 کے دوران، SBP کی مانیٹری پالیسی کمیٹی (MPC) نے پالیسی ریٹ کو 225 بیسز پوائنٹس سے بڑھا کر %16 کر دیا۔ MPC کے فیصلے کا مقصد افراط زر کے دباؤ کا مقابلہ کرنا اور معاشی استحکام کو یقینی بنانا تھا۔ 1HFY23 کے دوران اوسطاً افراط زر بلند رہا اور %25 پر کھڑا رہا، جس کی وجہ توانائی کی بلند قیمتوں، خوراک کی قیمتوں میں اضافہ (سپلائی سائیڈ کی رکاوٹوں کی وجہ سے) اور PKR کی قدر میں کمی ہے۔ SBP خوراک کی قیمتوں اور توانائی کی قیمتوں میں اضافے کی وجہ سے مالی سال 23 کے دوران اوسطاً %21 - %23 مہنگائی کی توقع کرتا ہے۔ SBP کے پاس خالص غیر ملکی زرمبادلہ کے ذخائر 5.5 بلین امریکی ڈالر (30-دسمبر-22 تک) تھے، جو مالی



ABL Asset Management

Discover the potential

For Information on ABL AMC's Funds, please visit



[www.ablamc.com](http://www.ablamc.com)

or



0800-22526

or visit any Allied Bank Branch