



## QUARTERLY REPORT

MARCH 31, 2024

JS CASH FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Cash Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 21.70% for the nine-month period ended March 31, 2024 against a benchmark return of 21.05%. Net Assets moved from PKR 15.77 billion as at June 30, 2023 to PKR 20.22 billion as at March 31, 2024. The total expense ratio (TER) of the Fund is 1.30% which includes 0.17% of government levies on the Fund.

## Dividend

The Fund paid interim cash dividends accumulating to Rs. 15.55 per unit during the nine-month period ended March 31, 2024.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also maintained Stability rating of 'AA+(f)' with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



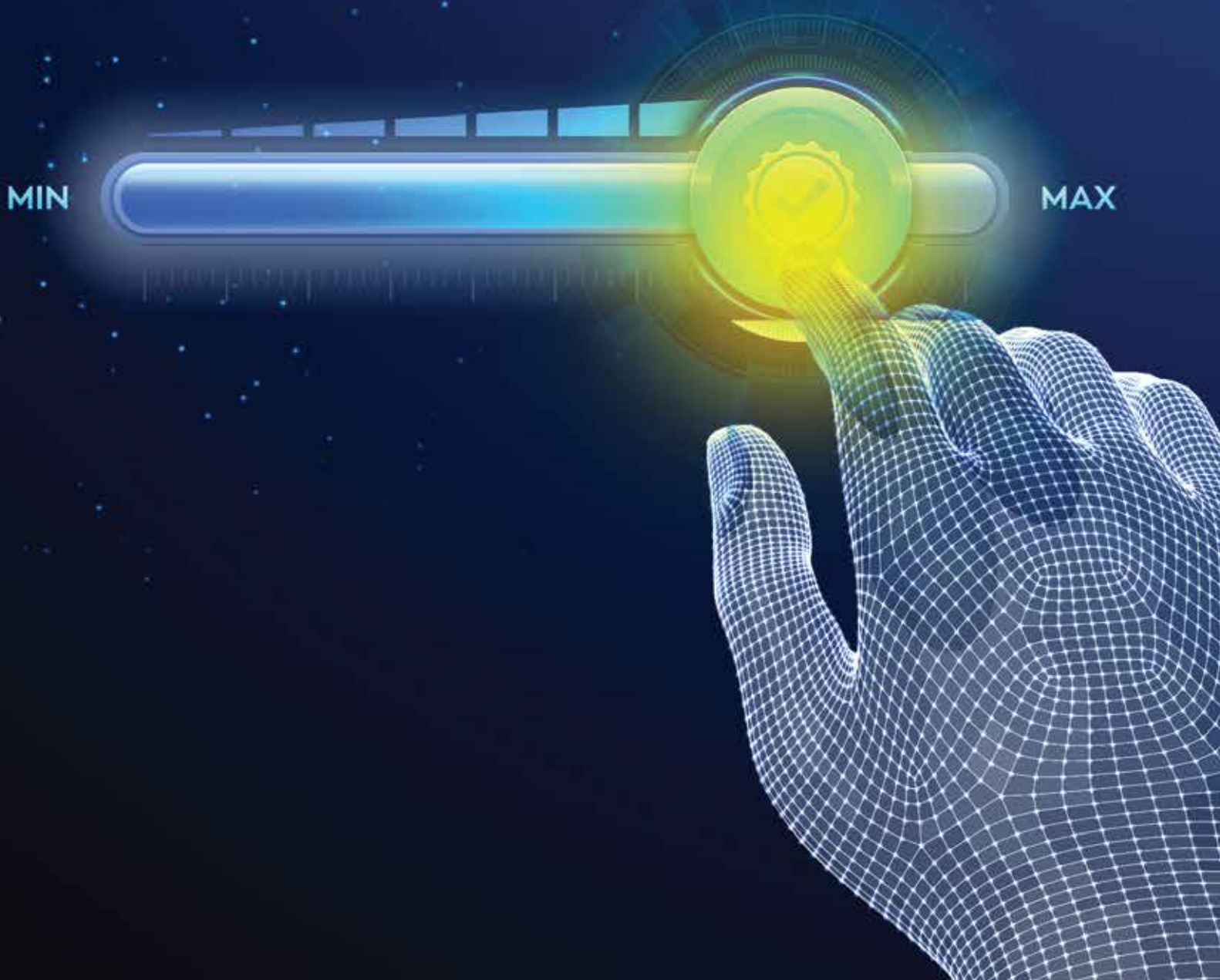
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	657,383,118	272,908,140
Investments	5	18,879,886,369	15,256,598,300
Advance, deposit, prepayments and profit receivable	6	719,425,514	311,301,904
<b>Total assets</b>		<b>20,256,695,001</b>	<b>15,840,808,344</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	7	34,605,021	26,284,435
Payable to Digital Custodian Company Limited - Trustee	8	1,453,064	1,059,413
Payable to Securities and Exchange Commission of Pakistan (SECP)	9	1,483,728	3,375,044
Dividend payable		129	1,364
Accrued expenses and other liabilities	10	3,702,968	37,806,437
<b>Total liabilities</b>		<b>41,244,910</b>	<b>68,526,693</b>
<b>Contingencies and commitments</b>	13		
<b>Net assets</b>		<b>20,215,450,091</b>	<b>15,772,281,651</b>
<b>Unit holders' funds</b>		<b>20,215,450,091</b>	<b>15,772,281,651</b>
<b>----- Number of units -----</b>			
<b>Number of units in issue</b>		<b>195,419,944</b>	<b>152,781,782</b>
<b>----- Rupees -----</b>			
<b>Net assets value per unit</b>		<b>103.45</b>	<b>103.23</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2024

Note	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit / mark-up income	3,856,892,432	1,770,423,190	950,179,681	583,719,218
(Loss) / gain on sale of investments - net	(206,013,910)	163,347,120	(15,257,941)	(11,239,839)
Unrealised (loss) on investments - net	(39,172,048)	(10,906,498)	(35,734,893)	(3,278,746)
Amortization of Discount on investment	319,688,569	5,486,680	319,688,569	5,486,680
<b>Total</b>	<b>3,931,395,043</b>	<b>1,928,350,492</b>	<b>1,218,875,416</b>	<b>574,687,313</b>
<b>Expenses</b>				
Remuneration of JS Investments Limited - Management Company 7.1	114,412,682	38,933,042	30,532,191	6,683,024
Sindh Sales Tax on remuneration of the Management Company 7.2	14,873,649	5,061,292	3,969,185	868,789
Accounting and operational charges 7.4	18,340,245	6,849,317	6,048,622	3,551,861
Selling and marketing expense 7.5	57,126,747	7,897,341	19,715,707	7,563,302
Remuneration of Digital Custodian Company Limited - Trustee 8.1	11,921,216	8,110,825	3,931,657	2,308,723
Sindh sales tax on remuneration of the Trustee 8.2	1,549,759	1,054,407	511,116	300,134
Fee of the Securities and Exchange Commission of Pakistan (SECP) 9	13,755,095	2,495,638	4,536,364	710,376
Securities transaction cost	5,036,140	2,769,573	2,059,301	1,223,478
CDC Annual Fee Expenses	42,452	28,250	14,048	28,250
Annual listing fee	21,188	18,750	7,063	6,250
SECP supervisory fee on listing fee	1,875	1,875	625	625
Mutual fund rating fee	193,046	166,061	68,621	51,816
Bank and settlement charges	4,874	62,959	3,010	-
Auditors' remuneration	846,450	420,795	480,059	81,405
Printing charges	76,239	76,170	25,228	22,269
	<b>238,201,657</b>	<b>73,946,295</b>	<b>71,902,797</b>	<b>23,400,302</b>
<b>Net income for the period before taxation</b>	<b>3,693,193,386</b>	<b>1,854,404,197</b>	<b>1,146,972,619</b>	<b>551,287,011</b>
Taxation 12	-	-	-	-
<b>Net income for the period after taxation</b>	<b>3,693,193,386</b>	<b>1,854,404,197</b>	<b>1,146,972,619</b>	<b>551,287,011</b>
<b>Allocation of net income for the period:</b>				
Net income for the period	3,693,193,386	1,854,404,197		
Income already paid on units redeemed	(220,905,088)	(304,118,811)		
Accounting income available for distribution	<b>3,472,288,298</b>	<b>1,550,285,386</b>		
-Relating to capital gains - net	(245,185,958)	152,440,622		
-Excluding capital gains	<b>3,717,474,256</b>	<b>1,397,844,764</b>		
	<b>3,472,288,298</b>	<b>1,550,285,386</b>		

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after taxation</b>	<b>3,693,193,386</b>	<b>1,854,404,197</b>	<b>1,146,972,619</b>	<b>551,287,011</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>3,693,193,386</b>	<b>1,854,404,197</b>	<b>1,146,972,619</b>	<b>551,287,011</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	Rupees	
<b>Cash flows from operating activities</b>		
Net income for the period	3,693,193,386	1,854,404,197
<b>Adjustments for:</b>		
Loss / (Gain) on sale of investments - net	206,013,910	(163,347,120)
Unrealised loss on investments - net	39,172,048	10,906,498
<b>Operating profit before working capital changes</b>	<b>3,938,379,344</b>	<b>1,701,963,575</b>
<b>(Increase) / Decrease in current assets</b>		
Deposit, prepayments and receivables	(408,123,610)	(7,360,917)
<b>(Decrease) / Increase in current liabilities</b>		
Payable to JS Investments Limited - Management Company	8,320,586	14,997,228
Payable to Digital Custodian Company Limited - Trustee	393,651	42,659
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(1,891,316)	568,737
Accrued expenses and other liabilities	(34,104,704)	(34,170,428)
	(27,281,783)	(18,561,804)
Proceeds / (payments) from investments - net	(3,868,474,028)	(15,227,916,898)
<b>Net cash (used in) / generated from operating activities</b>	<b>(365,500,077)</b>	<b>(13,551,876,044)</b>
<b>Cash flows from financing activities</b>		
Dividend paid	(3,453,062,414)	(1,458,568,299)
Amount received from issuance of units	42,147,329,587	46,852,124,023
Amount paid on redemption of units	(37,944,292,118)	(45,969,944,479)
<b>Net cash (used in) financing activities</b>	<b>749,975,055</b>	<b>(576,388,755)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>384,474,978</b>	<b>(14,128,264,799)</b>
Cash and cash equivalents at the beginning of the period	272,908,140	14,961,365,696
<b>Cash and cash equivalents at the end of the period</b>	<b>657,383,118</b>	<b>833,100,897</b>

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



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended March 31,					
	2024			2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
(Rupees)						
Net assets at beginning of the period	15,552,221,208	220,060,442	15,772,281,650	17,553,419,231	129,214,080	17,682,633,311
Issue of 407,807,594 (2023:192,258,046) units	42,097,977,908	-	42,097,977,908	46,747,918,192	-	46,747,918,192
- Element of Loss	49,351,679	-	49,351,679	104,205,831	-	104,205,831
<b>Total proceeds on issuance of units</b>	<b>42,147,329,587</b>	<b>-</b>	<b>42,147,329,587</b>	<b>46,852,124,023</b>	<b>-</b>	<b>46,852,124,023</b>
Redemption of 365,171,887 (2023:161,916,025) units	(37,475,788,816)	-	(37,475,788,816)	(45,524,050,225)	-	(45,524,050,225)
- Element of income	(247,598,214)	-	(247,598,214)	(141,775,443)	-	(141,775,443)
-Amount paid / payable on redemption of units	-	(220,905,088)	(220,905,088)	-	(304,118,811)	(304,118,811)
<b>Total payments on redemption of units</b>	<b>(37,723,387,030)</b>	<b>(220,905,088)</b>	<b>(37,944,292,118)</b>	<b>(45,665,825,668)</b>	<b>(304,118,811)</b>	<b>(45,969,944,479)</b>
Total comprehensive income for the period	-	3,693,193,386	3,693,193,386	-	1,854,404,197	1,854,404,197
<b>Distribution during the period</b>						
Interim distribution during the period: declared Re. 1.87 per unit on July 31, 2023 (2022: 0.84)	-	(312,391,188)	(312,391,188)	-	(59,097,436)	(59,097,436)
Interim distribution during the period: declared Rs. 1.76 per unit on Aug 30, 2023 (2022: 1.42)	-	(394,894,009)	(394,894,009)	-	(233,550,987)	(233,550,987)
Interim distribution during the period: declared Rs. 1.69 per unit on Sep 27, 2023 (2022: 1.39)	-	(302,645,667)	(302,645,667)	-	(247,264,914)	(247,264,914)
Interim distribution during the period: declared Rs. 1.79 per unit on Oct 27, 2023 (2022: 0.91)	-	(431,633,524)	(431,633,524)	-	(156,055,680)	(156,055,680)
Interim distribution during the period: declared Rs. 1.91 per unit on Nov 29, 2023 (2022: 1.51)	-	(475,028,925)	(475,028,925)	-	(219,119,394)	(219,119,394)
Interim distribution during the period: declared Rs. 1.69 per unit on Dec 27, 2023 (2022: 1.37)	-	(433,524,647)	(433,524,647)	-	(212,433,668)	(212,433,668)
Interim distribution during the period: declared Rs. 1.89 per unit on Jan 30, 2024 (2023: Rs. 1.12 per unit)	-	(439,347,206)	(439,347,206)	-	(87,300,205)	(87,300,205)
Interim distribution during the period: declared Re. 1.46 per unit on Feb 27, 2023 (2023: Re. 0.87 per unit)	-	(325,748,690)	(325,748,690)	-	(93,513,010)	(93,513,010)
Interim distribution during the period: declared Rs. 1.51 per unit on March 27, 2024 (2023: Re. 1.28 per unit)	-	(337,848,558)	(337,848,558)	-	(150,233,005)	(150,233,005)
Total comprehensive income for the period	-	240,130,972	240,130,972	-	395,835,898	395,835,898
<b>Net assets at end of the period</b>	<b>19,976,163,765</b>	<b>239,286,326</b>	<b>20,215,450,091</b>	<b>18,739,717,586</b>	<b>220,931,167</b>	<b>18,960,648,753</b>
Undistributed (loss) / income brought forward						
- Realised income		232,158,767			129,214,080	
- Unrealised (loss)		(12,098,324)			-	
		<u>220,060,443</u>			<u>129,214,080</u>	
Accounting income available for distribution						
- Relating to capital gains		(245,185,958)			152,440,622	
- Excluding capital gains		<u>3,717,474,256</u>			<u>1,397,844,764</u>	
		<u>3,472,288,298</u>			<u>1,550,285,386</u>	
Distribution during the period		<u>(3,453,062,415)</u>			<u>(1,458,568,299)</u>	
Undistributed income carried forward		<u>239,286,326</u>			<u>220,931,167</u>	
Undistributed income carried forward						
- Realised income		278,458,374			231,837,665	
- Unrealised income		(39,172,048)			(10,906,498)	
		<u>239,286,326</u>			<u>220,931,167</u>	
Net assets value per unit at beginning of the period			<u>103.23</u>			<u>102.36</u>
Net assets value per unit at end of the period			<u>103.45</u>			<u>103.20</u>

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Cash Fund (the Fund) was established under the Trust Deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated October 13, 2009 consequent to which the Trust Deed was executed on October 16, 2009 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open end mutual Fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.

1.3 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.

1.6 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also maintained a Stability rating of 'A(f)' with stable outlook to 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 as 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
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (IAS) 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, 2023.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

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

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

### 3.3 Standards, interpretations and 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, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 4 BANK BALANCES

Profit and loss sharing (PLS) accounts

4.1

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----	
<b>657,383,118</b>	272,908,140
<b>657,383,118</b>	272,908,140

4.1 These include a balance of Rs. 19.74 million (June 30, 2023: Rs. 14.88 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 20.82% (June 30, 2023: 19.60%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% (June 30, 2023: 14.50% to 20.50%) per annum.

## 5 INVESTMENTS

Financial assets 'at fair value through profit or loss'

Market treasury bills

5.1

Sukuk certificates

5.2

Pakistan Investment Bonds (PIB 2 Years)

5.3

Letters of placement

5.4

**Total Investments**

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----	
<b>17,099,886,369</b>	4,491,998,300
<b>280,000,000</b>	2,285,000,000
<b>-</b>	8,479,600,000
<b>1,500,000,000</b>	-
<b>18,879,886,369</b>	15,256,598,300

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 5.1 Market treasury bills - 'at fair value through profit or loss'

(Face value of Rs. 100,000/- each)

Holding at the beginning of the period	-----Number of Units-----				Market Value as on March 31, 2024	% of Net assets	% of total Investment
	Acquired during the period	Matured / Disposed During the period	As of March 31, 2024				
3 - Month Treasury Bills	-	1,148,289	1,112,009	36,280	3,483,405,229	17.23	0.00
6 - Month Treasury Bills	-	232,550	196,300	36,250	3,489,554,750	17.26	0.00
12 - Month Treasury Bills	-	159,550	52,500	107,050	10,126,926,390	50.09	0.00
<b>Total as at March 31, 2024</b>					<b>17,099,886,369</b>	<b>84.59</b>	<b>0.00</b>
<b>Total as at June 30, 2023</b>					<b>4,491,998,300</b>		

## 5.2 Sukuk certificates

Sukuk Certificates - 'at fair value through profit or loss'

Name of the Investee Company	Issue date	Face value				Balance as at March 31, 2024			Market value as a percentage of	
		As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	Unrealised appreciation /	net assets	total investments
(Rupees)										
<b>Power Generation and Distribution</b>										
K-Electric Limited STS XIV	February 26, 2023	470,000,000	-	470,000,000	-	-	-	-	-	-
K-Electric Limited STS XV	March 21, 2023	380,000,000	-	380,000,000	-	-	-	-	-	-
Lucky Electric Power Company Limited - STS	March 27, 2023	100,000,000	-	100,000,000	-	-	-	-	-	-
K-Electric Limited STS XVI	April 11, 2023	500,000,000	-	500,000,000	-	-	-	-	-	-
The Hub Power Company Limited - STS	May 17, 2023	800,000,000	-	800,000,000	-	-	-	-	-	-
K-Electric Limited STS XVII	May 18, 2023	235,000,000	-	235,000,000	-	-	-	-	-	-
K-Electric Limited STS XIX	August 28, 2023	-	225,000,000	225,000,000	-	-	-	0.00%	0.00%	-
K-Electric Limited STS XX	September 22, 2023	-	500,000,000	500,000,000	-	-	-	0.00%	0.00%	-
K-Electric Limited STS XXIV	March 26, 2024	-	200,000,000	-	200,000,000	200,000,000	200,000,000	-	1.39%	1.39%
<b>Total as at March 31, 2024</b>						<b>200,000,000</b>	<b>200,000,000</b>	<b>-</b>		
<b>Total as at June 30, 2023</b>						<b>2,285,000,000</b>	<b>2,285,000,000</b>	<b>-</b>		

## 5.3 Pakistan Investment Bonds - at fair value through profit or loss

Name of the investee company	Face value				Balance as at March 31, 2024			Market value as percentage of	
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying Value	Market Value	Unrealised appreciation / (diminution)	net assets of the sub-fund	total investments of the sub-
Rupees									
<b>Pakistan Investment Bonds</b>									
- 2 years	8,500,000,000	19,500,000,000	28,000,000,000	-	-	-	-	-	-
<b>Total as at March 31, 2024</b>									
<b>Total as at June 30, 2023</b>					<b>8,485,858,665</b>	<b>8,479,600,000</b>	<b>(6,258,665)</b>		

## 5.4 Letter of placement - at fair value through profit or loss

Name of the Investee Company	Rating	Issue Date	Amount placed		As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Unrealised appreciation / (diminution)
			Purchased during the period	Matured during the period				
(Rupees)								
<b>DEVELOPMENT FINANCE INSTITUTIONS</b>								
5.4.1	Pak Oman Investment Company Limited	AA+ - VIS	December 22, 2023	1,000,000,000	1,000,000,000	-	-	-
5.4.2	Pak Oman Investment Company Limited	AA+ - VIS	March 22, 2024	500,000,000	-	500,000,000	500,000,000	500,000,000
5.4.3	Pak Oman Investment Company Limited	AA+ - VIS	March 19, 2024	500,000,000	-	500,000,000	500,000,000	500,000,000
5.4.4	Pair Investment Company Limited	AA - VIS	March 20, 2024	500,000,000	-	500,000,000	500,000,000	500,000,000
<b>Total as at March 31, 2024</b>						<b>1,500,000,000</b>	<b>1,500,000,000</b>	<b>-</b>
<b>Total as at June 30, 2023</b>								

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

- 5.4.1 This will mature latest by January 19, 2024 (June 30, 2023: Nil) and carry effective yield rate of 21.10%  
 5.4.2 This will mature latest by April 30, 2024 (June 30, 2023: Nil) and carry effective yield rate of 21.45%  
 5.4.3 This will mature latest by April 30, 2024 (June 30, 2023: Nil) and carry effective yield rate of 21.45%  
 5.4.4 This will mature latest by April 30, 2024 (June 30, 2023: Nil) and carry effective yield rate of 21.60%

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		-----Rupees-----	
<b>6</b>	<b>ADVANCE, DEPOSIT, PREPAYMENTS AND PROFIT RECEIVABLE</b>		
	Prepaid rating fee	306,306	196,812
	Security Deposit	100,000	100,000
	Mark-up / return receivable on Bank balances	718,994,571	311,002,191
	Prepaid CDC annual Fee	14,048	-
	Prepaid annual listing fee	7,063	-
	Prepaid SECP supervisory fee on listing fee	625	-
	Advance tax	2,901	2,901
		<b>719,425,514</b>	<b>311,301,904</b>
<b>7</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>		
	Remuneration payable to the Management Company	7.1 7,516,214	6,153,329
	Sindh sales tax payable on remuneration of the Management Company	7.2 1,561,335	1,384,160
	Federal excise duty payable on remuneration of the Management Company	7.3 3,803,127	3,803,127
	Accounting and Operational Charges payable	7.4 1,978,302	1,442,363
	Selling and marketing expense payable	7.5 19,715,707	13,380,814
	Expense Incurred payable	29,330	101,475
	Sales load payable	1,006	19,167
		<b>34,605,021</b>	<b>26,284,435</b>

7.1 As per Regulation 61 of 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 offering Document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration upto 1.25% of average daily net assets of the Fund, during the nine months period ended March 31, 2024.

7.2 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.584,228 (June 30, 2023: 584,228) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.0080 ( June 30, 2023: Rs. 0.0091) per unit.

7.3 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 3.803 million as at March 31, 2024 (June 30, 2023: 3.803 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2024 would have been higher by Re. 0.02 (June 30, 2023: Re. 0.02) per unit.

7.4 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 discretion has currently fixed a maximum capping of 0.1% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

7.5 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 0.10% (June 30, 2023: 0.06) of the average annual net assets of the Fund during the nine months ended March 31, 2024 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		-----Rupees-----	
<b>8</b>	<b>PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE</b>		
	Remuneration payable to the Trustee	8.1 1,285,898	937,533
	Sindh sales tax payable on remuneration of the Trustee	8.2 167,166	121,880
		<b>1,453,064</b>	<b>1,059,413</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

**8.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% per annum on the average annual net assets of the Fund calculated on a daily basis.

**8.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

## **9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(1)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "Money Market scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current period.

## **10 ACCRUED EXPENSES AND OTHER LIABILITIES**

Auditors' remuneration payable  
Zakat payable  
Capital gain tax payable  
Withholding tax  
Sales load payable  
Other liabilities

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>Rupees</b>	
<b>1,214,573</b>	486,923
<b>370,905</b>	462,691
<b>1,203,433</b>	6,528,166
<b>505,448</b>	29,929,199
<b>311,334</b>	317,439
<b>97,275</b>	82,019
<b>3,702,968</b>	<b>37,806,437</b>

## **11 TOTAL EXPENSE RATIO**

The annualised total expense ratio (TER) of the Fund based on the current period result is 1.30% (March 31, 2023: 0.59%) which includes 0.17% (March 31, 2023: 0.07%) representing government levies and the SECP fee. This ratio is within the maximum limit of 2.5% (March 31, 2023: 2.5%) (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Money Market Scheme".

## **12 TAXATION**

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Noted Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management intends to distribute at least 90% of the income to be earned by the Fund in cash during the year ending June 30, 2024 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

## **13 CONTINGENCIES AND COMMITMENTS**

The Fund has no contingencies or commitments at the period end. (June 30, 2023: Nil)

## **14 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS**

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui & Co. Limited (JSCL holding 71.20% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited - 75.12% shares held by JS Bank 75.12% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other Funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit Funds of the above related parties / connected persons.

**14.1** Transactions with connected persons 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 also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

**14.2** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

The details of transactions during the year and balances at year end with the related parties / connected persons are as follows:

**14.3** Details of transactions with connected persons / related parties during the year are as follows:

	Nine months period ended	
	March 31,	
	2024	2023
	(Un-audited)	
	-----Rupees-----	
<b>JS Investments Limited - Management Company</b>		
Remuneration to the Management Company	114,412,682	38,933,042
Sindh sales tax on remuneration of the Management Company	14,873,649	5,061,292
Issue of units: 18,185,305 (2023: 1,778,532)	1,895,410,196	183,958,439
Redemption of units: 18,199,069 (2023: 1,810,859)	1,899,836,432	186,972,663
Units refunded as Capital : 69,206 (2023: 12,446)	-	-
Reinvest in lieu of Dividend paid : 1,801 (2023: 412)	185,945	42,201
Sales load	70,587	2,820,679
Accounting and operating expenses	18,340,245	6,849,317
Selling and marketing expense	57,126,747	7,897,341
Printing Charges	76,239	76,170
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration of the Trustee	11,921,216	8,110,825
Sindh sales tax on Trustee remuneration	1,549,759	1,054,407
<b>EFU Life Assurance Ltd. Employees Pension Fund (Associate of ultimate Parent Company - JSCL)</b>		
Reinvest in lieu of Dividend paid : 16,777 (2023 : 10,039)	1,731,878	1,028,461
<b>EFU Life Assurance Ltd. Employees Provident Fund (Associate of ultimate Parent Company - JSCL)</b>		
Reinvest in lieu of Dividend paid : 57,052 (2023: 34,141)	5,889,465	3,497,402
<b>JS Fund of Funds (Fund Under JSIL Management)</b>		
Issue of units: 1,438,119 (2023: 2,820,784)	150,000,000	291,528,017
Redemption of units: 1,460,851 (2023: 2,851,648)	152,434,197	292,293,950
Units refunded as Capital : 11,651 (2023: 27,282)	-	-
Reinvest in lieu of Dividend paid : 11,081 (2023: 3,582)	1,143,884	366,702
<b>Mahvash and Jahangir Siddiqui Foundation (Common directorship)</b>		
Redemption of units: 14,531 (2023: Nil)	1,500,000	-
Dividend given by the Fund	2,584,824	2,094,455

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	For the half year ended March 31,	
	2024 (Un-audited)	2023
	-----Rupees-----	
<b>Al-Abbas Sugar Mills Limited</b> <b>(Common directorship)</b>		
Issue of units: 10,689,001 (2023: Nil)	1,118,406,401	-
Redemption of units: 10,723,389 (2023: Nil)	1,117,500,351	-
Units refunded as Capital : 34,388 (2023: Nil)	-	-
<b>Future Trust</b> <b>(Common Directorship)</b>		
Issue of units: 4,503,183 (2023: Nil)	465,110,614	-
Redemption of units: 4,786,546 (2023: Nil)	500,712,052	-
Dividend given by the Fund	4,246,341	2,618,070
<b>Jahangir Siddiqui &amp; Co. Limited (Ultimate Parent Company of JSIL)</b>		
Issue of units: 15,464,860 (2023: 35,667,544)	1,606,390,727	3,674,265,903
Redemption of units: 15,618,129 (2023: 20,566,899)	1,622,006,427	2,118,956,262
Units refunded as Capital : 64,284 (2023: 182,896)	-	-
Dividend given by the Fund	2,023,914	198,205,174
<b>JS Infocom Limited (Wholly owned by JSCL)</b>		
Issue of units: 2,087,912 (2023: 4,525,242)	217,172,902	465,000,000
Redemption of units: 1,943,152 (2023: 5,869,939)	202,000,000	603,000,000
Units refunded as Capital : 15,865 (2023: 17,006)	-	-
Dividend given by the Fund	6,483,664	20,265,780
<b>JS Motion Picture Fund (Fund Under JSIL Management)</b>		
Redemption of units: 23,850 (2023: 224,817)	2,499,463	23,124,634
Reinvest in lieu of Dividend paid : 64,193 (2023: 7,828)	6,626,670	801,232
<b>JS Bank Limited (Parent Company of JSIL)</b>		
Issue of units: Nil (2023: 6,814,703)	-	700,000,000
Redemption of units: Nil (2023: 14,399,552)	-	1,479,434,686
Interest income on bank balances	4,659,796	1,426,968
<b>JS Global Capital Limited</b> <b>(Fellow Subsidiary of JSBL)</b>		
Reinvest in lieu of Dividend paid : 57 (2023: 34)	5,914	3,442
Brokerage commission	32,864	127,262
<b>Energy Infrastructure Holding (Private) Limited</b> <b>(Wholly owned by JSCL)</b>		
Issue of units: 1,577,477 (2023: 242,624)	164,108,409	25,000,000
Redemption of units: 1,444,783 (2023: Nil)	150,000,000	-
Units refunded as Capital : 12,259 (2023: 708)	-	-
Dividend given by the Fund	4,540,732	449,762
<b>Jahangir Siddiqui &amp; Sons Limited</b> <b>(Common ownership of the substantial shareholder)</b>		
Issue of units: 749,965 (2023: Nil)	78,551,366	-
Redemption of units: 796,676 (2023: Nil )	82,248,155	-
Units refunded as Capital : 10,970 (2023: Nil)	-	-
Reinvest in lieu of Dividend paid : 35,741 (2023: Nil)	3,689,540	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 14.3 Details of transactions with connected persons / related parties during the period are as follows:

	For the half year ended March 31,	
	2024 (Un-audited)	2023
	-----Rupees-----	
<b>Jahangir Siddiqui Securities Services Limited</b> <b>(Common ownership of the substantial shareholder)</b>		
Issue of units: 4,399 (2023: Nil)	460,736	-
Redemption of units: 4,678 (2022: Nil )	482,895	-
Units refunded as Capital : 64 (2023: Nil)	-	-
Reinvest in lieu of Dividend paid : 215 (2023: Nil)	22,158	-
Dividend given by the Fund	64	-
<b>JS Lands Private Limited</b> <b>(Common ownership of the substantial shareholder)</b>		
Issue of units: 48,333 (2023: Nil)	5,000,000	-
Redemption of units: 50,558 (2023: Nil )	5,289,897	-
Units refunded as Capital : 103 (2023: Nil)	-	-
Reinvest in lieu of Dividend paid : 2,123 (2023: Nil)	219,115	-
<b>Key management personnel of the Management Company</b>		
Issue of units: 10,276,230 (2023: 10,381,054)	1,076,383,419	1,074,546,598
Redemption of units: 9,970,029 (2023: 13,192,583)	1,045,920,035	1,363,472,502
Units refunded as Capital : 101,123 (2023: 116,056)	-	-
Reinvest in lieu of Dividend paid : 30,964 (2023: 35,165)	3,279,291	3,627,729
Dividend given by the Fund	655	326,751

## 14.4 Details of balances with connected persons / related parties as at period / year end

	March 31, 2024 (Un-audited)	30 June 2023 (Audited)
	-----Rupees-----	
<b>JS Investments Limited - Management Company</b>		
Remuneration payable to the Management Company	7,516,214	6,153,329
Sindh sales tax payable on remuneration of the Management Company	1,561,335	1,384,160
Federal excise duty payable on remuneration of the Management Company	3,803,127	3,803,127
Accounting and operating expenses	1,978,302	1,442,363
Selling and marketing expenses	19,715,707	13,380,814
Units outstanding: 59,025 (30 June 2023: 1,782)	6,106,194	184,018
Printing charges payable	29,330	101,475
Sales load payable	1,006	19,167
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration payable to the Trustee	1,285,898	937,533
Sindh sales tax payable on Trustee remuneration	167,166	121,880
<b>EFU Life Assurance Ltd. Employees Provident Fund</b> <b>(Associate of ultimate Parent Company - JSCL)</b>		
Units outstanding: 477,897 (30 June 2023: 420,846)	49,438,472	43,443,871
<b>EFU Life Assurance Ltd. Employees Pension Fund</b> <b>(Associate of ultimate Parent Company - JSCL)</b>		
Units outstanding: 140,532 (30 June 2023: 123,756)	14,538,074	12,775,278

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 14.4 Details of balances with connected persons / related parties as at period / year end

	March 31, 2024 (Un-audited)	30 June 2023 (Audited)
	-----Rupees-----	
<b>JS Bank Limited (Parent Company of JSIL)</b>		
Bank balances	<b>19,735,609</b>	14,877,527
Accrued return on bank balance	<b>565,200</b>	235,603
<b>Jahangir Siddiqui &amp; Co. Limited (Ultimate Parent Company of JSIL)</b>		
Units outstanding: 2,998 (30 June 2023: 91,983)	<b>310,183</b>	9,495,486
<b>Mahvash and Jahangir Siddiqui Foundation (Common Directorship)</b>		
Units outstanding: 181,030 (30 June 2023: 195,561)	<b>18,727,565</b>	20,187,738
<b>Future Trust (Common Directorship)</b>		
Units outstanding: 203,303 (30 June 2023: 486,665)	<b>21,031,705</b>	50,238,466
<b>JS Infocom Limited (Wholly owned by JSCL)</b>		
Units outstanding: 160,625 (30 June 2023: Nil)	<b>16,616,677</b>	-
<b>JS Global Capital Limited (Fellow Subsidiary of JSBL)</b>		
Units outstanding: 480 (30 June 2023: 423)	<b>49,644</b>	43,624
Brokerage commission payable	-	5,808
<b>Energy Infrastructure Holding (Private) Limited (Wholly owned by JSCL)</b>		
Units outstanding: 144,953 (30 June 2023: Nil)	<b>14,995,401</b>	-
<b>JS Motion Picture Fund (Fund Under JSIL Management)</b>		
Units outstanding: 456,743 (30 June 2023: 416,400)	<b>47,250,070</b>	42,984,994
<b>Entities holding 10% or more of units</b>		
Units outstanding: 138,749,898 (30 June 2023: 102,018,389)	<b>14,353,676,982</b>	10,531,358,329
<b>Key management personnel of the Management Company</b>		
Units outstanding: 569,686 (30 June 2023 : 131,398 )	<b>58,934,002</b>	13,564,253

## 15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities

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

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

As at March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value.

	----- As at March 31, 2024 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>Financial assets 'at fair value through profit or loss'</b>				
Market treasury bills	-	17,099,886,369	-	17,099,886,369
Sukuk certificates	-	280,000,000	-	280,000,000
Letters of placement	-	1,500,000,000	-	1,500,000,000
	-	18,879,886,369	-	18,879,886,369

	----- As at June 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>Financial assets 'at fair value through profit or loss'</b>				
Market Treasury Bills	-	4,491,998,300	-	4,491,998,300
Pakistan Investment Bonds	-	8,479,600,000	-	8,479,600,000
Sukuk certificates	-	2,285,000,000	-	2,285,000,000
	-	15,256,598,300	-	15,256,598,300

## 16 GENERAL

16.1 Figures have been rounded off to the nearest rupee and have been reclassified where ever necessary.

16.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation.

## 17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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www.facebook.com/jsinvestments    http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



QUARTERLY REPORT  
MARCH 31, 2024

JS FUND OF FUNDS



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting the unaudited Financial Statements of **JS Fund of Funds** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The Fund's return was 44.88 % for the nine-month period ended March 31, 2024, against the benchmark return of 45.34%. Net Assets moved from PKR 360.56 million (June 30, 2023) to PKR 437.92 million as of March 31, 2024. The Fund's total expense ratio (TER) is 1.18% includes 0.20% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



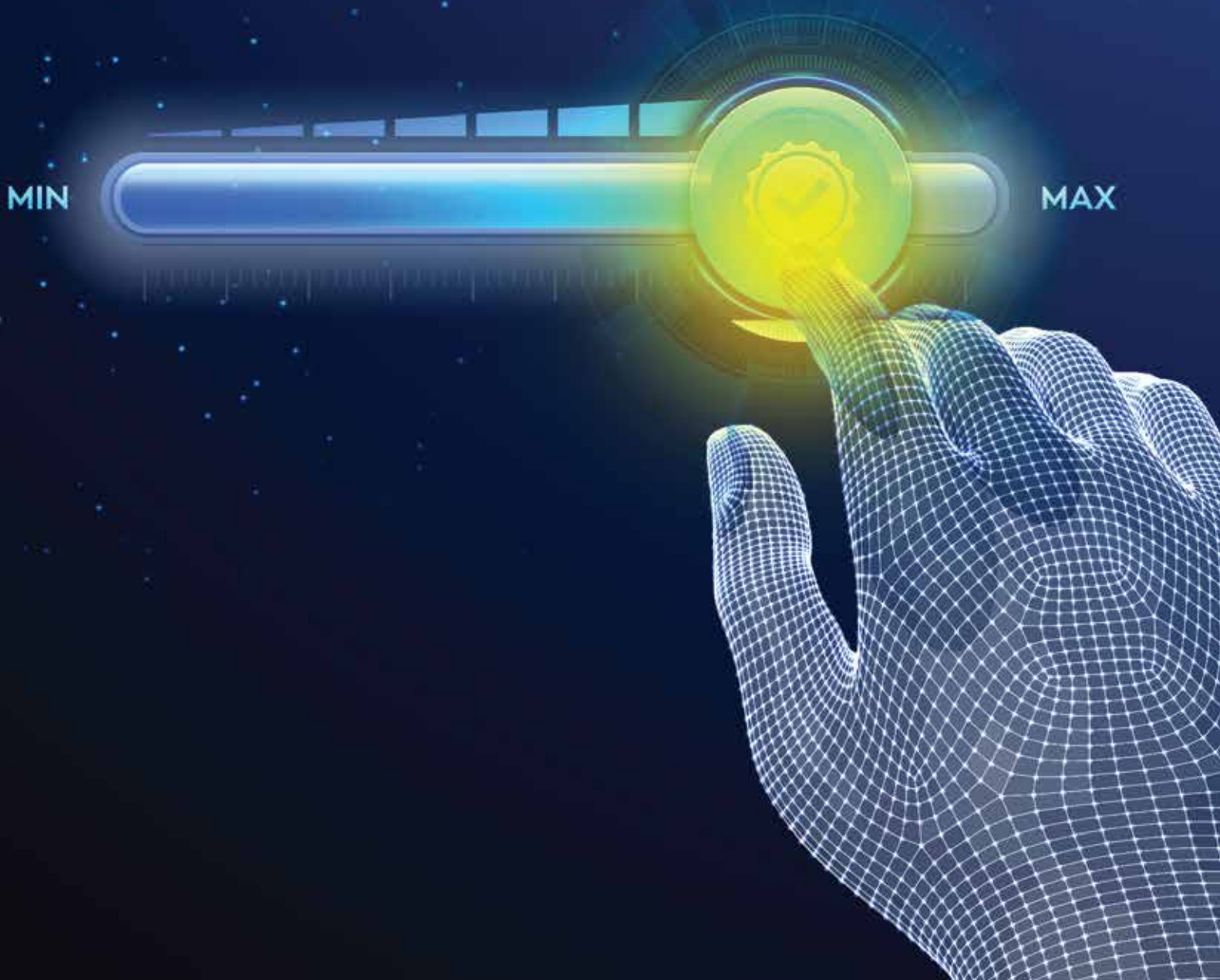
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	2,004,452	42,539,421
Investments	5	435,856,774	359,657,397
Accrued return on bank balances		29,993	143,667
Prepayments, deposits and other receivables	6	1,932,593	241,800
<b>Total assets</b>		<b>439,823,812</b>	402,582,285
<b>Liabilities</b>			
Payable to the Management Company	7	632,211	669,146
Remuneration payable to the trustee	8	82,709	61,871
Payable to the Securities and Exchange Commission of Pakistan	9	34,767	53,629
Payable against purchase of investment	10	-	40,114,700
Accrued expenses and other liabilities	10	1,149,294	1,127,906
<b>Total liabilities</b>		<b>1,898,981</b>	42,027,252
<b>Contingencies and Commitments</b>	11		-
<b>Net assets</b>		<b>437,924,831</b>	360,555,033
<b>Unit holders' fund</b>		<b>437,924,831</b>	360,555,033
<b>Number of units in issue</b>		<b>4,803,196</b>	5,729,395
<b>Net assets value per unit</b>		<b>91.17</b>	62.93

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Gain on sale of investments - net	73,431,789	5,645,253	22,006,476	2,464,742
Unrealized gains on investments at fair value through P&L - net 5.2	52,410,683	5,293,297	4,867,501	10,152,935
Dividend income	4,799,738	6,963,220	2,588,219	366,703
Profit on savings account	5,077,731	2,674,873	392,521	879,140
<b>Total income</b>	<b>135,719,941</b>	<b>20,576,643</b>	<b>29,854,717</b>	<b>13,863,520</b>
<b>Expenses</b>				
Remuneration to the Management Company 7.1	318,092	162,670	74,644	57,063
Sales Tax on the Management Company's remuneration 7.2	41,352	21,147	9,704	7,557
Remuneration to the Trustee 8.1	547,701	373,215	210,289	166,787
Sales Tax on Trustee remuneration 8.2	71,201	48,518	27,337	21,682
Bank & Settlement charges	21,786	11,835	8,089	9,076
Securities transaction cost	1,195,924	631,893	147,211	98,465
Auditors' remuneration	392,473	257,485	110,762	61,189
Fee to Securities and Exchange Commission of Pakistan 9	259,647	37,322	99,903	16,679
Listing fee	21,188	18,750	5,813	6,250
SECP Supervisory fee on listing fee	1,875	1,875	1,875	625
Accounting and operational charges 7.4	273,126	186,605	105,080	83,393
Printing and stationery charges	76,449	76,170	25,298	25,020
	3,220,814	1,827,485	826,005	553,786
<b>Net income for the period before taxation</b>	<b>132,499,127</b>	<b>18,749,158</b>	<b>29,028,712</b>	<b>13,309,734</b>
Taxation 13	-	-	-	-
<b>Net income for the period after taxation</b>	<b>132,499,127</b>	<b>18,749,158</b>	<b>29,028,712</b>	<b>13,309,734</b>
<b>Allocation of net income for the period.</b>				
Net gain for the Period	132,499,127	18,749,158	29,028,712	-
Income already paid on units redeemed	(78,361,548)	(2,716,214)	(7,023)	-
	54,137,579	16,032,944	29,021,689	-
<b>Accounting Income available for distribution:</b>				
- Relating to capital gains	125,842,472	-	100,726,582	-
- Excluding capital gains	(71,704,893)	16,032,944	(71,704,893)	-
	54,137,579	16,032,944	29,021,689	-

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after taxation</b>	<b>132,499,127</b>	18,749,158	<b>29,028,712</b>	13,309,734
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>132,499,127</b>	18,749,158	<b>29,028,712</b>	13,309,734

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
----- Rupees -----		
<b>Cash Flow from Operating Activities</b>		
Net income for the period after taxation	132,499,127	18,749,158
<b>Adjustments for:</b>		
Net (gains) on investments at fair value through P&L - net	(73,431,789)	(5,645,253)
Unrealized (gain)/loss on remeasurement of investments at fair value through through P&L - net	(52,410,683)	(5,293,297)
Return on bank balances	(5,077,731)	(2,674,873)
	<u>1,578,924</u>	<u>5,135,735</u>
<b>(Increase) / decrease in assets</b>		
Prepayments, deposits and other receivables	(1,690,793)	(6,875)
<b>Increase / (decrease) in liabilities</b>		
Remuneration payable to the Management Company	(36,935)	7,440
Remuneration payable to the Trustee	20,838	44,936
Fee payable to Securities and Exchange Commission of Pakistan	(18,862)	(1,577)
Payable against purchase of investment	(40,114,700)	-
Accrued expenses and other liabilities	21,388	(661,229)
	<u>(40,128,271)</u>	<u>(610,430)</u>
	<u>(40,240,140)</u>	<u>4,518,430</u>
(Purchase) / Sale of held for trading investments - net	49,643,095	(200,716,670)
Receipt of Bank Profit	5,191,405	2,983,885
	<u>54,834,500</u>	<u>(197,732,785)</u>
<b>Net cash generated from / (used in) operating activities</b>	<b>14,594,360</b>	<b>(193,214,355)</b>
<b>Cash Flow from Financing Activities</b>		
Cash received on issue of units	353,130,494	330,985,110
Cash paid on redemption of units	(408,259,823)	(129,596,508)
<b>Net cash (used in) / generated from financing activities</b>	<b>(55,129,329)</b>	<b>201,388,602</b>
<b>Net decrease in cash and cash equivalent during the period</b>	<b>(40,534,969)</b>	<b>8,174,247</b>
Cash and cash equivalents at the beginning of the period	42,539,421	1,633,045
<b>Cash and cash equivalents at the end of the period</b>	<b>2,004,452</b>	<b>9,807,291</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months Period Ended March 31,					
	2024			2023		
	-----Rupees-----					
Capital Value	Undistributed Income / (Accumulated loss)	Total	Capital Value	Undistributed Income / (Accumulated loss)	Total	
<b>Net assets as at the beginning of the period</b>	374,135,025	34,774,129	360,555,033	94,558,647	7,336,047	101,894,694
<b>Issuance of 4,316,099 units (2023: 5,759,529 units)</b>						
- Capital value	271,612,110	-	271,612,110	326,910,858	-	326,910,858
- Element of Income / (loss)	81,518,384	-	81,518,384	4,074,252	-	4,074,252
	353,130,494		353,130,494	330,985,110	-	330,985,110
<b>Redemption of 5,242,298 units (2022: 2,238,728 units)</b>						
- Capital value	329,897,801	-	329,897,801	(127,070,177)		(127,070,177)
- Income already paid on units redeemed	-	(78,361,548)	(78,361,548)		(2,716,214)	(2,716,214)
- Element of Income / (loss)	(659,796,076)	-	(659,796,076)	189,884	-	189,884
	(329,898,275)	(78,361,548)	(408,259,823)	(126,880,293)	(2,716,214)	(129,596,507)
<b>Net (loss) / income for the period</b>	-	132,499,127	132,499,127	-	18,749,158	18,749,158
<b>Net assets as at the end of the period</b>	397,367,244	88,911,708	437,924,831	298,663,464	23,368,991	322,032,455
<b>Undistributed (loss) / income brought forward</b>						
- Realized (loss) / income		40,256,526			12,818,444	
- Unrealized income		(5,482,397)			(5,482,397)	
		34,774,129			7,336,047	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		125,842,472			-	
- Excluding capital gains		(71,704,893)			16,032,944	
		54,137,579			16,032,944	
<b>Net loss for the period after taxation</b>		132,499,127			18,749,158	
<b>Undistributed income carried forward</b>		88,911,708			23,368,991	
<b>Undistributed (loss) / income carried forward</b>						
- Realized gain / (loss)		36,501,025			18,075,694	
- Unrealized (loss) / gain		52,410,683			5,293,297	
		88,911,708			23,368,991	
<b>Net asset value per unit at the beginning of the period</b>			62.93			56.76
<b>Net asset value per unit at end of the period</b>			91.17			60.58

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Fund of Funds ("the Fund") was established under a Trust Deed, dated April 19, 2005 executed between JS Investments Limited (JSIL) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (SECP) on April 19, 2005 in accordance with the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) as an open-ended unit trust scheme. The Fund commenced its operations from October 31, 2005.
- 1.2 During the year ended June 30, 2021, the Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trusts Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trusts Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trusts Act.
- 1.3 The Fund is an open-ended mutual fund categorised as "Asset Allocation Fund of Funds scheme" and the Fund is listed on Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund. The Fund's primary activity is to invest in the leading equity, fixed income, money market and balanced funds, including funds managed by JS Investments Limited, and provide investors an opportunity to gain from the performance of these funds through one investment in the Fund. Under the Securities and Exchange Commission of Pakistan's (SECP's) guidelines, the Fund is also allowed to maintain balance with banks.
- 1.4 The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.
- 1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as a Trustee of the fund.
- 1.6 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.

## 2. BASIS OF PREPARATION

### 2.1 Statement of Compliance

- 2.1.1 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 as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS-34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Companies Act, 2017; and along with part VIII A of the repealed Companies Ordinance, 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

## 3. SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

3.2 The preparation of these 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 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 these condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements of the Fund as at and for the year ended June 30, 2023. 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, 2023.

## 3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these are considered either not to be relevant or 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 period beginning on July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 4. BANK BALANCES

In profit and loss sharing accounts

Note	March 31 2024 (Unaudited)	30 June 2023 Audited
	-----Rupees-----	
4.1	2,004,452	42,539,421

4.1 This includes balances of Rs. 1.418 million (June 30, 2023: Rs 22.052 million) with JS Bank Limited (a related party) and Rs. 0.011 million (June 30, 2023: 0.011 million) with BankIslami Pakistan Limited (a related party). These carry profit at the rate of 20.82% (June 30, 2023: 19.60%) and 19.00% (June 30, 2023: 19.75%) per annum respectively. Other savings accounts of the Fund carry profit ranging from 18.5% to 22.00% (June 30, 2023: 15.00% to 22.00%) per annum.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

## 5. INVESTMENTS

- At fair value through profit or loss  
- Open end mutual funds - quoted

Note	March 31 2024 (Unaudited)	30 June, 2023 (Audited)
	.....Rupees.....	
5.1	435,856,774	359,657,397
	<b>435,856,774</b>	<b>359,657,397</b>

Par value Rs.	Holding at the beginning of the period	Acquired during the period	Disposed during the period	Holding at the end of the period	Carrying Value as at March 31, 2024	Market Value as at March 31, 2024	% of Net Assets	% of Investee Capital *
-----Number of units-----					-----Rupees-----		-----%-----	

### Sectors / Collective Investment Schemes

#### 5.1 Open end mutual Funds - quoted

##### Managed by JS Investments Limited - Related party

Unit Trust of Pakistan	100	-	665,358	425,791	239,567	50,000,000	52,297,446	11.94	4.01
JS Growth Fund	100	-	2,835,963	2,094,792	741,171	129,200,909	168,008,617	38.36	6.99
JS Islamic Dedicated Equity Fund	100	-	3,936,147	3,792,502	143,645	6,568,875	6,110,661	1.40	100.00
JS Microfinance Sector Fund	100	2,824,199	5,785,480	8,609,679	-	-	-	-	-
JS Income Fund	100	-	2,810,595	1,697,591	1,113,004	114,681,986	117,210,450	26.76	1.18
JS Islamic Fund	100	-	109,063	109,063	-	-	-	-	-
JS Cash Fund	10	-	1,460,851	1,460,851	-	-	-	-	-
JS Momentum Factor Exchange Traded Fund	10	8,935,500	14,173,500	18,718,500	4,390,500	59,802,369	66,296,550	15.14	87.45

##### Managed by JS Global Capital Limited -Related Party

JS Global Banking Sector (ETF)	10	-	1,520,500	2,000	1,518,500	19,883,809	23,233,050	5.31	0.03
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##### Managed by HBL Asset Management Limited

HBL Investment Fund	10	-	900,000		900,000	3,308,142	2,700,000	0.62	0.32
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#### Investments at fair value through P&L as at 31 March 2024

Cost of Investments at fair value through P&L as at 31 March 2024

\* The investee capital represents the net assets of the investee funds as at 31 March 2024

<b>383,446,091</b>	<b>435,856,774</b>	<b>99.53</b>
<b>383,446,091</b>	<b>435,856,774</b>	<b>99.53</b>
	<b>383,446,874</b>	

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

	Note	March 31 2024 (Unaudited)	30 June 2023 (Unaudited)
<b>.....Rupees.....</b>			
<b>5.2 Net unrealised (loss) / gain on re-measurement of investments at fair value through profit or loss</b>			
Market value of investment		<b>435,856,774</b>	359,657,397
Less: carrying value of investments		<b>(383,446,091)</b>	(358,126,218)
		<b>52,410,683</b>	1,531,179
<b>6. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES</b>			
Prepaid listing fee		<b>7,687</b>	-
Security deposit		<b>100,000</b>	100,000
Dividend Receivable		<b>1,683,106</b>	-
Income tax recoverable		<b>141,800</b>	141,800
		<b>1,932,593</b>	241,800
<b>7 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>			
Remuneration payable to management company	7.1	<b>24,583</b>	1,769
Sindh Sales Tax on remuneration of the Management Company	7.2	<b>69,180</b>	66,214
Federal excise duty payable on Management Company's remuneration	7.3	<b>451,833</b>	451,833
Accounting and operational charges payable	7.4	<b>36,597</b>	27,376
Printing and stationery charges payable		<b>50,018</b>	121,954
		<b>632,211</b>	669,146

**7.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to 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 rate of 1% (June 30, 2023: 1%) per annum of the average annual net assets of the Fund (other than investments in its funds) during the quarter ended March 31, 2024. The remuneration is payable to the management company in arrears.

**7.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.066 million (June 30, 2023: 0.066 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.014 (June 30, 2023: Re. 0.012) per unit.

**7.3** 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 and sales load with effect from July 1, 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. 451,833 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 not been made, the NAV per unit of the Fund would have been higher by Re. 0.09 (June 30, 2023: Rs. 0.08).

**7.4** 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 discretion has charged such expenses at the rate of 0.1% (March 31, 2023: 0.1%) of the average annual net assets of the Fund during the half year ended March 31, 2024.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

## 8 REMUNERATION PAYABLE TO THE TRUSTEE

	Note	March 31 2024 (Unaudited)	30 June 2023 (Audited)
----- (Rupees) -----			
Remuneration payable to the Trustee	8.1	73,194	54,753
Sales Tax payable on Trustee's remuneration	8.2	9,515	7,118
		<b>82,709</b>	<b>61,871</b>

8.1 Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

- up to rupees one billion 0.2% per annum of the daily net assets.
- exceeding rupees one billion Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax on services at the rate of 13% (June 30, 2023: 13%) on Trustee's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011.

## 9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

'Effective from July 1, 2023, the SECP vide SRO No. 592(1)/2023 dated May 17, 2023, revised the rate of annual fee to 0.095% of net assets, applicable on "Asset Allocation Fund of Funds scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.095% of net assets during the current period.

	Note	March 31 2024 (Unaudited)	30 June 2023 (Audited)
----- (Rupees) -----			
<b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Capital gain tax payable		10	-
Auditors' remuneration		382,969	335,016
Zakat Payable		974	1,234
Mutual Fund Rating fee payable		116,000	116,000
Other payable		511,689	450,599
Brokerage Payable		137,652	225,057
		<b>1,149,294</b>	<b>1,127,906</b>

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023.

## 12 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended March 31, 2024 is 1.18% (March 31, 2023: 0.98%) which includes 0.20% (March 31, 2023: 0.11%) representing government levies on the Fund such as federal excise duties and sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Fund of Funds" scheme.

## 13 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 Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

## 14 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

- 14.1** Transactions with connected persons 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 also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.
- 14.2** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 14.3** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 14.4** Accounting and operational charges are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

The details of transactions during the half year ended and balances at half year end with the related parties / connected persons are as follows:

### 14.5 Detail of transactions with related parties during the period

	Nine Months Period Ended	
	March 31, 2024 (Unaudited)	March 31, 2023 (Unaudited)
	------(Rupees)-----	
<b>JS Investments Limited - Management Company</b>		
Remuneration of the management company	318,092	162,670
Sales tax on management company's remuneration	41,352	21,147
Purchase of units: 4,314,211 (2023 : 5,758,081 )	353,000,000	330,902,599
Redemption of units: 5,199,096 (2023: 2,189,365)	405,000,000	126,500,000
Accounting and operational charges	273,126	186,605
Printing and stationery charges	76,449	76,170
Sales load for the period	-	22,225
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the trustee	547,701	373,215
Sales tax on trustee remuneration	71,201	48,518
Settlement charges	22,922	11,835
<b>JS Bank Limited - Parent Company of JSIL</b>		
Return on bank balances	1,398,777	916,801
<b>JS Global Company Limited - Fellow Subsidiary of JSBL</b>		
Brokerage Expense	257,430	190,380
<b>Unit Trust of Pakistan - Fund under JSIL Management</b>		
Purchase of units: 665,358 (2023: :864,717)	120,000,000	129,000,000
Redemption of units: 425,791 (2023: 864,717)	69,885,036	129,361,928

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

	Nine Months Period Ended	
	March 31, 2024 (Unaudited)	March 31, 2023 (Unaudited)
	------(Rupees)-----	
<b>JS Islamic Fund - Fund under JSIL Management</b>		
Purchase of units: 109,063 (2023 : Nil )	10,000,000	-
Redemption of units: 109,063 (2023 : Nil)	9,992,366	-
<b>JS Government Securities Fund - Fund under JSIL Management</b>		
Purchase of units: Nil (2023: 3,227,855)	-	338,293,950
Redemption of units: Nil (2023: 450,715)	-	47,302,567
<b>JS Microfinance Sector Fund - Fund under JSIL Management</b>		
Purchase of units: 5,722,986 (2023 : 7,767,161 )	586,548,254	786,420,222
Redemption of units: 8,609,679 (2023: 8,355,086)	879,931,279	846,112,310
Dividend Reinvest units : 17,059 (2023: 58,433)	1,724,960	5,866,832
Refund of Capital : 45,435 (2023: 39,933)	-	-
<b>JS Growth Fund - Fund under JSIL Management</b>		
Purchase of units: 2,835,963 (2023: Nil)	468,593,645	-
Redemption of units: 2,094,792 (2023: Nil)	376,076,635	-
<b>JS Momentum Factor Exchange Traded Fund - Fund under JSIL Management</b>		
Purchase of units: 14,173,500 (2023: 9,450,000)	151,948,230	83,232,805
Redemption of units: 18,718,500 (2023: 9,206,000)	194,862,335	78,328,070
<b>JS Islamic Dedicated Equity Fund - Fund under JSIL Management</b>		
Purchase of units: 3,936,147 (2023: 5,102,642)	180,000,000	282,584,292
Redemption of units : 3,792,502 (2023: 5,747,843)	174,000,000	321,871,033
<b>JS Income Fund - Fund under JSIL Management</b>		
Purchase of units: 2,810,595 (2023: 970,090)	295,356,613	100,685,593
Redemption of units: 1,697,591 (2023 : 970,090)	180,963,218	102,043,719
<b>JS Cash Fund - Fund under JSIL Management</b>		
Purchase of units: 1,438,120 (2023 : 2,820,784 )	150,000,000	291,528,017
Redemption of units: 1,460,851 (2023:2,851,648)	152,434,197	292,293,950
Dividend Reinvest units : 11,081 (2023: 3,582)	1,143,884	366,702
Refund of Capital : 11,651 (2023:27,282)	-	-
<b>JS Islamic Income Fund - Fund under JSIL Management</b>		
Purchase of units: Nil (2023: 1,036,930)	-	115,254,749
Redemption of units: Nil (2023 : 1,036,930)	-	115,202,903
<b>JS Islamic Daily Dividend Fund - Fund under JSIL Management</b>		
Purchase of units: Nil (2023: 1,000,000)	-	100,000,000
Redemption of units: Nil (2023 : 1,006,856)	-	100,685,593
Dividend Reinvest units : Nil (2022: 6,856)	-	685,953



# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH, 2024

## 15 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. 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: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

	----- As at March 31, 2024 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>ASSETS</b>				
Open end mutual funds - quoted	435,856,774	-	-	435,856,774
	<u>435,856,774</u>	<u>-</u>	<u>-</u>	<u>435,856,774</u>
	----- As at June 30, 2023 -----			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>ASSETS</b>				
Open end mutual funds - quoted	359,657,397	-	-	359,657,397
	<u>359,657,397</u>	<u>-</u>	<u>-</u>	<u>359,657,397</u>

## 16 GENERAL

16.1 The corresponding figures have been re-arranged wherever necessary.

16.2 Figures have been rounded off to the nearest Rupee.

## 17 DATE OF AUTHORIZATION OF ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
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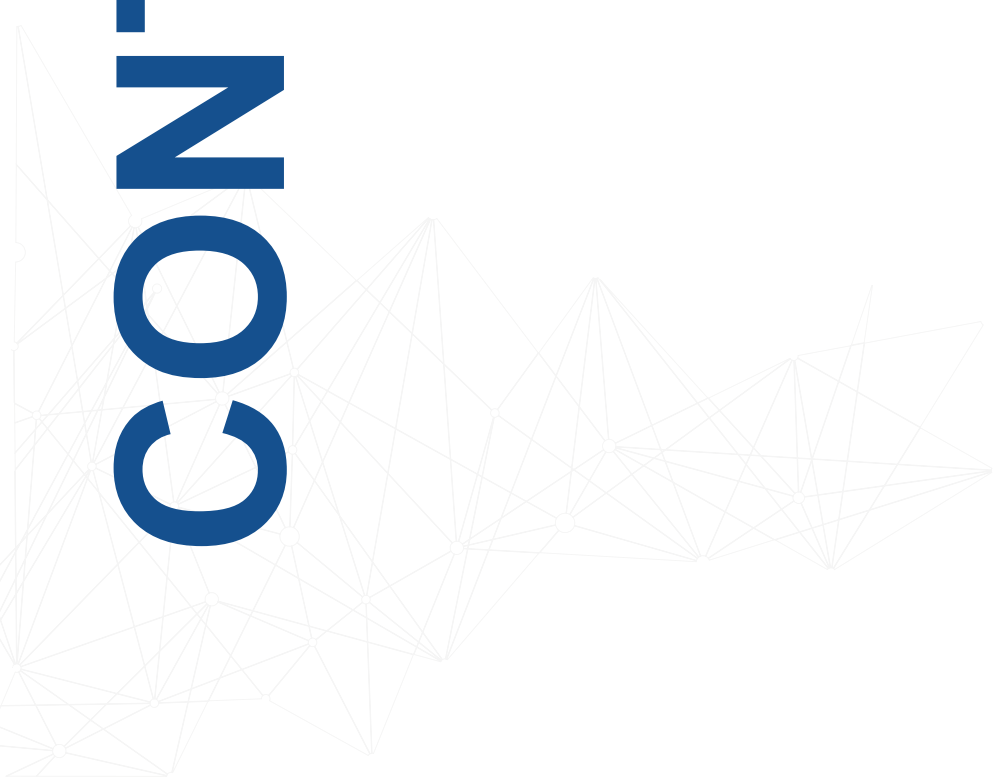
**QUARTERLY REPORT**  
MARCH 31, 2024

**JS FIXED TERM MUNAFA FUND**



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Fixed Term Munafa Fund** (the Fund) for the period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening tenures during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenors. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

### JS Fixed Term Munafa Plan 1 (JSFTMF\_1)

The Fund return was 14.88% for the period ended March 31, 2024 against benchmark return of 16.91%. Net Assets value was PKR 1.72 billion as at March 31, 2024 and the total expense ratio (TER) of the Fund is 0.18%, which includes 0.04% of government levies on the Fund.

## Dividend

The Fund paid interim cash dividends accumulating to Rs. 2.75 per unit during the nine-month period ended March 31, 2024.

## JS Fixed Term Munafa Plan 1 (JSFTMF\_2)

The Fund return was 16.02% for the period ended March 31, 2024 against benchmark return of 20.98%. Net Assets value was PKR 2.47 billion as at March 31, 2024. The total expense ratio (TER) of the Fund is 0.18%, which includes 0.05% of government levies on the Fund.

## Dividend

The Fund paid interim cash dividends accumulating to Rs. 3.27 per unit during the nine-month period ended March 31, 2024.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook for our operations.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



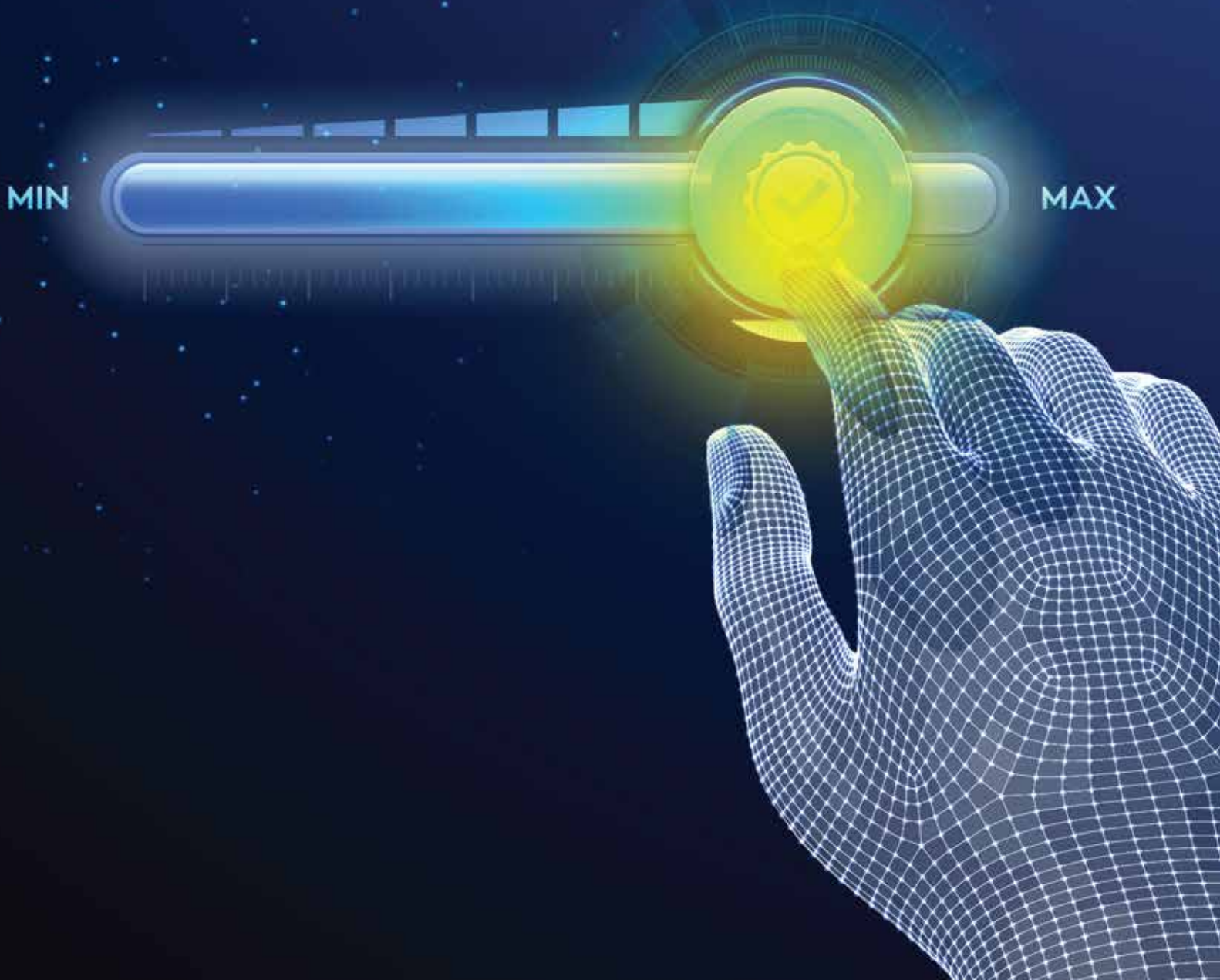
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT MARCH 31, 2024

		JS Fixed Term Munafa Fund		Total
		Plan-1	Plan-2	
Note		March 31, 2024		
		Un-audited		
------(Rupees)-----				
<b>Assets</b>				
Bank balances	6	14,135,877	35,585,703	49,721,580
Investments	7	1,663,393,334	2,442,463,650	4,105,856,984
Profit and other receivables	8	53,167,046	491,183	53,658,229
Deferred formation cost	9	388,820	326,105	714,925
<b>Total assets</b>		<b>1,731,085,077</b>	<b>2,478,866,641</b>	<b>4,209,951,718</b>
<b>Liabilities</b>				
Payable to JS Investments Limited - Management Company	10	588,119	651,262	1,239,381
Payable to Digital Custodian Company Limited - Trustee	11	122,278	175,434	297,712
Payable to Securities and Exchange Commission of Pakistan	12	108,903	156,263	265,166
Accrued expenses and other liabilities	13	7,216,787	11,229,516	18,446,303
<b>Total liabilities</b>		<b>8,036,087</b>	<b>12,212,475</b>	<b>20,248,562</b>
<b>Net assets</b>		<b>1,723,048,990</b>	<b>2,466,654,166</b>	<b>4,189,703,156</b>
<b>Unit holders' Funds (As per Statement Attached)</b>		<b>1,723,048,990</b>	<b>2,466,654,166</b>	<b>4,189,703,156</b>
<b>Contingencies and Commitments</b>				
------(Number of units)-----				
<b>Number of units in issue</b>		<b>17,124,872</b>	<b>24,577,895</b>	
------(Rupees)-----				
<b>Net assets value per unit</b>		<b>100.62</b>	<b>100.36</b>	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

	JS Fixed Term Munafa Fund		Total
	Plan-1	Plan-2	
	For the Period from January 09, 2024 to March 31, 2024		
	------(Rupees)-----		
<b>Income</b>			
Profit on bank balances	51,585,490	111,743,711	163,329,201
Net unrealised gain / (loss) on re-measurement of investment classified at "fair value through profit or loss"	6,423,709	(22,845,553)	(16,421,844)
<b>Total loss</b>	<b>58,009,199</b>	<b>88,898,158</b>	<b>146,907,357</b>
<b>Expenses</b>			
Remuneration of Digital Custodian Company Limited - Trustee	288,312	414,299	702,611
Sindh sales tax on Trustee remuneration	36,647	52,661	89,308
Accounting and operational charges	384,415	552,396	936,811
Fee of the Securities and Exchange Commission of Pakistan (SECP)	288,312	414,299	702,611
Banks and settlement charges	129,539	165,672	295,211
Auditors' remuneration	289,903	249,934	539,837
Printing Charges	12,585	12,585	25,170
	<b>1,429,713</b>	<b>1,861,846</b>	<b>3,291,559</b>
<b>Net income for the period before taxation</b>	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>
Taxation	-	-	-
<b>Net income for the period after taxation</b>	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>
<b>Allocation of net income for the period:</b>			
Net income for the period after taxation	56,579,486	87,036,312	143,615,798
Income already paid on units redeemed	-	-	-
<b>Accounting income available for distribution</b>	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>
-Relating to capital gains	6,423,709	-	6,423,709
-Excluding capital gains	50,155,777	87,036,312	137,192,089
	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

	JS Fixed Term Munafa Fund		Total
	Plan-1	Plan-2	
	For the Period from January 09, 2024 to March 31, 2024		
	------(Rupees)-----		
<b>Net income for the period</b>	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	<b>56,579,486</b>	<b>87,036,312</b>	<b>143,615,798</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

	JS Fixed Term Munafa Fund		Total
	Plan-1	Plan-2	
	For the Period from January 09, 2024 to March 31, 2024		
	------(Rupees)-----		
<b>Cash Flow From Operating Activities</b>			
Net income for the period	56,579,486	87,036,312	143,615,798
<b>Adjustments</b>			
Net unrealised (gain) / loss on re-measurement of investment classified at "fair value through profit or loss"	(6,423,709)	22,845,553	16,421,844
Deferred Formation Cost	31,443	94,158	125,601
	(6,392,266)	22,939,711	16,547,445
<b>(Increase) / Decrease in current assets</b>			
Investments - net	(1,656,969,625)	(2,465,309,203)	(4,122,278,828)
Profit Receivable	(53,167,046)	(491,183)	(53,658,229)
Deposits and Other Receivables	(420,263)	(420,263)	(840,526)
	(1,710,556,934)	(2,466,220,649)	(4,176,777,583)
<b>(Decrease) / Increase in current liabilities</b>			
Payable to JS Investments Limited - Management Company	588,119	651,262	1,239,381
Payable to Digital Custodian Company Limited - Trustee	122,278	175,434	297,712
Payable to the Securities and Exchange Commission of Pakistan (SECP)	108,903	156,263	265,166
Accrued expenses and other liabilities	7,216,787	11,229,516	18,446,303
	8,036,087	12,212,475	20,248,562
<b>Net cash generated from operating activities</b>	(1,652,333,627)	(2,344,032,151)	(4,012,913,223)
<b>Cash Flow From Financing Activities</b>			
Distribution during the period	(46,017,734)	(78,171,629)	(124,189,363)
Amount received from issuance of units	1,712,487,238	2,457,789,483	4,170,276,721
Amount paid on redemption of units	-	-	-
<b>Net cash generated from financing activities</b>	1,666,469,504	2,379,617,854	4,046,087,358
<b>Net increase in cash and cash equivalents</b>	14,135,877	35,585,703	49,721,580
Cash and cash equivalents at the beginning of the period	-	-	-
<b>Cash and cash equivalents at the end of the period</b>	14,135,877	35,585,703	49,721,580

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

	Plan - 1			Plan - 2			Total	
	For the Period from January 09, 2024 to March 31, 2024			For the Period from January 09, 2024 to March 31, 2024				
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total		
<b>Note</b>								
Net assets at beginning of the period	-	-	-	-	-	-	-	-
(Issue of 17,124,872 units Plan 1) & Issue of 24,577,681 - Element of Loss	1,712,487,238	-	1,712,487,238	2,457,789,483	-	2,457,789,483	4,170,276,721	4,170,276,721
<b>Total proceeds on issuance of units</b>	1,712,487,238	-	1,712,487,238	2,457,789,483	-	2,457,789,483	4,170,276,721	4,170,276,721
Redemption of Nil units - Element of income - Amount paid / payable on redemption of units	-	-	-	-	-	-	-	-
<b>Total payments on redemption of units</b>	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	56,579,486	56,579,486	-	87,036,312	87,036,312	143,615,798	143,615,798
Interim distribution- March 19, 2024	-	(46,017,734)	(46,017,734)	-	(78,171,629)	(78,171,629)	(124,189,363)	(124,189,363)
<b>Net assets at end of the period</b>	1,712,487,238	10,561,752	1,723,048,990	2,457,789,483	8,864,683	2,466,654,166	4,170,276,721	19,426,435
Undistributed (loss) / income brought forward	-	-	-	-	-	-	-	-
- Realised income	-	-	-	-	-	-	-	-
- Unrealised (loss)	-	-	-	-	-	-	-	-
Accounting income available for distribution	-	-	-	-	-	-	-	-
- Relating to capital gains	6,423,709	-	6,423,709	-	-	6,423,709	6,423,709	6,423,709
- Excluding capital gains	50,155,777	-	50,155,777	87,036,312	-	87,036,312	137,192,089	137,192,089
	56,579,486	-	56,579,486	87,036,312	-	87,036,312	143,615,798	143,615,798
Net income for the period after taxation	56,579,486	-	56,579,486	87,036,312	-	87,036,312	143,615,798	143,615,798
Distributions during the period	(46,017,734)	-	(46,017,734)	(78,171,629)	-	(78,171,629)	(124,189,363)	(124,189,363)
<b>Undistributed gain carried forward</b>	10,561,752	-	10,561,752	8,864,683	-	8,864,683	19,426,435	19,426,435
Undistributed gain / (loss) carried forward	-	-	-	-	-	-	-	-
- Realised gain	4,138,043	-	4,138,043	31,710,236	-	31,710,236	35,848,279	35,848,279
- Unrealised gain / (loss)	6,423,709	-	6,423,709	(22,845,553)	-	(22,845,553)	(16,421,844)	(16,421,844)
	10,561,752	-	10,561,752	8,864,683	-	8,864,683	19,426,435	19,426,435
Net assets value per unit at beginning of the period	-			-			-	
Net assets value per unit at end of the period	100.6167			100.3607				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Fixed Term Munafa Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated October 20, 2023 consequent to which the Trust Deed was executed on October 24, 2023 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Management Company has launched the Fund on January 09, 2024.
- 1.2 The Fund is an open end mutual Fund categorised as "Fixed Rate / Return Scheme" and is listed on the Pakistan Stock Exchange Limited. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.
- 1.3 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.4 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.
- 1.5 During the period, **JS Fixed Term Munafa Fund – Plan 1** the duration of the Fund will be perpetual; however, the maturity of the Plan shall be 3 years (from the close of subscription period)
- 1.6 During the period, **JS Fixed Term Munafa Fund – Plan 2** the duration of the Fund will be perpetual; however, the maturity of the Plan shall be 1 year (from the close of subscription period)

## 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 as 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
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

## 3 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

### 3.1 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund.

Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

Effective Date  
(Annual periods  
beginning  
on or after)

## Standard or Interpretation

Classification of Liabilities as Current or Non-current (Amendments to IAS 1)	January 1, 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12)	January 1, 2023
Definition of Accounting Estimates (Amendments to IAS 8)	January 1, 2023
Disclosure Initiative—Accounting Policies	January 1, 2023

The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

## 3.2 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Following new standards have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

IASB effective date  
(Annual periods  
beginning  
on or after)

## Standard or Interpretation

IFRS 17 'Insurance Contracts'	January 1, 2023
Amendments to IFRS 17 Insurance Contracts	January 1, 2023
IFRS 1 'First-time Adoption of International Financial Reporting Standards'	1-Jul-09

## 4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan 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.

## 5 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 presented in these Condensed Interim financial statements.

### 5.1 Financial assets

#### 5.1.1 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.

#### 5.1.2 Classification and subsequent measurement

##### Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified based on the business model of the entity as:

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

- at amortised cost;
- at fair value through other comprehensive income (FVOCI); or
- at fair value through profit or loss (FVPL).

IFRS 9 also provides an option for securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

## 5.1.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance 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 forecast of future economic conditions.

The ECL is recorded for all financial assets in which there is no significant increase in credit risk from the date of initial recognition, whereas a lifetime ECL is recorded for all remaining financial assets.

## 5.1.4 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.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, in accordance with the provisioning policy duly approved by the Board of Directors of the management company.

## 5.1.5 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. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

## 5.1.6 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.

## 5.1.7 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

## 5.2 Financial liabilities

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.

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.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 5.3 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 realise the assets and settle the liabilities simultaneously.

## 5.4 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 amount of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

## 5.5 Cash and cash equivalents

Cash and cash equivalents comprise of balances with banks and short-term highly liquid investments that are readily convertible to known amount of cash and are subject to an insignificant risk of changes in value with original maturities of three months or less.

## 5.6 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.

## 5.7 Issue and redemption of units

Units issued are recorded at the offer price determined by the management company for the applications received by the distribution company / management company 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 distribution company / management company receives redemption application during business hours of that day. The redemption price is equal to 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.

## 5.8 Distribution to unit holders

Distributions to unit holders are recognised upon declaration and approval by the Investment Committee of Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Directors of the Management Company. Based on 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 period in which such distributions are declared and approved by the Board of Directors of the Management Company.

## 5.9 Revenue recognition

- Capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Income from investments in government securities and commercial papers is recognised on an accrual basis using effective interest method at the rate of return implicit in the instrument.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the period in which they arise.
- Interest income on bank balances is recognised on an accrual basis.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 5.10 Expenses

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

## 5.11 Taxation

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements.

The Fund is also exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

## 5.12 Net asset value per unit

The net asset value (NAV) per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the period end.

## 5.13 Earning per unit

Earning per unit EPU has not been disclosed as, in the opinion of the management, the determination of weighted average units for calculating EPU is not practicable.

## 6 BALANCES WITH BANK

Profit and loss (PLS) sharing account

		JS Fixed Term Munafa Fund		Total	
		Plan - 1	Plan - 2		
		March 31			
		2024	2024		
		(Un-audited)			
		-----Rupees-----			
6	Profit and loss (PLS) sharing account	6.1	14,135,877	35,585,703	49,721,580

6.1 Profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% per annum.

## 7 INVESTMENTS

### Financial assets 'at fair value through profit or loss'

Market Treasury Bills	7.1	-	2,442,463,650	2,442,463,650
Pakistan Investment Bond	7.2	1,663,393,334	-	1,663,393,334
		1,663,393,334	2,442,463,650	4,105,856,984

### 7.1 Market treasury bills - 'at fair value through profit or loss'

(Face value of Rs. 100,000/- each)

Holding at the beginning of the period	-----Number of Units-----			As of March 31, 2024	Market Value as on 31 March 2024	% of Net assets
	Acquired during the period	Matured / Disposed During the period				
12 - Month Treasury Bills	-	27,900	-	27,900	2,442,463,650	99.02
<b>Total as at March 31, 2024</b>					<b>2,442,463,650</b>	<b>99.02</b>

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 7.2 Pakistan Investment Bonds - Floating

Name of the investee company	Face value				Balance as at March 31, 2024			Market value as percentage of	
	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying Value	Market Value	Unrealised appreciation / (diminution)	net assets of the sub-fund	total investments of the sub-fund

### Pakistan Investment Bonds

PIB 03 Year	-	1,800,000,000	-	1,800,000,000	1,700,473,670	1,632,386,219	(68,087,451)	94.74	-
PIB 10 Year	-	37,500,000	-	37,500,000	31,308,590	31,007,115	(301,475)	1.80	-
<b>Total as at March 31, 2024</b>					<b>1,731,782,260</b>	<b>1,663,393,334</b>	<b>(68,388,926)</b>		

	Note	JS Fixed Term Munafa Fund		Total
		Plan - 1	Plan - 2	
		March 31		
		2024	2024	
		(Un-audited)		
		-----Rupees-----		
<b>8 PROFIT AND OTHER RECEIVABLES</b>				
Accrued markup on government securities		52,953,579	-	52,953,579
Accrued profit on bank balances		213,467	491,183	704,650
		<b>53,167,046</b>	<b>491,183</b>	<b>53,658,229</b>
<b>9 DEFERRED FORMATION COST</b>				
Preliminary expenses and formation costs	9.1	420,263	420,263	840,526
Less: Amortization during the period		(31,443)	(94,158)	(125,601)
		<b>388,820</b>	<b>326,105</b>	<b>714,925</b>
<b>9.1</b>		Preliminary expenses and formation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from January 09, 2024 as per the requirements set out in the Trust Deed of the Fund.		
<b>10 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>				
Accounting and operational charges	10.1	145,271	208,414	353,685
Payable to the Management Company		430,263	430,263	860,526
Printing fee Payable		12,585	12,585	25,170
		<b>588,119</b>	<b>651,262</b>	<b>1,239,381</b>

**10.1** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% of net assets of the Fund.

	Note	JS Fixed Term Munafa Fund		Total
		Plan-1	Plan-2	
		March 31		
		2024	2024	
		(Un-Audited)		
		-----Rupees-----		
Trustee remuneration	11.1	108,949	156,311	265,260
Sindh sales tax on trustee remuneration	11.2	13,329	19,123	32,452
		<b>122,278</b>	<b>175,434</b>	<b>297,712</b>

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

- 11.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at March 31, 2024 is as follows:

Net assets	Tariff
Flat rate	0.075% p.a of net assets

- 11.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

## 12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.075% on the net asset of the Fund, during the period ended March 31, 2024.

## 13 ACCRUED EXPENSES AND OTHER LIABILITIES

Audit fee payable  
Withholding tax payable

JS Fixed Term Munafa Fund		Total
Plan-1	Plan-2	
March 31		
2024	2024	
(Un-Audited)		
-----Rupees-----		
289,903	249,934	539,837
6,926,884	10,979,582	17,906,466
7,216,787	11,229,516	18,446,303

## 14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024.

## 15 TOTAL EXPENSE RATIO

The total expense ratio TER of each plan 1 % plan 2 for the period ended 31 March 2024 is 0.18% and 0.18% respectively which includes 0.04% and 0.05% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.50% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as "Fixed Rate / Return Scheme".

## 16 NUMBER OF UNITS IN ISSUE

Total outstanding units- opening  
Issued during the period  
Redemption during the period  
Total outstanding units - closing

JS Fixed Term Munafa Fund		Total
Plan-1	Plan-2	
March 31		
2024	2024	
(Un-Audited)		
-----Rupees-----		
-	-	-
17,124,872	24,575,895	41,700,767
-	-	-
17,422,086	24,280,681	41,700,767

## 17 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), Jahangir Siddiqui & Co. Limited (JSCL holding 71.20% shares of JS Bank Limited) being the Holding Company of JSBL,

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

BankIslami Pakistan Limited (BIPL which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL and other associated companies of JSBL, JSGCL, JSIL and its subsidiaries, key management personnel, directors and their close family members of the above entities and other Funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit Funds of the above related parties / connected persons.

JS Fixed Term Munafa Fund		Total	
Plan-1	Plan-2		
March 31, 2024			
----- Rupees -----			
<b>17.1 Details of transactions with related parties / connected persons during the period</b>			
<b>JS Investments Limited - Management Company</b>			
Accounting and operational charges	384,415	552,396	936,811
Printing & stationery	12,585	12,585	25,170
Amortization of formation cost	31,443	94,158	125,601
<b>Digital Custodian Company Limited - Trustee</b>			
Remuneration to the trustees	288,312	414,299	702,611
Sales tax on trustee remuneration	36,647	52,661	89,308
<b>Key management personnel of the Management Company</b>			
Issue of units: (Nil Plan 1 & 309,066 Plan 2)	-	30,535,239	30,535,239
Dividend reinvest units: (Nil Plan 1 & 8,590 Plan 2)	-	859,047	859,047

17.1.1 Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations, and the Trust Deed respectively.

17.1.2 Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.

## 17.2 Details of balances with related parties / connected persons as at period end

JS Fixed Term Munafa Fund		Total	
Plan-1	Plan-2		
March 31, 2024			
----- Rupees -----			
<b>JS Investments Limited - Management Company</b>			
Formation cost	430,263	430,263	860,526
Accounting & operational charges	145,271	208,414	353,685
Printing charges payable	12,585	12,585	25,170
<b>Digital Custodian Company Limited - Trustee</b>			
Remuneration to the trustees	108,949	156,311	265,260
Sales tax on trustee remuneration	13,329	19,123	32,452
<b>Key management personnel of the Management Company</b>			
Units held: Units: (Nil Plan 1 & 317,656 Plan 2)	-	31,879,955	31,879,955
<b>Entity holding 10% or more than 10% of units of the Fund</b>			
Units held: Units: (Nil Plan 1 & 19,809,665 Plan 2)	-	1,988,108,038	1,988,108,038



# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

Asset purchases and sales are determined by the Fund's Investment Manager, who has been authorised to manage the distribution of the assets to achieve the Fund's investment objectives. Compliance with the target asset allocations and the composition of the portfolio is monitored by the Investment Committee. In instances where the portfolio has diverged from target asset allocations, the Fund's Investment Manager is obliged to take actions to rebalance the portfolio in line with the established targets within prescribed time limits.

## 19.1 Market risk

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

The Management Company manages the market risk by monitoring exposure on marketable securities by following internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by SECP.

Market risk comprises of three types of risk: currency risk, profit rate risk and price risk.

### 19.1.1 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. At present, the Fund is not exposed to currency risk as all the transactions are carried out in Pakistani Rupees.

### 19.1.2 Profit rate risk

Yield / profit 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. The Fund is mainly exposed to interest rate risk on balances held with banks.

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

##### JS Fixed Term Munafa Fund - Plan 1

As at March 31, 2024, the Fund holds balances with banks and Pakistan investment bonds amounting Rs 14.140 million exposing the fund to cash flow interest rate risk. In case of 100 basis points increase / (decrease) in interest rates at the reporting date, the net assets of the Fund and net income for the period would have been higher / lower by Rs 0.141 million. The analysis assumes that all other variables remain constant.

##### JS Fixed Term Munafa Fund - Plan 2

As at March 31, 2024, the Fund holds balances with banks and Pakistan investment bonds amounting Rs 35.590 million exposing the fund to cash flow interest rate risk. In case of 100 basis points increase / (decrease) in interest rates at the reporting date, the net assets of the Fund and net income for the period would have been higher / lower by Rs 0.356 million. The analysis assumes that all other variables remain constant.

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

##### JS Fixed Term Munafa Fund - Plan 1

As at March 31, 2024, the Fund holds market treasury bills and sukuk certificates which are classified 'at fair value through profit or loss' exposing the Fund to fair value interest rate risk. In case of 100 basis points increase / decrease in KIBOR at period end announced by the Financial Markets Association of Pakistan (FMAP) on March 31, 2024 with all other variables held constant, net income for the period and net assets of the Fund would have been higher / lower by Rs 16.634 million.

##### JS Fixed Term Munafa Fund - Plan 2

As at March 31, 2024, the Fund holds market treasury bills and sukuk certificates which are classified 'at fair value through profit or loss' exposing the Fund to fair value interest rate risk. In case of 100 basis points increase / decrease in KIBOR at period end announced by the Financial Markets Association of Pakistan (FMAP) on March 31, 2024 with all other variables held constant, net income for the period and net assets of the Fund would have been higher / lower by Rs 24.425 million.

The composition of the Fund's investment portfolio, profit rates and the rates announced by the Financial Markets Association of Pakistan (FMAP) are expected to change overtime. Accordingly, the sensitivity analysis prepared as of March 31, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

Interest rate sensitivity position for on-balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet financial instruments is based on settlement date.

The Fund's interest rate sensitivity related to financial assets and financial liabilities as at March 31, 2024 can be determined as follows:

JS Fixed Term Munafa Fund - Plan 1						
----- March 31, 2024 -----						
Particulars	Effective interest rate	Upto three months	---Exposed to interest rate risk---			Total
			More than three months and	More than one year	Not exposed to interest rate risk	
%		(Rupees)				
<b>On-balance sheet financial instruments</b>						
<b>Financial assets</b>						
Balances with bank	15.00- 20.50	14,135,877	-	-	-	14,135,877
Investments		-	1,663,393,334	-	-	1,663,393,334
Deposit, profit and other receivable		-	-	-	213,467	213,467
		14,135,877	1,663,393,334	-	213,467	1,677,742,678
<b>Financial liabilities</b>						
Payable to JS Investment Limited Company		-	-	-	157,856	157,856
Payable to Digital Custodian Company Limited - Trustee		-	-	-	122,278	122,278
Accrued expenses and other liabilities		-	-	-	289,903	289,903
		-	-	-	570,037	570,037
<b>On-balance sheet gap (a)</b>		<b>14,135,877</b>	<b>1,663,393,334</b>	<b>-</b>	<b>(356,570)</b>	<b>1,677,172,641</b>
<b>Off-balance sheet financial instruments</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Off-balance sheet gap (b)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total interest rate sensitivity gap (a+b)</b>		<b>14,135,877</b>	<b>1,663,393,334</b>	<b>-</b>	<b>(356,570)</b>	<b>1,677,172,641</b>
<b>Cumulative interest rate sensitivity gap</b>		<b>14,135,877</b>	<b>1,663,393,334</b>	<b>1,663,393,334</b>		

JS Fixed Term Munafa Fund - Plan 2						
----- March 31, 2024 -----						
Particulars	Effective interest rate	Upto three months	---Exposed to interest rate risk---			Total
			More than three months and	More than one year	Not exposed to interest rate risk	
%		(Rupees)				
<b>On-balance sheet financial instruments</b>						
<b>Financial assets</b>						
Balances with bank	15.00- 20.50	35,585,703	-	-	-	35,585,703
Investments		-	2,442,463,650	-	-	2,442,463,650
Deposit, profit and other receivable		-	-	-	-	-
		35,585,703	2,442,463,650	-	-	2,478,049,353
<b>Financial liabilities</b>						
Payable to JS Investment Limited Company		-	-	-	220,999	220,999
Payable to Digital Custodian Company Limited - Trustee		-	-	-	175,434	175,434
Accrued expenses and other liabilities		-	-	-	249,934	249,934
		-	-	-	646,367	646,367
<b>On-balance sheet gap (a)</b>		<b>35,585,703</b>	<b>2,442,463,650</b>	<b>-</b>	<b>(646,367)</b>	<b>2,477,402,986</b>
<b>Off-balance sheet financial instruments</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Off-balance sheet gap (b)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total interest rate sensitivity gap (a+b)</b>		<b>35,585,703</b>	<b>2,442,463,650</b>	<b>-</b>	<b>(646,367)</b>	<b>2,477,402,986</b>
<b>Cumulative interest rate sensitivity gap</b>		<b>35,585,703</b>	<b>2,442,463,650</b>	<b>2,442,463,650</b>		

## 19.1.3 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.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 19.2 Credit risk

Credit risk represents the risk of a loss that would be recognised at the reporting date if the counter parties fail to perform as contracted. The Fund is exposed to counter party credit risks on investments (other than treasury bills and PIBs), balances with banks and other receivables. The credit risk on the Fund is limited because the counterparties are financial institutions with reasonably high credit ratings. Investments in Treasury bills and Pakistan Investment Bonds are government backed and hence considered as secured.

### Exposure to credit

The carrying amount of financial assets represent the maximum credit exposure.

	March 31 2024		
	Balance as per statement of assets and liabilities		Maximum exposure
	Plan - 1	Plan - 2	
	----- Rupees -----		
Balances with banks	14,135,877	35,585,703	49,721,580
Accrued markup on government securities	52,953,579	-	52,953,579
Bank profit receivable	213,467	491,183	704,650
	<b>67,302,923</b>	<b>36,076,886</b>	<b>103,379,809</b>

### Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC Rules and the Regulations. Before making investment decisions, the credit rating and credit worthiness of the issuer is taken into account along with the financial background so as to minimise the risk of default.

Credit risk is managed and controlled by the Management Company of the Fund in the following manner:

- Where the investment committee makes an investment decision, the credit rating and credit worthiness of the issuer is taken into account along with the financial background so as to minimise the risk of default.
- Analyses of credit ratings and obtaining adequate collaterals wherever appropriate / relevant.
- The risk of counterparty exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of the credit ratings and financial statements of the counter party on a regular basis.
- Cash is held only with reputable banks with high quality external credit enhancements.
- Investment transactions are carried out with a large number of brokers, whose credit worthiness is taken into account so as to minimise the risk of default and transactions are settled or paid for only upon delivery.

The Fund's policy is to enter into financial contracts in accordance with the internal risk management policies and investment guidelines approved by the Investment Committee. The Fund does not expect to incur material credit losses on its financial assets.

The analysis below summarises the credit quality of the Fund's financial assets:

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

## 19.2.1 Credit quality of balances held by the Fund's bank accounts

JS Fixed Term Munafa Fund - Plan 1			
-----March 31, 2024-----			
Name Of The Bank	Rating agency	Latest available published rating	Percentage
Bank Alfahah Limited	PACRA	AA+	100.00%

JS Fixed Term Munafa Fund - Plan 2			
-----March 31, 2024-----			
Name Of The Bank	Rating agency	Latest available published rating	Percentage
Bank Alfahah Limited	PACRA	AA+	100.00%

## 19.2.2 Concentration of credit risk

The concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial instruments is broadly diversified and transactions are entered into with diverse credit-worthy counterparties thereby mitigating any significant concentrations of credit risk.

## 19.2.3 Liquidity risk

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

The Fund is exposed to redemptions of its redeemable units on a regular basis. 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 short-term instruments in order to maintain liquidity.

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 period.

The table below indicates the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Particulars	Total	JS Fixed Term Munafa Fund - Plan 1		
		-----March 31, 2024-----		
		Upto three months	Over three months and upto one year	Over one year
----- Rupees -----				
<b>Financial liabilities</b>				
Payable to JS Investments Limited - Management Company	157,856	157,856	-	-
Payable to Digital Custodian Company Limited - Trustee	122,278	122,278	-	-
Accrued expenses and other liabilities	289,903	289,903	-	-
	<b>570,037</b>	<b>570,037</b>	-	-



# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

Particulars	Total	JS Fixed Term Munafa Fund - Plan 2 -----March 31, 2024-----		
		Upto three months	Over three months and upto one year	Over one year
		----- Rupees -----		
<b>Financial liabilities</b>				
Payable to JS Investments Limited - Management Company	220,999	220,999	-	-
Payable to Digital Custodian Company Limited - Trustee	175,434	175,434	-	-
Accrued expenses and other liabilities	249,934	249,934	-	-
	<b>646,367</b>	<b>646,367</b>	-	-

## 20 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to distributions 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 in the 'Statement of Movement in Unit Holders' Fund'.

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

The Fund has no restrictions 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.

In accordance with the risk management policies stated in note 20, the Fund endeavours to invest the subscriptions received in appropriate investments avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowings or disposal of investments, where necessary.

## 21 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. 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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

### Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

# NOTES TO THE CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE PERIOD FROM JANUARY 09, 2024 TO MARCH 31, 2024

**JS Fixed Term Munafa Fund - Plan 1**  
**As at March 31, 2024 (Un-audited)**  
 At fair value through profit and loss

Level 1	Level 2	Level 3	'Total
-----Rupees-----			
-	1,663,393,334	-	1,663,393,334
-	1,663,393,334	-	1,663,393,334

**JS Fixed Term Munafa Fund - Plan 2**  
**As at March 31, 2024 (Un-audited)**  
 At fair value through profit and loss

Level 1	Level 2	Level 3	'Total
-----Rupees-----			
-	2,442,463,650	-	2,442,463,650
-	2,442,463,650	-	2,442,463,650

## 22 GENERAL

22.1 Figures in the financial statements have been rounded off to nearest rupee.

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

22.3 These are the condensed interim statement of asset and liabilities Condensed interim financial statements for the period ended March 31, 2024. Therefore comparative figure for the condensed interim Income Statement, Condensed interim statement of Comprehensive Income, Condensed interim Cash Flow Statement and Condensed interim Statement of Movement in Unit Holder's Fund have not been included.

## 23 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director





## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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📘 www.facebook.com/jsinvestments 🐦 http://twitter.com/JSinvestment

🌐 http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS GROWTH FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Growth Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

## Review of Fund Performance

The Fund return was 55.25% for the nine-month period ended March 31, 2024 against benchmark return of 66.03%. Net Assets moved from PKR 1.43 billion as at June 30, 2023 to PKR 2.40 billion as at March 31, 2024. The Fund's total expense ratio (TER) is 4.93%, includes 0.43% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



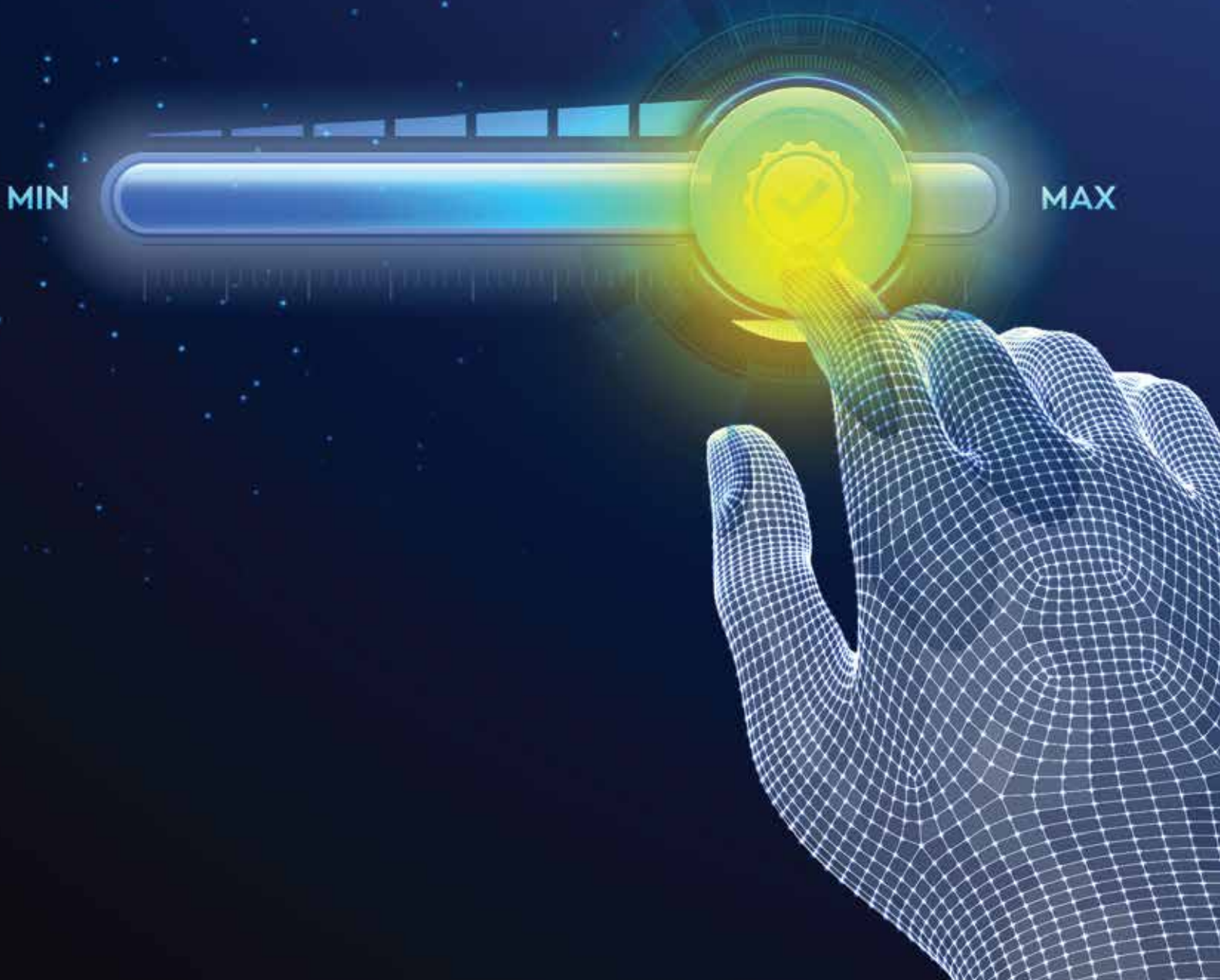
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	296,944,736	223,544,159
Investments	5	2,250,433,592	1,345,102,716
Profit and other receivable	6	14,950,696	2,954,489
Advances and deposits	7	11,255,311	10,254,921
Receivable against sale of investments		-	15,957,000
<b>Total Assets</b>		<b>2,573,584,335</b>	<b>1,597,813,285</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	8	61,768,947	58,505,764
Payable to Digital Custodian Company Limited - Trustee	9	216,908	150,172
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	186,582	359,172
Unclaimed dividend		104,438,562	104,438,562
Payable against purchase of investments		282,918	131,823
Accrued expenses and other liabilities	11	2,810,712	1,345,966
<b>Total liabilities</b>		<b>169,704,629</b>	<b>164,931,459</b>
<b>Net assets</b>		<b>2,403,879,706</b>	<b>1,432,881,826</b>
<b>Unit Holders' Fund</b>		<b>2,403,879,706</b>	<b>1,432,881,826</b>
<b>Contingencies and Commitments</b>	12		
		----- Number of units -----	
<b>Number of units in issue</b>		<b>10,613,494</b>	<b>9,821,478</b>
		----- Rupees -----	
<b>Net asset value per unit</b>		<b>226.49</b>	<b>145.89</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2024

Note	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit on bank deposits	48,590,618	52,669,689	13,471,581	20,704,853
Gain / (loss) on sale of investments - net	314,263,240	(36,439,694)	94,377,224	(14,904,917)
Net unrealised gain / (loss) on re-measurement of investments classified as 'at fair value through profit or loss'	430,141,717	(130,145,610)	(1,191,792)	2,848,556
Net gain / (loss) on investments in marketable securities	744,404,957	(166,585,304)	93,185,432	(12,056,361)
Dividend income	125,378,338	111,969,723	67,425,391	35,095,674
Reimbursement from JS Investments Limited - the Management Company	985,015	-	(1,528,696)	-
Other income	13,142,049	2,857,656	4,351,879	1,290,934
	<b>932,500,977</b>	<b>911,764</b>	<b>176,905,587</b>	<b>45,035,100</b>
<b>Expenses</b>				
Remuneration of JS Investments Limited - the Management Company	8.1 29,128,675	24,279,499	11,380,270	5,833,001
Sindh sales tax on remuneration of the Management Company	8.2 3,786,775	3,156,266	1,479,482	758,290
Remuneration of Digital Custodian Company Limited - Trustee	9.1 1,540,575	1,382,105	558,943	410,443
Sindh sales tax on remuneration of the Trustee	9.2 200,276	179,679	72,664	53,358
Fee for the Securities and Exchange Commission of Pakistan	1,431,115	257,780	540,581	73,330
Listing Fee	42,375	37,500	14,125	12,500
Supervision fee of the SECP	3,750	3,750	1,250	1,250
Securities transactions cost	9,662,054	5,453,199	1,633,148	2,507,523
Auditors' remuneration	800,119	699,435	240,570	138,105
Printing and stationery charges	76,239	76,170	25,228	25,019
Accounting and operational charges	8.4 1,506,430	1,288,923	569,011	366,626
Selling and marketing expense	8.5 26,739,167	23,891,837	9,673,190	8,212,836
Other expenses	137,000	129,500	6,601	37,500
<b>Total expenses</b>	<b>75,054,550</b>	<b>60,835,643</b>	<b>26,195,063</b>	<b>18,429,781</b>
<b>Net income / (loss) for the period before taxation</b>	<b>857,446,427</b>	<b>(59,923,879)</b>	<b>150,710,524</b>	<b>26,605,319</b>
Taxation	13 -	-	-	-
<b>Net income / (loss) for the period after taxation</b>	<b>857,446,427</b>	<b>(59,923,879)</b>	<b>150,710,524</b>	<b>26,605,319</b>
<b>Allocation of net income / (loss) for the period</b>				
Net income / (loss) for the period	857,446,427	-	150,710,524	-
Income already paid on units redeemed	(51,554,548)	-	(23,777,608)	-
<b>Accounting income available for distribution</b>	<b>805,891,879</b>	<b>-</b>	<b>126,932,916</b>	<b>-</b>
<b>Accounting Income available for distribution:</b>				
Relating to Capital Gain	744,404,957	-	93,185,432	-
Excluding Capital Gain	61,486,922	-	33,747,484	-
	<b>805,891,879</b>	<b>-</b>	<b>126,932,916</b>	<b>-</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income / (loss) for the period after taxation</b>	<b>857,446,427</b>	<b>(59,923,879)</b>	<b>150,710,524</b>	<b>26,605,319</b>
Other comprehensive income:	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>857,446,427</b>	<b>(59,923,879)</b>	<b>150,710,524</b>	<b>26,605,319</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
----- Rupees -----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income / (loss) for the period	857,446,427	(59,923,879)
<b>Adjustments for:</b>		
(Gain) on sale of investments - net	(314,263,240)	36,439,694
Net unrealised (gain) / loss on re-measurement of 'investments classified as 'at fair value through profit or loss'	(430,141,717)	130,145,610
<b>Operating (gain) / loss before working capital changes</b>	<b>(744,404,957)</b>	<b>166,585,304</b>
<b>Decrease in current assets - (advances, prepayments and other receivables)</b>	<b>2,960,403</b>	<b>(30,264,069)</b>
<b>Increase / (Decrease) in current liabilities</b>		
Payable to JS Investments Limited - Management Company	3,263,183	(907,587)
Payable to Digital Custodian Company Limited - Trustee	66,736	(31,070)
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(172,590)	(209,562)
Accrued expenses and other liabilities	1,615,841	750,216
	<b>4,773,170</b>	<b>(398,003)</b>
Proceeds from sale of investments	(160,925,919)	335,348,026
	<b>(160,925,919)</b>	<b>335,348,026</b>
<b>Net cash generated from / (used in) operating activities</b>	<b>(40,150,876)</b>	<b>411,347,379</b>
<b>NET CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received from issuance of units	1,003,967,752	135,163,287
Payments made on redemption of units	(890,416,299)	(575,714,018)
<b>Net cash (used in) financing activities</b>	<b>113,551,453</b>	<b>(440,550,731)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>73,400,577</b>	<b>(29,203,352)</b>
Cash and cash equivalents at beginning of the period	223,544,159	535,328,594
<b>Cash and cash equivalents at end of the period</b>	<b>296,944,736</b>	<b>506,125,242</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended March 31					
	2024			2023		
	Rupees					
Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total	
Net assets at beginning of the period	922,603,025	510,278,801	1,432,881,826	1,429,905,268	546,335,969	1,976,241,237
Issue of 5,465,691 units (2023: 942,067 units)	844,173,051	-	844,173,051	130,241,207	-	130,241,207
- Element of income	159,794,701	-	159,794,701	4,922,080	-	4,922,080
	1,003,967,752	-	1,003,967,752	135,163,287	-	135,163,287
Redemption of 4,673,674 units (2023: 3,951,217) units	(683,134,250)	-	(683,134,250)	(563,882,109)	-	(563,882,109)
- Element of loss	(155,727,501)	(51,554,548)	(207,282,049)	(11,831,909)	-	(11,831,909)
	(838,861,751)	(51,554,548)	(890,416,299)	(575,714,018)	-	(575,714,018)
Total comprehensive income / (loss) for the period	-	857,446,427	857,446,427	-	(59,923,879)	(59,923,879)
<b>Net assets at end of the period</b>	<b>1,087,709,026</b>	<b>1,316,170,680</b>	<b>2,403,879,706</b>	<b>989,354,537</b>	<b>486,412,090</b>	<b>1,475,766,627</b>
<b>Undistributed income brought forward comprising of:</b>						
- Realized income		649,410,224			875,255,441	
- Unrealized income / (loss)		(139,131,423)			(328,919,472)	
		510,278,801			546,335,969	
<b>Accounting income available for distribution:</b>						
- Relating to capital gains		857,446,427			-	
- Excluding capital gains		(51,554,548)			-	
		805,891,879			-	
Net loss for the period after taxation		-			(59,923,879)	
<b>Undistributed income carried forward</b>		<b>1,316,170,680</b>			<b>486,412,090</b>	
<b>Undistributed income carried forward comprising of:</b>						
- Realized income		886,028,963			616,557,700	
- Unrealized income / (loss)		430,141,717			(130,145,610)	
		1,316,170,680			486,412,090	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			145.89			148.70
Net assets value per unit at end of the period			226.49			143.54

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Growth Fund (the Fund) was established under the Trust Deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated July 18, 2013 consequent to which the Trust Deed was executed on July 18, 2013 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008, (NBFC Regulations, 2008).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021, the abovementioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2** The Fund is an open end mutual fund categorised as "Equity Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund. The Fund is required to maintain at least 70% of its net assets invested in listed equity securities.
- 1.3** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 19th floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.
- 1.4** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.
- 1.5** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

## 2 BASIS OF PREPARATION

- 2.1** 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 as 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 VIII A of the repealed Companies Ordinance, 1984; and

Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), 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 VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IFRSs, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

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

**3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

**3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are same as those that applied to annual audited financial statements as at and for the year ended June 30, 2023.

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2023.

### **3.3 Standards and 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, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>4</b>	<b>BANK BALANCES</b>		
		----- Rupees -----	
	- In saving accounts	290,677,250	218,479,492
	- In current accounts	6,267,486	5,064,667
		<b>296,944,736</b>	<b>223,544,159</b>

**4.1** These include a balance of Rs. 168.27 million (June 30, 2023: Rs. 117.16 million) maintained with JS Bank Limited (a related party) and carries profit at the rate of 20.82% (June 30, 2023: 19.60%) per annum and a balance of Rs. 0.08 million (June 30, 2023: Rs. 0.06 million) maintained with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 18.50% (June 30, 2023: 19.75%) per annum. Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 21.00% per annum (June 30, 2023: 14.50% to 21.00% per annum).

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>5</b>	<b>INVESTMENTS</b>		
	<b>Financial assets at 'fair value through profit or loss'</b>		
		----- Rupees -----	
	Listed equity securities	2,250,433,592	1,345,102,716
	Term finance certificates - listed	-	-
	Term finance certificates - unlisted	-	-
	<b>Financial assets at 'fair value through other comprehensive income'</b>		
	Term finance certificates - listed	-	-
	Term finance certificates - unlisted	-	-
		<b>2,250,433,592</b>	<b>1,345,102,716</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 5.1 Quoted ordinary shares ( Held-for-trading )

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Sector / companies	(Number of shares)				(Rupees)				
	Holding at the beginning of the period	Acquired during the period	shares received during the period	Disposed during the period	Holding as at March 31, 2024	Carrying value as at 31 March 2024	Market value as at 31 March 2024	% of net assets	% of investee capital
<b>Fertilizers</b>									
Engro Corporation Limited	102,537	259,000	-	55,000	<b>306,537</b>	88,904,904	110,132,613	4.58	0.05
Fatima Fertilizer Company Limited	5,316	-	-	-	<b>5,316</b>	158,470	210,939	0.01	0.00
Engro Fertilizers Limited	688,796	522,000	-	688,796	<b>522,000</b>	64,095,340	76,587,840	3.19	0.04
Fauji Fertilizer Company Limited	884,773	545,000	-	810,000	<b>619,773</b>	63,255,322	78,246,341	3.26	0.05
						<b>216,414,036</b>	<b>265,177,733</b>	<b>11.04</b>	
<b>Commercial Banks</b>									
Bank Alfalah Limited	1,421,200	300,000	-	60,000	<b>1,661,200</b>	53,293,366	86,997,044	3.62	0.09
Bank AL-Habib Limited	19,436	822,460	-	19,436	<b>822,460</b>	68,063,314	69,917,325	2.91	0.07
BankIslami Pakistan Limited (Related Party)	2,202,500	1,530,000	-	1,713,318	<b>2,019,182</b>	36,246,828	41,877,835	1.74	0.18
Habib Bank Limited	1,136,750	545,000	-	1,681,750	-	-	-	-	-
MCB Bank Limited	-	380,000	-	-	<b>380,000</b>	69,315,488	77,238,800	3.21	0.03
Meezan Bank Limited	-	598,000	-	6,000	<b>592,000</b>	83,406,612	126,463,040	5.26	0.03
National Bank Of Pakistan Limited	-	2,207,000	-	747,500	<b>1,459,500</b>	39,027,189	55,840,470	2.32	0.07
The Bank of Punjab	412	-	-	412	-	-	-	-	-
United Bank Limited	806,168	80,000	-	500,000	<b>386,168</b>	49,562,146	70,390,703	2.93	0.03
						<b>398,914,943</b>	<b>528,725,217</b>	<b>21.99</b>	
<b>Textile Composite</b>									
Nishat Mills Limited	-	810,000	-	810,000	-	-	-	-	-
<b>Sugar &amp; Allied Industries</b>									
Shahtaj Sugar Mills Limited (related party)	1,127,142	8,500	-	9,500	<b>1,126,142</b>	56,350,312	110,350,655	4.59	9.38
<b>Cement</b>									
Cherat Cement Company Limited	265,462	358,810	-	624,272	-	-	-	-	-
D.G.Khan Cement Company Limited	325,000	2,725,000	-	2,310,000	<b>740,000</b>	39,002,281	48,166,600	2.00	0.17
Lucky Cement Limited	68,119	125,000	-	51,400	<b>141,719</b>	82,768,134	108,412,201	4.51	0.04
Maple Leaf Cement Factory Limited	2,800,000	4,125,000	-	3,675,000	<b>3,250,000</b>	102,052,999	115,635,000	4.81	0.30
Pioneer Cement Limited	-	420,000	-	110,000	<b>310,000</b>	34,755,710	39,599,400	1.65	0.14
						<b>258,579,124</b>	<b>311,813,201</b>	<b>12.97</b>	
<b>Oil &amp; Gas Marketing Companies</b>									
Sui Northern Gas Pipelines Limited	1,054,453	1,775,000	-	2,663,407	<b>166,046</b>	12,391,373	10,381,196	0.43	0.03
Pakistan State Oil Company Limited	405,949	591,500	-	196,000	<b>801,449</b>	102,568,353	138,282,010	5.75	0.17
						<b>114,959,726</b>	<b>148,663,206</b>	<b>6.18</b>	
<b>Oil &amp; Gas Exploration Companies</b>									
Oil & Gas Development Company Limited	782,000	2,004,000	-	1,506,725	<b>1,279,275</b>	154,937,180	155,623,804	6.47	0.03
Mari Petroleum Company Limited	60,052	2,500	-	3,860	<b>58,692</b>	90,363,407	148,901,017	6.19	0.04
Pakistan Oilfields Limited	67,470	125,000	-	192,470	-	-	-	-	-
Pakistan Petroleum Limited	1,005,000	2,272,000	-	1,823,000	<b>1,454,000</b>	129,511,093	154,342,100	6.42	0.05
						<b>374,811,681</b>	<b>458,866,921</b>	<b>19.08</b>	
<b>Refinery</b>									
Attock Refinery Limited	170,000	67,000	-	237,000	-	-	-	-	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

Sector / companies	(Number of shares)				(Rupees)				
	Holding at the beginning of the period	Acquired during the period	shares received during the period	Disposed during the period	Holding as at March 31, 2024	Carrying value as at 31 March 2024	Market value as at 31 March 2024	% of net assets	% of investee capital
<b>Pharmaceuticals</b>									
AGP Limited	430,653	-	-	430,653	-	-	-	-	-
Highnoon Laboratories Limited	93,453	12,600	-	106,053	-	-	-	-	-
<b>Chemicals</b>									
Agritech Limited	1,331,303	-	-	-	1,331,303	5,777,855	35,652,294	1.48	0.34
Descon Oxychem Limited	900,000	-	-	900,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	650,000	578,866	-	1,228,866	-	-	-	-	-
						<b>5,777,855</b>	<b>35,652,294</b>	<b>1.48</b>	
<b>Automobile Assemblers</b>									
Millat Tractors Limited	418	-	-	418	-	-	-	-	-
<b>Glass And Ceramics</b>									
Ghani Glass Limited	-	795,000	-	100,000	695,000	22,435,343	17,333,300	0.72	0.08
Tariq Glass Industries Limited ( Face value Rs.5 each )	-	320,000	-	320,000	-	-	-	-	-
						<b>22,435,343</b>	<b>17,333,300</b>	<b>0.72</b>	
<b>Transport</b>									
Pakistan International Airlines Corp.	-	500,000	-	500,000	-	-	-	-	-
<b>Technology &amp; Communication</b>									
Airlink Communication Limited	766,437	1,400,000	-	966,437	1,200,000	73,427,367	74,112,000	3.08	0.30
						<b>73,427,367</b>	<b>74,112,000</b>	<b>3.08</b>	
<b>Paper and Boards</b>									
Cherat Packaging Limited.	3,696	-	-	3,696	-	-	-	-	-
<b>Engineering</b>									
Aisha Steel Mills Limited	2,564,607	5,927,731	-	-	8,492,338	54,133,014	57,323,282	2.38	0.92
						<b>54,133,014</b>	<b>57,323,282</b>	<b>2.38</b>	
<b>Power Generation &amp; Distribution</b>									
Hub Power Company Limited	861,807	1,345,000	-	1,211,807	995,000	119,101,702	120,663,650	5.02	0.08
K- Electric Limited (Face value Rs. 3.5 each)	-	26,745,751	-	12,200,000	14,545,751	70,651,842	64,292,219	2.67	0.06
Nishat Chunian Power Limited	-	2,189,733	-	-	2,189,733	54,684,720	57,392,902	2.39	0.60
						<b>244,438,264</b>	<b>242,348,771</b>	<b>10.08</b>	
<b>Miscellaneous</b>									
Synthetic Products Enterprises Limited (Face value Rs.5 each)	4,828	-	-	-	4,828	50,211	67,013	0.00	0.00
	23,942,237	63,737,451	-	40,124,276	47,555,412	50,211	67,013	0.00	
	23,942,237	63,737,451	-	40,124,276	47,555,412				
<b>Total market value of held-for- trading quoted ordinary shares as at March 31, 2024</b>						<b>1,820,291,876</b>	<b>2,250,433,592</b>	<b>93.59</b>	
<b>Cost of held-for- trading quoted ordinary shares as at March 31, 2024</b>						<b>1,879,456,808</b>			



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

Following shares have been pledged with National Clearing Company of Pakistan Limited:

Pakistan State Oil Company Limited  
Oil & Gas Development Company Limited  
Hub Power Company Limited

31 March, 2024	June 30, 2023	31 March, 2024	June 30, 2023
(Number of shares)		Rupees	
425,000	200,000	73,329,500	22,202,000
250,000	-	30,412,500	-
-	500,000	-	34,790,000

## 5.2 Term finance certificates - listed - 'at fair value through profit or loss'

### 5.2.1 Privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
Number of certificates						Rupees			%	
Azgard Nine Limited PPTFC (related party) Less: Provision held	5.2.1.1	-	5,315	-	5,315	23,917,500 (23,917,500)	23,917,500 (23,917,500)	-	-	-
<b>Total as at March 31, 2024</b>						-	-	-	-	-
<b>Total as at June 30, 2023</b>						-	-	-	-	-

5.2.1.1 These TFCs has been issued against note 5.4.1 above. These carry fixed interest rate of 5% paid quarterly over eight year starting from April 29, 2021 and principal redemption of Rs 0.60 million paid quarterly starting from July 29, 2023 over the five years period. During the period ended March 31, 2024, Rs. 3.986 million has been received on account of Principle Redemption.

## 5.3 Term finance certificates - unlisted - 'at fair value through profit or loss'

### 5.3.1 Convertible privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
Number of certificates						Rupees			%	
<b>Textile Composite</b>										
Azgard Nine Limited (related party) Convertible PPTFC (22-10-2012) Less: Provision held	5.3.1.1	6,420	6,420	6,420	6,420	44,354,529 (44,354,529)	44,354,529 (44,354,529)	-	-	-
<b>Total as at March 31, 2024</b>						-	-	-	-	-
<b>Total as at June 30, 2023</b>						-	-	-	-	-

5.3.1.1 These convertible privately placed term finance certificates (PPTFCs) were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. These PPTFCs have been classified as non-performing by MUFAP. The carrying value of preference shares so converted into PPTFC was Rs. 64.20 million and provision held was Rs. 64.20 million. The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Approved Scheme stated that the principal repayment of Rs. 64.20 million will be paid over a period of eight years starting from time zero date i.e. April 29, 2021 through some partial cash payments (of which Rs. 0.61 million has already been received at time zero and Rs. 13.69 million will be received within two years from time zero and outstanding amount after cash settlement will be paid by the issuance of PPTFC amounting to Rs. 46.82 million. These instruments carry a fixed rate of 5% per annum and will be settled in full by April 29, 2028. During the period ended March 31, 2024, Rs. 1.204 million & 4.928 million has been received on account of interest income & Principle Redemption. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 5.3.2 Privately placed term finance certificates

Name of the security	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
					Number of certificates	Rupees			%	
Azgard Nine Limited PPTFC (related party)	5.3.2.1	-	6,650	-	6,650	-	-	-	-	-
<b>Total as at March 31, 2024</b>						-	-	-	-	-
<b>Total as at June 30, 2023</b>						-	-	-	-	-

5.3.2.1 The Honourable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of liabilities. The Fund received 6,650 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) under the approved scheme against interest receivable on TFCs amounting to Rs. 20.35 million, 2,580 zero coupon Azgard Nine Limited (ANL) amounting to Rs. 12.9 million and tentative markup of Rs. 0.32 million. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero. During the nine months period ended March 31, 2024, nil amount has been received on account of interest income.

## 5.4 Term finance certificates - unlisted - 'at fair value through other comprehensive income'

### 5.4.1 Privately placed term finance certificates

Name of the investee company	Note	As at July 1, 2023	Restructured in / purchased during the period	Restructured out / matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation/ (diminution)	Net Assets of the Fund	Total market value of investment
					Number of certificates	Rupees			%	
Azgard Nine Limited PPTFC (related party)	5.4.1.1	-	14,766	-	14,766	-	-	-	-	-
<b>Total as at March 31, 2024</b>						-	-	-	-	-
<b>Total as at June 30, 2023</b>						-	-	-	-	-

5.4.1.1 The Fund received 14,766 zero coupon Azgard Nine Limited (ANL) privately placed term finance certificates (PPTFCs) against interest receivable on TFCs amounting to Rs. 63.08 million, PPTFCs (note 5.4.1) amounting to Rs. 10.75 million as discussed above and tentative markup of Rs. 1.31 million. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

Further, the approved scheme stated that against these certificates and outstanding interest, accumulated on privately placed term finance certificates and 10,000 PPTFCs of Azgard Nine Limited (ANL) will be paid through some partial cash payment (of Rs. 1.31 million has already been received in 2021) and remaining amount by issuance of Azgard Nine Limited (ANL) 14,766 privately placed term finance certificates amounting to Rs. 73.83 million. Since these TFCs are non performing, therefore have been classified as a non-performing asset by MUFAP.

## 5.5 Details of non-compliant investments

The Securities and Exchange Commission of Pakistan vide Circular no. 7 of 2009 dated March 6, 2009 required all Asset Management Companies to classify funds under their management on the basis of categorisation criteria laid down in the Circular.

Following investments of the Funds are in sukuk certificates which are non-compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	% of net assets	% of total investments
			(Rupees)		(%)	
Azgard Nine Limited PPTFC 6 (note 5.4.2)	TFC	23,917,500	(23,917,500)	-	-	-
Azgard Nine Limited PPTFC 217 Mn (note 5.4.2)	TFC	63,777,809	(63,777,809)	-	-	-
Azgard Nine Zero Coupon TFC 7 (note 5.5.2)	TFC	73,830,000	(73,830,000)	-	-	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>6</b>	<b>PROFIT RECEIVABLE</b>	----- Rupees -----	
	Mark-up / return receivable on:		
	- Bank balances	4,825,869	2,902,989
	Dividend receivable	10,124,827	51,500
		<u>14,950,696</u>	<u>2,954,489</u>
<b>7</b>	<b>DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>		
	National Clearing Company of Pakistan Limited (NCCPL)	2,500,000	2,500,000
	Central Depository Company of Pakistan Limited (CDC)	200,000	200,000
	Prepaid Listing Fee - PSX	14,125	-
	Prepaid SECP Supervisory Fee On Listing Fee	1,250	-
	Receivable from Management Company	985,015	-
	Taxes withheld	7,554,921	7,554,921
		<u>11,255,311</u>	<u>10,254,921</u>

**7.1** Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on profit on debt and dividends received by the collective investment scheme from banks

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159 (1) of Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue. Based on the above letter, above amount of withholding tax has been deducted by certain banks and investee companies.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>8</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>	----- Rupees -----	
	Remuneration Payable to Management Company	3,928,039	1,145,476
	Sales Tax payable on remuneration to the Management Company	6,769,519	6,407,712
	Federal Excise Duty payable on remuneration to the Management Company	41,151,991	41,151,991
	Accounting and Operational Charges payable	196,401	117,273
	Selling and Marketing Expenses payable	9,673,189	9,561,358
	Printing and stationery charges payable	49,808	121,954
		<u>61,768,947</u>	<u>58,505,764</u>

**8.1** As per the offering document, the Management Company has prescribed a maximum rate of 2.00% of averagedaily net assets. Management Company has charged remuneration at the rate of 2.00% (2023: 2.00%) per annum based on the daily net assets of the Fund for the nine months period ended March 31, 2024.

**8.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 6,258,799 (June 30, 2023: 6,258,799) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.6378 ( June 30, 2023: Rs. 0.6524) per unit.

**8.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 8.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 41.15 million as at March 31, 2024 (June 30, 2023: 41.15 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2024 would have been higher by Rs. 3.88 (June 30, 2023: Rs. 4.19) per unit.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

- 8.4** 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 discretion has currently fixed a maximum capping of 0.1% of the average annual net assets of the scheme for allocation of such expenses to the Fund.

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

During the year ended June 30, 2020, the SECP through its Circular 11 dated July 5, 2019 has revised the conditions for charging of selling and marketing expenses to a Fund. As per the revised guidelines, the maximum cap of 0.4% per annum has been lifted and now the asset management company is required to set a maximum limit for charging of such expense to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan. Furthermore, the time limit of three years has also been removed in the revised conditions.

Accordingly, the Management Company based on its discretion has currently determined a capping of 1.70% of the average annual net assets of the Fund for charging of selling and marketing expenses which has also been approved by the Board of Directors of the Management Company.

**9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE**

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----	
<b>191,953</b>	132,891
<b>24,955</b>	17,281
<b>216,908</b>	150,172

Remuneration payable to the Trustee	9.1
Sindh Sales Tax on remuneration of the Trustee	9.2

- 9.1** According to the provisions of the Trust Deed of the Fund, the Trustee is entitled to monthly remuneration for services rendered to the Fund as follows:

On net assets:	Remuneration to Trustee
- up to Rs. 250 million	0.20% per annum
- from Rs. 250 million to Rs. 500 million	Rs. 500,000 plus 0.15% per annum on amount exceeding Rs. 250 million
- from Rs. 500 million to Rs. 2 billion	Rs. 875,000 plus 0.08% per annum on amount exceeding Rs. 500 million
- from Rs. 2 billion to Rs. 5 billion	Rs. 2,075,000 plus 0.06% per annum on amount exceeding Rs. 2 billion
- from Rs. 5 billion and above	Rs. 3,875,000 plus 0.05% per annum on amount exceeding Rs. 5 billion

- 9.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

**10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the nine months period ended March 31, 2024.

**11 ACCRUED EXPENSES AND OTHER LIABILITIES**

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----	
<b>18,285</b>	56,411
<b>614,036</b>	65,682
<b>199,876</b>	121,972
<b>1,723,066</b>	921,166
<b>255,449</b>	180,735
<b>2,810,712</b>	1,345,966

Zakat payable	
Capital gain tax payable	
Withholding tax	
Auditors' remuneration	
Other payable	

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 (June 30, 2023: Nil)

## 13 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Fund has incurred net loss during the current period, therefore, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

## 14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the nine months period ended March 31, 2024 is 4.93% (March 31, 2023 is 4.73%) which includes 0.43% (March 31, 2023 is 0.33%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

## 15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui & Co. Limited (JSCL which is holding 71.20% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and their subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above connected persons / related parties.

**15.1** Transactions are executed on arm's length basis and with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges allocated to the Fund, sale and purchase of investments 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.

**15.2** Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed. Allocated expenses are charged to the Fund by the Management Company subject to maximum prescribed total expense ratio.

The details of transactions during the current period and balances at period end / year end with connected persons / related parties other than investments which have been disclosed in notes 5.1 to the condensed interim financial statements are as follows:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

15.1 Details of transactions with connected persons / related parties during the period are as follows:

Note	Nine Months Period Ended	
	March 31,	
	2024	2023
	(Un-audited)	
	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Remuneration of the Management Company	29,128,675	24,279,499
Sindh sales tax on remuneration to the Management Company	3,786,775	3,156,266
Issue of units: 224,125 (2023: 907,062)	50,000,000	130,000,000
Redemption of units: 224,125 (2023: 3,277,074)	46,806,222	478,220,115
Accounting and operating expenses	1,506,430	1,288,923
Selling and marketing expense	26,739,167	23,891,837
Expense Incurred	76,239	76,170
Sales load paid	126,532	5,571
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration for the period	1,540,575	1,382,105
Sindh sales tax on trustee remuneration	200,276	179,679
<b>JS Global Capital Limited (Fellow Subsidiary of JSBL)</b>		
Brokerage commission	1,122,977	714,167
<b>Azgard Nine Limited (Other related party)</b>		
Markup Receipt (ANL PPTFC)	1,204,390	-
Principle Redemption (ANL PPTFC)	8,914,530	-
<b>JS Bank Limited (Parent Company of JSIL)</b>		
Mark-up on bank balances	24,997,929	15,207,191
Proceed from sale of share of BankIslami Pakistan Limited	41,102,499	-
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>		
Return on bank balances	4,108	3,399
<b>JS Fund of Funds (Fund Under JSIL Management)</b>		
Issue of units: 2,835,963 (2023: Nil)	468,593,646	-
Redemption of units: 2,094,792 (2023: Nil)	376,076,635	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine Months Period Ended	
	March 31,	
	2024	2023
	(Un-audited)	
	----- Rupees -----	
<b>Future Trust (Director of JSIL is a trustee)</b>		
Redemption of units Nil (2023: 33,846)	-	4,991,877
<b>Energy Infrastructure Holding (Pvt) Limited</b>		
<b>(Fully owned by JSCL)</b>		
Issue of units: Nil (2023: 33,859)	-	5,000,000

## 15.2 Details of balances with connected persons / related parties as at year end:

	March 31,	June 30,
	2024	2023
	(Un-audited)	(Audited)
	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Remuneration payable to the Management Company	3,928,039	1,145,476
Sales Tax payable on remuneration of the Management Company	6,769,519	6,407,712
Provision for Federal Excise Duty on remuneration to the Management Company	41,151,991	41,151,991
Accounting and operational charges payable	196,401	117,273
Selling and marketing expense payable	9,673,189	9,561,358
Receivable from Management Company	985,015	-
Printing charges payable	49,808	121,954
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration payable	191,953	132,891
Sales Tax payable on trustee remuneration	24,955	17,281
Security deposit	200,000	200,000
<b>JS Fund of Funds</b>		
<b>(Fund Under JSIL Management)</b>		
Units held 741,171 (June 2023: Nil)	167,867,796	-
<b>EFU Life Assurance Limited</b>		
<b>(Common directorship of ultimate parent company)</b>		
Units held 646,195 (June 2023: 646,195)	146,356,513	94,273,265
<b>JS Bank Limited</b>		
<b>(Parent Company of JSIL)</b>		
Bank balance	168,266,333	117,163,664
Profit receivable	3,283,881	1,209,992

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>			
Bank balance		78,953	62,180
<b>JS Global Capital Limited (Fellow Subsidiary of JSBL)</b>			
Brokerage commission payable	15.2.1	26,137	23,805
<b>Future Trust (Director of JSIL is a trustee)</b>			
Units held: 886,479 (June 2023: 886,479)		200,778,735	129,328,490
<b>Key management personnel of the Management Company</b>			
Units held: 6,055 (June 2023: 6,055)		1,371,342	883,328
<b>Unit holders holding more than 10% of units</b>			
Units / Certificates held Units: 1,360,464 (June 2023: 1,360,464)		308,131,496	198,478,096

**15.2.1** The amount disclosed represents the amount of brokerage expense / payable to a related party and not the purchase or sale value of securities transacted through them. The purchase or sale value have not been treated as transactions with related party as ultimate counter-parties are not related.

## 16 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

### 16.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

As at March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

----- As at March 31, 2024 -----				
ASSETS	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>Financial assets 'at fair value through profit or loss'</b>				
Listed equity securities	2,250,433,592	-	-	2,250,433,592
Available-for-sale investments	-	-	-	-
	<u>2,250,433,592</u>	<u>-</u>	<u>-</u>	<u>2,250,433,592</u>
----- As at June 30, 2023 -----				
ASSETS	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>Financial assets 'at fair value through profit or loss'</b>				
Listed equity securities	1,345,102,716	-	-	1,345,102,716
Available-for-sale investments	-	-	-	-
	<u>1,345,102,716</u>	<u>-</u>	<u>-</u>	<u>1,345,102,716</u>

## 17 GENERAL

17.1 Figures have been rounded off to the nearest rupee and have been reclassified where ever necessary.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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www.facebook.com/jsinvestments    http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS GOVERNMENT SECURITIES FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting the unaudited Financial Statements of **JS Government Securities Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 21.70% for the nine-month period ended March 31, 2024, against the benchmark return of 19.86%. Net Assets moved from PKR 2.42 billion (June 30, 2023) to PKR 6.33 billion as of March 31, 2024. The Fund's total expense ratio (TER) is 0.26%, includes 0.07% of government levies on the Fund.

## Dividend

The Fund paid total interim dividend of Rs. 12.31 per unit during the nine-month period ended March 31, 2024.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also maintained Stability rating of 'AA(f)' with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



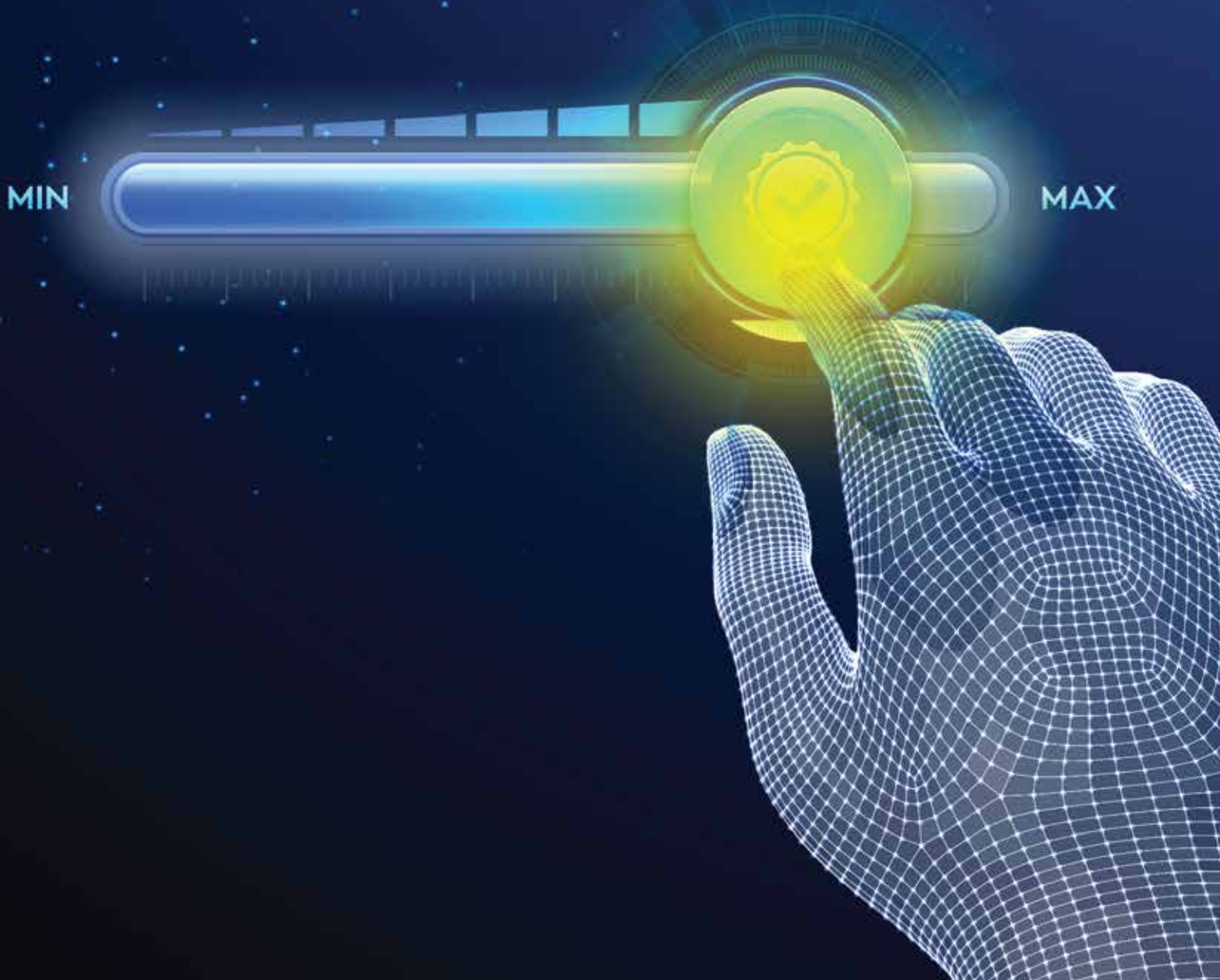
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	385,802,433	15,361,504
Investments	5	5,873,216,544	2,403,422,475
Profit receivable	6	68,896,152	19,356
Deferred formation cost	7	906,719	1,114,619
Prepayments, advances and other receivables	8	541,905	493,156
<b>Total assets</b>		<b>6,329,363,753</b>	<b>2,420,411,110</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	9	47,692	3,764,676
Payable to Digital Custodian Company Limited - Trustee	10	429,958	189,396
Fee payable to the Securities and Exchange Commission of Pakistan	11	412,092	383,314
Accrued expenses and other liabilities	12	1,889,398	437,294
<b>Total liabilities</b>		<b>2,779,140</b>	<b>4,774,680</b>
<b>Contingencies and commitments</b>	13		
<b>Net assets</b>		<b>6,326,584,613</b>	<b>2,415,636,430</b>
<b>Unit holders' funds</b>		<b>6,326,584,613</b>	<b>2,415,636,430</b>
----- Number of units -----			
<b>Number of units in issue</b>		<b>55,752,683</b>	<b>22,218,944</b>
----- Rupees -----			
<b>Net assets value per unit</b>		<b>113.48</b>	<b>108.72</b>

The annexed notes from 1 to 21 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit/markup on bank balances & government securities	969,153,919	178,712,904	323,584,677	57,167,382
Loss on sale of investments at fair value through profit or loss - net	(3,249,928)	(90,375,861)	(22,318,672)	(88,723,865)
Net unrealised (loss) / gain on re-measurement of investments 'at fair value through profit or loss'	(37,993,405)	48,619,673	(5,601,803)	90,343,504
<b>Total Income</b>	<b>927,910,586</b>	<b>136,956,716</b>	<b>295,664,202</b>	<b>58,787,021</b>
<b>Expenses</b>				
Remuneration of the Management Company	9.1	-	2,819,823	-
Sindh sales tax on Management Company's remuneration	9.2	-	366,577	-
Remuneration of the Trustee	10.1	3,229,204	1,030,047	1,124,701
Sindh sales tax on Trustee remuneration	10.2	419,797	133,906	146,212
Selling and marketing expenses		-	17,148,690	-
Fee to the Securities and Exchange Commission of Pakistan (SECP)	11	3,472,986	242,081	1,219,403
Brokerage and settlement charges		3,791,832	576,595	844,907
PSX listing Fee		21,187	18,750	7,062
Mutual fund rating fee		147,649	128,938	47,177
SECP Supervisory fee		1,875	1,875	625
Auditors' remuneration		757,350	529,200	371,250
Accounting and operational charges	9.4	-	1,098,564	-
Legal and Professional Charges		-	7,500	-
Printing and Stationery		77,424	93,146	175
Amortization of deferred formation cost	7	207,900	197,316	68,796
<b>Total Expenses</b>		<b>12,127,204</b>	<b>24,393,008</b>	<b>3,830,308</b>
<b>Net income for the period before tax</b>		<b>915,783,382</b>	<b>112,563,708</b>	<b>291,833,894</b>
<b>Taxation</b>	15	-	-	-
<b>Net income for the period after tax</b>		<b>915,783,382</b>	<b>112,563,708</b>	<b>291,833,894</b>
<b>Allocation of Net Income For the period</b>				
Net income for the period after tax		915,783,382	112,563,708	291,833,894
Income already paid on units redeemed		(32,945,978)	(9,573,992)	(4,984,147)
		<b>882,837,404</b>	<b>102,989,716</b>	<b>286,849,747</b>
<b>Accounting income available for distribution:</b>				
Relating to Capital Gain		-	-	-
Excluding Capital Gain		882,837,404	102,989,716	286,849,747
		<b>882,837,404</b>	<b>102,989,716</b>	<b>286,849,747</b>

The annexed notes from 1 to 21 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after tax</b>	<b>915,783,382</b>	<b>112,563,708</b>	<b>291,833,894</b>	46,533,209
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>915,783,382</b>	<b>112,563,708</b>	<b>291,833,894</b>	46,533,209

The annexed notes from 1 to 21 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
----- Rupees -----		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after tax	915,783,382	112,563,708
<b>Adjustments for:</b>		
Profit/markup on bank balances & government securities	(969,153,919)	(178,712,904)
Loss on sale of investments at fair value through profit or loss - net	3,249,928	90,375,861
Net unrealised loss / (gain) on re-measurement of investments 'at fair value through profit or loss'	37,993,405	(48,619,673)
	(12,127,204)	(24,393,008)
<b>Decrease / (Increase) in assets</b>		
Amortization of deferred formation cost	207,900	(1,183,415)
Prepayments, advances and other receivables	(48,749)	(3,260,495)
	159,151	(4,443,910)
<b>Increase / (decrease) in liabilities</b>		
Payable to JS Investments Limited - Management Company	(3,716,984)	12,378,155
Remuneration payable to Trustee	240,562	384,304
Fee payable to Securities and Exchange Commission of Pakistan (SECP)	28,778	242,081
Accrued expenses and other liabilities	1,452,104	715,298
	(1,995,540)	13,719,838
	(13,963,593)	(15,117,080)
Profit received on balances with banks and investments	900,277,123	147,357,827
Investments - net	(3,511,037,402)	(545,843,044)
<b>Net cash flows from operating activities</b>	<b>(2,610,760,279)</b>	<b>(398,485,217)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	13,908,969,962	6,777,589,397
Amount paid on the redemption of units	(10,355,705,818)	(6,201,477,534)
Dividend paid during the period	(558,099,343)	(76,924,731)
<b>Net cash flows from financing activities</b>	<b>2,995,164,801</b>	<b>499,187,132</b>
<b>Increase in cash and cash equivalents during the period</b>	<b>370,440,929</b>	<b>85,584,835</b>
Cash and cash equivalents at beginning of the period	15,361,504	-
<b>Cash and cash equivalents at end of the period</b>	<b>385,802,433</b>	<b>85,584,835</b>

The annexed notes from 1 to 21 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended March 31, 2024			Nine months period ended March 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----			-----Rupees-----		
<b>Net assets at beginning of the period</b>	2,407,324,539	8,311,891	<b>2,415,636,430</b>	-	-	-
<b>Issuance of units 126,573,172 (2023: 64,471,998)</b>						
- Capital value (at net asset value per unit)	13,761,035,299	-	<b>13,761,035,299</b>	6,447,199,829	-	6,447,199,829
- Element of Income	147,934,663	-	<b>147,934,663</b>	330,389,568	-	330,389,568
<b>Total proceeds on issuance of units</b>	<b>13,908,969,962</b>	-	<b>13,908,969,962</b>	6,777,589,397	-	6,777,589,397
<b>Redemption of units 93,039,433 (2023: 58,787,214)</b>						
- Capital value (at net asset value per unit)	(10,115,247,201)	-	<b>(10,115,247,201)</b>	(5,878,721,434)	-	(5,878,721,434)
- Element of Loss	(207,512,639)	-	<b>(207,512,639)</b>	(313,182,108)	-	(313,182,108)
- Income paid on redemption of units redeemed	-	(32,945,978)	<b>(32,945,978)</b>	-	(9,573,992)	(9,573,992)
<b>Total payments on redemption of units</b>	<b>(10,322,759,840)</b>	<b>(32,945,978)</b>	<b>(10,355,705,818)</b>	(6,191,903,542)	(9,573,992)	(6,201,477,534)
<b>Total comprehensive gain for the period</b>	-	<b>915,783,382</b>	<b>915,783,382</b>	-	112,563,708	112,563,708
<b>Distribution during the period</b>	-	<b>(558,099,343)</b>	<b>(558,099,343)</b>	-	(76,924,731)	(76,924,731)
<b>Net assets at end of the period</b>	<b>5,993,534,661</b>	<b>333,049,952</b>	<b>6,326,584,613</b>	585,685,855	26,064,985	611,750,840
<b>Undistributed (loss) / income brought forward</b>						
- Realized gain		11,730,039			-	
- Unrealized income		(3,418,148)			-	
		8,311,891			-	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		-			-	
- Excluding capital gains		882,837,404			102,989,716	
		882,837,404			102,989,716	
<b>Distribution during the period</b>		(558,099,343)			(76,924,731)	
<b>Undistributed income carried forward</b>		<u>333,049,952</u>			<u>26,064,985</u>	
<b>Undistributed loss carried forward</b>						
- Realized		371,043,357			31,666,788	
- Unrealized		(37,993,405)			(5,601,803)	
		<u>333,049,952</u>			<u>26,064,985</u>	
		(Rupees)			(Rupees)	
<b>Net assets value per unit at beginning of the period</b>			<u>108.72</u>			<u>100.00</u>
<b>Net assets value per unit at end of the period</b>			<u>113.48</u>			<u>105.07</u>

The annexed notes from 1 to 21 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Government Securities Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trusts Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated November 05, 2019 consequent to which the Trust Deed was executed on December 30, 2021 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from July 14, 2022.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.3** The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM2+' on December 27, 2023 (June 30, 2023: 'AM2+' dated December 27, 2022) to the Management Company and has maintained the stability rating of the Fund at 'AA(f)' on October 5, 2023 (June 30, 2023: AA(f) dated April 5, 2023). The rating reflects the Management Company's experienced management team, structured investment process and sound quality of systems and processes.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as Trustee of 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 as 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
- 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 requirements of the Trust Deed differ from the requirements of IAS 34 'Interim Financial Reporting', 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** The disclosures made in these condensed interim financial statements are limited, based on the requirements of the IAS 34 'Interim Financial Reporting'. These condensed interim financial statements does 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, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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

3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of the Fund estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

## 3.3 Standards, interpretations and 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, 2023. 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 period beginning on or after July 1, 2024. 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.

4

## BANK BALANCES

Note

In savings accounts

4.1

March 31, 2024	June 30, 2023
----- Rupees -----	
<b>385,802,433</b>	15,361,504

4.1 Profit and loss sharing accounts of the Fund carry profit rates of 20.50% (June 30, 2023: 12.25% to 19.50%) per

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5 INVESTMENTS

### Financial assets 'at fair value through profit or loss'

	Note	March 31, 2024	June 30, 2023
----- Rupees -----			
Market Treasury Bills	5.1.1	5,072,234,550	2,402,935,275
Pakistan Investment Bonds	5.1.2	500,844,194	487,200
GoP Ijara Sukuks	5.1.3	300,137,800	-
		<b>5,873,216,544</b>	<b>2,403,422,475</b>

### 5.1 Government securities - 'at fair value through profit or loss'

#### 5.1.1 Treasury Bills (T-Bills)

Particulars	Date of issue	----- Holdings -----				Value as at March 31, 2024		Market value as percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at March 31, 2024	Carrying Value	Market Value	Total Investments	Net Assets
		----- Numbers -----				----- Rupees -----		----- % -----	

#### Treasury Bills - 3 Months:

T-Bills - 3 Months	15-06-2023	250	27,000	27,250	-	-	-	-	-
T-Bills - 3 Months	22-06-2023	25,000	50,250	75,250	-	-	-	-	-
T-Bills - 3 Months	01-06-2023	-	1,000	1,000	-	-	-	-	-
T-Bills - 3 Months	10-08-2023	-	54,250	54,250	-	-	-	-	-
T-Bills - 3 Months	21-09-2023	-	110,000	110,000	-	-	-	-	-
T-Bills - 3 Months	07-09-2023	-	52,000	52,000	-	-	-	-	-
T-Bills - 3 Months	02-11-2023	-	8,000	8,000	-	-	-	-	-
T-Bills - 3 Months	05-10-2023	-	9,000	9,000	-	-	-	-	-
T-Bills - 3 Months	19-10-2023	-	7,000	7,000	-	-	-	-	-
T-Bills - 3 Months	24-08-2023	-	13,500	13,500	-	-	-	-	-
T-Bills - 3 Months	25-07-2023	-	25,000	25,000	-	-	-	-	-
T-Bills - 3 Months	07-03-2024	-	5,000	2,000	3,000	290,212,819	289,720,500	4.93	4.58
						<b>290,212,819</b>	<b>289,720,500</b>	<b>4.93</b>	<b>4.58</b>

#### Treasury Bills - 6 Months:

T-Bills - 6 Months	27-03-2023	-	1,000	1,000	-	-	-	-	-
T-Bills - 6 Months	02-11-2023	-	5,000	5,000	-	-	-	-	-
T-Bills - 6 Months	19-10-2023	-	55,000	55,000	-	-	-	-	-
T-Bills - 6 Months	16-11-2023	-	5,000	5,000	-	-	-	-	-
						-	-	-	-

#### Treasury Bills - 12 Months:

T-Bills - 12 Months	14-12-2023	-	10,000	10,000	-	-	-	-	-
T-Bills - 12 Months	02-11-2023	-	35,000	10,000	25,000	2,238,993,199	2,220,727,500	37.81	35.10
T-Bills - 12 Months	06-04-2023	-	18,000	15,000	3,000	299,459,550	299,458,500	5.10	4.73
T-Bills - 12 Months	06-10-2022	-	6,000	6,000	-	-	-	-	-
T-Bills - 12 Months	19-10-2023	-	20,500	10,000	10,500	947,114,108	939,604,050	16.00	14.85
T-Bills - 12 Months	30-11-2023	-	37,500	37,500	-	-	-	-	-
T-Bills - 12 Months	16-11-2023	-	30,000	15,000	15,000	1,329,055,791	1,322,724,000	22.52	20.91
T-Bills - 12 Months	11-01-2024	-	2,500	2,500	-	-	-	-	-
						<b>4,814,622,648</b>	<b>4,782,514,050</b>	<b>81.43</b>	<b>75.59</b>

Total as at March 31, 2024

**5,104,835,467**      **5,072,234,550**      **86.36**      **80.17**

Total cost as at March 31, 2024

**5,104,835,468**

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.1.2 Investment Bonds

Particulars	Date of issue	Holdings				Value as at March 31, 2024		Market value as percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at March 31, 2024	Carrying Value	Market Value	Total Investments	Net Assets
					Numbers	Rupees	%		
<b>Pakistan Investment Bonds - 2 Years:</b>									
Bonds - 2 Years (FLOATER)	30-12-2021	-	48,500	48,500	-	-	-	-	-
Bonds - 2 Years (FLOATER)	08-09-2022	-	15,000	15,000	-	-	-	-	-
<b>Pakistan Investment Bonds - 3 Years:</b>									
Bonds - 3 Years (FLOATER)	08-09-2022	5	5,015	5,000	20	2,010,524	1,971,200	0.03	0.03
Bonds - 3 Years (FLOATER)	21-09-2023	-	5,000	5,000	-	-	-	-	-
Bonds - 3 Years	04-07-2023	-	12,500	12,500	-	-	-	-	-
						<b>2,010,524</b>	<b>1,971,200</b>	<b>0.03</b>	<b>0.03</b>
<b>Pakistan Investment Bonds - 5 Years:</b>									
Bonds - 5 Years (FLOATER)	19-10-2023	-	15,000	12,500	2,500	241,600,470	239,525,000	4.08	3.79
Bonds - 5 Years (FLOATER)	21-09-2023	-	40,000	40,000	-	-	-	-	-
Bonds - 5 Years (FLOATER)	17-01-2024	-	2,750	-	2,750	265,821,417	259,347,994	4.42	4.10
						<b>507,421,887</b>	<b>498,872,994</b>	<b>8.50</b>	<b>7.89</b>
<b>Pakistan Investment Bonds - 10 Years:</b>									
Bonds - 10 Years (FLOATER)	04-11-2021	-	5,000	5,000	-	-	-	-	-
<b>Total as at March 31, 2024</b>						<b>509,432,411</b>	<b>500,844,194</b>	<b>8.53</b>	<b>7.92</b>
<b>Total cost as at March 31, 2024</b>						<b>507,257,155</b>			

## 5.1.3 GoP Ijara Sukuks

Particulars	Date of issue	Holdings				Value as at March 31, 2024		Market value as percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at March 31, 2024	Carrying Value	Market Value	Total Investments	Net Assets
					Numbers	Rupees	%		
<b>GoP Ijara Sukuks Bonds - 1 Year:</b>									
Ijara Sukuk - 1 Year	09-10-2023	-	970	-	970	98,055,906	97,717,800	1.66	1.54
						<b>98,055,906</b>	<b>97,717,800</b>	<b>1.66</b>	<b>1.54</b>
<b>GoP Ijara Sukuks Bonds - 5 Years:</b>									
Ijara Sukuk - 5 Years	26-10-2022	-	2,870	870	2,000	203,719,650	202,420,000	3.45	3.20
						<b>203,719,650</b>	<b>202,420,000</b>	<b>3.45</b>	<b>3.20</b>
<b>Total as at March 31, 2024</b>						<b>301,775,556</b>	<b>300,137,800</b>	<b>5.11</b>	<b>4.74</b>
<b>Total cost as at March 31, 2024</b>						<b>302,610,000</b>			

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024	June 30, 2023
		----- Rupees -----	
<b>6</b>	<b>PROFIT/MARKUP RECEIVABLE</b>		
	Accrued profit on government securities	62,398,798	6,866
	Accrued profit on bank balances	6,497,354	12,490
		68,896,152	19,356
<b>7</b>	<b>DEFERRED FORMATION COST</b>		
	Preliminary expenses and formation costs	1,114,619	1,380,731
	Less: Amortization during the period	207,900	266,112
		906,719	1,114,619
<b>8</b>	<b>PREPAYMENTS, ADVANCES AND OTHER RECEIVABLES</b>		
	Advance tax	487,039	487,039
	PSX listing fee & SECP supervisory fee on listing fee	7,688	6,117
	Mutual Fund rating fee	47,178	-
		541,905	493,156
<b>9</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - (MANAGEMENT COMPANY)</b>		
	Remuneration of the Management Company	9.1	-
	Sindh sales tax on management remuneration	9.2	-
	Preliminary expenses and formation costs	9.3	1,380,731
	Allocated expenses payable	9.4	26,096
	Payable against Selling & Marketing	9.5	2,279,108
	Payable against printing and stationery	47,692	78,741
		47,692	3,764,676

**9.1** During the period, the Management Company has charged its remuneration at the rate of nil on net assets, subject to floor and capping of 2% per annum of the average annual net assets. The remuneration is payable to the Management Company monthly in arrears.

**9.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

**9.3** Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from July 14, 2022 as per the requirements set out in the Trust Deed of the Fund.

**9.4** As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% of net assets of the Fund.

**9.5** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds), upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

10 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE	Note	March 31, 2024	June 30, 2023
		----- Rupees -----	
Trustee remuneration	10.1	380,494	167,607
Sindh sales tax on trustee remuneration	10.2	49,464	21,789
		<b>429,958</b>	<b>189,396</b>

10.1 The Trustee remuneration is charged as per Trust Deed which is paid on monthly basis in arrears and is charged as follows:

- up to rupees one billion Rs.0.5 million or 0.12% per annum of the Net Assets, whichever is higher.
- exceeding rupees one billion Rs.1.2 million plus 0.060% per annum of the Net Asset on amount exceeding Rs.1 billion.

10.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

## 11 FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN AND EXCHANGE COMMISSION OF PAKISTAN

11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on 'income' scheme. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

12 ACCRUED EXPENSES AND OTHER LIABILITIES	March 31, 2024	June 30, 2023
	----- Rupees -----	
Brokerage payable	228,965	-
Auditors' remuneration payable	400,950	356,400
Sales load payable	144,420	27,853
Other payables	1,115,063	53,041
	<b>1,889,398</b>	<b>437,294</b>

## 13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 and June 30, 2023.

## 14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period March 31, 2024 is 0.26% (June 2023: 1.49%) which includes 0.10% representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 15 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2023 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

## 17 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Transactions and balances with related parties other than disclosed elsewhere in these financial statements are as follows:

	March 31, 2024	June 30, 2023
<b>17.1 Details of balances with related parties / connected persons as at period end</b>	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Formation cost	-	1,380,731
Selling & Marketing payable	-	2,279,108
Allocated expenses payable	-	26,096
Printing charges payable	<b>47,692</b>	78,741
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration to the trustees	<b>380,494</b>	167,607
Sales tax on trustee remuneration	<b>49,464</b>	21,789
<b>EFU General Insurance Limited (Common Directorship of Ultimate Parent Company)</b>		
Units held: Nil (June 30, 2023: 964,718)	-	104,884,084
<b>EFU Life Assurance Limited (Common Directorship of Ultimate Parent Company)</b>		
Units held: 23,686,820 (June 30, 2023: 21,248,932)	<b>2,687,980,356</b>	2,310,183,890

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024	June 30, 2023
	----- Rupees -----	
<b>Pakistan National Shipping Corporation</b> <b>(Entity holding 10% or more of units)</b> Units held: 23,087,913 (June 30, 2023: Nil)	<b>2,620,016,361</b>	-
<b>Unit holder holding 10% or more of units in issue</b> Units held: 8,609,031 (June 30, 2023: Nil)	<b>976,952,789</b>	-

## 17.2 Details of transactions with related parties / connected persons during the period

	March 31,	
	2024	2023
	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Remuneration to the Management Company	-	2,819,823
Sindh Sales tax on Management Company	-	366,577
Allocated expenses by the Management Company	-	1,098,564
Selling and marketing expenses	-	17,148,690
Preliminary expenses and formation costs	<b>207,900</b>	197,316
Printing & stationery	<b>77,424</b>	93,146
Sales load	<b>30,832</b>	-
Issue of units: 9,509,071 (2023: 11,066,557)	<b>1,114,228,355</b>	1,163,395,314
Issue refund of capital units: 377,919 (2023: Nil)	<b>41,087,385</b>	-
Issue dividend reinvest units: 5,517 (2023: Nil)	<b>705,636</b>	-
Redemption of units: 9,892,507 (2023: 9,091,619)	<b>1,128,097,769</b>	963,237,963
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration to the trustees	<b>3,229,204</b>	1,030,047
Sales tax on trustee remuneration	<b>419,797</b>	133,906
<b>JS Fund of Funds (Fund Under JSIL Management)</b>		
Issue of units: Nil (2023: 3,227,855)	-	338,293,950
Redemption of units: Nil (2023: 450,715)	-	47,302,567
<b>JS Global Capital Limited - (Fellow subsidiary of JSBL)</b>		
Brokerage	<b>50,000</b>	27,825
<b>Jahangir Siddiqui &amp; Company Limited (Ultimate Parent Company - JSIL)</b>		
Issue of units: Nil (2023: 9,432,598)	-	998,629,202
Redemption of units: Nil (2023: 9,432,598)	-	999,478,136
<b>EFU General Insurance Limited (Common Directorship of Ultimate Parent Company)</b>		
Redemption of units: 964,717 (2023: 931,272)	<b>112,920,180</b>	100,000,000
<b>EFU Life Assurance Limited (Common Directorship of Ultimate Parent Company)</b>		
Issue dividend reinvest units: 2,437,888 (2023: Nil)	<b>265,047,201</b>	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31,	
	2024	2023
	----- Rupees -----	
<b>Pakistan National Shipping Corporation</b>		
<b>(Entity holding 10% or more of units)</b>		
Issue of units: 66,918,242 (2023: Nil)	7,500,000,000	-
Issue refund of capital units: 2,371,619 (2023: Nil)	257,842,417	-
Issue dividend reinvest units: 2,253,243 (2023: Nil)	288,203,043	-
Redemption of units: 48,455,191 (2023: Nil)	5,273,618,151	-
<b>Unit holder holding 10% or more of units in issue</b>		
Issue of units: 25,646,467 (2023: Nil)	2,971,798,783	-
Issue refund of capital units: 950,221 (2023: Nil)	103,308,081	-
Issue dividend reinvest units: 16,706 (2023: Nil)	2,136,859	-
Redemption of units: 18,004,365 (2023: Nil)	2,061,246,006	-
<b>Key management personnel of the Management Company</b>		
Issue of units: 106,200 (2023: Nil)	11,689,382	-
Redemption of units: 106,200 (2023: Nil)	11,714,870	-

## 18 UNIT HOLDERS' FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity be augmented by disposal of investments.

## 19 FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

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

- Level 1:** Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2:** Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3:** Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyse financial instruments measured at the end of the period by the level in the fair value hierarchy into which the fair value measurement is categorised:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Fair value			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>March 31, 2024 (Un-audited)</b>				
<b>Financial assets measured at fair value</b>				
Government securities -				
Market Treasury Bills	-	5,072,234,550	-	5,072,234,550
Pakistan Investment bonds	-	500,844,194	-	500,844,194
GoP Ijara Sukuks	-	300,137,800	-	300,137,800
	-	5,873,216,544	-	5,873,216,544

The Fund has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their fair values.

## 20 GENERAL

Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 21 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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🌐 http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS ISLAMIC DAILY DIVIDEND FUND



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To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions

# NOISSIM

# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

## Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Islamic Daily Dividend Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 21.25% for the nine-month period ended March 31, 2024 against the benchmark return of 10.34%. Net Assets moved from PKR 3,082.82 million (June 30, 2023) to PKR 2,376.09 million as at March 31, 2024. The Fund's total expense ratio (TER) is 0.83%, includes 0.12% of government levies on the Fund.

## Dividend

The Fund paid Daily Dividend accumulating to Rs. 14.85 per unit during the period ended March 31, 2024

## Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high quality management standards, reflecting positively on the overall performance and outlook of our operations. Further PACRA has also maintained Stability rating of 'AA(f)' with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



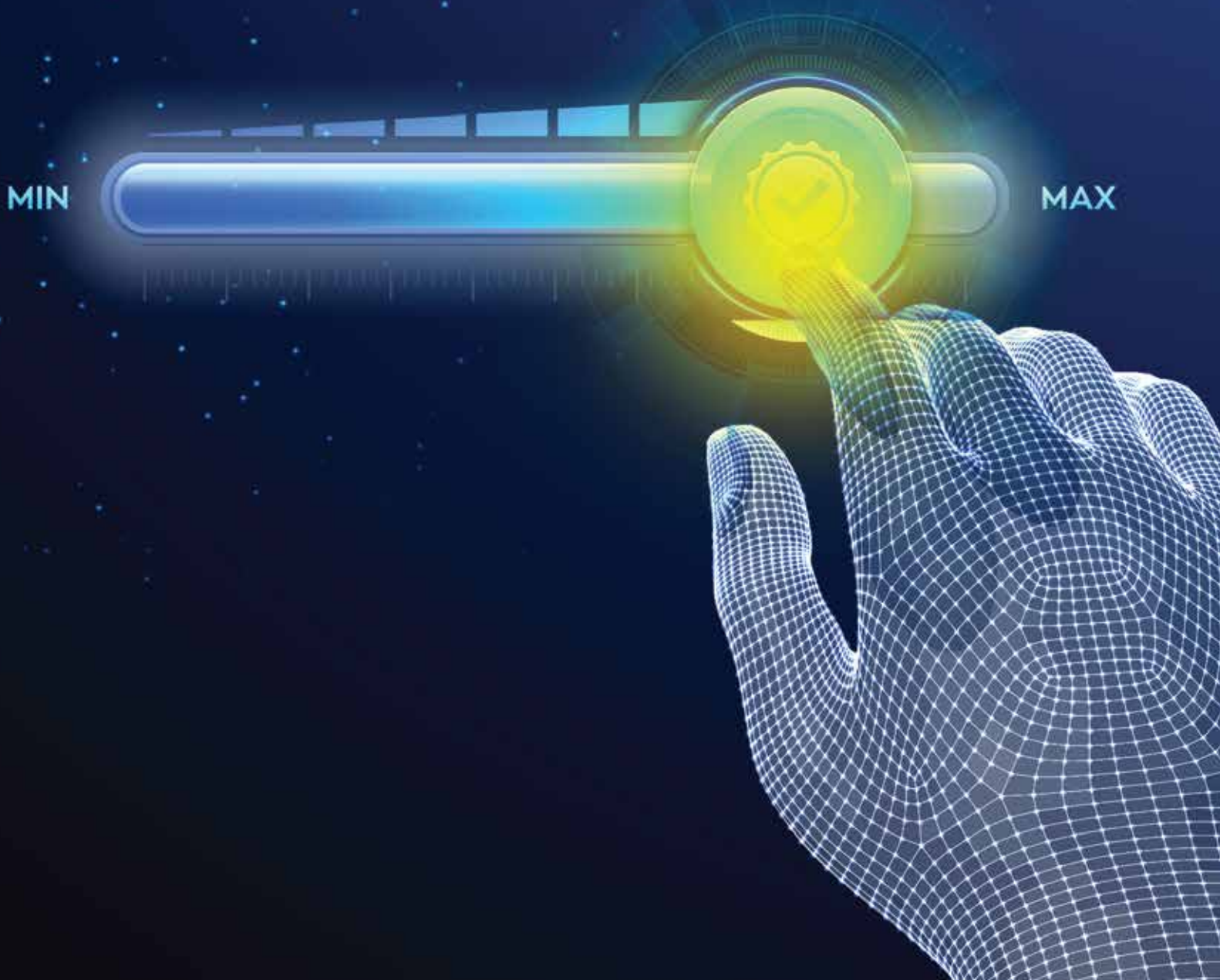
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	5	470,061,492	1,554,351,509
Investments	6	1,828,872,914	1,465,000,000
Profit Receivable	7	80,106,489	70,062,456
Advance, deposits and prepayments	8	209,012	143,268
Receivable from AMC		1,630,321	351,464
Preliminary expenses and floatation costs	9	262,793	393,418
<b>Total assets</b>		<b>2,381,143,021</b>	<b>3,090,302,115</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	10	750,646	2,445,317
Payable to Digital Custodian Company Limited - Trustee	11	141,610	189,533
Payable to Securities and Exchange Commission of Pakistan	12	144,598	376,136
Accrued expenses and other liabilities	13	4,016,578	4,473,869
<b>Total liabilities</b>		<b>5,053,432</b>	<b>7,484,855</b>
<b>Contingencies and Commitments</b>	16		
<b>Net assets</b>		<b>2,376,089,589</b>	<b>3,082,817,260</b>
<b>Unit holders' funds (As per Statement Attached)</b>		<b>2,376,089,589</b>	<b>3,082,817,260</b>
----- Number of units -----			
<b>Number of units in issue</b>		<b>23,760,904</b>	<b>30,828,173</b>
----- Rupees -----			
<b>Net assets value per unit</b>		<b>100.00</b>	<b>100.00</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit on savings accounts	75,469,898	172,336,937	23,712,175	97,274,820
Income on Term Deposit Receipts	16,060,548	-	-	-
Net unrealised loss on re-measurement of investments 'at fair value through P&L	-	-	(2,237,998)	-
Income on sukuk certificates	120,180,661	12,097,793	45,828,511	7,441,177
Income on Musharakah / Mudarabah certificate	241,379,170	-	70,002,318	-
Loss on sale of investments - net	(1,265,244)	-	(314,968)	-
<b>Total</b>	<b>451,825,033</b>	<b>184,434,730</b>	<b>136,990,038</b>	<b>104,715,997</b>
<b>Expenses</b>				
Remuneration to JS Investments Limited - Management Company 10.1	4,057,841	3,547,970	1,283,213	1,931,847
Sindh sales tax on Management Company's remuneration 10.2	527,519	461,236	166,817	251,140
Accounting and Operational charges 10.3	2,210,660	973,520	684,249	655,358
Selling and marketing expenses 10.4	5,285,599	-	-	-
Remuneration of the Digital Custodian Company - Trustee 11.1	1,445,020	761,750	448,881	428,577
Sindh sales tax on Trustee remuneration 11.2	187,853	99,027	58,355	55,715
Fee to the Securities and Exchange Commission of Pakistan 12.1	1,663,309	233,360	518,014	131,072
Amortization of deferred formation costs 9.1	130,625	130,150	43,225	42,750
Shariah Advisory Fees	1,469,338	807,887	455,386	460,691
Listing fee	21,188	18,750	7,064	6,250
SECP Supervisory fees on Listing Fees	1,875	1,875	625	625
Mutual fund rating fee	140,420	138,270	44,574	43,266
Bank and settlement charges	573,341	45,290	111,736	22,630
Legal and Professional Charges	-	-	-	-
Auditors' remuneration	509,422	436,872	120,110	84,007
Printing and stationery charges	76,488	76,170	25,337	25,020
	<b>18,300,498</b>	<b>7,732,127</b>	<b>3,967,586</b>	<b>4,138,948</b>
<b>Net income for the period before taxation</b>	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>
Taxation 15	-	-	-	-
<b>Net income for the period after taxation</b>	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>
<b>Allocation of net income for the period:</b>				
<b>Net income for the period</b>	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>
Income already paid on units redeemed	-	-	-	-
Accounting income available for distribution	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>
-Relating to capital gains - net	-	-	-	-
-Excluding capital gains	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>
	<b>433,524,535</b>	<b>176,702,603</b>	<b>133,022,452</b>	<b>100,577,049</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period</b>	<b>433,524,535</b>	176,702,603	<b>133,022,452</b>	100,577,049
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>433,524,535</b>	176,702,603	<b>133,022,452</b>	100,577,049

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	Rupees	
<b>Cash Flow From Operating Activities</b>		
Net income for the period	433,524,535	176,702,603
<b>Adjustments for:</b>		
Amortization of deferred formation cost	130,625	130,150
<b>Operating profit before working capital changes</b>	<b>433,655,160</b>	<b>176,832,753</b>
<b>(Increase) / Decrease in current assets</b>		
Profit Receivable	(10,044,033)	(43,054,854)
Deposits and Other Receivables	(1,344,601)	(57,739)
	(11,388,634)	(43,112,593)
<b>(Decrease) / Increase in current liabilities</b>		
Payable to the Management Company	(1,694,671)	2,505,611
Payable to the Trustee	(47,923)	87,204
Fee payable to the Securities and Exchange Commission of Pakistan	(231,538)	47,925
Accrued expenses and other liabilities	(457,291)	7,979,352
	(2,431,423)	10,620,092
Realisation of investments - net	(363,872,914)	(229,000,000)
<b>Net cash used in operating activities</b>	<b>55,962,189</b>	<b>(84,659,748)</b>
<b>Cash Flow From Financing Activities</b>		
Dividend paid	(433,524,535)	(176,702,603)
Amount received from issuance of units	8,628,361,083	6,068,328,652
Amount paid on redemption of units	(9,335,088,754)	(4,060,342,989)
<b>Net cash (used in) / generated from financing activities</b>	<b>(1,140,252,206)</b>	<b>1,831,283,060</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,084,290,017)</b>	<b>1,746,623,312</b>
Cash and cash equivalents at the beginning of the period	1,554,351,509	199,131,578
<b>Cash and cash equivalents at the end of the period</b>	<b>470,061,492</b>	<b>1,945,754,890</b>

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Note	March 31, 2024			March 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	----- (Rupees) -----			----- (Rupees) -----		
Net assets at beginning of the period	3,082,817,260	-	3,082,817,260	358,307,156	-	358,307,156
Issue of 86,283,604 units (2023: 60,683,279 units)	8,628,361,083	-	8,628,361,083	6,068,328,652	-	6,068,328,652
- Element of Loss	-	-	-	-	-	-
<b>Total proceeds on issuance of units</b>	<b>8,628,361,083</b>	<b>-</b>	<b>8,628,361,083</b>	<b>6,068,328,652</b>	<b>-</b>	<b>6,068,328,652</b>
Redemption of 93,350,873 units (2023: 40,603,430 units)	(9,335,088,754)	-	(9,335,088,754)	(4,060,342,989)	-	(4,060,342,989)
- Element of income	-	-	-	-	-	-
- Amount paid / payable on redemption of units	-	-	-	-	-	-
<b>Total payments on redemption of units</b>	<b>(9,335,088,754)</b>	<b>-</b>	<b>(9,335,088,754)</b>	<b>(4,060,342,989)</b>	<b>-</b>	<b>(4,060,342,989)</b>
Total comprehensive income / (loss) for the period	-	433,524,535	433,524,535	-	176,702,603	176,702,603
<b>Distribution during the period</b>						
Interim distribution during the period on the basis of Daily Dividend distribution)	-	(433,524,535)	(433,524,535)	-	(176,702,603)	(176,702,603)
Total comprehensive income for the period	-	-	-	-	-	-
<b>Net assets at end of the period</b>	<b>2,376,089,589</b>	<b>-</b>	<b>2,376,089,589</b>	<b>2,366,292,819</b>	<b>-</b>	<b>2,366,292,819</b>
Undistributed (loss) / income brought forward						
- Realised income		-	-		-	-
- Unrealised (loss)		-	-		-	-
Accounting income available for distribution						
- Relating to capital gains		-	-		-	-
- Excluding capital gains		433,524,535	433,524,535		176,702,603	176,702,603
Distribution during the period		(433,524,535)			(176,702,603)	
Undistributed income carried forward		-			-	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
Net assets value per unit at beginning of the period			100.00			100.00
Net assets value per unit at end of the period			100.00			100.00

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Daily Dividend (the Fund) was established under the Trust Deed executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The Trust Deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated April 2, 2020 consequent to which the Trust Deed was executed on June 3, 2020 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 25, 2020 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules).

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trusts Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trusts Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trusts Act.

1.2 The Fund is an open end mutual fund categorised as "Shari'ah Compliant Money Market Scheme" pursuant to the Circular 7, 2009 and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.

1.3 The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.

1.5 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further PACRA has also maintained Stability rating of 'AA(f)' with stable outlook to the Fund.

1.6 The Fund has the following specific features:

- (a) Dividend will be distributed to the entitled unit holders on daily basis (i.e. each business day).
- (b) Daily dividend received by the unit holder shall be reinvested.

By distributing dividend on a daily basis, the Management Company is required to ensure that total distribution in an accounting period accumulates to an amount that is required under the tax laws and other regulations in force.

## 2 BASIS OF PRESENTATION

The transactions undertaken by the Fund are in accordance with the process prescribed under the Shariah guidelines issued by the Shariah Advisor and are accounted for on substance rather than the form prescribed by the earlier referred guidelines. This practice is being followed to comply with the requirements of the accounting and reporting standards as applicable in Pakistan.

## 3 STATEMENT OF COMPLIANCE

3.1 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:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 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 VIII A of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A 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 have, however, been limited based on the requirements of the International Accounting Standard (IAS) 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, 2023.

In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

## **4 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN**

**4.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

**4.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 4.3 Standards, interpretations and 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, 2023. 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.

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

There are certain new amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 5 BANK BALANCES

Profit and loss sharing (PLS) accounts

5.1

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----	
<b>470,061,492</b>	1,554,351,509
<b>470,061,492</b>	1,554,351,509

5.1 This includes balance of Rs. 0.01 million (June 30, 2023: Rs. 0.01 million) with BankIslami Pakistan Limited (related party) carrying profit @ 18.50% per annum (June 30, 2023: 19.75% per annum). Other PLS accounts of the Fund carrying profit rates ranging from 18.50% to 20.50% per annum (June 30, 2023: 14.50% to 19.75% per annum).

## 6 INVESTMENTS

At fair value through profit or loss

Sukuk Certificate

GOP Ijara Sukuk

Musharakah / Mudarabah certificates

6.1

6.2

6.3

March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----	
<b>457,000,000</b>	565,000,000
<b>166,687,640</b>	-
<b>1,205,185,274</b>	900,000,000
<b>1,828,872,914</b>	1,465,000,000

6.1 Sukuk certificates  
(The nominal value for these Sukuk certificates is Rs. 1,000,000 each.)

Name of the Security	As at July 1, 2023	Purchases during the Period	Sales / matured during the Period	As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Percentage in relation to	
							Net assets of the Fund	Total market value of investments
	(Number of certificates)				(Rupees in '000)			
K-ELECTRIC LTD STS XIV (27-32-2023)	300	-	300	-	-	-	-	-
K-ELECTRIC LTD SST XX 22-09-2023	-	170	170	-	-	-	-	-
K-ELECTRIC LTD STS XIX 26-08-2023	-	350	350	-	-	-	-	-
K-ELECTRIC STS XVII 18-05-2023	45	-	45	-	-	-	-	-
K-ELECTRIC LTD SST XX 14-05-2023	-	108	108	-	-	-	-	-
K-ELECTRIC LTD SST XXIV 28-03-2024	-	205	-	205	205,000,000	205,000,000	8.63	11.21
LUCKY ELECTRIC POWER CO. LTD (LEPCL 17) 26.03.2024	-	252	-	252	252,000,000	252,000,000	10.61	13.78
HUB POWER CO.LTD. (18-05-2023)	140	-	140	-	-	-	-	-
<b>Total as at March 31, 2024</b>					<b>457,000,000</b>	<b>457,000,000</b>	<b>19.23</b>	<b>24.99</b>
<b>Total as at June 30, 2023</b>					<b>565,000,000</b>	<b>565,000,000</b>	<b>18.33</b>	<b>38.87</b>



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.2 Government Securities - GOP IJARA

(The nominal value for these Sukuk certificates is Rs 100,000 each.)

Name of the Security	As at July 1, 2023	Purchases during the period	Sales / matured during the period	As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Percentage in relation to	
							Net assets of the Fund	Total market value of investments
	(Number of certificates)			(Rupees in '000')				
Pakistan Ijara Sukuk Bonds 17-04-2023	-	15,450	15,450	-	-	-	-	-
Pakistan Ijara Sukuk Bonds 22-05-2023	-	4,220	4,220	-	-	-	-	-
Pakistan Ijara Sukuk Bonds 12 months 29-03-2024	-	2,000	-	2,000	166,687,640.00	166,687,640.00	7.02%	9.11%
<b>Total as at March 31, 2024</b>					<b>166,687,640</b>	<b>166,687,640</b>	<b>7.02%</b>	<b>9.11%</b>
<b>Total as at June 30, 2023</b>								

## 6.3 Musharakah / Mudarabah

(The nominal value for these Musharaka certificates is Rs 1,000,000 each.)

Name of the security	As at July 1, 2023	Purchases during the period	Sales / redemptions / maturity during the period	As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Percentage in relation to	
							Net assets of the Fund	Total market value of investments
	(Number of certificates)			(Rupees in '000')				
UBL Ameen - Islamic Banking	468	320	780	-	-	-	-	-
Faysal bank Limited	448	1,326	1,140	325	325,000,000	325,000,000	13.68%	17.77
Meezan bank Limited	-	900	800	-	-	-	-	-
Pak Oman Investment Co. Ltd	-	1,456	1,006	450	449,504,735	449,504,735	24.58%	24.58
Pak Brunei Investment Co Ltd	-	1,408	977	431	430,680,539	430,680,539	23.55%	23.55
Pak Kuwait Investment Co. Ltd	-	551	551	-	-	-	-	-
Zarai Taraqati Bank Ltd	-	1,961	1,961	-	-	-	-	-
<b>Total as at March 31, 2024</b>					<b>1,205,185,274</b>	<b>1,205,185,274</b>	<b>61.81%</b>	<b>6589.77%</b>
<b>Total as at June 30, 2023</b>					<b>900,000,000</b>	<b>900,000,000</b>		

## 6.4 Net unrealised appreciation on re-measurement of investments classified as 'at fair value through profit or loss'

Note

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
Market value of investments	6.1 - 6.3	1,828,872,944	1,465,000,000
Less: carrying value of investments	6.1 - 6.3	1,828,872,944	1,465,000,000
		-	-
<b>7 PROFIT RECEIVABLE</b>			
On:			
- PLS account		9,883,290	31,732,001
- Sukuk Certificate		1,531,925	34,153,058
- Musharaka / Clean Placements		68,691,274	4,177,397
		<b>80,106,489</b>	<b>70,062,456</b>
<b>8 ADVANCE, DEPOSIT AND PREPAYMENTS</b>			
Security Deposit		100,000	100,000
Prepaid Listing Fees		7,687	-
Prepaid Rating Fee		101,325	43,268
		<b>209,012</b>	<b>143,268</b>
<b>9 PRELIMINARY EXPENSE AND FLOATATION COSTS</b>			
Preliminary expenses and floatation costs	9.1	393,418	566,793
Less 'amortization during the period		(130,625)	(173,375)
Balance as at period end		<b>262,793</b>	<b>393,418</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 9.1** Preliminary expenses and floatation costs represents 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 NBFC Regulations.

## 10 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
Remuneration Payable to Management Company	<b>10.1</b>	-	-
Sales tax on remuneration payable	<b>10.2</b>	-	-
Accounting and operational charges payable	<b>10.3</b>	420,485	497,465
Selling and marketing expenses payable	<b>10.4</b>	-	1,525,078
Shariah Advisory fee payable		308,109	344,033
Printing and stationery charges payable		6,844	78,741
Sales load payable		15,208	-
		<b>750,646</b>	<b>2,445,317</b>

- 10.1** As per Regulation 61 of 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 offering document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration from 0.00% to 1.00% of average daily net assets of the Fund, during the nine months ended March 31, 2024.

- 10.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

- 10.3** 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 discretion has charged such expenses at the rate of up to 0.1% (March 31, 2023: 0.1%) of the average annual net assets of the Fund during the period ended March 31, 2024.

- 10.4** The SECP has allowed the Asset Management companies to charge selling and marketing in all categories of open-end mutual funds up to a maximum limit approved by the Board of Directors of Management Company as part of an annual plan.

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 0.24% (March 31, 2023: Nil) of the average annual net assets of the Fund during the period ended March 31, 2024 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

## 11 PAYABLE TO DIGITAL CUSTODIAN COMPANY - TRUSTEE

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
----- Rupees -----			
	<b>Note</b>		
Remuneration payable to the Trustees	<b>11.1</b>	125,319	167,728
Sindh sales tax payable on Trustee's remuneration	<b>11.2</b>	16,291	21,805
		<b>141,610</b>	<b>189,533</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 11.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% (March 31, 2023: 0.065%) per annum on the average annual net assets of the Fund calculated on a daily basis.
- 11.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (March 31, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>12</b>	<b>PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>		
	Fee payable	12.1	
		<b>144,598</b>	376,136
		<b>144,598</b>	376,136

- 12.1** Effective from July 1, 2023, the SECP vide SRO No. 592(1)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "income scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current year.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>13</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
	Auditors' remuneration	142,574	316,360
	Withholding tax payable on daily dividend distribution	2,931,687	3,007,675
	Zakat Payable	31,074	33,606
	Sales load Payable	907,255	1,110,230
	Broker Payable	-	4,319
	Settlement Charges payable	3,988	1,679
		<b>4,016,578</b>	4,473,869

## 14 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund as on March 31, 2024 is 0.83% ( March 31, 2023: 0.66%) and this includes 0.12% (March 31, 2023: 0.09%) representing Government Levy and SECP Fee. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulation 60(5) for a collective investment scheme categorized as Shariah Compliant Money Market Scheme.

## 15 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management has distributed at least 90% of the income to be earned by the Fund in cash during the period to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 16 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 (June 30, 2023: Nil).

## 17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited - Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

**17.1** Transactions with connected persons 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 also in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the Offering Document, Trust Deed and NBFC Regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

**17.2** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

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

### 17.3 Details of transactions with related parties / connected persons during the period:

	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Remuneration to the Management Company	4,057,841	3,547,970
Sindh sales tax on remuneration of the Management Company	527,519	461,236
Issue of units: 7,623,926 units (2023: 480,404 units)	762,392,631	48,040,399
Redemption of units: 7,623,926 units (2023: 482,664 units)	770,739,563	48,266,381
Reinvest in lieu of Dividend paid : 83,469 units (2023: 2,260 units)	8,346,931	225,982
Sales load for the period	382,707	356,867
Ammortization of Preliminary Expense	130,625	130,150
Shariah Expense	1,469,338	807,887
Printing and stationery charges	76,488	76,170
Marketing and selling expenses	5,285,599	-
Admin and Operational charges	2,210,660	973,520
Income from AMC	1,630,321	-
<b>Digital Custodian Company - Trustee</b>		
Remuneration of the Trustee	1,445,020	761,750
Sindh sales tax on Trustee remuneration	187,853	99,027

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
	----- Rupees -----	
<b>JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-6) (Fund Under JSIL Management)</b>		
Issue of units: Nil units (2023: 200,079 units)	-	20,007,887
Redemption of units: Nil units (2023: 134,750 units)	-	13,450,000
Reinvest in lieu of Dividend paid : Nil units (2023: 87,757 units)	-	8,775,695
<b>JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7) (Fund Under JSIL Management)</b>		
Issue of units: Nil (2023 : 196,395 units)	-	19,639,450
Redemption of units: 529,206 units (2023: 389,410 units)	<b>52,920,612</b>	38,941,000
Reinvest in lieu of Dividend paid : 21,978 units (2023: 60,732 units)	<b>2,197,771</b>	6,073,202
<b>JS Islamic Hybrid Fund of Funds (JSICPAP-8) (Fund Under JSIL Management)</b>		
Issue of units: Nil (2023: 488,500 units)	-	48,850,000
Redemption of units: 1,398,194 units (2023: 1,331,880 units)	<b>139,819,408</b>	133,188,000
Reinvest in lieu of Dividend paid : 68,671 units (2023: 202,439 units)	<b>6,867,072</b>	20,243,891
<b>JS Islamic Hybrid Fund of Funds - Mutanasib (Fund Under JSIL Management)</b>		
Issue of units: Nil (2023 15,295 units)	-	1,529,534
Redemption of units: 17,525 units (2023: Nil units)	<b>1,752,549</b>	-
Reinvest in lieu of Dividend paid : 1,273 units (2023: 213 units)	<b>127,349</b>	21,246
<b>JS Fund of Funds (Fund Under JSIL Management)</b>		
Issue of units: Nil (2023: 1,000,000 units)	-	100,000,000
Redemption of units: Nil (2023: 1,006,856 units)	-	100,685,593
Reinvest in lieu of Dividend paid Nil (2023: 6,856 units)	-	685,593
<b>Al-Abbas Sugar Mills Limited (Common directorship)</b>		
Issue of units: 8,445,000 (2023: Nil units)	<b>844,500,000</b>	-
Redemption of units: 8,453,687 (2023: Nil units)	<b>845,368,673</b>	-
Reinvest in lieu of Dividend paid 8,687 (2023: Nil units)	<b>868,673</b>	-
<b>Key Management Personnel of the Management Company</b>		
Issue of units: 194,633 (2022 : 194,633 units)	-	19,463,264
Redemption of units: 20,152 units (2023: 22,129 units)	<b>2,015,232</b>	2,212,947
Reinvest in lieu of Dividend paid : 53 units (2023: 3,772 units)	<b>5,312</b>	377,161

## 17.4 Details of balances with related parties / connected person as at period / year end:

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees -----	
<b>JS Investments Limited - Management Company</b>		
Shariah Fees payable	<b>308,109</b>	344,033
Printing and stationery charges payable	<b>6,844</b>	78,741
Sales load payable	<b>15,208</b>	14,804
Admin and Operational charges payable	<b>420,485</b>	497,465
Receivable from Management Company	<b>1,630,321</b>	351,464
Selling and marketing expense payable	-	1,525,078

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees -----	
<b>Digital Custodian Company - Trustee</b>		
Remuneration of the Trustee	125,319	167,728
Sindh sales tax on Trustee remuneration	16,291	21,805
<b>BankIslami Pakistan Limited - Fellow subsidiary of JSBL</b>		
Balances with bank	10,000	10,000
<b>JS Islamic Hybrid Fund of Funds - 3 (JSICPAP-7) (Fund Under JSIL Management)</b>		
Units held: Nil units (June 30, 2023: 507,228 units)	-	50,722,841
<b>JS Islamic Hybrid Fund of Funds (JSICPAP-8) (Fund Under JSIL Management)</b>		
Units held: Nil units (June 30, 2023: 1,329,523 units)	-	132,952,302
<b>JS Islamic Hybrid Fund of Funds (Mutasasib) (Fund Under JSIL Management)</b>		
Units held: Nil units (June 30, 2023: 16,252 units)	-	1,625,227
<b>Key Management Personnel of the Management Company</b>		
Units held: Nil units (June 30, 2023: 220,667 units)	-	22,066,728
<b>Entities held 10% or more of units of the Fund</b>		
Units held: 4,651,863 (June 2023: 9,694,558)	<b>465,186,315</b>	969,455,757

- 18** The Fund makes distribution on daily basis as per clause 16.2 of the Trust Deed and clause 1.4 of the Offering Document and re-invests the distributed dividend as per clause 5.1 of the Offering Document. During the period, the Management Company on behalf of the Fund, has distributed the total profit earned during the period amounting to Rs 433.52 million (2023: 176.70 million) as dividend after deducting applicable taxes.

## **19 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 market prices prevailing on the date of the condensed interim statement of assets and liabilities. The estimated fair value of all other financial assets and liabilities is considered not to be significantly different from the respective book values.

### **19.1 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:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

As at March 31, 2024 (Un-audited)			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
<b>Financial assets measured at fair value through profit or loss'</b>			
Sukuk certificate	457,000,000	-	457,000,000
GoP Ijara Sukuk	-	-	166,687,640
Musharakah / mudarabah certificates	1,205,185,274	-	1,205,185,274
<b>166,687,640</b>	<b>1,662,185,274</b>	<b>-</b>	<b>1,828,872,914</b>
As at June 30, 2023 (Audited)			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
<b>Financial assets measured at fair value through profit or loss'</b>			
Sukuk certificate	-	-	565,000,000
Musharakah / mudarabah certificates	900,000,000	-	900,000,000
<b>565,000,000</b>	<b>900,000,000</b>	<b>-</b>	<b>1,465,000,000</b>

## 20 GENERAL

20.1 Figures have been rounded off to the nearest rupee unless otherwise stated.

20.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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www.facebook.com/jsinvestments http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS ISLAMIC DEDICATED EQUITY FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

## Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the unaudited Financial Statements of **JS Islamic Dedicated Equity Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

## Fund's Current Status

The Management Company through its letter JSIL/CDC/2024/1789 dated January 3, 2024 has advised the Central Depository Company of Pakistan Limited - Trustee to revoke the Fund pursuant to the Sub Regulation (d) of Regulation 45(A) of the NBFC & Notified Entities Regulations, 2008 read with clause 10.4 (iii) of the offering document of the Fund. Consequently, after consultation with trustee the Management Company has revoked the fund w.e.f March 22, 2024. Therefore, the Fund is no longer a going concern. The Management has measured the Fund's assets and liabilities principally in accordance with the summary of significant accounting policies as disclosed in note 3 to the annual audited financial statements of the Fund for the year ended June 30, 2023. The trustee is overseeing the revocation process of the fund in accordance with clause 45(B) of the NBFC regulations 2008.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



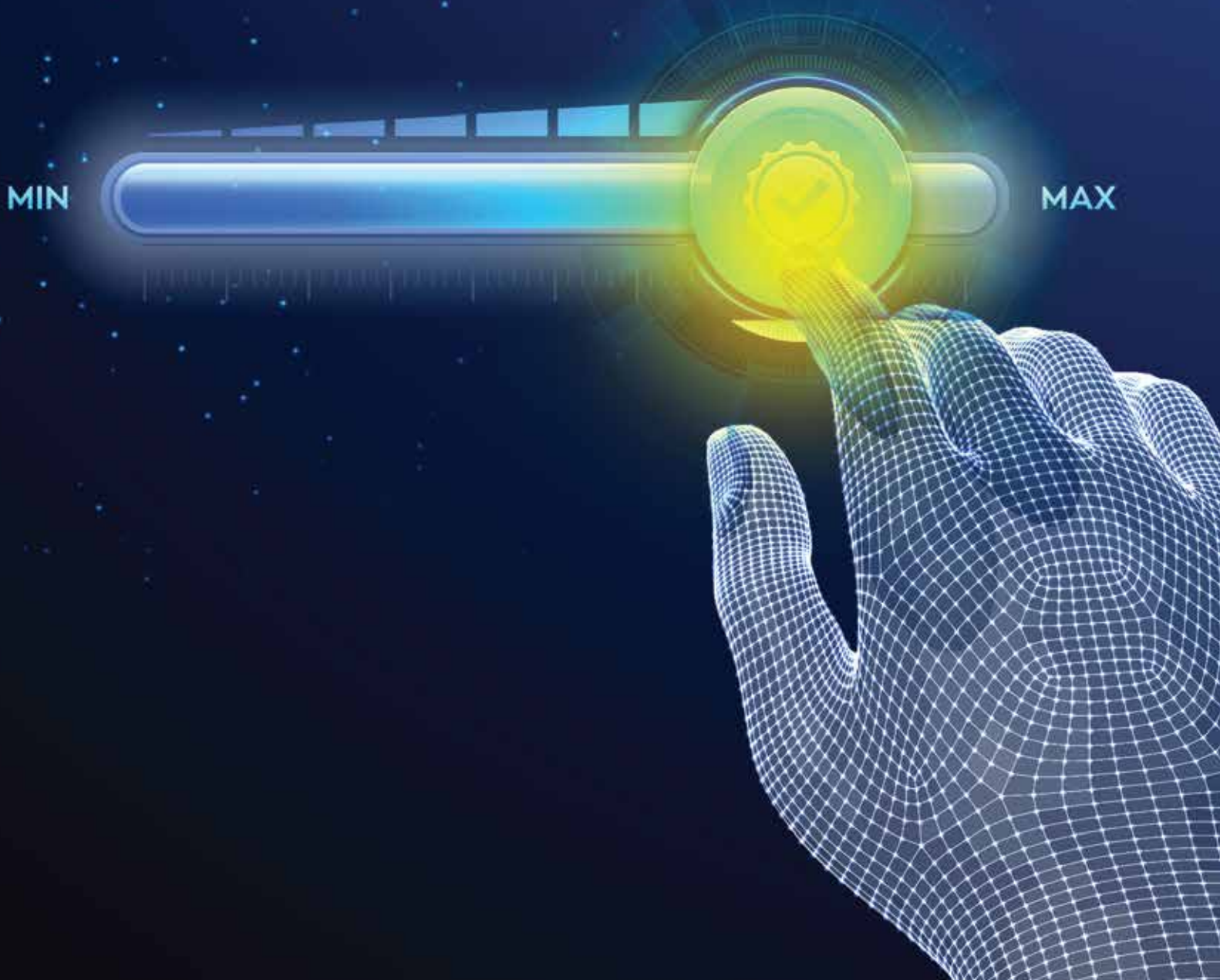
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	6,785,930	1,201,825
Deposits and other receivable	5	6,019,186	6,120,206
<b>Total assets</b>		<b>12,805,116</b>	<b>7,322,031</b>
<b>Liabilities</b>			
Payable to the JS Investments Limited - Management Company	6	5,434,843	90,026
Sales tax payable on Management Company's remuneration	6.1	-	1,350
Payable to Central Depository Company of Pakistan Limited - Trustee	7	-	1,538
Sales tax payable on Trustee remuneration	7.1	-	135
Fee payable to the Securities and Exchange Commission of Pakistan	8	1,372	8,826
Accrued expenses and other liabilities	9	1,258,252	932,357
<b>Total liabilities</b>		<b>6,694,467</b>	<b>1,034,232</b>
<b>Contingencies and commitments</b>	11		
<b>Net assets</b>		<b>6,110,649</b>	<b>6,287,799</b>
<b>Unit holders' funds</b>		<b>6,110,649</b>	<b>6,287,799</b>
----- Number of units -----			
<b>Number of units in issue</b>		<b>143,645</b>	<b>131,926</b>
----- Rupees -----			
<b>Net assets value per unit</b>		<b>42.54</b>	<b>47.66</b>

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit on bank balances	710,707	1,818,486	676,625	70,501
Loss on sale of investments at fair value through profit or loss - net	-	(9,139,557)	-	(7,339,375)
Dividend income	-	2,793,298	-	-
Other income	-	2,284,218	-	-
Net unrealised gain on re-measurement of investments 'at fair value through profit or loss'	-	-	-	6,474,861
Other income	182,818	-	-	-
<b>Total loss</b>	<b>893,525</b>	<b>(2,243,555)</b>	<b>676,625</b>	<b>(794,013)</b>
<b>Expenses</b>				
Remuneration of JS Investments Limited - Management Company	90,394	850,687	59,438	48,778
Sindh sales tax on Management Company's remuneration 6.1	11,752	110,598	7,728	6,340
Remuneration of Central Depository Company of Pakistan Ltd. - Trustee	8,939	85,060	5,842	4,879
Sindh sales tax on Trustee remuneration 7.1	1,162	11,059	761	635
Fee to the Securities and Exchange Commission of Pakistan 8	5,666	9,203	4,196	1,133
Securities transactions cost & Bank Charges	257,178	449,464	172,543	135,271
Shariah Advisory fee	3,804	40,858	2,788	1,907
Amortization of deferred formation costs	-	-	-	(29,838)
Listing Fees	28,250	18,750	21,188	6,250
SECP Supervisory fee	2,500	1,375	1,875	625
Auditors' remuneration	450,360	143,148	349,110	(73,440)
Accounting and operational charges 6.4	4,520	42,532	2,972	2,438
Printing and Stationery	93,021	49,932	43,033	15,897
Other expense	80,147	40,882	-	40,882
<b>Total Expenses</b>	<b>1,037,693</b>	<b>1,853,548</b>	<b>751,621</b>	<b>161,757</b>
<b>Net loss for the period before tax</b>	<b>(144,168)</b>	<b>(4,097,103)</b>	<b>(74,996)</b>	<b>(955,770)</b>
Taxation 12	-	-	-	-
<b>Net loss for the period after tax</b>	<b>(144,168)</b>	<b>(4,097,103)</b>	<b>(74,996)</b>	<b>(955,770)</b>
<b>Allocation of Net Income For the period</b>				
- Net income for the period after tax	-	-	-	-
- Income already paid on units redeemed	-	-	-	-
<b>Accounting income available for distribution:</b>				
- Relating to Capital Gain	-	-	-	-
- Excluding Capital Gain	-	-	-	-
	-	-	-	-

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net loss for the period after tax</b>	<b>(144,168)</b>	<b>(4,097,103)</b>	<b>(74,996)</b>	<b>(955,770)</b>
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>(144,168)</b>	<b>(4,097,103)</b>	<b>(74,996)</b>	<b>(955,770)</b>

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the period after tax	(144,168)	(4,097,103)
<b>Adjustments for:</b>		
Profit on bank balances	(710,707)	(1,818,486)
Dividend Income on investments at fair value through profit or loss	-	(2,793,298)
Loss on sale of investments at fair value through profit or loss - net	-	9,139,557
	<b>(854,875)</b>	430,670
<b>Decrease / (Increase) in assets</b>		
Formation cost	-	40,882
Deposits and other receivable	<b>100,000</b>	1,483,587
	<b>100,000</b>	1,524,469
<b>Increase / (Decrease) in liabilities</b>		
Payable to the JS Investments Limited - Management Company	<b>5,343,467</b>	(2,578,626)
Remuneration payable to Trustee	(1,673)	(26,886)
Fee payable to Securities and Exchange Commission of Pakistan	(7,454)	(25,692)
Accrued expenses and other liabilities	<b>325,895</b>	321,898
	<b>5,660,235</b>	(2,309,306)
	<b>4,905,360</b>	(354,167)
Profit received on balances with banks and investments	<b>711,727</b>	2,205,355
Dividend Received	-	2,793,298
Net payments for investments	-	97,295,867
<b>Net cash flows from operating activities</b>	<b>711,727</b>	102,294,520
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	<b>180,000,000</b>	282,819,292
Amount paid on the redemption of units	<b>(180,032,982)</b>	(418,172,905)
<b>Net cash flows from financing activities</b>	<b>(32,982)</b>	(135,353,613)
<b>Increase in cash and cash equivalents during the period</b>	<b>5,584,105</b>	(33,413,260)
Cash and cash equivalents at beginning of the period	<b>1,201,825</b>	34,701,934
<b>Cash and cash equivalents at end of the period</b>	<b>6,785,930</b>	1,288,674

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31,			March 31,		
	2024			2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	Rupees			Rupees		
<b>Net assets at beginning of the period</b>	971,911,311	(965,623,512)	6,287,799	1,107,264,923	(961,357,468)	145,907,455
<b>Issuance of units 3,936,147 (2023: 5,106,907)</b>						
- Capital value (at net asset value per unit	187,602,767	-	187,602,767	301,939,343	-	301,939,343
- Element of Income/Loss	(7,602,767)	-	(7,602,767)	(19,120,051)	-	(19,120,051)
<b>Total proceeds on issuance of units</b>	180,000,000	-	180,000,000	282,819,292	-	282,819,292
<b>Redemption of units 3,924,428 (2023: 7,442,814)</b>						
- Capital value (at net asset value per unit	(187,044,237)	-	(187,044,237)	(440,046,843)	-	(440,046,843)
- Element of Income/Loss	7,011,255	-	7,011,255	21,873,938	-	21,873,938
<b>Total payments on redemption of units</b>	(180,032,982)	-	(180,032,982)	(418,172,905)	-	(418,172,905)
Total comprehensive (loss) / gain for the period	-	(144,168)	(144,168)	-	(4,097,103)	(4,097,103)
<b>Net assets at end of the period</b>	971,878,329	(965,767,680)	6,110,649	971,911,310	(965,454,571)	6,456,739
<b>Undistributed loss brought forward</b>						
- Realized		(949,784,026)			(945,517,982)	
- Unrealized		(15,839,486)			(15,839,486)	
		(965,623,512)			(961,357,468)	
<b>Accounting loss available for distribution</b>						
- Relating to capital gains		-			-	
- Excluding capital gains		(144,168)			(4,097,103)	
Net loss for the period after taxation		(144,168)			(4,097,103)	
<b>Undistributed loss carried forward</b>		(965,767,680)			(965,454,571)	
<b>Undistributed loss carried forward</b>						
- Realized		(965,767,680)			(965,454,571)	
- Unrealized		-			-	
		(965,767,680)			(965,454,571)	
			(Rupees)			(Rupees)
<b>Net assets value per unit at beginning of the period</b>			47.66			59.12
<b>Net assets value per unit at end of the period</b>			42.54			48.94

The annexed notes from 1 to 16 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Dedicated Equity Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Central Depository Company of Pakistan Limited is the Trustee. The Trust Deed was executed on January 25, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on January 16, 2018.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 20, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 Being an Islamic Fund, all the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.

1.3 The Fund is an open end mutual fund categorized as "Equity Scheme" and has obtained listing on Pakistan Stock Exchange. The objective of JS Islamic Dedicated Equity Fund is to provide other 'Fund of Funds' schemes a Shariah Compliant avenue for taking exposure in Shariah Complaint Equities. Only other Fund of Funds' schemes may submit applications for the purchase of units of the JS Islamic Dedicated Equity Fund. The Fund is not actively selling its units to retail or institutional investors. The Fund is required to maintain at least 70% of its net assets invested in listed equity securities.

1.4 The Management Company of the Fund has obtained a license to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.5 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a stable outlook to JS Investments Limited.

1.6 Title to the assets of the Fund is held in the name of Central Depository Company as Trustee of the Fund.

## 2 BASIS OF PREPARATION

### Going Concern

2.1 The Management Company through its letter JSIL/CDC/2024/1789 dated January 3, 2024 has advised the Central Depository Company of Pakistan Limited - Trustee to revoke the Fund pursuant to the Sub Regulation (d) of Regulation 45(A) of the NBFC & Notified Entities Regulations, 2008 read with clause 10.4 (iii) of the offering document of the Fund. Consequently, after consultation with trustee the Management Company has revoked the fund w.e.f March 22, 2024. Therefore, the Fund is no longer a going concern. The Management has measured the Fund's assets and liabilities principally in accordance with the summary of significant accounting policies as disclosed in note 3 to the annual audited financial statements of the Fund for the year ended June 30, 2023. The trustee is overseeing the revocation process of the fund in accordance with clause 45(B) of the NBFC regulations 2008.

### 2.2 Statement of compliance

The condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 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 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 IFRSs, 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.

- 2.3** The comparative balance sheet presented in these condensed interim financial information as at March 31, 2024 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' fund for the period ended March 31, 2024 have been extracted from the unaudited condensed interim financial information for the period then ended.
- 2.4** These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Fund as at and for the year ended June 30 2023. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Fund's financial position and performance since the last financial statements.
- 2.5** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial information give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

**2.6 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except that investments are measured at fair value.

**2.7 Functional and presentation currency**

These condensed interim financial information are presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees have been rounded off to the nearest of rupees unless otherwise indicated.

**3 SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES & JUDGEMENTS AND CHANGES THEREON**

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

**3.3 Standards and 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, 2023. 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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 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 period beginning on or after July 1, 2024. 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.

4 BANK BALANCES	Note	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		(Rupees)	
In saving accounts		6,321,538	715,250
In current accounts	4.1	464,392	486,575
		<b>6,785,930</b>	<b>1,201,825</b>

4.1 This includes balance of Rs. 494 (June 30, 2023: Rs 80,800) with BankIslami Pakistan Limited (a related party). The balance carry profit at 18.50% (June 30, 2023: 19.75%) per annum. Other PLS accounts of the Fund carry profit at rates ranging between 18.00% to 18.50% (June 30, 2023: 14.00% to 19.60%) per annum. Above balances are held with Islamic Banks / Islamic window operations of conventional Bank.

5 DEPOSITS AND OTHER RECEIVABLE	Note	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		(Rupees)	
Profit receivable	5.1	8,794	9,814
Advance tax	5.2	5,010,392	5,010,392
Security deposit with Central Depository Company of Pakistan Limited		-	100,000
Security deposit with National Clearing Company of Pakistan Limited		1,000,000	1,000,000
		<b>6,019,186</b>	<b>6,120,206</b>

5.1 This includes profit receivable Nil (June 30, 2023: 419) with Bank Islami Pakistan Limited (a related party).

## 6 PAYABLE TO MANAGEMENT COMPANY (WAKEEL)

6 PAYABLE TO MANAGEMENT COMPANY (WAKEEL)	Note	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
		(Rupees)	
Remuneration payable to Management Company	6.1	-	10,384
Accounting and Operational charges payable to Management Co.	6.3	-	519
Other payable to Management Company	6.4	5,410,392	-
Printing and stationery charges payable to Management Company	6.5	23,377	78,741
Shariah Advisory fee payable to Management Company		1,074	382
		<b>5,434,843</b>	<b>90,026</b>

6.1 The Management Company has charged remuneration at the rate of 2% (June 30, 2023: 2%) of average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

6.4 This represents reimbursement of certain expenses to the Management Company (Wakeel). As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

6.5 In consulting with the trustee, funds were received from the Management Company to settle liabilities. repayment to the Management Company will take place upon receipt of advance tax from the tax authorities.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 7 REMUNERATION TO THE TRUSTEE

During the period, CDC Trustee tariff charged is as follows:

- up to rupees one billion 0.2% per annum of the daily net assets.
- exceeding rupees one billion Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	------(Rupees)-----	
Remuneration payable to the Trustee	-	1,038
CDC Custodian, Transaction & Connect Fee Payable	-	500
	-	1,538

Note  
7.1

- 7.1 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

## 8 FEE OF SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee has been charged, at the rate of 0.095% (June 30, 2023: 0.02%) on the net asset of the Fund, during the period ended March 31, 2024.

## 9 ACCRUED AND OTHER LIABILITIES

Auditors' remuneration  
Haram income payable to charitable trust  
Other liabilities

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	------(Rupees)-----	
Auditors' remuneration	766,260	315,900
Haram income payable to charitable trust	464,392	588,306
Other liabilities	27,600	28,151
	<b>1,258,252</b>	<b>932,357</b>

## 10 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2024 is 14.15% which includes 1.22% representing government levies on the Fund such as federal excise duties, sales taxes and fee payable to the SECP, etc.

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023.

## 12 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realized or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Since the Fund has incurred net loss during the current period, therefore, no provision for taxation has been made in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / Connected persons include JS Investments Limited (JSIL) being the Management Company (Wakeel) of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
<b>-----Rupees-----</b>		
<b>13.1 Details of balances with related parties / connected persons as at period end</b>		
<b>JS Investments Limited - Management Company</b>		
Remuneration payable to the Management Company	-	10,384
Sindh sales tax payable on Management Company's remuneration **	-	1,350
Accounting and Operational Charges payable to Management Company	-	519
Printing and stationery charges payable to the Management Company	<b>23,377</b>	78,741
Shariah Advisory fee payable to the Management Company	<b>1,074</b>	382
Other payable to the Management Company	<b>5,410,392</b>	-
<b>Central Depository Company of Pakistan Limited -Trustee</b>		
Remuneration payable to the Trustee	-	1,038
Sales tax payable on Trustee remuneration ***	-	135
CDC Custodian, Transaction & Connect Fee Payable	-	500
CDC Security Deposit	-	100,000
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>		
Bank balance	<b>494</b>	80,800
Profit receivable	-	419
<b>JS Fund Of Funds *</b>		
Units outstanding: 143,645 (2023: Nil)	<b>6,110,649</b>	-
<b>JS Islamic Hybrid Fund Of Funds - JSICPAP-8 * (Fund Under JSIL Management)</b>		
Units outstanding: Nil (2023: 131,926)	-	6,287,799

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024	March 31, 2023
<b>-----Rupees-----</b>		
<b>13.2 Details of transactions with related parties / connected persons during the period</b>		
<b>JS Investments Limited - Management Company</b>		
Remuneration to the Management Company	<b>90,394</b>	850,687
Sindh sales tax on Management Company's remuneration**	<b>11,752</b>	110,598
Allocated expenses	<b>4,520</b>	42,532
Shariah Advisory fee	<b>3,804</b>	40,858
Printing and stationery charges	<b>93,021</b>	49,932
Expense adjustment against TER	<b>182,818</b>	-
Amortisation of preliminary expenses and floatation costs	<b>-</b>	40,882
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration to the Trustee	<b>8,939</b>	85,060
Sales tax on Trustee remuneration ***	<b>1,162</b>	11,059
CDC Custodian, Transaction & Connection Fee	<b>4,020</b>	9,300
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>		
Profit on savings accounts	<b>5,690</b>	38,199
<b>JS Global Capital Limited (Fellow subsidiary of JSBL)</b>		
Brokerage Expense	<b>-</b>	18,519
<b>JS Islamic Hybrid Fund of Funds - Mutanasib *</b>		
Issue of units: Nil (2023: 4,266)	<b>-</b>	235,000
Redemption of units Nil (2023: 138,988)	<b>-</b>	7,804,534
<b>JS Fund of Funds *</b>		
Issue of units: 3,936,147 (2023: 5,102,642)	<b>180,000,000</b>	282,584,292
Redemption of units: 3,792,502 (2023: 5,747,843)	<b>174,000,000</b>	321,871,033
<b>JS Islamic Hybrid Fund of Funds 3 - JSICPAP-6 *</b>		
Redemption of units: Nil (2023: 351,686)	<b>-</b>	20,007,887
<b>JS Islamic Hybrid Fund of Funds 3 - JSICPAP-7 *</b>		
Redemption of units: Nil (2023: 358,658)	<b>-</b>	19,639,451
<b>JS Islamic Hybrid Fund of Funds - JSICPAP-8 *</b>		
Redemption of units: 131,926 (2023: 845,640)	<b>6,032,980</b>	48,850,000

\* Fund Under JSIL Management

\*\* Paid / payable to the Management Company for onward payment to the Government.

\*\*\* Paid / payable to the Trustee for onward payment to the Government.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

## 15 GENERAL

Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 16 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on **April 24, 2024** by Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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QUARTERLY REPORT  
MARCH 31, 2024

JS INCOME FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Income Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income & Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 19.68% for the nine-month period ended March 31, 2024, against the benchmark return of 22.13%. Net Assets moved from PKR 0.94 billion (June 30, 2023) to PKR 9.95 billion as of March 31, 2024. The Fund's total expense ratio (TER) is 2.41%, includes 0.24% of government levies on the Fund.

### Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also maintained Stability rating of 'A+(f)' with stable outlook for the Fund.

### Dividend

The Fund paid an interim dividend of Rs 11.45 per unit during the period ended March 31, 2024.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



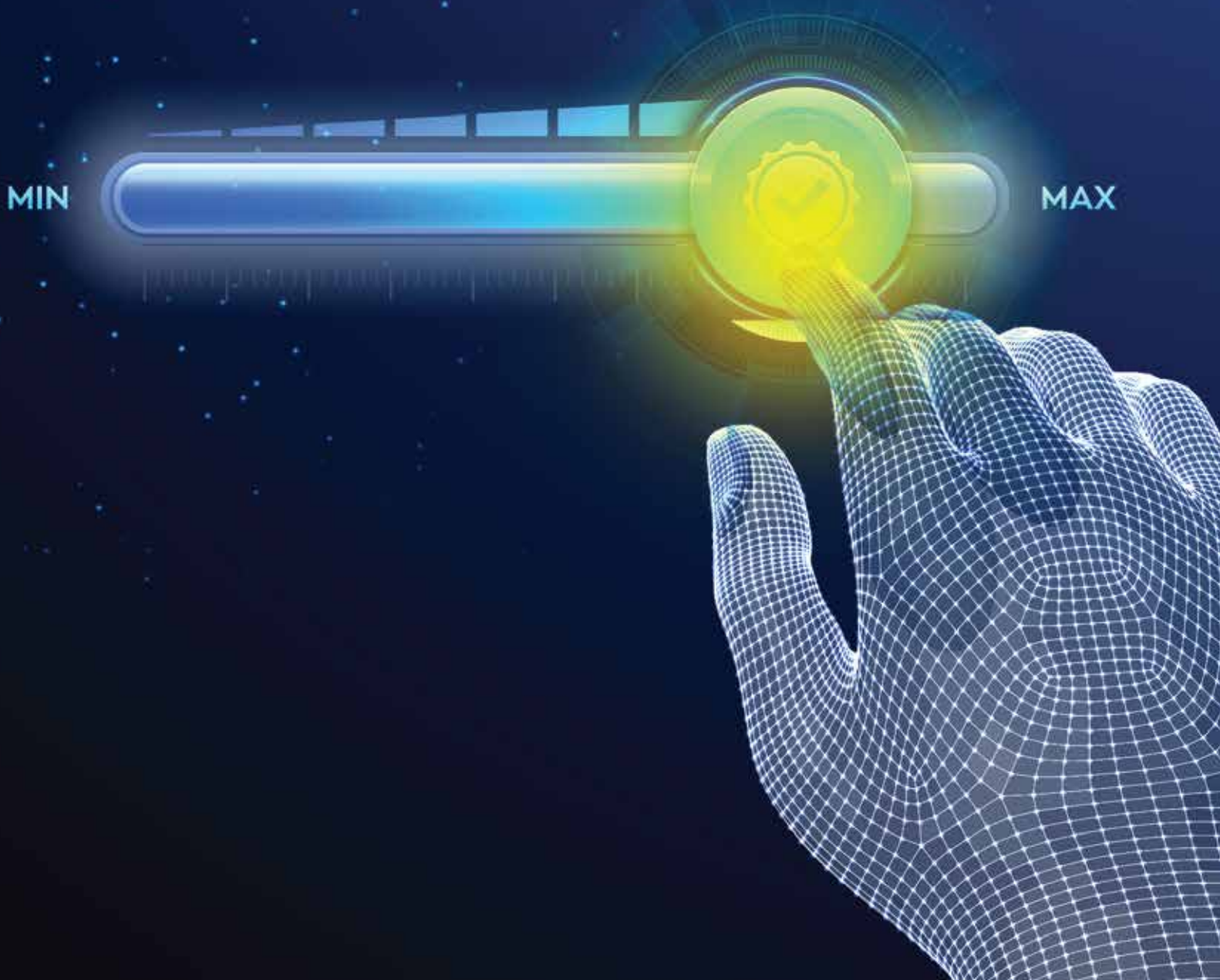
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	2,556,170,013	291,165,486
Investments	5	6,916,808,089	643,206,081
Mark-up receivable	6	508,186,503	23,795,423
Deposits, prepayments and other receivables	7	6,411,872	6,296,702
<b>Total assets</b>		<b>9,987,576,477</b>	964,463,692
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	8	27,061,736	8,613,060
Payable to Digital Custodian Company Limited - Trustee	9	670,523	78,692
Payable to Securities and Exchange Commission of Pakistan	10	593,383	232,720
Accrued expenses and other liabilities	11	8,580,355	13,342,478
<b>Total liabilities</b>		<b>36,905,997</b>	22,266,950
<b>Net assets</b>		<b>9,950,670,480</b>	942,196,742
<b>Unit holders' funds (as per statement attached)</b>		<b>9,950,670,480</b>	942,196,742
<b>Contingencies and Commitments</b>	12		
		----- Number of units -----	
<b>Number of units in issue</b>		<b>94,398,014</b>	9,228,478
		----- Rupees -----	
<b>Net assets value per unit</b>		<b>105.41</b>	102.10

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR NINE MONTHS AND THREE MONTHS ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Financial Income	721,425,424	133,589,339	443,442,122	45,036,361
Net realised gain / (loss) on sale of investments	3,083,710	(5,630,036)	16,120,662	35,630
Net unrealised gain / (loss) on investments at fair value through profit or loss	(63,141,196)	3,190,206	(44,009,236)	2,271,155
Dividend income on spread transactions	-	8,923,500	-	-
Other income	5,938,971	5,038,315	1,461,000	1,156,811
5.4.2 & 5.5.3				
<b>Total income</b>	<b>667,306,909</b>	<b>145,111,324</b>	<b>417,014,548</b>	<b>48,499,957</b>
<b>Expenses</b>				
Remuneration to JS Investments Limited - Management Company	8.1	38,740,009	12,597,230	27,162,115
Sindh Sales Tax on Management Company's Remuneration	8.2	5,036,203	1,637,640	3,531,075
Allocated expenses by the Management Company	8.4	3,366,396	849,581	2,208,358
Selling and marketing expenses	8.5	25,447,351	2,829,160	12,788,369
Remuneration of the Digital Custodian Company Limited - Trustee	9.1	2,524,794	637,185	1,656,268
Sindh Sales Tax on remuneration of the Trustee		328,223	82,835	215,315
Fee to the Securities & Exchange Commission of Pakistan (SECP)	10	2,524,809	169,953	1,656,493
Auditors' remuneration		566,995	546,754	144,998
Mutual fund rating fee		364,815	520,089	122,853
PSX listing fee		21,192	18,766	8,623
SECP supervisory fee		1,878	1,877	621
Brokerage and settlement charges		1,359,170	412,916	759,833
Bank and settlement charges		473,623	521,980	156,771
Legal and professional charges		-	896,532	-
Provision for diminution in investment		-	10,000	-
Printing and stationery		76,238	76,169	25,219
<b>Total expenses</b>		<b>80,831,696</b>	<b>21,808,667</b>	<b>50,436,911</b>
<b>Net income for the period before taxation</b>		<b>586,475,213</b>	<b>123,302,657</b>	<b>366,577,637</b>
<b>Taxation</b>		-	-	-
<b>Net income for the period after taxation</b>		<b>586,475,213</b>	<b>123,302,657</b>	<b>366,577,637</b>
<b>Allocation of income for the period:</b>				
Net income for the period after taxation		586,475,213	123,302,657	
Income already distributed on units redeemed		(49,363,751)	(21,346,975)	
		<b>537,111,462</b>	<b>101,955,682</b>	
<b>Accounting income available for distribution:</b>				
Relating to capital gain		-	-	
Excluding capital gain		537,111,462	101,955,682	
		<b>537,111,462</b>	<b>101,955,682</b>	

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR NINE MONTHS AND THREE MONTHS ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after taxation</b>	<b>586,475,213</b>	<b>123,302,657</b>	<b>366,577,637</b>	38,597,376
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>586,475,213</b>	<b>123,302,657</b>	<b>366,577,637</b>	38,597,376

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period	586,475,213	123,302,657
<b>Adjustments for:</b>		
Financial income	(721,425,424)	(133,589,339)
Net unrealised (gain) /loss on investments at fair value through profit or loss	63,141,196	(3,190,206)
Net realised (gain) / loss on sale of investments	(3,083,710)	5,630,036
<b>Operating loss before working capital changes</b>	<b>(661,367,938)</b>	<b>(131,149,509)</b>
<b>(Increase) / decrease in assets</b>		
Investments - net	(6,333,659,494)	(202,839,565)
Deposits, prepayments and other receivables	(115,170)	(549,807)
	<b>(6,333,774,664)</b>	<b>(203,389,372)</b>
<b>(Decrease) / increase in liabilities</b>		
Payable to JS Investments Limited - Management Company	18,448,676	1,104,513
Payable to Digital Custodian Company Limited - Trustee	591,831	46,247
Payable to the Securities and Exchange Commission of Pakistan	360,663	(277,410)
Accrued and other liabilities	(4,762,123)	(12,186,069)
	<b>14,639,047</b>	<b>(11,312,719)</b>
Financial income received	237,034,344	119,290,512
<b>Net cash used in operating activities</b>	<b>(6,156,993,998)</b>	<b>(103,258,431)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amounts received against issue of units	20,579,954,197	657,458,781
Payment made against redemption of units	(11,909,566,479)	(1,041,752,541)
Dividend paid	(248,389,193)	-
<b>Net cash generated from/(used in) financing activities</b>	<b>8,421,998,525</b>	<b>(384,293,760)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>2,265,004,527</b>	<b>(487,552,190)</b>
Cash and cash equivalents at beginning of the period	291,165,486	630,344,712
<b>Cash and cash equivalents at end of the period</b>	<b>2,556,170,013</b>	<b>142,792,522</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR NINE MONTHS PERIOD ENDED MARCH 31, 2024

	For the nine months ended March 31, 2024			For the nine months ended March 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
-----Rupees-----						
Net assets at beginning of the period	922,242,345	19,954,397	942,196,742	1,247,500,874	2,576,622	1,250,077,496
<b>Issuance of units 198,398,419 (2023: 6,287,645 units)</b>						
- Capital value (at net asset value per unit at the beginning of the period)	20,256,478,536	-	20,256,478,536	610,027,307	-	610,027,307
- Element of income	323,475,661	-	323,475,661	47,431,474	-	47,431,474
<b>Total proceeds on issuance of units</b>	<b>20,579,954,197</b>	<b>-</b>	<b>20,579,954,197</b>	<b>657,458,781</b>	<b>-</b>	<b>657,458,781</b>
<b>Redemption of units 113,228,883 (2023: 10,032,263 units)</b>						
- Capital value (at net asset value per unit at the beginning of the period)	(11,560,668,991)	-	(11,560,668,991)	(973,330,201)	-	(973,330,201)
- Amount paid out of element of income	-	(49,363,751)	(49,363,751)	-	(21,346,975)	(21,346,975)
- Refund / adjustment on units as element of income	(299,533,737)	-	(299,533,737)	(47,075,365)	-	(47,075,365)
	<b>(11,860,202,728)</b>	<b>(49,363,751)</b>	<b>(11,909,566,479)</b>	<b>(1,020,405,566)</b>	<b>(21,346,975)</b>	<b>(1,041,752,541)</b>
Total comprehensive income for the period	-	586,475,213	586,475,213	-	123,302,657	123,302,657
Distribution during the period	-	(248,389,193)	(248,389,193)	-	-	-
Net income for the period	-	338,086,020	338,086,020	-	123,302,657	123,302,657
<b>Net assets at end of the period</b>	<b>9,641,993,814</b>	<b>308,676,666</b>	<b>9,950,670,480</b>	<b>884,554,090</b>	<b>104,532,304</b>	<b>989,086,394</b>
Undistributed income / (loss) brought forward						
- Realized income / (loss)		7,312,994			8,853,096	
- Unrealized (loss) / gain		12,641,403			(6,276,474)	
		<b>19,954,397</b>			<b>2,576,622</b>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains / (loss)		-			-	
- Excluding capital gains		537,111,462			101,955,682	
Net income for the period after taxation		537,111,462			101,955,682	
Distribution during the period		(248,389,193)			-	
Undistributed income carried forward		<b>308,676,666</b>			<b>104,532,304</b>	
Undistributed income carried forward						
- Realized income		371,817,862			101,342,098	
- Unrealized income / (loss)		(63,141,196)			3,190,206	
		<b>308,676,666</b>			<b>104,532,304</b>	
			<b>Rupees</b>			<b>Rupees</b>
Net assets value per unit at beginning of the period			<b>102.10</b>			<b>97.02</b>
Net assets value per unit at end of the period			<b>105.41</b>			<b>108.21</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Income Fund ("the Fund") was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end unit trust scheme. The Fund is governed under Non-banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Digital Custodian Company Limited (DCCL) is the Trustee. The Trust Deed was executed on July 18, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 22, 2002.

During the year ended June 30, 2021, The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on August 23, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.

1.3 The Fund is an open end mutual fund categorised as "Income Scheme" and has obtained listing on Pakistan Stock Exchange Limited. The objective of JS Income Fund is to generate competitive returns by investing in a diversified portfolio of Government securities, investment grade term finance certificates (TFCs), rated corporate debts, spread transactions (including spread on equity transactions) and other money market instruments. The investment objectives and policies are explained in the Fund's offering document.

1.4 Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as a Trustee of the Fund.

1.5 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also maintained Stability rating of 'A+(f)' with stable outlook to 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 as 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
- 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 requirements of the Trust Deed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. 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, 2023.

The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended March 31, 2024.

In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

## 3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted 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, 2023.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

- 3.2 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2023.

- 3.3 **Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period**

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2023. However, these are considered either not to be relevant or do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 3.4 Standards, interpretations and amendments to the 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 period beginning on July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

		March 31, 2024 (Un-Audited)	June 30, 2023 (Audited)
Note		-----Rupees-----	
<b>4</b>	<b>BANK BALANCES</b>		
	- Profit and loss sharing (PLS) accounts	4.1	
		<b>2,556,170,013</b>	291,165,486
		<b>2,556,170,013</b>	291,165,486

4.1 This includes bank balance with JS Bank Limited (a related party) and BankIslami Pakistan Limited (a related party) carrying profit at the rate of 20.82% (June 30, 2023: 19.60%) and 18.50% (June 30, 2023: 19.75%) per annum respectively. Other profit and loss sharing accounts carry mark-up rate ranging from 18.50% to 24.00% (June 30, 2023: 12.40% to 22.00%) per annum.

		March 31, 2024 (Un-Audited)	June 30, 2023 (Audited)
Note		-----Rupees-----	
<b>5</b>	<b>INVESTMENTS</b>		
	<b>At fair value through profit or loss</b>		
	Government securities - Treasury Bills	5.1	1,288,170,500
	Government securities - Pakistan Investment Bonds	5.2	4,995,533,104
	Debt securities	5.3	633,104,485
			<b>6,916,808,089</b>
	<b>At amortised cost</b>		
	Debt securities - unquoted	5.4	-
			-
			<b>6,916,808,089</b>
			643,206,081

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 5.1 Government Securities - Market Treasury Bills - 'At Fair Value Through Profit or Loss'

Note	As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	March 31, 2024			Market value as a % of net assets	Market value as a % of total investments
					Carrying value	Market value	Unrealised loss		
----- (Number of holding) -----					-----Rupees-----			----- % -----	
Market Treasury Bills - 03 months	250	33,330	(33,580)	-	-	-	-	-	-
Market Treasury Bills - 06 months	-	5,000	(5,000)	-	-	-	-	-	-
Market Treasury Bills - 12 months	5.1.1	90,000	(75,000)	15,000	1,291,607,642	1,288,170,500	(3,437,142)	12.95	18.62
<b>Total as at March 31, 2024 (un-audited)</b>					<b>1,291,607,642</b>	<b>1,288,170,500</b>	<b>(3,437,142)</b>	<b>12.95</b>	<b>18.62</b>
Total as at June 30, 2023 (audited)					24,825,614	24,818,300	(7,314)	2.63	3.86

5.1.1 Significant terms and conditions of Market Treasury Bills outstanding at the period end are as follows:

	Number of instruments	Face value	Interest rate (Per annum)	Maturity
<b>Treasury Bills - 12 months</b>				
Market Treasury Bills - 12 months	5,000	500,000,000	20.84%	09-Jan-25
Market Treasury Bills - 12 months	5,000	500,000,000	20.90%	20-Mar-25
Market Treasury Bills - 12 months	5,000	500,000,000	21.50%	14-Nov-24

## 5.2 Government Securities - Pakistan Investment Bonds - 'At Fair Value Through Profit or Loss'

	As at July 01, 2023	Purchased during the period	Sold during the period	As at March 31, 2024	March 31, 2024			Market value as a % of net assets	Market value as a % of total investments
					Carrying value	Market value	Unrealised loss		
----- (Number of holding) -----					-----Rupees-----			----- % -----	
Bonds - 03 years	-	4,500	(4,500)	-	-	-	-	-	-
Bonds - 05 years	5.2.1	70,250	(19,000)	51,750	4,992,511,061	4,928,581,774	(63,929,287)	49.53	71.26
Bonds - 10 years	5.2.1	5,780	(5,000)	780	63,521,484	66,951,330	3,429,846	0.67	0.97
<b>Total as at March 31, 2024 (un-audited)</b>					<b>5,056,032,545</b>	<b>4,995,533,104</b>	<b>(60,499,441)</b>	<b>50.20</b>	<b>72.22</b>
Total as at June 30, 2023 (audited)					48,156,661	48,320,000	163,339		

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

5.2.1 Significant terms and conditions of Pakistan Investment bonds outstanding at the period end are as follows:

## Floating rate Instruments

	Number of bonds	Face value	Interest rate (Per annum)	Maturity
Pakistan Investment Bond - 5 years	27,500	2,750,000,000	22.85%	19-Oct-28
Pakistan Investment Bond - 5 years	5,500	550,000,000	24.79%	21-Sep-28

## Fixed rate Instruments

	Number of bonds	Face value	Interest rate (Per annum)	Maturity
Pakistan Investment Bond - 5 years	18,750	1,875,000,000	14.00%	17-Jan-29
Pakistan Investment Bond - 10 years	780	78,000,000	8.75%	21-Apr-26

5.3 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At fair value through profit or loss'

Particulars	Note	As at 01 July 2023	Acquired during the period	Matured/ disposed during the period	As at March 31, 2024	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Unrealised gain/(loss)	Market value as a % of total investments	Market value as percentage of net assets
		-----Number of certificates-----				-----Rupees-----			%	%
<b>Face Value of Rs. 100,000/- each</b>										
<b>Power Generation &amp; Distribution Quoted</b>										
HUB Power Holdings Limited	5.3.1	2,150	1,653	-	3,803	389,260,400	387,394,699	(1,865,701)	5.60	3.89
		2,150	1,653	-	3,803	389,260,400	387,394,699	(1,865,701)	5.60	3.89
<b>Power Generation &amp; Distribution Unquoted</b>										
K-Electric Limited	5.3.1	-	1,100	-	1,100	110,000,000	111,870,000	1,870,000	1.62	1.12
		-	1,100	-	1,100	110,000,000	111,870,000	1,870,000	1.62	1.12
<b>Pharmaceutical Unquoted</b>										
OBS AGP (Pvt) Limited	5.3.1	500	-	-	500	31,331,250	31,468,750	137,500	0.45	0.32
		500	-	-	500	31,331,250	31,468,750	137,500	0.45	0.32
<b>Total as at March 31, 2024 (un-audited)</b>		<b>2,650</b>	<b>2,753</b>	<b>-</b>	<b>5,403</b>	<b>530,591,650</b>	<b>530,733,449</b>	<b>141,799</b>	<b>7.67</b>	<b>5.33</b>
Total as at June 30, 2023 (audited)		6,335	820	320	6,835	255,875,000	261,360,750	5,485,750	40.63	27.74
<b>Face Value of Rs. 5,000/- each</b>										
<b>Commercial Banks Quoted</b>										
Bank Alfalah Limited		20,000	-	20,000	-	-	-	-	-	-
Bank Al-Habib Limited	5.3.1	20,000	-	-	20,000	101,717,448	102,371,036	653,588	1.48	1.03
		40,000	-	20,000	20,000	101,717,448	102,371,036	653,588	1.48	1.03
<b>Power Generation &amp; Distribution Unquoted</b>										
K-Electric Limited		22,000	-	22,000	-	-	-	-	-	-
		22,000	-	22,000	-	-	-	-	-	-
<b>Total as at March 31, 2024 (un-audited)</b>		<b>62,000</b>	<b>-</b>	<b>42,000</b>	<b>20,000</b>	<b>101,717,448</b>	<b>102,371,036</b>	<b>653,588</b>	<b>1.48</b>	<b>1.03</b>
Total as at June 30, 2023 (audited)		60,000	20,000	60,000	20,000	301,707,400	308,707,031	6,999,631	48.00	32.76

5.3.1 Significant terms and conditions of Term Financial Certificate (TFC) and Sukuks outstanding at the period end are as follows:

Name of security	Number of certificates	Interest rate per annum	Maturity
HUB Power Holdings Limited	3,803	6M KIBOR + 2.5%	November 12, 2025
OBS AGP (Pvt) Limited	500	3M KIBOR + 1.55%	July 15, 2026
Bank Al-Habib Limited	20,000	6M KIBOR + 1.35%	December 23, 2032
K-Electric Limited	1,100	3M KIBOR + 1.70%	November 23, 2029

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

### 5.4 Debt securities - Term Finance Certificates (TFCs) and Sukuks - 'At amortised cost' (face value of Rs. 5,000 each unless otherwise stated)

		As at July 01, 2023	Purchased during the period	Sold during the period	As at March 31, 2024	Carrying Amount as at March 31, 2024	Market value	Market value as a percentage of net assets
	Note	-----Number of certificates-----			-----Rupees-----			
<b>Unquoted</b>								
<b>Chemical</b>								
Agritech Limited - Privately Placed TFC Provision held	5.5.4	2,249	-	-	2,249	11,245,000 (11,245,000)	-	-
-								
<b>Textile Composite</b>								
Azgard Nine Limited - Privately placed 6th issue Principal Redemption Provision held	5.4.2	5,844	-	-	5,844	29,220,000 (4,383,000) (24,837,000)	-	-
-								
<b>Textile Composite</b>								
Azgard Nine Limited - Privately placed 7th issue Provision held	5.4.2	12,408	-	-	12,408	62,040,000 (62,040,000)	-	-
-								
<b>Chemical</b>								
Agritech Limited - Privately placed Provision held	5.5.3	12,484	-	-	12,484	54,409,240 (54,409,240)	-	-
-								
<b>Total as at March 31, 2024 (un-audited)</b>		<b>32,985</b>	<b>-</b>	<b>-</b>	<b>32,985</b>	<b>-</b>	<b>-</b>	<b>-</b>
Total as at June 30, 2023 (audited)		32,985			32,985	-	-	-

5.4.1 Due to non-recoverability of these investments, the Fund has classified these as non-performing securities and recognized full provision in accordance with circular 33 of 2012 issued by SECP.

5.4.2 On April 29, 2021, the facility is restructured through approved scheme of arrangement ("Approved Scheme") under the terms of Honorable Lahore High Court. According to the arrangement the principal outstanding on TFC is payable starting from April 29, 2021 over a period of 10 years. Further, new zero coupon PPTFCs were issued for the PPTFC and interest accrued on TFC and PPTFC till the date of restructuring on the existing TFC and PPTFC, having redemption of principal through bullet payment on the 10th anniversary of the issuance date. Rs. 4.38 million received against principal redemptions till March 31, 2024.



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 5.5 Disclosure of non compliant investments as at March 31, 2024

In accordance with clause (v) of the investment criteria laid down for 'income scheme' in Circular No. 7 of 2009, the Fund is required to invest in any security having rating not lower than the investment grade (credit rating of BBB and above). However, as at the period end, the Fund is non-compliant with the above mentioned requirement in respect of the following investments. The securities were in compliance with the circular (i.e. investment grade) at the time of purchase and were subsequently downgraded to non investment grade by MUFAP on default by respective issuer in repayment of coupon due on respective dates.

Name of security	Note	Type of Investment	Value of Investment before provision	Provision Held (If any)	Value of investment after provisioning	Percentage of Net Assets	Percentage of total assets
			(Number of shares)		(Rupees)		
Azgard Nine Limited - PPTFCs 6th issue - restructured	5.5.1	Privately Placed TFC	24,837,000	(24,837,000)	-	-	-
Azgard Nine Limited - PPTFCs 7th issue	5.5.2	Privately Placed TFC	62,040,000	(62,040,000)	-	-	-
Agritech Limited	5.5.3	Sukuk Certificates	54,409,240	(54,409,240)	-	-	-
Agritech Limited	5.5.4	Privately Placed TFC	11,245,000	(11,245,000)	-	-	-
Dewan Cement Limited	5.5.5	Pre-IPO Investment	50,000,000	(50,000,000)	-	-	-

**5.5.1** The Fund received 5,844 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.29,220,000.

**5.5.2** The Fund received 12,408 zero coupon PPTFCs against interest receivable of listed and unlisted ANL TFCs. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence maintained the provision against the said PPTFCs. These PPTFCs are valued at zero but cost is carried at Rs.62,040,000.

**5.5.3** In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement.

The Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on July 5, 2022. Filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2013.

Scheme of arrangement has two options for the settlement of liabilities and fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability.

As per option 2 of the SOA, the outstanding principal against Sukuk certificate and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized CFADs. The overdue/outstanding markup amounting to 19,750,888 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at March 31, 2024.

In this regard, The fund received fourth tranches of CFADS amounting to Rs. 1,147,454 on September 28, 2023 and final tranches of CFADS received amounting to Rs. 408,517 on December 28, 2023 written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

**5.5.4** The Fund has made a full provision against the principal amount of Agritech Limited's Sukuk in accordance with the requirements of Circular 1 of 2009 issued by the SECP and the provisioning policy of the Fund. The Fund has received Agritech Limited's PPTFC of face value of Rs. 11.245 million against interest due on Agritech Limited's Sukuk which is not recognized as income by the Fund and these PPTFCs are valued at zero. These PPTFCs will be converted into preference shares as explained in note 5.5.3 above.

**5.5.5** This represents Pre-IPO disbursement to Dewan Cement Limited (the Company) made on January 14, 2008. As per the requirement of the Trust Deed, the IPO was to take place within 270 days of the initial disbursement, however, the Company has not yet arranged the IPO. Accordingly, the Management Company decided to suspend mark-up on this placement from October 29, 2008 and has made a full provision of Rs.50 million against the actual amount disbursed which is without prejudice to the Fund's claim against the above entire exposure, unrecognized mark-up and other charges etc.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

6	MARK-UP RECEIVABLE	Note	March 31,	June 30,
			2024	2023
			(Unaudited)	(Audited)
-----Rupees-----				
	Mark-up / return receivable on:			
	- Bank balances		43,413,151	5,426,974
	- Debt securities		464,773,352	18,368,449
			<u>508,186,503</u>	<u>23,795,423</u>
7	<b>DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>			
	Income tax recoverable		3,115,249	3,115,249
	Security deposits with CDC and NCCPL		2,850,000	2,850,000
	Prepayments and other receivables		446,623	331,453
			<u>6,411,872</u>	<u>6,296,702</u>
8	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>			
	Remuneration payable to Management Company	8.1	8,686,646	1,057,035
	Sindh sales tax payable on management company's remuneration	8.2	1,602,458	610,608
	Federal excise duty on management company's remuneration	8.3	3,143,283	3,143,283
	Allocated expenses payable	8.4	791,178	92,852
	Selling and marketing expenses payable	8.5	12,788,369	3,587,334
	Payable against printing and stationery		49,802	121,948
			<u>27,061,736</u>	<u>8,613,060</u>

**8.1** According to the provisions of the Trust Deed of the Fund, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. The Management Company has charged Nil to 2% from July 01, 2023 to March 31, 2024 (June 30, 2023: Nil to 2%) per annum on the average annual net assets of the Fund calculated on a daily basis.

**8.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.0.47 million (June 30, 2023: Rs.0.47 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs.0.01 (June 30, 2023: Rs.0.05) per unit.

**8.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs.3.14 million as at March 31, 2024 (June 30, 2023: Rs.3.14 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2024 would have been higher by Rs.0.03 (June 30, 2023: Rs.0.34) per unit.

**8.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to Management Company. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

**8.5** In accordance with Circular 11 dated July 05, 2019 with respect to charging selling and marketing expenses, the Management Company based on its own discretion has charged selling and marketing expenses at 0.2% (June 30, 2023: 0.2%) of the average annual net assets of the Fund during the period ended March 31, 2024 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management Company.

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>9</b>	<b>REMUNERATION PAYABLE TO THE TRUSTEE</b>	-----Rupees-----	
		Note	
	Remuneration payable to the Trustee	9.1	69,639
	Sindh Sales Tax payable on Trustee remuneration		9,053
			<b>78,692</b>
			<b>670,523</b>

## 9.1 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net assets value of the Fund. The remunerations paid to the Trustee on monthly basis in arrears. The applicable tariff is 0.075% per annum on the average annual net assets of the Fund calculated on a daily basis.

## 10 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "Income Scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current period.

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>11</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	-----Rupees-----	
	Payable against Purchase of Securities / Brokerage	420,267	61,599
	Audit fee payable	226,798	506,782
	Zakat payable	219	38,838
	Tax on dividend payable	-	12,352,191
	Other liabilities	7,933,071	383,068
		<b>8,580,355</b>	<b>13,342,478</b>

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 (June 30, 2023).

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 13 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulation, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders in cash. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded any tax liability in respect of income relating to current period as the Management Company intends to distribute in cash the required minimum percentage of the Fund's accounting income for the year ending June 30, 2024 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

## 14 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period result is 2.41% (2023: 2.57%), which includes 0.24% (2023: 0.25%) representing government levy and the SECP fee. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Income Scheme".

## 15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Limited) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities / persons holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

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

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

Details of transactions and balances with related parties / connected persons during the period are as follows:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

## 15.1 Transactions during the period ended

### JS Investments Limited (Management Company)

	March 31, 2024 (Unaudited)	March 31, 2023 (Unaudited)
Remuneration to JS Investments Limited - Management Company	38,740,009	12,597,230
Sindh Sales Tax on Management Company's Remuneration	5,036,203	1,637,640
Sales load	233,373	14,784
Allocated expenses by the Management Company	3,366,396	849,581
Printing and stationery	76,238	76,169
Selling and marketing expenses	25,447,351	2,829,160
Issuance of units: 18,047,852 (2023: 2,800,743)	1,994,220,975	290,480,689
Redemption of units: 11,203,780 (2023: 3,285,999)	1,231,973,418	339,601,518

### Digital Custodian Company Limited (Trustee)

Remuneration of the Digital Custodian Company Limited - Trustee	2,524,794	637,185
Sindh Sales Tax on remuneration of the Trustee	328,223	82,835

### JS Bank Limited (Parent Company of JSIL)

Return on bank balances	9,449,771	2,008,048
Issuance of units: 845,626 (2023: NIL)	90,000,000	-
Redemption of units: 845,626 (2023: NIL)	90,143,756	-

### BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)

Return on bank balances	6,970	1,677
-------------------------	-------	-------

### Azgard Nine Limited (Other related party)

Markup Receipt (Non Performing - ANL PPTFC)	-	364,249
Principal Redemption	4,383,000	-

### JS Fund of Funds (Fund Under JSIL Management)

Issue of units: 2,810,595 (2023: 970,090)	295,356,613	100,685,593
Redemption of units: 1,697,591 (2023: 970,090)	180,963,218	102,043,719

### Key Management Personnel of the Management Company

Issue of units: 34,933 (2023: 7,925)	3,934,653	-
Redemption of units: NIL (2023: 20,292)	-	6,500,000

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

15.2 Balance as at period / year ended	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	-----Rupees-----	
<b>JS Investments Limited (Management Company)</b>		
Remuneration payable to Management Company	8,686,646	1,057,035
Sindh sales tax payable on management company's remuneration	1,602,458	610,608
Allocated expenses payable	791,178	92,852
Selling and marketing expenses payable	12,788,369	3,587,334
Payable against printing and stationery	49,802	121,948
Federal excise duty on management company's remuneration	3,143,283	3,143,283
Units held: 6,844,072 (June 30, 2023: Nil)	721,433,582	-
<b>Digital Custodian Company Limited (Trustee)</b>		
Payable to Digital Custodian Company Limited - Trustee	593,383	69,639
Sales tax payable to Digital Custodian Company Limited - Trustee	77,140	9,053
<b>JS Bank Limited (Parent Company of JSIL)</b>		
Bank balances	22,263,542	23,090,297
Profits receivable on bank balances	2,764,853	279,726
<b>BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)</b>		
Bank balances	43,289	36,319
<b>JS Fund of Funds (Fund under JS Investments Limited Management Company)</b>		
Units held: 1,113,004 (June 30, 2023: Nil)	117,321,751	-
<b>Key Management Personnel &amp; Directors</b>		
Units held: 60,926 (June 30, 2023: 54,421)	6,422,242	5,556,402
<b>Unit holder holding 10% or more of units in issue</b>		
Units held: 64,445,196 (June 30, 2023: 2,765,150)	6,793,168,142	282,321,814

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

## 16. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

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 financial liabilities is considered not significantly different from book value.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2024

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

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

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

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

As at March 31, 2024 and June 30, 2023, the Fund held the following instruments measured at fair values:

<b>March 31, 2024 (Un-audited)</b>	<b>Fair value</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	-----Rupees-----			
<b>Investments at fair value through profit or loss</b>				
- Debt securities	-	633,104,485	-	633,104,485
- Government securities	-	6,283,703,604	-	6,283,703,604
	-	6,916,808,089	-	6,916,808,089

<b>June 30, 2023 (Audited)</b>	<b>Fair value</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	-----Rupees-----			
<b>Investments at fair value through profit or loss</b>				
- Debt securities	-	570,067,781	-	570,067,781
- Government securities	-	73,138,300	-	73,138,300
	-	643,206,081	-	643,206,081

17.1 There were no transfers amongst the levels during the period. Further, there were no changes in the valuation techniques during the period.

## 17. GENERAL

17.1 Figures have been rounded off to the nearest Rupee.

17.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 18. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements was authorised for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
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Islamabad - North  
051-2894423

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website access



## QUARTERLY REPORT

MARCH 31, 2024

JS ISLAMIC INCOME FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

## Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Islamic Income Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 20.16% for the nine-months period ended March 31, 2024 against benchmark return of 10.15%. Net Assets moved from PKR 725.19 million as at June 30, 2023 to PKR 835.91 million as at March 31, 2024. The total expense ratio (TER) of the Fund is 2.01% which includes 0.24% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also maintained Stability rating of "AA-(f)" with stable outlook for the Fund.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



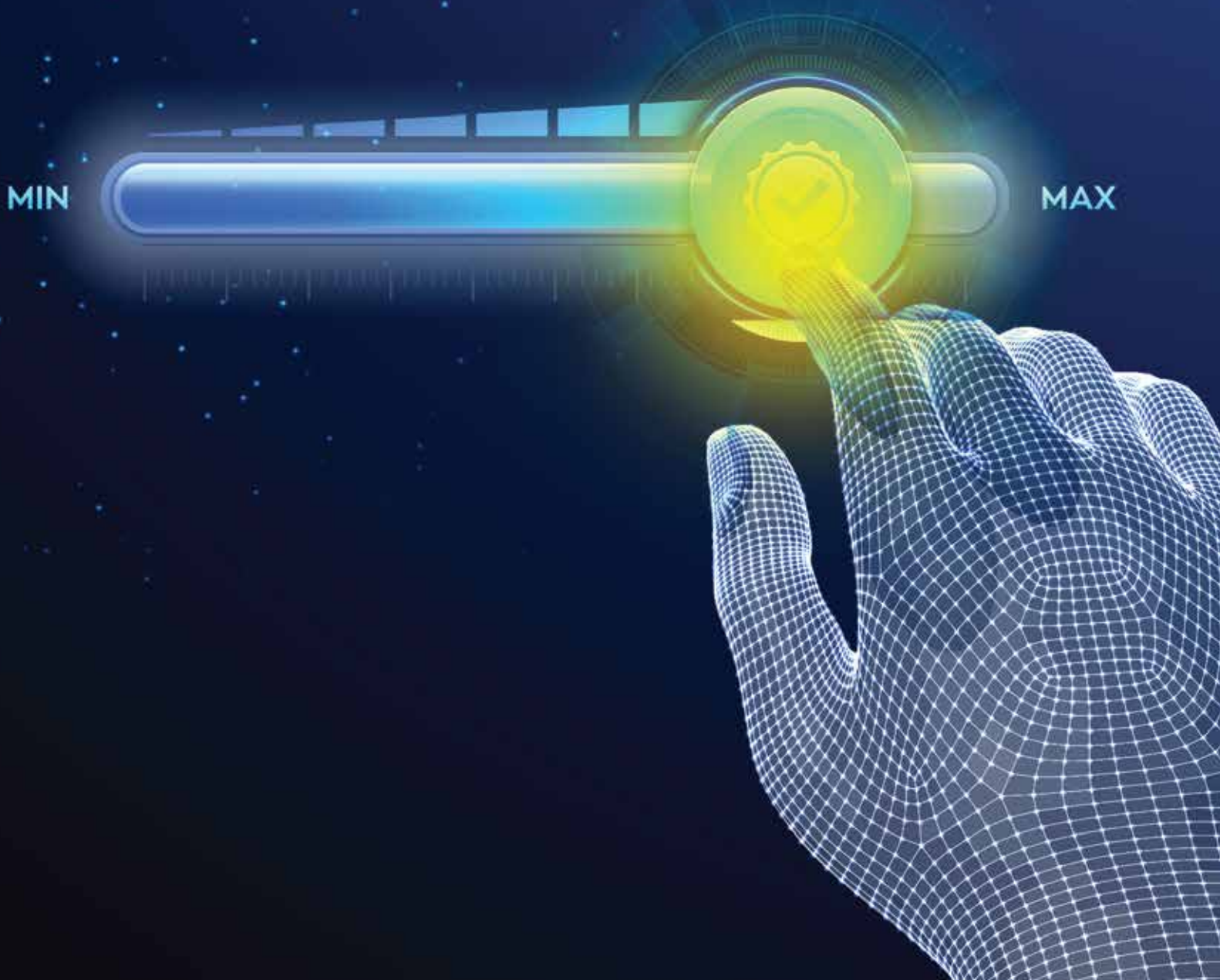
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Banks balances	5	283,145,278	90,215,725
Investments	6	510,129,503	612,204,540
Profit Receivable	7	42,884,933	30,330,200
Deposits, Prepayments and other receivables	8	3,024,978	2,718,210
<b>Total assets</b>		<b>839,184,692</b>	<b>735,468,675</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	9	2,116,577	2,206,519
Remuneration of Digital Custodian Company Limited - Trustee	10	58,232	50,485
Payable to the Securities and Exchange Commission of Pakistan	11	51,534	243,998
Dividend payable		66,322	66,322
Accrued expenses and other liabilities	12	977,169	7,715,100
<b>Total liabilities</b>		<b>3,269,834</b>	<b>10,282,424</b>
<b>Contingencies and commitments</b>	13		
<b>Net assets</b>		<b>835,914,858</b>	<b>725,186,251</b>
<b>Unit holders' fund</b>		<b>835,914,858</b>	<b>725,186,251</b>
----- Number of units -----			
<b>Number of units in issue</b>		<b>6,841,885</b>	<b>6,837,133</b>
----- Rupees -----			
<b>Net assets value per unit</b>		<b>122.18</b>	<b>106.07</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Net realized (loss) on sale of investments at FVTPL	(488,136)	(6,653,958)	-	(927,593)
Net unrealized gain on investments at FVTPL				
- investments - net	1,079,528	2,347,467	448,812	3,306,784
Return / mark-up on balances with banks and investments	28,744,099	159,769,704	15,894,905	44,232,246
Other income / Income on Sukuku	90,862,592	597,031	22,956,087	597,031
	<b>120,198,083</b>	<b>156,060,244</b>	<b>39,299,804</b>	<b>47,208,468</b>
<b>Expenses</b>				
Remuneration of JS Investments Limited - Management Company 9.1	5,721,103	9,377,818	1,981,875	2,329,380
Sales tax on remuneration to the Management Company 9.2	743,743	1,219,117	257,643	302,819
Accounting and operating expenses 9.4	573,562	1,033,220	198,179	275,498
Remuneration of Digital Custodian Company Limited - Trustee 10.1	433,949	774,915	148,641	206,631
Sales tax on remuneration to the trustee 10.2	56,413	100,741	19,323	26,863
Fee for the Securities and Exchange Commission of Pakistan (SECP) 11	433,949	206,666	148,640	55,102
Bank charges and settlement fee	917	5,284	(6,408)	3,955
Securities transaction cost	1,914,218	346,250	407,611	98,006
Auditors' remuneration	611,820	375,373	307,906	69,460
Printing charges	76,239	76,171	25,228	25,020
Shariah advisory fee	406,085	835,699	149,799	207,186
Selling and marketing expenses	378,324	1,070,698	-	1,070,698
Listing fee	21,188	18,750	7,063	6,250
SECP supervisory fee on listing fee	1,875	1,875	625	625
Mutual fund rating fee	209,278	216,593	62,993	75,921
	<b>11,582,663</b>	<b>15,659,170</b>	<b>3,709,118</b>	<b>4,753,414</b>
<b>Net income for the period before taxation</b>	<b>108,615,420</b>	<b>140,401,074</b>	<b>35,590,686</b>	<b>42,455,054</b>
Taxation 14	-	-	-	-
<b>Net income for the period after taxation</b>	<b>108,615,420</b>	<b>140,401,074</b>	<b>35,590,686</b>	<b>42,455,054</b>
<b>Allocation of Net Income for the period</b>				
Net income for the period	108,615,420	140,401,074	35,590,686	42,455,054
Income already paid on units redeemed	(38,604,916)	(97,574,254)	51,279,190	(24,000,356)
	<b>70,010,504</b>	<b>42,826,820</b>	<b>86,869,876</b>	<b>18,454,698</b>
<b>Accounting Income available for distribution:</b>				
Relating to Capital Gain	591,392	-	448,812	-
Excluding Capital Gain	69,419,112	42,826,820	86,421,064	18,454,698
	<b>70,010,504</b>	<b>42,826,820</b>	<b>86,869,876</b>	<b>18,454,698</b>
	<b>70,010,504</b>	<b>42,826,820</b>	<b>86,869,876</b>	<b>18,454,698</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31		March 31	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period before taxation</b>	<b>108,615,420</b>	140,401,074	<b>35,590,686</b>	42,455,054
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>108,615,420</b>	140,401,074	<b>35,590,686</b>	42,455,054

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	108,615,420	140,401,074
<b>Adjustments for:</b>		
Profit on balances with banks and investments	(28,744,099)	(159,769,704)
Net realized loss on sale of investments at FVTPL	488,136	6,653,958
Net unrealized gain on investments at FVTPL	(1,079,528)	(2,347,467)
	(29,335,491)	(155,463,213)
<b>Decrease / (increase) in assets</b>		
Deposits, Prepayment and other receivable	(306,768)	(369,922)
	(306,768)	(369,922)
<b>(Decrease) / increase in liabilities</b>		
Remuneration payable to the Management Company	(89,942)	1,142,031
Remuneration payable to the Digital Custodian Company Limited - Trustee	7,747	(51,181)
Payable to Securities and Exchange Commission of Pakistan (SECP)	(192,464)	(210,829)
Accrued expenses and other liabilities	(6,737,931)	(2,080,472)
	(7,012,590)	(1,200,451)
Payments / receipt on investments - net	102,666,429	413,355,763
Profit received on balances with banks and investments	16,189,366	158,183,256
<b>Net cash (used in) / generated from operating activities</b>	<b>190,816,366</b>	<b>554,906,507</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	1,780,118,583	5,480,993,586
Amount paid / payable on redemption of units	(1,778,005,396)	(6,382,936,612)
<b>Net cash flows from financing activities</b>	<b>2,113,187</b>	<b>(901,943,026)</b>
<b>Net increase in cash and cash equivalents during the period</b>	<b>192,929,553</b>	<b>(347,036,519)</b>
Cash and cash equivalents at beginning of the period	90,215,725	382,019,508
<b>Cash and cash equivalents at end of the period</b>	<b>283,145,278</b>	<b>34,982,989</b>

Note

5

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended March 31					
	2024			2023		
	-----Rupees-----					
Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total	
Net assets at beginning of the period	699,858,577	25,327,674	725,186,251	1,515,143,847	19,866,436	1,535,010,283
Issue of 15,920,625 (2023: 49,632,749) units	1,688,700,741	-	1,688,700,741	5,199,526,795	-	5,199,526,795
- Element of Loss	91,417,842	-	91,417,842	281,466,791	-	281,466,791
<b>-Total proceeds on issuance of units</b>	<b>1,780,118,583</b>	<b>-</b>	<b>1,780,118,583</b>	<b>5,480,993,586</b>	<b>-</b>	<b>5,480,993,586</b>
Redemption of 15,915,873 (2023: 57,610,814) units						
-Amount paid / payable on redemption of units	(1,661,823,326)	-	(1,661,823,326)	(6,011,308,568)	-	(6,011,308,568)
- Element of income	(77,577,154)	-	(77,577,154)	(274,053,790)	-	(274,053,790)
-Income paid on redemption of units	-	(38,604,916)	(38,604,916)	-	(97,574,254)	(97,574,254)
	<b>(1,739,400,480)</b>	<b>(38,604,916)</b>	<b>(1,778,005,396)</b>	<b>(6,285,362,358)</b>	<b>(97,574,254)</b>	<b>(6,382,936,612)</b>
Total comprehensive income for the period	-	108,615,420	108,615,420	-	140,401,074	140,401,074
<b>Net income for the period less distribution</b>	<b>-</b>	<b>108,615,420</b>	<b>108,615,420</b>	<b>-</b>	<b>140,401,074</b>	<b>140,401,074</b>
<b>Net assets at end of the period</b>	<b>740,576,680</b>	<b>95,338,178</b>	<b>835,914,858</b>	<b>710,775,075</b>	<b>62,693,256</b>	<b>773,468,331</b>
<b>Undistributed income / (loss) brought forward</b>						
- Realised income		22,592,982			28,927,432	
- Unrealised (loss) / income		2,734,692			(9,060,996)	
		<b>25,327,674</b>			<b>19,866,436</b>	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		591,392			-	
- Excluding capital gains		69,419,112			42,826,820	
		<b>70,010,504</b>			<b>42,826,820</b>	
<b>Undistributed loss carried forward</b>		<b>95,338,178</b>			<b>62,693,256</b>	
<b>Undistributed loss carried forward</b>						
- Realised income		94,258,650			45,197,875	
- Unrealised (loss) / income		1,079,528			(959,317)	
		<b>95,338,178</b>			<b>62,693,256</b>	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the period			106.07			104.76
Net assets value per unit at end of the period			122.18			115.89

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Income Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). JS Investments Limited is the Management Company of the Fund, and Digital Custodian Company Limited (DCCL) is the Trustee. The Trust Deed was executed on June 21, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 16, 2017.
- 1.2** The Management Company of the Fund has been licensed by the SECP to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28 SB-5, Abdullah Haroon Road, Saddar, Karachi.
- 1.3** The Fund is an open ended mutual Fund and is listed on the Pakistan Stock Exchange Limited. The Fund offers units for public subscription on a continuous basis. These can be redeemed by surrendering them to the Fund at the option of the unit holder.
- 1.4** The Fund has been categorised as a 'Shariah Compliant Income Scheme' (based on Wakalat ul Istithmar) as per the criteria for the categorization of open-end collective investment schemes specified by the Securities and Exchange Commission of Pakistan. The objective of the Fund is to generate stable returns and ensure capital preservation over medium to long term, by investing primarily in quality Sukuks, Shariah-compliant Government Securities, Shariah compliant Bank Deposits and other Shariah-compliant debt instruments.
- 1.5** The Scheme is required to keep a minimum exposure of 25% in Cash and near Cash instruments. The Fund, in line with its Investment Objective, will invest in Authorized Investments only. In accordance with the Investment Objective, the Scheme's Net Assets shall be invested in quality Shariah-compliant debt instruments including, but not limited to Sukuks, Ijarah Sukuks, Shariah-compliant bank deposits and other Shariah-compliant debt instruments. Weighted average time to maturity of the net assets shall not exceed 4 years; however, this condition shall not apply to securities issued by the Federal Government.
- 1.6** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.7** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also maintained a Stability rating of "AA-(f)" with stable outlook to the Fund.
- 1.8** Transactions are undertaken by the Fund in accordance with the guidelines issued by the Shariah Advisory Council.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

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

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

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 VIII of the repealed Companies Ordinance, 1984; and

Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). And requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

**2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of 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, 2023.

**2.1.3** The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' Fund are extracted from the unaudited condensed interim financial statements for the nine months period ended March 31, 2024.

**2.1.4** In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

## **2.2. Standards, interpretations and 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, 2023. 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.

## **2.3. Basis of measurement**

These condensed interim financial statements have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

## **2.4. Functional and presentation currency**

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

## 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1. The accounting policies applied in 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, 2023.

3.2. The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements as at and for the year ended June 30, 2023.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are same as those that applied to annual audited financial statements as at and for the year ended June 30, 2023.

The Fund's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2023.

### 3.3. Standards and 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, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 4. TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund based on the current period result is 2.01% (March 31, 2023 1.52%), which includes 0.24% (March 31, 2023: 0.16%) representing government levies and the SECP fee. This ratio is within the maximum limit of 2.5% (March 31, 2023: 2.5%)(excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Shariah Compliant Income Scheme".

## 5. BALANCES WITH BANKS

- In savings accounts
- Current account

Note

(Unaudited) March 31, 2024	(Audited) June 30, 2023
----- Rupees -----	
278,509,017	87,314,388
4,636,261	2,901,337
<b>283,145,278</b>	<b>90,215,725</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

5.1. This includes bank balance with BankIslami Pakistan Limited (related party) of Rs. 80.50 million (June 30, 2023: Rs. 1.076 million) carrying profit at 18.50% (June 30, 2023: 19.75%) per annum .Other profit and loss sharing accounts carry profit rates ranging from 15.00% to 18.50% (June 30, 2022: 15.00% to 17.50%) per annum.

5.2. This represents bank balance with JS Bank Limited (related party) with no interest accrual.

6. INVESTMENTS	Note	(Unaudited)	(Audited)
		March 31, 2024	June 30, 2023
		----- Rupees -----	
<b>At fair value through profit or loss</b>			
Sukuk certificates	6.1	<b>510,129,503</b>	612,204,540
		<b>510,129,503</b>	612,204,540

	As at July 01, 2023	Acquired during the period	disposed during the period	As at March 31, 2024	Carrying value	Market value	% of net assets
					-----Number of certificates-----		
					-----Rupees-----		
<b>6.1 Sukuk certificates - Unlisted</b>							
<b>Face value of Rs 100,000/-each</b>							
The Hub Power Company Limited Maturity: May 21, 2025 and 3 M KIBOR + 2.5%	2,643	-	-	2,643	102,630,000	101,865,553	12.19
<b>Sukuk certificates - listed</b>							
OBS AGP Private Limited Maturity: July 15, 2026 @ 9.00%	1,780	-	-	1,780	110,496,324	112,028,750	13.40
K-Electric Ltd SST 24 Maturity: September 28, 2024 @ 21.86%	-	100	-	100	100,000,000	100,000,000	11.96
Pakistan Energy Sukuk II Maturity: May 21, 2030 and 3 M KIBOR + 0.13%	39,200	-	-	39,200	195,923,589	196,235,200	23.48
<b>Investments at Fair value through P&amp;L as at March 31, 2024</b>					<b>509,049,913</b>	<b>510,129,503</b>	<b>61.03</b>
<b>Cost of Investments at Fair value through P&amp;L as at March 31, 2024</b>						<b>394,026,000</b>	

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

		(Unaudited) March 31, 2024	(Audited) June 30, 2023
----- Rupees -----			
<b>7. PROFIT RECEIVABLE</b>			
On:			
- Bank deposits - under shariah arrangements		<b>11,624,245</b>	7,878,321
- Investments		<b>31,260,688</b>	22,451,879
		<b>42,884,933</b>	<b>30,330,200</b>
<b>8. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>			
Security Deposits with National Clearing Company of Pakistan Limited		<b>2,500,000</b>	2,500,000
Security Deposits with Central Depository Company of Pakistan Limited		<b>100,000</b>	100,000
Mutual Fund Rating Fee		<b>370,102</b>	71,022
Prepaid listing & SECP Supervisory fees		<b>7,688</b>	-
Withholding tax		<b>47,188</b>	47,188
		<b>3,024,978</b>	<b>2,718,210</b>
<b>9. PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>			
	<b>Note</b>		
Remuneration Payable to Management Company	9.1	<b>687,123</b>	595,679
Sales Tax payable on Management Company's remuneration	9.2	<b>219,661</b>	207,643
Federal Excise Duty payable on Management Company's remuneration	9.3	<b>857,496</b>	857,496
Accounting and Operational Charges payable	9.4	<b>68,712</b>	59,568
Selling and marketing expenses	9.5	-	279,855
Sales load payable to Management Company		<b>1,565</b>	-
Shariah advisory fee		<b>232,212</b>	84,194
Printing charges payable		<b>49,808</b>	122,084
		<b>2,116,577</b>	<b>2,206,519</b>

**9.1** As per Regulation 61 of 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 Offering Document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rates ranging from 0.00% to 1.00% (June 30, 2023: 0.50% to 1.00%) per annum of average daily net assets of the Fund, during the nine months period ended March 31, 2024. The remuneration is paid to the Management Company on a monthly basis in arrears.

**9.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.130,204 (June 30, 2023: 130,204) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.0321 (June 30, 2023: Rs. 0.0304) per unit.

**9.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 8.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 0.86 million as at March 31, 2024 (June 30, 2023: 0.86 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2024 would have been higher by Rs. 0.13 (June 30, 2023: Rs.0.13) per unit.

**9.4** In accordance with the provisions of the NBFC Regulations amended vide S.R.O 1160(I)/2015 dated November 25, 2015, the Management Company of the Fund is entitled for reimbursement of fee and expenses incurred by the Management Company in relation to registrar service, accounting, operation and valuation services related to Fund maximum up to 0.1% of average annual net assets of the scheme or actual which ever is less.

**9.5** 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 (subject to the limits approved by the Board of Directors) has charged selling and marketing expenses at 0.00% (June 30, 2023: 0.00% to 1.00%) per annum of the average annual net assets of the Fund during the nine months period ended March 31, 2024 subject to not being higher than the actual expense.

## 10. PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE

Remuneration payable to the Trustee  
Sindh sales tax payable on remuneration of the Trustee

Note

10.1

10.2

	March 31, 2024	June 30, 2023
	----- Rupees -----	
	<b>51,533</b>	44,676
	<b>6,699</b>	5,809
	<b>58,232</b>	<b>50,485</b>

**10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.075% (June 30, 2023: 0.075%) per annum on the average annual net assets of the Fund calculated on a daily basis.

**10.2** The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration.

## 11. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "Shariah Compliant Income scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current period.

## 12. ACCRUED EXPENSES AND OTHER LIABILITIES

Withholding tax payable  
Withholding tax payable - Dividen  
Capital gain tax payable  
Mutual Fund Rating Fee  
Auditors' remuneration  
CDC Custodian, Transc & Connect Fee Payable  
Zakat payable  
Others

Note

	(Unaudited) March 31, 2024	(Audited) June 30, 2023
	----- Rupees -----	
	<b>42,351</b>	-
	-	7,065,001
	<b>69,254</b>	182,035
	<b>165,927</b>	27,671
	<b>597,171</b>	314,060
	<b>858</b>	8,206
	<b>26</b>	53,469
	<b>101,582</b>	64,658
	<b>977,169</b>	<b>7,715,100</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

## 13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023.

## 14. TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the period is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in the manner as explained above provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

## 15. TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons.

### 15.1. Details of transactions with related parties / connected persons during the year

Note

		Nine months period ended	
		March 31, 2024	March 31, 2023
		----- Rupees -----	
<b>JS Investments Limited - Management Company</b>			
Remuneration of the Management Company		5,721,103	9,377,818
Sales Tax on remuneration to the Management Company*		743,743	1,219,117
Accounting and operating expenses		573,562	1,033,220
Selling and marketing expense		378,324	1,070,698
Issue of units: 5,185,430 (2023: 8,938,104)		570,000,000	988,305,392
Redemption of units: 7,636,374 (2023: 6,370,541)		851,323,035	704,883,288
Sales load		91,494	106,243
Other reimbursements		482,324	911,870
<b>Digital Custodian Company Limited - Trustee</b>			
Remuneration of the trustee		433,949	774,915
Sales tax on trustee fee **		56,413	100,741

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

	Note	Nine months period ended	
		March 31, 2024	March 31, 2023
		----- Rupees -----	
<b>BankIslami Pakistan Limited</b> <b>(Fellow subsidiary of JSBL)</b>			
Profit on bank balance balances		20,563,729	1,224,099
Bank Charges		-	320
<b>JS INVESTMENTS LIMITED Staff Provident Fund</b> <b>(Employee benefit plan)</b>			
Redemption of units: 82,464 (2023: Nil)		8,817,083	-
<b>JS Fund of Funds</b> <b>(Fund Under JSIL Management)</b>			
Issue of units: Nil (2023: 1,036,930)		-	115,254,749
Redemption of units: Nil (2023: 1,036,930)		-	115,202,903
<b>JS Motion Picture Fund</b> <b>(Fund Under JSIL Management)</b>			
Issue of units: Nil (2023: 214,204)		-	23,076,202
Redemption of units: Nil (2023: 26,399)		-	3,000,000
<b>Key Management Personnel of the Management Company</b>			
Issue of units: 59 (2023: 19,008)		6,550	2,082,664
Redemption of units: 6,864 (2023: 20,614)		792,429	2,265,219
		(Un-audited) March 31, 2024	(Audited) June 30, 2023
		----- Rupees -----	
<b>15.2. Balances with related parties / connected persons as at period end</b>	<b>Note</b>		
<b>JS Investments Limited - Management Company</b>			
Remuneration payable to the Management Company		687,123	595,679
Sales tax payable on Management Company's remuneration*		219,661	207,643
FED payable on Management Company's remuneration*		857,496	857,496
Units outstanding: Nil (2023: 2,450,944)		-	259,971,630
Accounting and operational charges payable		68,712	59,568
Selling and marketing expense payable		-	279,855
Shariah advisory fee		232,212	84,194
Printing payable		49,808	122,084
Sales load payable		1,565	-
<b>Digital Custodian Company Limited - Trustee</b>			
Remuneration payable to the Trustee		51,533	44,676
Sales tax payable on Trustee remuneration **		6,699	5,809
<b>JS Bank Limited - Parent Company of JSIL</b>			
Bank balances (Current Account)		4,636,261	2,901,337

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	----- Rupees -----	
<b>BankIslami Pakistan Limited</b> <b>(Fellow subsidiary of JSBL)</b>		
Bank balance	<b>80,495,655</b>	1,076,886
Profit receivable	<b>2,267,820</b>	17,668
<b>JS INVESTMENTS LIMITED Staff Provident Fund</b> <b>(Employee benefit plan)</b>		
Units outstanding: Nil (2023: 82,464)	-	8,746,989
<b>JS Motion Picture Fund</b> <b>(Fund Under JSIL Management)</b>		
Units outstanding: 214,485 (2023: 214,485)	<b>26,205,742</b>	22,750,394
<b>Entities holding 10% or more of units</b>		
Units outstanding: 2,152,057 (2023: 1,002,729)	<b>262,938,269</b>	106,359,491
<b>Key Management Personnel of the Management Company</b>		
Units outstanding: 37,074 (2023: 43,879)	<b>4,529,727</b>	4,654,236

\* Paid / payable to the Management Company for onward payment to the Government.

\*\* Paid / payable to the Trustee for onward payment to the Government.

**15.3.** The Transactions with related parties / connected persons are in the normal course of business at contracted rates and terms, determined in accordance with market rates.

## 16. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

### 16.1. Fair value hierarchy

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements 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:

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

	Level 1	Level 2	Level 3	Total
<b>March 31, 2024 (Un-audited)</b>	-----Rupees-----			
<b>ASSETS</b>				
Investments at fair value through P&L		510,129,503	-	510,129,503
	-	510,129,503	-	510,129,503
<b>June 30, 2023 (audited)</b>	-----Rupees-----			
<b>ASSETS</b>				
Investments at fair value through P&L		612,204,540	-	612,204,540
	-	612,204,540	-	612,204,540

## 17. GENERAL

17.1. Figures have been rounded off to the nearest Rupees unless stated otherwise.

## 18. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS ISLAMIC PREMIUM FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

## Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting to you the unaudited Financial Statements of **JS Islamic Premium Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 19.30% for the nine-month period ended March 31, 2024, against benchmark return of 11.29%. Net Assets of the Fund are PKR 537.55 million as at March 31, 2024. The Fund's total expense ratio (TER) is 0.92% includes 0.14% of government levies on the Fund.

## Dividend

The Fund paid an interim dividend of Rs 1.05 per unit during the period ended March 31, 2024.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' For JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, Stability Rating of A(f) with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



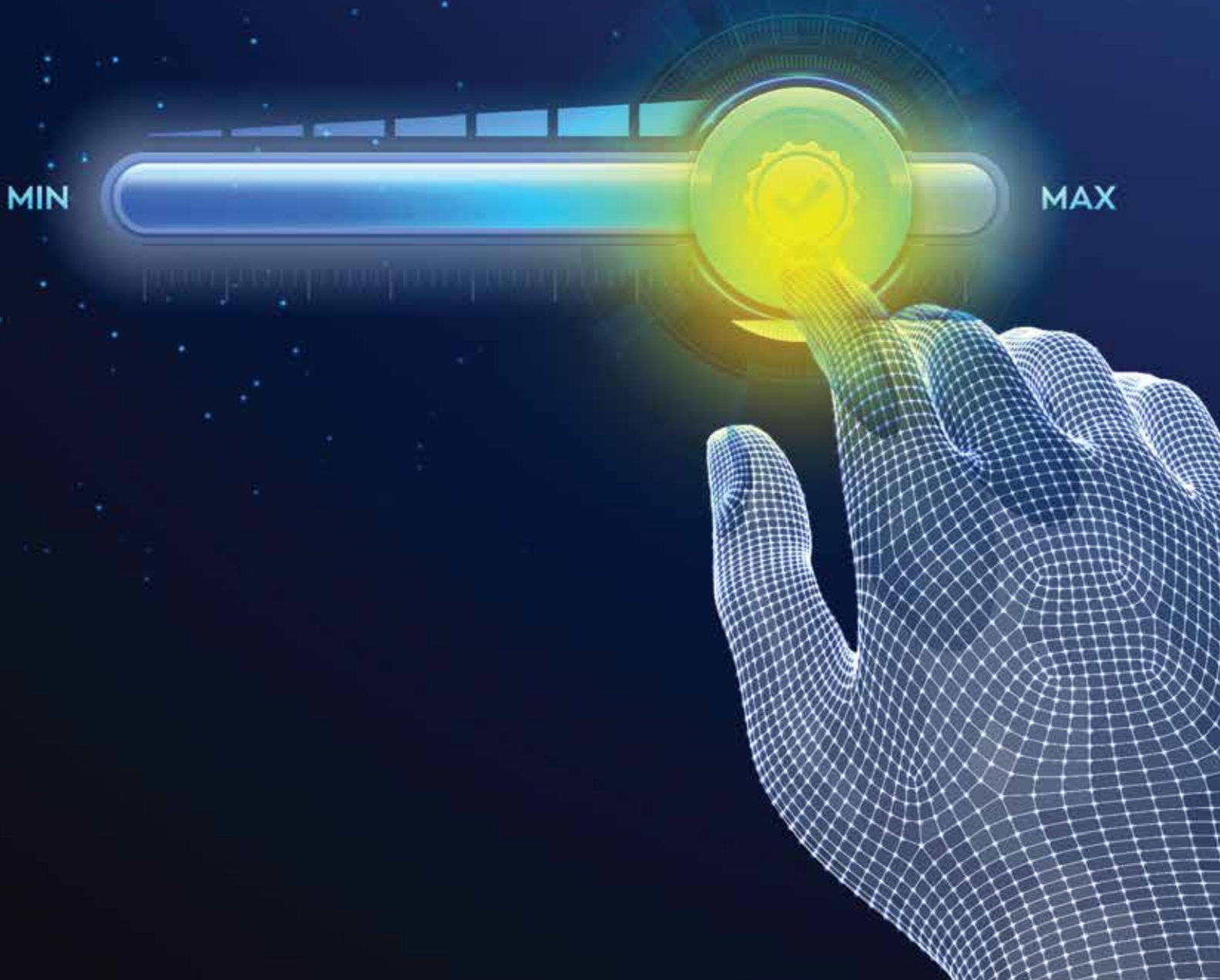
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

	Note	(Unaudited) March 31, 2024
		----- Rupees -----
<b>Assets</b>		
Bank balances		451,518,246
Investments		71,096,336
Profit receivable		15,942,314
Deferred formation cost		1,059,624
Deposits, prepayments and other receivables		113,099
<b>Total assets</b>		<b>539,729,619</b>
<b>Liabilities</b>		
Payable to JS Investments Limited - Management Company	9.1	1,649,873
Payable to Digital Custodian Company Limited - Trustee	9.2	38,292
Payable to Securities and Exchange Commission of Pakistan	10.1	33,887
Accrued expenses and other liabilities	10.2	458,229
<b>Total liabilities</b>	11	<b>2,180,281</b>
<b>Net assets</b>		<b>537,549,338</b>
<b>Unit holders' funds (as per statement attached)</b>		<b>537,549,338</b>
<b>Contingencies and Commitments</b>	14	-
<b>(Number of units)</b>		
<b>Number of units in issue</b>		<b>5,035,094</b>
<b>(Rupees)</b>		
<b>Net assets value per unit</b>		<b>106.76</b>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024  
AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	For the period from November 03, 2023 to March 31, 2024	Three months period ended March 31, 2024
----- Rupees -----			
<b>Income</b>			
Profit income		39,662,913	25,188,324
Net realised gain on sale of investments		1,280,862	150,820
Net unrealised gain / (loss) on investments at fair value through profit or loss		-	(95,576)
<b>Total income</b>		<b>40,943,775</b>	<b>25,243,568</b>
<b>Expenses</b>			
Remuneration to JS Investments Limited- Management Company	10.1	1,590,083	984,794
Sindh Sales Tax on Management Company's Remuneration	10.2	206,710	128,023
Remuneration of the Digital Custodian Company Limited - Trustee	11.1	153,527	98,479
Sindh Sales Tax on remuneration of the Trustee	11.2	19,958	12,802
Fee to the Securities & Exchange Commission of Pakistan (SECP)	12	153,577	98,504
Auditors' remuneration		387,903	106,254
Brokerage charges		33,489	5,650
Bank and settlement charges		50	-
Deferred formation cost		69,671	42,732
Shariah advisory fee		145,914	90,751
Mutual fund rating fee		58,661	58,661
Printing and stationery		49,010	30,060
<b>Total expenses</b>		<b>2,868,553</b>	<b>1,656,710</b>
<b>Net income for the period before taxation</b>		<b>38,075,222</b>	<b>23,586,858</b>
<b>Taxation</b>	15	-	-
<b>Net income for the period after taxation</b>		<b>38,075,222</b>	<b>23,586,858</b>
<b>Allocation of income for the period:</b>			
Net income for the period after taxation		38,075,222	
Income already distributed on units redeemed		(921,747)	
		<b>37,153,475</b>	
<b>Accounting income available for distribution:</b>			
Relating to capital gain		1,280,862	
Excluding capital gain		35,872,613	
		<b>37,153,475</b>	

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024  
AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	For the period from November 03, 2023 to March 31, 2024	Three months period ended March 31, 2024
	----- Rupees -----	
Net income for the period after taxation	38,075,222	23,586,858
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>38,075,222</u>	<u>23,586,858</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

For the period  
from November  
03, 2023 to  
March 31, 2024

----- Rupees -----

## CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period before taxation

38,075,222

### Adjustments for:

Net unrealised (gain) /loss on investments  
at fair value through profit or loss

-

Net realised loss / (gain) on sale of investments

(1,280,862)

Deferred Formation Cost

69,671

**Operating loss before working capital changes**

(1,211,191)

### (Increase) / decrease in assets

Investments - net

(69,815,474)

Profit receivable

(15,942,314)

Deferred formation cost

(1,129,295)

Deposits, prepayments and receivables

(113,099)

(87,000,182)

### (Decrease) / increase in liabilities

Payable to JS Investments Limited - Management Company

1,649,873

Payable to Digital Custodian Company Limited - Trustee

38,292

Payable to Securities and Exchange Commission of Pakistan

33,887

Accrued and other liabilities

458,229

2,180,281

**Net cash used in operating activities**

(47,955,870)

## CASH FLOWS FROM FINANCING ACTIVITIES

Amounts received against issue of units

582,533,975

Payment made against redemption of units

(78,469,967)

Dividend paid

(4,589,892)

**Net cash generated from financing activities**

499,474,116

**Net increase in cash and cash equivalents**

451,518,246

Cash and cash equivalents at beginning of the period

-

**Cash and cash equivalents at end of the period**

451,518,246

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive Officer

Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

For the period from November 03, 2023 to March 31, 2024			
	Capital Value	Undistributed income	Total
-----Rupees-----			
<b>Issuance of units 5,803,194</b>			
Capital value (at net asset value per unit at the beginning of the period)	580,319,387	-	580,319,387
Element of income	2,214,588	-	2,214,588
<b>Total proceeds on issuance of units</b>	<b>582,533,975</b>	<b>-</b>	<b>582,533,975</b>
<b>Redemption of units 768,100</b>			
Capital value (at net asset value per unit at the beginning of the period)	(76,809,968)	-	(76,809,968)
Amount paid out of element of income	-	(921,747)	(921,747)
Refund / adjustment on units as element of income	(738,252)	-	(738,252)
	(77,548,220)	(921,747)	(78,469,967)
Total comprehensive income for the period	-	38,075,222	38,075,222
Distribution during the period @1.05 per units	-	(4,589,892)	(4,589,892)
<b>Net assets at end of the period</b>	<b>504,985,755</b>	<b>32,563,583</b>	<b>537,549,338</b>
Undistributed income brought forward			
- Realized income		-	
- Unrealized gain		-	
		-	
<b>Accounting income available for distribution</b>			
- Relating to capital gains		1,280,862	
- Excluding capital gains		35,872,613	
Net income for the period after taxation		37,153,475	
Distribution during the period		(4,589,892)	
Undistributed income carried forward		<u>32,563,583</u>	
Undistributed income carried forward			
- Realized income		32,563,583	
- Unrealized income		-	
		<u>32,563,583</u>	
			Rupees
Net assets value per unit at beginning of the period			<u>100.00</u>
Net assets value per unit at end of the period			<u>106.76</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Premium Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open-end mutual fund by the Securities and Exchange Commission of Pakistan (SECP). It was constituted under the Trust Deed registered under the Sindh Trust Act, 2020, dated May 29 2023 between JS Investments Limited (a subsidiary company of JS Bank Limited) as the Management Company, a company incorporated under the Companies Act 2017 and Digital Custodian Company Limited (DCCL) as the Trustee.
- 1.2** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 19th Floor, the Centre, Saddar, Karachi, Pakistan.
- 1.3** The Fund is categorized under shariah income scheme and units of the Fund are listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units of the Fund can be transferred to / from other funds managed by the Management Company and can also be redeemed by surrendering to the Fund. As per the offering document, the Fund shall invest in a diversified portfolio of Government securities, investment grade term finance certificates (TFCs), rated corporate debts, spread transactions (including spread on equity transactions) and other money market instruments.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited (DCCL) as a Trustee of the Fund.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also maintained a Stability rating of 'A(f)' with stable outlook to the Fund.
- 1.6** These are the first condensed interim financial statements for the period November 03, 2023 to March 31, 2024 and therefore, comparative figures have not been included.

## 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 as 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
- 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 requirements of the Trust Deed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

## 2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except investment property which is stated at fair value. The figures have been rounded off to the nearest rupees.

## 2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in the Scheme operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Scheme's functional and presentation currency.

## 2.4 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore are not detailed in these condensed interim financial statements.

## 2.5 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

## 3 CRITICAL ACCOUNTING ESTIMATE AND JUDGEMENT

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 result of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future period.



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to these condensed interim financial statements relate to:

- Impairment of financial assets (note 4.1.3)

## 4 MATERIAL ACCOUNTING POLICIES INFORMATION

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been applied consistently to all the periods presented in these condensed interim financial statements.

### 4.1 Financial assets

#### 4.1.1 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.

#### 4.1.2 Classification and subsequent measurement

##### Debt instruments

IFRS 9 has provided a criteria for debt securities whereby these debt securities are either classified based on the business model of the entity as:

- at amortised cost;
- at fair value through other comprehensive income (FVOCI); or
- at fair value through profit or loss (FVPL).

IFRS 9 also provides an option for securities managed as a portfolio or group of assets and whose performance is measured on a fair value basis, to be recognized at FVPL. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. Therefore, the management considers its investment in debt securities as being managed as a group of assets and hence has classified them as FVPL.

#### 4.1.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance 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 forecast of future economic conditions.

The ECL is recorded for all financial assets in which there is no significant increase in credit risk from the date of initial recognition, whereas a lifetime ECL is recorded for all remaining financial assets.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

## 4.1.4 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.

As allowed by the SECP, the Management Company may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, in accordance with the provisioning policy duly approved by the Board of Directors of the management company.

## 4.1.5 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. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

## 4.1.6 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.

## 5 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period from November 03, 2023 to March 31, 2024 is 0.92% which includes 0.14% representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.50% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "shariah income" scheme.

	Note	(Unaudited) March 31, 2024
		----Rupees----
<b>6 BANK BALANCES</b>		
	6.1	<b>451,518,246</b>
<b>6.1</b>	This includes bank balance of Rs. 12.92 million with BankIslami Pakistan Limited (a related party) carrying profit at the rate of 18.50% per annum. Other PLS accounts of the Fund carry profit rates ranging from 18.50% to 19.50% per annum.	
<b>7 INVESTMENTS</b>	Note	(Unaudited) March 31, 2024
		----Rupees----
<b><i>At fair value through profit or loss</i></b>		
Government securities - Pakistan Ijara Sukuk	7.1	-
<b><i>At amortised cost</i></b>		
Bai Muajjal- Unquoted	7.2	<b>71,096,336</b>
		<b>71,096,336</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

					Value as at March 31, 2024				
	As at November 03, 2023	Purchased during the period	Sold during the period	As at March 31, 2024	Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investments
	----- (Number of holding) -----				-----Rupees-----			----- % -----	
<b>7.1 Government securities - Pakistan Ijara Sukuks</b>									
Sukuks - 1 years	-	100	(100)	-	-	-	-	-	-
Sukuks - 5 years	-	2,780	(2,780)	-	-	-	-	-	-

					Value as at March 31, 2024				
	As at November 03, 2023	Purchased during the period	Sold during the period	As at March 31, 2024	Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investments
	----- (Number of holding) -----				-----Rupees-----			----- % -----	
<b>7.2 Bai Muajjal- Unquoted</b>	-	680	-	680	71,096,336	71,096,336	-	13.23	100.00

								(Unaudited) March 31, 2024
								----Rupees----
<b>8 PROFIT RECEIVABLE</b>							<b>Note</b>	
Mark-up / return receivable on:								
- Bank balances								11,187,836
- Debt securities								4,754,478
								15,942,314
<b>9 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>								
Mutual fund stability rating fee								113,099
								113,099
<b>10 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>								
Remuneration payable to Management Company						10.1		338,871
Sales tax payable on management company's remuneration						10.2		44,053
Payable against printing and stationery								49,010
Sales load payable to management company								15,819
Payable against shariah advisory fee								32,825
Payable against deferred formation cost								1,129,295
Payable against bank account opening								40,000
								1,649,873

**10.1** According to the provisions of the Trust Deed of the Fund, the Management Company has prescribed a maximum rate of 2.00% of average daily net assets. The Management Company has charged Nil to 1% from November 03, 2023 to March 31, 2024 per annum on the average annual net assets of the Fund calculated on a daily basis.

**10.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

		(Unaudited) March 31, 2024
		----Rupees----
<b>11</b>	<b>PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE</b>	<b>Note</b>
	Remuneration payable to Management Company	11.1 33,887
	Sales tax payable on management company's remuneration	11.2 4,405
		<b>38,292</b>

**11.1** The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net assets value of the Fund. The remunerations paid to the Trustee on monthly basis in arrears. The applicable tariff is 0.075% per annum on the average annual net assets of the Fund calculated on a daily basis.

**11.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

## **12 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)**

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "Income Scheme". Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current period.

		(Unaudited) March 31, 2024
		----Rupees----
<b>13</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	<b>Note</b>
	Audit fee payable	298,803
	Other liabilities	95,461
	Sales load payable	63,965
		<b>458,229</b>

## **14 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments as at March 31, 2024

## **15 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, 2024 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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

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.

## 16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Digital Custodian Company Limited being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Limited) being the holding company of JS Bank Limited (JSBL - which is the holding company of the Management Company - holding 84.56% shares of JS Investments Limited), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Limited), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities / persons holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

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

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

Details of transactions and balances with related parties / connected persons during the period are as follows:

		For the period from November 03, 2023 to March 31, 2024
		----Rupees----
<b>16.1</b>	<b>Transactions during the period ended</b>	<b>Note</b>
	<b>JS Investments Limited (Management Company)</b>	
	Remuneration to JS Investments Limited - Management Company	1,590,083
	Sindh Sales Tax on Management Company's Remuneration	206,710
	Printing and stationery	49,010
	Sales load	392,173
	Shariah advisory fee	145,914
	<b>Digital Custodian Company Limited (Trustee)</b>	
	Remuneration of the Digital Custodian Company Limited - Trustee	153,527
	Sindh Sales Tax on remuneration of the Trustee	19,958
	<b>BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)</b>	
	Return on bank balances	18,858,481
	<b>Key Management Personnel of the Management Company</b>	
	Issue of units: 4071	407,777
	Redemption of units: 4071	410,307

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

	(Unaudited) March 31, 2024
	----Rupees----
<b>16.2 Balance as at period / year ended</b>	
<b>JS Investments Limited (Management Company)</b>	
Remuneration payable to Management Company	338,871
Sales tax payable on management company's remuneration	44,053
Payable against printing and stationery	49,010
Sales load payable to management company	15,819
Payable against shariah advisory fee	32,825
Payable against deferred formation cost	1,129,295
Payable against bank account opening	40,000
<b>Digital Custodian Company Limited (Trustee)</b>	
Payable to Digital Custodian Company Limited - Trustee	33,887
Sales tax payable to Digital Custodian Company Limited - Trustee	4,405
<b>BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)</b>	
Bank balances	12,920,205
Profits receivable on bank balances	436,735
<b>Unitholders holding 10% or more of units in issue</b>	
Units held: 3,919,389	<b>418,433,980</b>

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

## 17 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

### 17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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).



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM NOVEMBER 03, 2023 TO MARCH 31, 2024

As at March 31, 2024 the Fund held the following financial instruments measured at fair values:

	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
<b>March 31, 2024 (Unaudited)</b>				
<b>Investment at fair value through P&amp;L</b>				
Bai Muajjal	-	71,096,336	-	71,096,336
	-	71,096,336	-	71,096,336

## 18 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Management Company on April 24 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
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**QUARTERLY REPORT**

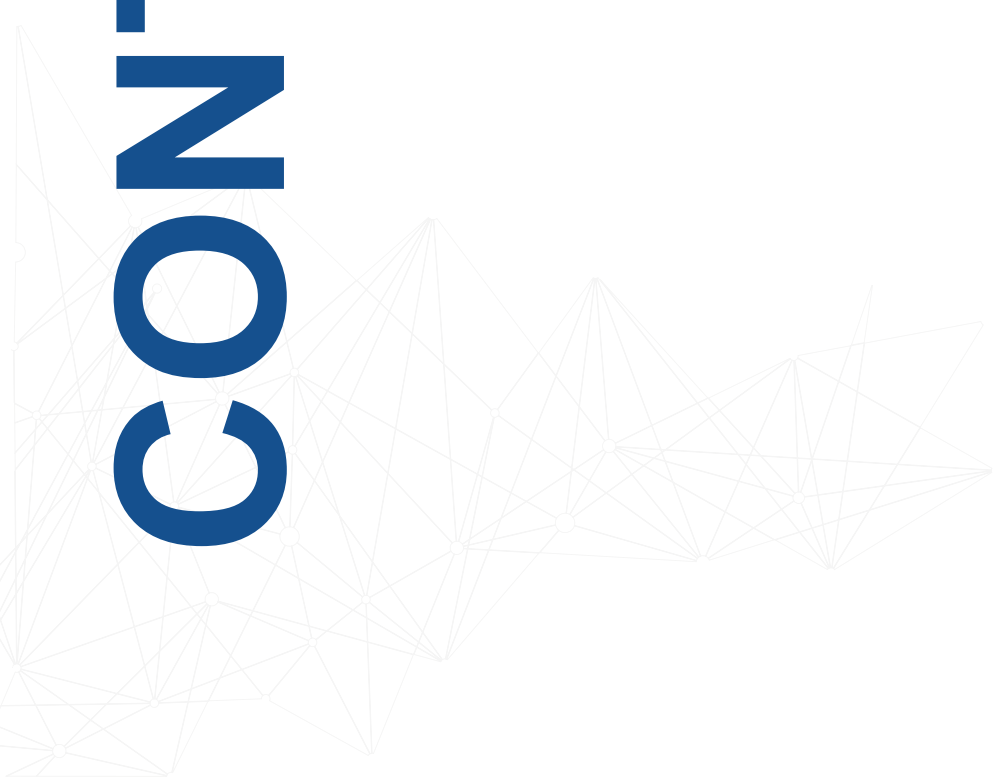
MARCH 31, 2024

**JS ISLAMIC PENSION SAVINGS FUND**



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

## Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited



# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Islamic Pension Savings Fund** (the Fund), has the pleasure of presenting the unaudited financial statements of the Fund for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenors. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenors increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenors of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The fund was launched on June 16, 2008, for contributions by eligible participants under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), to assist and facilitate them in planning for their retirement. The Fund has three sub-funds: Equity sub-Fund, Debt sub-Fund, and Money Market sub-Fund.

**The Equity sub-Fund's** return was 58.38% for the nine-month period ended March 31, 2024. Net Assets moved from PKR 76.36 million (June 30, 2023) to PKR 26.66 million as of March, 31 2024. The Fund's total expense ratio (TER) is 3.23%, includes 0.38% of government levies on the Fund.

**The Debt sub-Fund's** annualized return was 20.30% for the nine-month period ended March 31, 2024. Net Assets moved from PKR 30.97 million (June 30, 2023) to PKR 40.15 million as of March 31, 2024. The Fund's total expense ratio (TER) is 1.97%, includes 0.22% of government levies on the Fund.

**The Money Market sub-Fund's** annualized return was 21.99% for the nine-month period ended March 31, 2024. Net Assets were moved from PKR 44.25 million (June 30, 2023) to PKR 108.86 million as of March 31, 2024. The sub-Fund's total expense ratio (TER) is 0.86%, including 0.12% of government levies on the Fund.

The Fund has 371 participants as on March 31, 2024.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



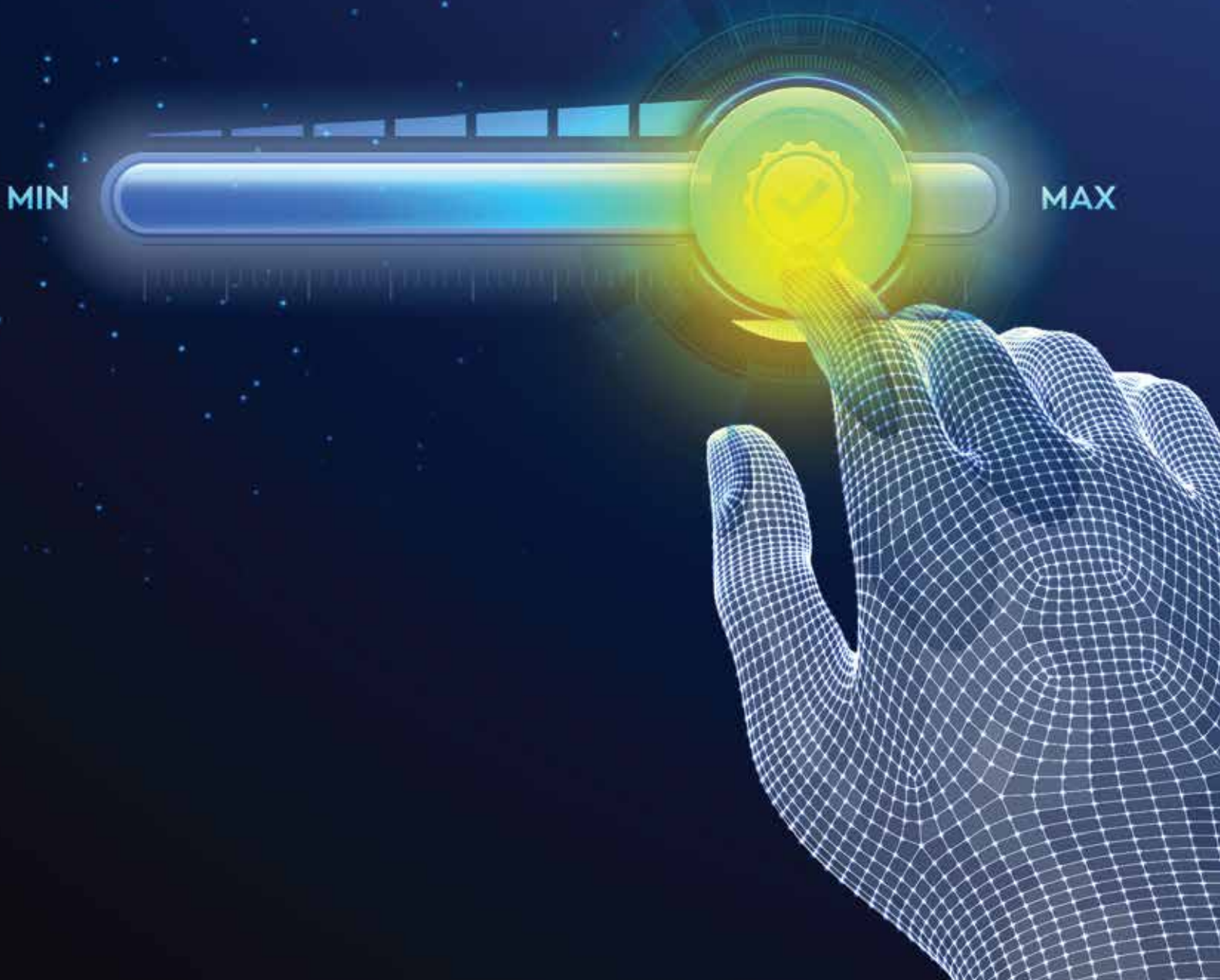
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

	Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		(Rupees)				(Rupees)			
<b>ASSETS</b>									
Bank balances	4	2,274,971	14,620,307	59,035,128	75,930,406	4,725,621	17,986,027	36,940,640	59,652,288
Investments	5	24,461,666	22,945,272	44,002,516	91,409,454	74,473,226	12,619,090	7,000,000	94,092,316
Profit receivable	6	31,939	2,955,904	6,599,227	9,587,070	42,391	835,848	725,101	1,603,340
Dividend Receivable		586,192	-	-	586,192	-	-	-	-
Deposits and other receivable	7	1,231,846	250,446	219,878	1,702,170	388,910	262,059	219,878	870,847
<b>Total assets</b>		<b>28,586,614</b>	<b>40,771,929</b>	<b>109,856,749</b>	<b>179,215,292</b>	<b>79,630,148</b>	<b>31,703,024</b>	<b>44,885,619</b>	<b>156,218,791</b>
<b>LIABILITIES</b>									
Payable to JS Investments Limited - Pension Fund Manager	8	806,809	535,491	481,161	1,823,461	937,086	549,291	474,831	1,961,208
Payable to Central Depository Company of Pakistan Limited - Trustee	9	6,648	1,200	18,566	26,414	14,874	6,151	8,639	29,664
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	10	13,813	10,072	25,299	49,184	32,052	11,089	15,578	58,719
Payable against redemption of units		22,744	-	394,171	416,915	72,769	43,553	15,872	132,194
Accrued expenses and other liabilities	11	1,074,423	71,165	75,419	1,221,007	2,217,653	119,802	121,104	2,458,559
<b>Total liabilities</b>		<b>1,924,437</b>	<b>617,928</b>	<b>994,616</b>	<b>3,536,981</b>	<b>3,274,434</b>	<b>729,886</b>	<b>636,024</b>	<b>4,640,344</b>
<b>NET ASSETS</b>		<b>26,662,177</b>	<b>40,154,001</b>	<b>108,862,133</b>	<b>175,678,311</b>	<b>76,355,714</b>	<b>30,973,138</b>	<b>44,249,595</b>	<b>151,578,447</b>
<b>Participants' sub-funds (as per statement attached)</b>		<b>26,662,177</b>	<b>40,154,001</b>	<b>108,862,133</b>	<b>175,678,311</b>	<b>76,355,714</b>	<b>30,973,138</b>	<b>44,249,595</b>	<b>151,578,447</b>
<b>Contingencies and commitments</b>	12								
		(Number of units)				(Number of units)			
<b>NUMBER OF UNITS IN ISSUE</b>	14	<b>28,783</b>	<b>116,668</b>	<b>341,237</b>		<b>130,549</b>	<b>103,759</b>	<b>161,682</b>	
		(Rupees)				(Rupees)			
<b>NET ASSET VALUE PER UNIT</b>		<b>926.31</b>	<b>344.17</b>	<b>319.02</b>		<b>584.88</b>	<b>298.51</b>	<b>273.68</b>	

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Note	For the nine months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>INCOME</b>								
Profit on bank balances and investments	290,718	4,825,802	12,174,648	17,291,168	928,486	3,008,051	4,389,407	8,325,944
Dividend income	1,933,089	-	-	1,933,089	5,987,588	-	-	5,987,588
Gain / (loss) on sale of investments - net	16,724,513	462,418	1,012,177	18,199,108	(394,553)	(584,932)	-	(979,485)
Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'	5.7 3,320,245	(32,675)	-	3,287,570	(6,244,059)	56,883	-	(6,187,176)
Other income	842,936	-	-	842,936	-	-	-	-
<b>Total income / (loss)</b>	<b>23,111,501</b>	<b>5,255,545</b>	<b>13,186,825</b>	<b>41,553,871</b>	<b>277,462</b>	<b>2,480,002</b>	<b>4,389,407</b>	<b>7,146,871</b>
<b>EXPENSES</b>								
Remuneration of JS Investments Limited - Pension Fund Manager	8.1 361,934	218,746	171,481	752,161	913,109	186,100	142,766	1,241,975
Sindh sales tax on remuneration of the Pension Fund Manager	8.2 47,051	28,437	22,292	97,780	118,704	24,193	18,430	161,327
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 64,007	46,656	116,983	227,646	124,016	37,447	58,470	219,933
Sindh sales tax on remuneration of the Trustee	9.2 8,321	6,065	15,208	29,594	16,121	4,868	7,602	28,591
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10 13,837	10,098	25,324	49,259	24,374	8,330	11,446	44,150
Auditors' remuneration	149,961	150,540	149,382	449,883	137,611	137,615	137,616	412,842
Printing and stationery charges	25,413	25,505	25,320	76,238	25,388	25,389	25,385	76,162
Securities transaction cost	391,911	4,081	24,970	420,962	299,148	5,168	-	304,316
Bank and settlement charges	15,648	5,085	5,348	26,081	14,721	71	5,085	19,877
<b>Total operating expenses</b>	<b>1,078,083</b>	<b>495,213</b>	<b>556,308</b>	<b>2,129,604</b>	<b>1,673,192</b>	<b>429,181</b>	<b>406,800</b>	<b>2,509,173</b>
<b>Net income / (loss) from operating activities</b>	<b>22,033,418</b>	<b>4,760,332</b>	<b>12,630,517</b>	<b>39,424,267</b>	<b>(1,395,730)</b>	<b>2,050,821</b>	<b>3,982,607</b>	<b>4,637,698</b>
<b>Net income / (loss) for the period before taxation</b>	<b>22,033,418</b>	<b>4,760,332</b>	<b>12,630,517</b>	<b>39,424,267</b>	<b>(1,395,730)</b>	<b>2,050,821</b>	<b>3,982,607</b>	<b>4,637,698</b>
Taxation	13 -	-	-	-	-	-	-	-
<b>Net income / (loss) for the period after taxation</b>	<b>22,033,418</b>	<b>4,760,332</b>	<b>12,630,517</b>	<b>39,424,267</b>	<b>(1,395,730)</b>	<b>2,050,821</b>	<b>3,982,607</b>	<b>4,637,698</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	For the nine months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>INCOME</b>								
Profit on bank balances and investments	29,095	1,803,458	4,654,813	6,487,366	(107,455)	2,375,041	1,529,562	3,797,148
Dividend income	562,371	-	-	562,371	1,933,571	-	-	1,933,571
Gain / (loss) on sale of investments - net	1,824,360	-	-	1,824,360	(6,387,300)	(959,674)	-	(7,346,974)
Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'	5.7 (742,538)	(10,758)	-	(753,296)	(4,028,970)	92,523	-	(3,936,447)
Other income	(113,220)	-	-	(113,220)	-	-	-	-
<b>Total income / (loss)</b>	<b>1,560,068</b>	<b>1,792,700</b>	<b>4,654,813</b>	<b>8,007,581</b>	<b>(8,590,154)</b>	<b>1,507,890</b>	<b>1,529,562</b>	<b>(5,552,702)</b>
<b>EXPENSES</b>								
Remuneration of JS Investments Limited - Pension Fund Manager	8.1 -	93,675	125,538	219,213	679,979	147,841	179,596	1,007,416
Sindh sales tax on remuneration of the Pension Fund Manager	8.2 -	12,178	16,319	28,497	88,397	19,220	23,477	131,094
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1 14,120	16,990	45,542	76,652	54,407	53,813	49,935	158,155
Sindh sales tax on remuneration of the Trustee	9.2 1,836	2,208	5,921	9,965	7,064	6,957	6,460	20,481
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10 3,152	3,773	10,068	16,993	13,788	12,678	11,777	38,243
Auditors' remuneration	36,404	36,365	36,442	109,211	8,349	8,349	8,349	25,047
Legal and professional charges	-	-	-	-	44,278	44,278	44,278	132,834
Printing and stationery charges	8,410	8,409	8,409	25,228	890	890	890	2,670
Securities transaction cost	36,316	-	-	36,316	31,556	9,303	-	40,859
Bank and settlement charges	2,699	1,695	1,695	6,089	6,648	10,340	6,996	23,984
<b>Total operating expenses</b>	<b>102,937</b>	<b>175,293</b>	<b>249,934</b>	<b>528,164</b>	<b>935,356</b>	<b>313,669</b>	<b>331,758</b>	<b>1,580,783</b>
<b>Net income / (loss) from operating activities</b>	<b>1,457,131</b>	<b>1,617,407</b>	<b>4,404,879</b>	<b>7,479,417</b>	<b>(9,525,510)</b>	<b>1,194,221</b>	<b>1,197,804</b>	<b>(7,133,485)</b>
<b>Net income / (loss) for the period before taxation</b>	<b>1,457,131</b>	<b>1,617,407</b>	<b>4,404,879</b>	<b>7,479,417</b>	<b>(9,525,510)</b>	<b>1,194,221</b>	<b>1,197,804</b>	<b>(7,133,485)</b>
Taxation	13 -	-	-	-	-	-	-	-
<b>Net income / (loss) for the period after taxation</b>	<b>1,457,131</b>	<b>1,617,407</b>	<b>4,404,879</b>	<b>7,479,417</b>	<b>(9,525,510)</b>	<b>1,194,221</b>	<b>1,197,804</b>	<b>(7,133,485)</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	For the nine months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Net income / (loss) for the period after taxation	22,033,418	4,760,332	12,630,517	39,424,267	(1,395,730)	2,050,821	3,982,607	4,637,698
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>22,033,418</b>	<b>4,760,332</b>	<b>12,630,517</b>	<b>39,424,267</b>	<b>(1,395,730)</b>	<b>2,050,821</b>	<b>3,982,607</b>	<b>4,637,698</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

	For the three months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Net income for the period after taxation	1,457,131	1,617,407	4,404,879	7,479,417	(9,525,510)	1,194,221	1,197,804	(7,133,485)
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>1,457,131</b>	<b>1,617,407</b>	<b>4,404,879</b>	<b>7,479,417</b>	<b>(9,525,510)</b>	<b>1,194,221</b>	<b>1,197,804</b>	<b>(7,133,485)</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Note	For the nine months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>								
Net income / (loss) for the period before taxation	22,033,418	4,760,332	12,630,517	39,424,267	(1,395,730)	2,050,821	3,982,607	4,637,698
<b>Adjustments for:</b>								
Net unrealised gain / (loss) on revaluation of investments classified at 'fair value through profit or loss'	5.7 (3,320,245)	32,675	-	(3,287,570)	6,244,059	(56,883)	-	6,187,176
(Gain / )Loss on sale of investments - net	(16,724,513)	(462,418)	(1,012,177)	(18,199,108)	394,553	584,932	-	979,485
Dividend income	(1,933,089)	-	-	(1,933,089)	-	-	-	-
	55,571	4,330,589	11,618,340	16,004,500	5,242,882	2,578,870	3,982,607	11,804,359
<b>(Increase) / Decrease in assets</b>								
Investments-net	70,056,318	(9,896,439)	(35,990,339)	24,169,540	(6,408,899)	10,358,227	(3,587,144)	362,184
Profit receivable	10,452	(2,120,056)	(5,874,126)	(7,983,730)	89,445	(635,577)	(433,932)	(980,064)
Deposits and other receivable	(842,936)	11,613	-	(831,323)	(1,053,634)	-	-	(1,053,634)
Dividend receivable	1,346,897	-	-	1,346,897	-	-	-	-
	70,570,731	(12,004,882)	(41,864,465)	16,701,384	(7,373,088)	9,722,650	(4,021,076)	(1,671,514)
<b>(Decrease) / increase in liabilities</b>								
Payable to JS Investments Limited - Pension Fund Manager	(130,277)	(13,800)	6,330	(137,747)	(2,680)	38,458	8,017	43,795
Payable to Central Depository Company of Pakistan Limited - Trustee	(8,226)	(4,951)	9,927	(3,250)	(584)	105	1,242	763
Annual fee payable to the Securities and Exchange Commission of Pakistan	(18,239)	(1,017)	9,721	(9,535)	(12,083)	(12,257)	(10,400)	(34,740)
Payable against redemption of units	(50,025)	(43,553)	378,299	284,721	-	-	-	-
Accrued expenses and other liabilities	(1,143,230)	(48,637)	(45,685)	(1,237,552)	3,100,779	61,987	57,889	3,220,655
	(1,349,997)	(111,958)	358,592	(1,103,363)	3,085,432	88,293	56,748	3,230,473
<b>Net cash generated from / (used in) operating activities</b>	69,276,305	(7,786,251)	(29,887,533)	31,602,521	955,226	12,389,813	18,279	13,363,318
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
Amount received against issuance of units	6,877,833	19,708,145	94,165,236	120,751,214	4,861,259	12,762,406	35,939,603	53,563,268
Amount paid against redemption of units	(83,439,898)	(14,357,943)	(38,277,776)	(136,075,617)	(11,521,971)	(18,292,010)	(40,466,009)	(70,279,990)
Reallocation of units	4,835,110	(929,671)	(3,905,439)	-	(2,214,189)	(1,092,881)	3,307,070	-
<b>Net cash generated (used in) / from financing activities</b>	(71,726,955)	4,420,531	51,982,021	(15,324,403)	(8,874,901)	(6,622,485)	(1,219,336)	(16,716,722)
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	(2,450,650)	(3,365,720)	22,094,488	16,278,118	(7,919,675)	5,767,328	(1,201,057)	(3,353,404)
Cash and cash equivalents at the beginning of the period	4,725,621	17,986,027	36,940,640	59,652,288	19,659,419	10,875,151	31,466,318	62,000,888
<b>Cash and cash equivalents at the end of the period</b>	2,274,971	14,620,307	59,035,128	75,930,406	11,739,744	16,642,479	30,265,261	58,647,484

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Note	For the nine months period ended March 31, 2024				For the nine months period ended March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>Net assets at the beginning of the period (audited)</b>	<b>76,355,714</b>	<b>30,973,138</b>	<b>44,249,595</b>	<b>151,578,447</b>	86,500,861	30,449,357	36,619,536	153,569,754
Issuance of units	6,877,833	19,708,145	94,165,236	120,751,214	4,861,259	12,762,406	35,939,603	53,563,268
Redemption of units	(83,439,898)	(14,357,943)	(38,277,776)	(136,075,617)	(11,521,971)	(18,292,010)	(40,466,009)	(70,279,990)
Reallocation of units	4,835,110	(929,671)	(3,905,439)	-	(2,214,189)	(1,092,881)	3,307,070	-
	(71,726,955)	4,420,531	51,982,021	(15,324,403)	(8,874,901)	(6,622,485)	(1,219,336)	(16,716,722)
Gain / (loss) on sale of investments - net	16,724,513	462,418	1,012,177	18,199,108	(394,553)	(584,932)	-	(979,485)
Net unrealised gain / (loss) on revaluation of investments classified 'at fair value through profit or loss'	3,320,245	(32,675)	-	3,287,570	(6,244,059)	56,883	-	(6,187,176)
Other income for the period - net of expenses	1,988,660	4,330,589	11,618,340	17,937,589	5,242,882	2,578,870	3,982,607	11,804,359
<b>Total comprehensive (loss) / income for the period</b>	<b>22,033,418</b>	<b>4,760,332</b>	<b>12,630,517</b>	<b>39,424,267</b>	(1,395,730)	2,050,821	3,982,607	4,637,698
<b>Net assets at the end of the period (unaudited)</b>	<b>26,662,177</b>	<b>40,154,001</b>	<b>108,862,133</b>	<b>175,678,311</b>	76,230,230	25,877,693	39,382,807	141,490,730

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Islamic Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on February 29, 2008. It has been constituted under a Trust Deed, dated January 08, 2008, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee of the Fund. The Pension Fund Manager (PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at, 19th Floor, The Centre, Plot No. 28, SB-5, Abdullah Haroon Road, Saddar, Karachi.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 03, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

- 1.2 The Fund is an open-end fund and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document the Fund shall not distribute any income from the Fund whether in cash or otherwise from any of the Sub-Funds.
- 1.3 The objective of the Fund is to provide participants with a portable, individualized, Shariah compliant, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement. The design of the scheme empowers the participants to decide how much to invest in their pensions and how to invest it, as well as to continue investing in their pension accounts even if they change jobs.
- 1.4 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.
- 1.5 Title to the assets of the Fund is held in the name of Central Depository Company (CDC) of Pakistan Limited as Trustee of the Fund.
- 1.6 The Fund consists of three sub-funds namely, JS Islamic Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Islamic Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Islamic Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the Sub-Funds). Investment policy for each of the Sub-Funds are as follows:

### Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of the Net Assets of an Equity Sub-Fund shall be invested in listed equity securities. Investments may be made in equity securities of any single company upto ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager (PFM) may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Stock Exchange. The PFM may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the SECP. The PFM shall not deposit more than ten percent (10%) of Net Assets of the Equity Sub-fund in a single bank.

### Debt Sub-Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AAplus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

### Money Market Sub-Fund

The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days except for assets of shariah compliant Money Market Sub-Fund, where time to maturity may be upto one year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months except in the case of shariah compliant Money Market Sub-Fund, where time to maturity of shariah compliant Government securities such as Government Ijarah Sukuks may be up to three (3) years. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "APlus" or higher rating provided that deposit with any one bank shall not exceed 20% of net assets of a Money Market Sub-Fund.

- 1.7 The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS rules vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated sub-funds. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

## 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. Such standards comprise of:

- International Accounting Standards (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 VIII A of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIII of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: "Interim Financial Reporting". These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.
- 2.3 The comparative statement of asset and liabilities presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in participants' sub funds are extracted from the unaudited condensed interim financial statements for the period ended March 31, 2023.
- 2.4 In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

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

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2 The preparation of these condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty are the same as those applied to the financial statements as at and for the year ended June 30, 2023. 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, 2023.
- 3.3 **Standards, interpretations and 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 or after July 1, 2023. 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, 2024. However, these are not expected to have any significant impact on the Fund's operations and, therefore, have been not detailed in these condensed interim financial statements.

Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>4 BANK BALANCES</b>								
In saving accounts	1,370,623	14,620,307	59,035,128	75,026,058	4,653,971	17,986,027	36,940,640	59,580,638
In current accounts	904,348	-	-	904,348	71,650	-	-	71,650
	<b>2,274,971</b>	<b>14,620,307</b>	<b>59,035,128</b>	<b>75,930,406</b>	<b>4,725,621</b>	<b>17,986,027</b>	<b>36,940,640</b>	<b>59,652,288</b>

- 4.1 These include bank balances held by Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund of Rs. 0.04 million (30 June: 2023: 0.04 million), Rs. Nil (June 30, 2023: Nil) and Rs. Nil (June 30, 2023: 0.002) respectively maintained with BankIslami Pakistan Limited (a related party) carrying profit at the rate of 18.50% (June 30, 2023: 19.75%) per annum. Other profit and loss sharing accounts carry profit rates ranging from 7.00% to 19.70% (June 30, 2023: 7.00% to 19.75%). Above balances are held with the Islamic Banks / Islamic window operations of the conventional Banks.

### 5 INVESTMENTS

Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>Financial assets 'at fair value through profit or loss'</b>								
Listed equity securities	24,461,666	-	-	24,461,666	74,473,226	-	-	74,473,226
GOP Ijarah - Sukuk	-	11,356,522	20,002,516	31,359,038	-	-	-	-
Sukuk certificates - listed	-	8,588,750	-	8,588,750	-	8,619,090	-	8,619,090
Sukuk certificates - unlisted	-	3,000,000	24,000,000	27,000,000	-	-	1,000,000	1,000,000
Musharika certificates	-	-	-	-	-	4,000,000	6,000,000	10,000,000
	<b>24,461,666</b>	<b>22,945,272</b>	<b>44,002,516</b>	<b>91,409,454</b>	<b>74,473,226</b>	<b>12,619,090</b>	<b>7,000,000</b>	<b>94,092,316</b>

- 5.1 **Listed equity securities - 'at fair value through profit or loss'**

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.1.1 Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	As at July 1, 2023	Purchased during the period	Bonus / right issue	Sold during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company
						Carrying value	Market value	Unrealised (loss) / gain	Net assets of the Sub-Fund	Total investments of the Sub-Fund	
						(Rupees)			(%)		
<b>Commercial Banks</b>											
BankIslami Pakistan Limited ( <i>Related Party</i> )	202,000	43,500		201,068	44,432	832,418	921,520	89,102	0.03	0.04	0.00
Meezan Bank Limited	60,610	7,500		57,900	10,210	1,128,253	2,181,060	1,052,807	0.08	0.09	0.00
						1,960,671	3,102,580	1,141,909	0.12	0.13	0.00
<b>Oil &amp; Gas Exploration Companies</b>											
Mari Petroleum Company Limited	5,625	600		5,290	935	1,706,438	2,372,086	665,648	0.09	0.10	0.00
Oil & Gas Development Company Limited	42,619	55,350		83,300	14,669	1,921,816	1,784,484	(137,332)	0.07	0.07	0.00
Pakistan Oilfields Limited	15,450	-		15,450	-	-	-	-	-	-	-
Pakistan Petroleum Limited	35,831	81,100		98,350	18,581	1,712,960	1,972,373	259,413	0.07	0.08	0.00
						5,341,214	6,128,943	787,729	0.23	0.25	0.00
<b>Oil &amp; Gas Marketing Companies</b>											
Pakistan State Oil Company Limited	25,426	13,750		27,700	11,476	1,803,937	1,980,069	176,132	0.07	0.08	0.00
Sui Northern Gas Pipelines Limited	89,250	29,000		115,000	3,250	237,392	203,190	(34,202)	0.01	0.01	0.00
						2,041,329	2,183,259	141,930	0.08	0.09	0.00
<b>Fertilizers</b>											
Engro Corporation Limited	4,017	14,000		11,992	6,025	1,786,206	2,164,662	378,456	0.08	0.09	0.00
Engro Fertilizers Limited	107,000	16,900		110,050	13,850	1,688,386	2,032,072	343,686	0.08	0.08	0.00
						3,474,592	4,196,734	722,142	0.16	0.17	0.00
<b>Cement</b>											
Cherat Cement Company Limited	-	28,150		28,150	-	-	-	-	-	-	-
D.G. Khan Cement Company Limited	30,000	82,100		112,100	-	-	-	-	-	-	-
Lucky Cement Limited	3,170	6,850		7,970	2,050	1,296,699	1,568,209	271,510	0.06	0.06	0.00
Maple Leaf Cement Factory Limited	137,250	216,850		331,550	22,550	739,616	802,329	62,713	0.03	0.03	0.00
Pioneer Cement Limited	-	4,000		1,150	2,850	322,050	364,059	42,009	0.01	0.01	0.00
						2,358,365	2,734,597	376,232	0.10	0.11	0.00
<b>Chemical</b>											
Engro Polymer & Chemicals Limited	16,000	40,000		56,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Pharmaceuticals</b>											
AGP Limited	37,600	-	-	37,600	-	-	-	-	-	-	-
City Pharma Limited	29,000	-	-	29,000	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	9,000	-	-	9,000	-	-	-	-	-	-	-
Highnoon Laboratories Limited	7,012	-	-	7,012	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Technology &amp; Communications</b>											
Air Link Communication Limited	55,712	13,000		56,312	12,400	744,364	765,824	21,460	0.03	0.03	0.00
Avanceon Limited	28,750	9,800		38,550	-	-	-	-	-	-	-
Octopus Digital Limited	14,950	-		14,950	-	-	-	-	-	-	-
Systems Limited	17,150	15,000		32,150	-	-	-	-	-	-	-
						744,364	765,824	21,460	0.03	0.03	0.00
<b>Glass &amp; Ceramics</b>											
Ghani Glass Limited	-	22,500		22,500	-	-	-	-	-	-	-
Tariq Glass Industries Limited	-	29,000		29,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Engineering</b>											
Aisha Steel Mills Limited	-	375,000		253,750	121,250	763,673	818,438	54,765	0.03	0.03	0.01
Mughal Iron and Steel Industries Limited	-	30,000		30,000	-	-	-	-	-	-	-
						763,673	818,438	54,765	0.03	0.03	0.01
<b>Textile Composite</b>											
Nishat Mills Limited	-	16,000		16,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Refinery</b>											
Attock Refinery Limited	9,000	5,000		14,000	-	-	-	-	-	-	-
						-	-	-	-	-	-
<b>Power Generation &amp; Distribution</b>											
Hub Power Company Limited	54,215	23,800		60,915	17,100	2,031,330	2,073,712	42,382	0.08	0.08	0.00
K-Electric Limited *	-	486,000		335,400	150,600	726,627	665,651	(60,976)	0.03	0.03	0.00
Nishat Chunian Power Limited	-	44,950		10,300	34,650	790,956	908,177	117,221	0.03	0.04	0.01
Nishat Power Limited	-	29,250		-	29,250	892,658	862,875	(29,783)	0.03	0.04	0.01
						4,441,571	4,510,415	68,844	0.17	0.18	0.02
<b>Miscellaneous</b>											
Synthetic Product Limited **	1,504	-	-	-	1,504	15,642	20,876	5,234	0.00	0.00	0.00
						15,642	20,876	5,234	0.00	0.00	0.00
<b>As at March 31, 2024</b>						<b>21,141,421</b>	<b>24,461,666</b>	<b>3,320,245</b>	<b>0.92</b>	<b>1.25</b>	
<b>As at June 30, 2023</b>						<b>81,823,796</b>	<b>74,473,226</b>	<b>(7,350,570)</b>			

\* Shares having a face value of Rs. 3.5 per share

\*\* Shares having a face value of Rs. 5 per share

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

5.1.2 The Finance Act, 2014 introduced an amendment to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes / Voluntary Pension Schemes (CISs / VPSs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs / VPSs. The petition was based on the fact that because CISs / VPSs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs / VPSs. A stay order had been granted by the Honourable High Court of Sindh in favour of CISs / VPSs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgment on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs / VPSs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs / VPSs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the current year. Subsequent to the year ended June 30, 2019, the CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019. In this regard, on July 15, 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CISs / VPSs.

The Finance Act, 2018 effective from July 01, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on the Pakistan stock exchange issuing bonus shares to the shareholders of the company to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Equity Sub-Fund during the period were not withheld by the investee companies.

Name of the Company	March 31, 2024		June 30, 2023	
	Bonus Shares			
	Number of shares withheld	Market value as at March 31, 2024 (Rupees)	Number of shares withheld	Market value as at June 30, 2023 (Rupees)
Synthetic Products Enterprise Limited	1,504	20,876	1,504	15,642

## 5.2 Government of Pakistan (GoP) Ijarah Sukuk - 'at fair value through profit or loss'

### 5.2.1 Debt Sub-Fund

Name of security	As at July 1, 2023	Purchased during the period	Redeemed / sold during the period	As at March 31, 2024	As at March 31, 2024			Market value as a percentage of	
					Carrying value	Market value	Unrealised loss	net assets of the Sub-Fund	total investments of the Sub-Fund
					(Rupees)			(% )	
<b>GoP Ijarah Sukuk</b>									
- 01 year	-	170	40	130	11,366,579	11,356,522	(10,057)	28.28	49.49
- 05 year	-	30	30	-	-	-	-	-	-
<b>Total as at March 31, 2024</b>					<u>11,366,579</u>	<u>11,356,522</u>	<u>(10,057)</u>		
<b>Total as at June 30, 2023</b>					<u>-</u>	<u>-</u>	<u>-</u>		

### 5.2.2 Money Market Sub-Fund

Name of the investee company	As at July 1, 2023	Purchased during the period	Redeemed / sold during the period	As at March 31, 2024	As at March 31, 2024			Market value as a percentage of	
					Carrying value	Market value	Unrealised loss	net assets of the Sub-Fund	total investments of the Sub-Fund
					(Rupees)			(% )	
<b>GoP Ijarah Sukuk</b>									
- 01 year	-	1,250	1,010	240	20,002,516	20,002,516	-	18.37	45.46
<b>Total as at March 31, 2024</b>					<u>20,002,516</u>	<u>20,002,516</u>	<u>-</u>		
<b>Total as at June 30, 2023</b>					<u>-</u>	<u>-</u>	<u>-</u>		

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.3 Listed debt securities - sukus - 'at fair value through profit or loss'

### 5.3.1 Debt Sub-Fund

Name of the investee company	Maturity date	As at July 1, 2023	Purchased during the period	Matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised gain / (loss)	net assets of the Sub-Fund	total investments of the sub-fund
						(Rupees)			(%)	
Hub Power Holdings Limited (November 12, 2020) Face value: Rs. 100,000	November 12, 2025	45	-	-	45	4,618,350	4,583,950	(34,400)	11.42	19.98
Pakistan Energy Sukuk - II (May 21, 2020) Face value: Rs. 5,000	May 21, 2030	800	-	-	800	3,993,018	4,004,800	11,782	9.97	17.45
<b>Total as at March 31, 2024</b>		<b>845</b>	<b>-</b>	<b>-</b>	<b>845</b>	<b>8,611,368</b>	<b>8,588,750</b>	<b>(22,618)</b>	<b>21.39</b>	<b>37.43</b>
<b>Total as at June 30, 2023</b>						<b>8,518,897</b>	<b>8,619,090</b>	<b>100,193</b>		

## 5.4 Short Term Sukuk Certificate - 'at fair value through profit or loss'

### 5.4.1 Debt Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund
							(Rupees)			%	
K-Electric Limited (Sukuk) STS-20 (September 22, 2023) (Face Value : Rs 1,000,000 each)	March 22, 2024	23.49%	-	2	2	-	-	-	-	-	-
K-Electric Limited (Sukuk) STS-24 (March 28, 2024) (Face Value : Rs 1,000,000 each)	September 28, 2024	21.66%	-	3	-	3	3,000,000	3,000,000	-	7.47	13.07
<b>Total as at March 31, 2024</b>							<b>3,000,000</b>	<b>3,000,000</b>	<b>-</b>	<b>7.47</b>	<b>13.07</b>
<b>Total as at June 30, 2023</b>							<b>-</b>	<b>-</b>	<b>-</b>		

### 5.4.2 Money Market Sub-Fund

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund
							(Rupees)			%	
K-Electric Limited (Sukuk) STS-19 (August 28, 2023) (Face Value : Rs 1,000,000 each)	February 28, 2024	23.61%	-	5	5	-	-	-	-	-	-
K-Electric Limited (Sukuk) STS-20 (September 22, 2023) (Face Value : Rs 1,000,000 each)	March 22, 2024	23.49%	-	7	7	-	-	-	-	-	-
K-Electric Limited (Sukuk) STS-24 (March 28, 2024) (Face Value : Rs 1,000,000 each)	September 28, 2024	21.66%	-	9	-	9	9,000,000	9,000,000	-	8.27	20.45
Lucky Electric Power Company Limited (LEPCL 17) - (March 26, 2024) (Face Value : Rs 1,000,000 each)	September 26, 2024	21.60%	-	15	-	15	15,000,000	15,000,000	-	13.78	34.09
The Hub Power Company Running Finance (May 18, 2023) (Face Value : Rs 1,000,000 each)	November 17, 2023	22.34%	1	-	1	-	-	-	-	-	-
<b>Total as at March 31, 2024</b>							<b>24,000,000</b>	<b>24,000,000</b>	<b>-</b>	<b>22.05</b>	<b>55</b>
<b>Total as at June 30, 2023</b>							<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>		

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.5 Musharika certificates - 'at fair value through profit or loss'

### 5.5.1 Debt Sub-Fund

Name of the investee company	Rating of investee company	Issue date	Profit rate	Face Value				As at March 31, 2024			Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	Unrealised appreciation / (diminution) value	net assets of the Sub-Fund	total investments of the Sub-Fund
(Rupees)												
UBL Ameen - Islamic Banking	AAA	June 22, 2023	20.25%	4,000,000	-	4,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	July 14, 2023	20.60%	-	4,500,000	4,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	July 24, 2023	20.75%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	July 26, 2023	20.25%	-	4,000,000	4,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 07, 2023	20.50%	-	4,000,000	4,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 11, 2023	20.90%	-	4,500,000	4,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	August 15, 2023	20.85%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 22, 2023	20.50%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 25, 2023	20.50%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	November 02, 2023	19.75%	-	4,500,000	4,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	November 03, 2023	20.60%	-	4,500,000	4,500,000	-	-	-	-	-	-
Faysal Bank Limited	AA	November 10, 2023	20.50%	-	3,000,000	3,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA	November 17, 2023	20.60%	-	3,000,000	3,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 06, 2023	20.25%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 13, 2023	20.35%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 28, 2023	21.00%	-	4,500,000	4,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	January 08, 2024	20.25%	-	4,500,000	4,500,000	-	-	-	-	-	-
<b>Total as at March 31, 2024</b>												
<b>Total as at June 30, 2023</b>								4,000,000	4,000,000			

### 5.5.1 Money Market Sub-Fund

Name of the investee company	Rating of investee company	Issue date	Profit rate	Face Value				As at March 31, 2024			Market value as a percentage of	
				As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	Unrealised appreciation / (diminution) value	net assets of the Sub-Fund	total investments of the Sub-Fund
(Rupees)												
UBL Ameen - Islamic Banking	AAA	June 22, 2023	20.25%	6,000,000	-	6,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	July 14, 2023	20.60%	-	6,500,000	6,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	July 24, 2023	20.75%	-	6,500,000	6,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	July 26, 2023	20.25%	-	6,000,000	6,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 07, 2023	20.50%	-	6,000,000	6,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 11, 2023	20.90%	-	6,500,000	6,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	August 15, 2023	20.85%	-	6,500,000	6,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 22, 2023	20.50%	-	6,500,000	6,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	August 25, 2023	20.50%	-	6,500,000	6,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	November 02, 2023	19.75%	-	14,500,000	14,500,000	-	-	-	-	-	-
UBL Ameen - Islamic Banking	AAA	November 03, 2023	20.60%	-	14,500,000	14,500,000	-	-	-	-	-	-
Faysal Bank Limited	AA	November 10, 2023	20.50%	-	14,000,000	14,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA	November 17, 2023	20.60%	-	14,000,000	14,000,000	-	-	-	-	-	-
Faysal Bank Limited	AA	November 24, 2024	20.50%	-	14,000,000	14,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 06, 2023	20.25%	-	14,000,000	14,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 13, 2023	20.35%	-	13,000,000	13,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	December 28, 2023	21.00%	-	13,000,000	13,000,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	January 08, 2024	20.25%	-	13,500,000	13,500,000	-	-	-	-	-	-
Zarai Taraqiat Bank Limited	AAA	February 23, 2024	21.00%	-	7,500,000	7,500,000	-	-	-	-	-	-
<b>Total as at March 31, 2024</b>												
<b>Total as at June 30, 2023</b>								6,000,000	6,000,000			

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.6 Significant terms and conditions of sukuks outstanding as at March 31, 2024 are as follows:

Name of security	Number of certificates	Face value per unit	Face value / redemption value in total	Interest rate per annum	Maturity date	Secured / unsecured	Rating
------(Rupees)-----							
<b>Listed debt securities</b>							
Pakistan Energy Sukuk - II	800	5,000	4,000,000	6 months KIBOR - 0.1%	May 21, 2030	Secured	unrated
Hub Power Holdings Limited (Sukuk)	45	100,000	4,500,000	6 Months KIBOR + 2.50%	November 12, 2025	Unsecured	AA+

## 5.7 Net unrealised (loss) / gain on revaluation of investments classified 'at fair value through profit or loss'

	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
------(Rupees)-----								
Market value of investments	24,461,666	22,945,272	44,002,516	91,409,454	74,473,226	8,619,090	7,000,000	90,092,316
Less: carrying value of investments	(21,141,421)	(22,977,947)	(44,002,516)	(88,121,884)	(81,823,796)	(8,518,897)	(7,000,000)	(97,342,693)
	<u>3,320,245</u>	<u>(32,675)</u>	<u>-</u>	<u>3,287,570</u>	<u>(7,350,570)</u>	<u>100,193</u>	<u>-</u>	<u>(7,250,377)</u>

## 6 PROFIT RECEIVABLE

	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
------(Rupees)-----								
Profit receivable on:								
Bank balances	31,939	1,896,375	5,964,565	7,892,879	42,391	334,027	668,430	1,044,848
Investments	-	1,059,529	634,662	1,694,191	-	501,821	56,671	558,492
	<u>31,939</u>	<u>2,955,904</u>	<u>6,599,227</u>	<u>9,587,070</u>	<u>42,391</u>	<u>835,848</u>	<u>725,101</u>	<u>1,603,340</u>

## 7 DEPOSITS AND OTHER RECEIVABLE

	Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
------(Rupees)-----									
Security Deposit with Central Depository Company of Pakistan Limited		100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
Receivable from JS Investments Limited		842,936	-	-	842,936	-	-	-	-
Advance tax	7.1	288,910	150,446	119,878	559,234	288,910	162,059	119,878	570,847
		<u>1,231,846</u>	<u>250,446</u>	<u>219,878</u>	<u>1,702,170</u>	<u>388,910</u>	<u>262,059</u>	<u>219,878</u>	<u>870,847</u>

7.1 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 dividend, profit on bank deposits and profit on debt securities paid 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 withholders. The aggregate tax withheld on dividends, profit on bank deposits and profit on debt securities amounts to Rs.0.56 million (2023: Rs.0.57 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Pension Fund Manager) 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 Pension Fund Manager 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 dividends, profit on bank deposits and profit on debt securities have been shown as other receivable as at March 31, 2024 as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees)				(Rupees)				
Remuneration payable to the Pension Fund Manager	8.1	-	33,491	44,707	78,198	94,501	24,502	17,741	136,744
Sindh sales tax payable on remuneration of the Pension Fund Manager	8.2	102,516	67,302	59,351	229,169	114,243	66,134	55,846	236,223
Federal excise duty payable on remuneration of the Pension Fund Manager	8.3	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Printing and stationery charges payable		16,601	35,366	16,509	68,476	40,650	59,323	40,650	140,623
		<b>806,809</b>	<b>535,491</b>	<b>481,161</b>	<b>1,823,461</b>	<b>937,086</b>	<b>549,291</b>	<b>474,831</b>	<b>1,961,208</b>

- 8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at the rate of 1.5% of average daily net assets of each of the Sub-Funds. During the period, the Pension Fund Manager charged management fee at the rate of Nil to 1.50% (June 30, 2023: 1.50%) per annum for Equity Sub-Fund, 0.50% - 1.00% (June 30, 2023: 0.50% - 1.00%) per annum for Debt Sub-Fund and Nil - 0.50% (June 30, 2023: 0.50%) per annum for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.
- 8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.
- 8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Pension Fund Managers as a result of which FED at the rate of 16 percent on the remuneration of the Pension Fund Manager and sales load was applicable with effect from June 13, 2013. The Pension Fund Manager 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 Pension Fund Manager together with various other pension fund managers 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 Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provisions for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.69 million (June 30, 2023: Rs. 0.69 million) for Equity Sub-Fund, Rs. 0.40 million (June 30, 2023: Rs. 0.40 million) for Debt Sub-Fund and Rs. 0.36 million (June 30, 2023: Rs. 0.36 million) for Money Market Sub-Fund are being retained in the condensed interim financial statements of the respective Sub-Funds as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been recorded in these condensed interim financial statements of the Fund, the net asset value of the Fund as at March 31, 2024 would have been higher by Rs. 23.89 (June 30, 2023: Rs. 5.27) per unit, Rs. 3.42 (June 30, 2023: Rs. 3.85) per unit and Rs. 1.06 (June 30, 2023: Rs. 2.23) per unit per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

## 9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	(Rupees)				(Rupees)				
Remuneration payable to the Trustee	9.1	5,868	531	15,666	22,065	12,632	4,912	7,114	24,658
Sindh sales tax payable on remuneration of the Trustee	9.2	763	69	2,037	2,869	1,642	639	925	3,206
Settlement charges payable		17	600	863	1,480	600	600	600	1,800
		<b>6,648</b>	<b>1,200</b>	<b>18,566</b>	<b>26,414</b>	<b>14,874</b>	<b>6,151</b>	<b>8,639</b>	<b>29,664</b>

- 9.1 The Trustee is entitled to remuneration of Rs. 300,000 or 0.15% per annum of the average value of net assets values of the Fund, whichever is higher up to net assets of Rs. 1 billion. The rates applicable for Trustee's remuneration on net assets exceeding Rs. 1 billion are as follows:

-above Rs. 1 billion to Rs. 3 billion	Rs. 1.5 million plus 0.10% per annum of net assets, on amount exceeding Rs. 1 billion.
-above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs. 3 billion.
-above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs. 6 billion.

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

9.2 The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% (June 30, 2023: 13%) on remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

## 10 ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to the Securities and Exchange Commission of Pakistan (the SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one twenty fifth of 1% of the average annual net assets of each of the Sub-Funds.

## 11 ACCRUED EXPENSES AND OTHER LIABILITIES

Note	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
Auditors' remuneration payable	24,794	25,375	24,224	74,393	103,997	103,997	104,001	311,995
Withholding tax payable	113,710	42,366	47,194	203,270	72,582	2,006	1,647	76,235
Charity payable	928,169	-	-	928,169	841,586	-	-	841,586
Zakat payable	1,166	3,170	2,967	7,303	3,549	13,799	15,456	32,804
Brokerage and settlement payable	6,584	254	1,034	7,872	1,195,939	-	-	1,195,939
	<u>1,074,423</u>	<u>71,165</u>	<u>75,419</u>	<u>1,221,007</u>	<u>2,217,653</u>	<u>119,802</u>	<u>121,104</u>	<u>2,458,559</u>

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 (June 30, 2023).

## 13 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 NUMBER OF UNITS IN ISSUE	March 31, 2024 (Unaudited)			June 30, 2023 (Audited)		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
Total units in issue at the beginning of the period / year	130,549	103,759	161,682	145,002	114,757	154,890
Units issued during the period / year	8,939	61,890	320,607	9,890	66,635	225,192
Units redeemed during the period / year	(116,511)	(45,697)	(128,519)	(20,882)	(73,902)	(230,600)
Reallocation of units	5,806	(3,285)	(12,533)	(3,461)	(3,731)	12,200
Total units in issue at the end of the period / year	<u>28,783</u>	<u>116,668</u>	<u>341,237</u>	<u>130,549</u>	<u>103,759</u>	<u>161,682</u>

15 CONTRIBUTION TABLE	For the nine months periods ended March 31, 2024							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
From:								
Individuals / Corporate	8,939	6,877,833	61,890	19,708,145	320,607	94,165,236	391,437	120,751,214
15 CONTRIBUTION TABLE	For the nine months periods ended March 31, 2023							
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
From:								
Individuals / Corporate	8,211	4,861,259	46,050	12,762,406	144,949	35,939,603	199,210	53,563,268

## 16 TOTAL EXPENSE RATIO

The total expense ratio (TER) of JS Islamic Pension Savings Fund - Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund for the period ended March 31, 2024 is 3.23%, 1.97% and 0.86% (2023: 2.75%, 2.07% and 1.43%) respectively which includes 0.38%, 0.22% and 0.12% (2023: 0.34%, 0.23% and 0.17%) representing government levies on the Fund as sales taxes, annual fees payable to SECP, etc. This ratio is within the prescribed threshold of 4.50%, 2.50% and 2.00% for Equity Sub fund, Debt Sub fund and Money Market Sub Fund respectively.

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties of the Fund include JS Investments Limited (JSIL) being the Pension Fund Manager of the Fund, Central Depository Company of Pakistan Limited (CDC) being the Trustee of the Fund, JS Bank Limited (JSBL - which is the holding company of the Pension Fund Manager - holding 84.56% shares of JS Investments Limited) being the Holding Company of JSIL, Jahangir Siddiqui and Company Limited (JSCL which is holding 71.20% shares of JS Bank Limited) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL which is a fellow subsidiary of JSBL - 92.90% shares held by JS Bank Limited) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above connected persons / related parties.

Transactions with connected persons / related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investment 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 the market rates.

Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

The details of transactions during the period and balances at period / year end with connected persons / related parties are as follows:

### 17.1 Details of transactions with connected persons / related parties during the period are as follows:

	March 31, 2024 (Unaudited)				March 31, 2023 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>JS Investments Limited - Pension Fund Manager</b>								
Remuneration for the period	361,934	218,746	171,481	752,161	913,109	186,100	142,766	1,241,975
Sindh sales tax on remuneration of the Pension Fund Manager	47,051	28,437	22,292	97,780	118,704	24,193	18,430	161,327
Printing and stationery charges	25,413	25,505	25,320	76,238	25,388	25,389	25,385	76,162
Sales load	-	-	183	183	-	-	-	-
Receivable from Management Company	842,936	-	-	842,936	-	-	-	-
Amount paid against redemption of units	71,038,640	-	-	71,038,640	-	-	-	-
Units redeemed (Number of units)	101,755	-	-	101,755	-	-	-	-
<b>Central Depository Company of Pakistan Limited - Trustee</b>								
Remuneration for the period	64,007	46,656	116,983	227,646	124,016	37,447	58,470	219,933
Sindh sales tax on remuneration of the Trustee	8,321	6,065	15,208	29,594	16,121	4,868	7,602	28,591
Settlement charges	13,273	5,085	5,348	23,706	11,040	5,168	5,085	21,293
<b>JS Bank Limited (Parent Company of JSIL)</b>								
Proceeds from sale of share of BankIslami Pakistan Limited	2,770,077	-	-	2,770,077	-	-	-	-
<b>BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)</b>								
Profit on bank balances	2,172	-	-	2,172	1,034	-	-	1,034
<b>JS Global Capital Limited (Fellow subsidiary of Parent Company)</b>								
Brokerage expense	58,394	-	-	58,394	55,885	-	-	55,885
<b>Key Management Personnel</b>								
Amount received against issuance of units	4,143,454	4,570,967	6,177,967	14,892,388	872,991	265,082	1,872,517	3,010,590
Units issued (Number of units)	4,977	14,664	21,686	41,327	1,480	965	7,566	10,011
Amount paid against redemption of units	2,048,189	3,247,484	6,310,805	11,606,478	974,111	251,005	713,329	1,938,445
Units redeemed (Number of units)	2,387	10,410	20,812	33,609	1,630	913	2,793	5,336

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 17.2 Details of balances with connected persons / related parties as at period / year end:

	March 31, 2024 (Unaudited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)				(Rupees)			
<b>JS Investments Limited - Pension Fund Manager</b>								
Remuneration payable to the Pension Fund Manager	-	33,491	44,707	78,198	94,501	24,502	17,741	136,744
Sindh sales tax payable on remuneration of the Pension Fund Manager	102,516	67,302	59,351	229,169	114,243	66,134	55,846	236,223
Federal excise duty payable on remuneration of the Pension Fund Manager	687,692	399,332	360,594	1,447,618	687,692	399,332	360,594	1,447,618
Sales load payable to to management company	-	-	183	183	-	-	-	-
Printing and stationery charges payable	16,601	35,366	16,509	68,476	40,650	59,323	40,650	140,623
Receivable from Management Company	842,936	-	-	842,936	-	-	-	-
Investment at period / year end	-	7,822,078	630,308	8,452,386	59,514,582	6,784,347	540,727	66,839,656
Units outstanding (Number of units)	-	22,727	1,976	24,703	101,755	22,727	1,976	126,458
<b>Central Depository Company of Pakistan Limited - Trustee</b>								
Remuneration of Trustee	5,868	531	15,666	22,065	12,632	4,912	7,114	24,658
Sindh sales tax on remuneration of the Trustee	763	69	2,037	2,869	1,642	639	925	3,206
Settlement charges payable	17	600	863	1,480	600	600	600	1,800
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
<b>BankIslami Pakistan Limited (Fellow subsidiary of Parent Company)</b>								
Bank balances	45,259	-	-	45,259	43,087	-	-	43,087
<b>JS Global Capital Limited (Fellow subsidiary of Parent Company)</b>								
Brokerage Payable	-	-	-	-	316	-	-	316
<b>Key management personnel</b>								
Investment at period / year end	2,507,835	1,765,786	503,562	4,777,183	-	-	174,656	174,656
Units outstanding (Number of units)	2,707	5,131	1,578	9,416	-	-	585	585

## 18 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

### 18.1 Fair value hierarchy

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

- Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurement using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

# NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

As at March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

	As at March 31, 2024 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>ASSETS</b>	(Rupees)				(Rupees)			
<b>Equity Sub-Fund</b>								
<b>Financial assets classified 'at fair value through profit or loss'</b>								
Listed equity securities	24,461,666	-	-	24,461,666	74,473,226	-	-	74,473,226
	<u>24,461,666</u>	<u>-</u>	<u>-</u>	<u>24,461,666</u>	<u>74,473,226</u>	<u>-</u>	<u>-</u>	<u>74,473,226</u>

	As at March 31, 2024 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>ASSETS</b>	(Rupees)				(Rupees)			
<b>Debt Sub-Fund</b>								
<b>Financial assets classified 'at fair value through profit or loss'</b>								
GoP Ijarah - Sukuk	-	11,356,522	-	11,356,522	-	-	-	-
Listed debt securities	-	8,588,750	-	8,588,750	-	8,619,090	-	8,619,090
Short term sukuk certificates	-	3,000,000	-	3,000,000	-	-	-	-
Musharika certificates	-	-	-	-	-	4,000,000	-	4,000,000
	<u>-</u>	<u>22,945,272</u>	<u>-</u>	<u>22,945,272</u>	<u>-</u>	<u>12,619,090</u>	<u>-</u>	<u>12,619,090</u>

	As at March 31, 2024 (Unaudited)				As at June 30, 2023 (Audited)			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
<b>ASSETS</b>	(Rupees)				(Rupees)			
<b>Money Market Sub-Fund</b>								
<b>Financial assets classified 'at fair value through profit or loss'</b>								
GOP Ijarah - Sukuk	-	20,002,516	-	20,002,516	-	-	-	-
Short term sukuk certificates	-	24,000,000	-	24,000,000	-	1,000,000	-	1,000,000
Musharika certificates	-	-	-	-	-	6,000,000	-	6,000,000
	<u>-</u>	<u>44,002,516</u>	<u>-</u>	<u>44,002,516</u>	<u>-</u>	<u>7,000,000</u>	<u>-</u>	<u>7,000,000</u>

## 19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

## 20 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 24, 2024 by the Board of Directors of the Pension Fund Manager.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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🌐 http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



QUARTERLY REPORT  
MARCH 31, 2024

JS ISLAMIC FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

## Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting the unaudited Financial Statements of **JS Islamic Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

## Review of Fund Performance

The Fund's return was 52.27% for the nine-month period ended March 31, 2024, against the benchmark return of 58.82%. Net Assets moved from PKR 183.74 million (June 30, 2023) to PKR 226.66 million as of March 31, 2024. The Fund's total expense ratio (TER) is 5.05%, includes 0.55% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management



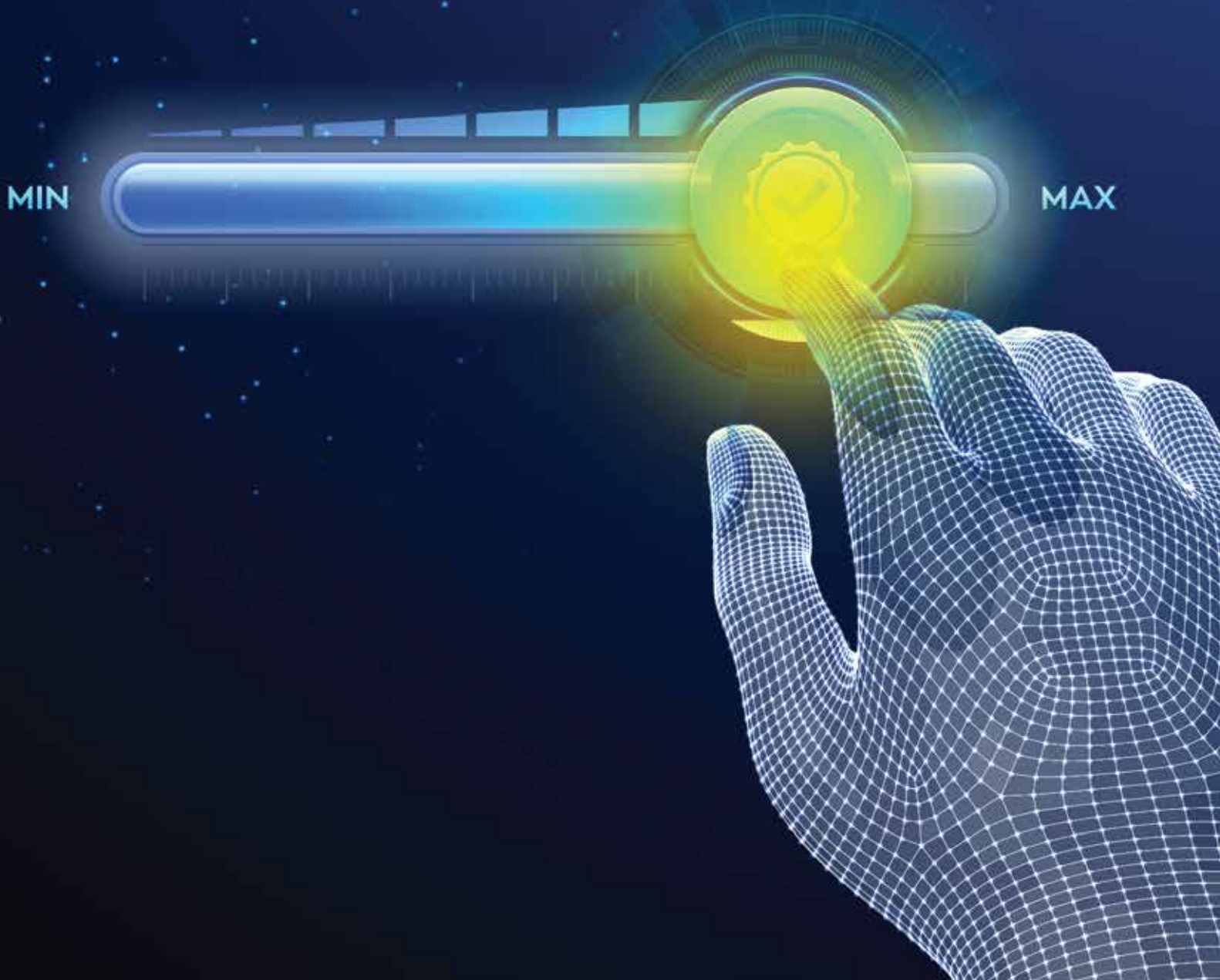
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
	Note		
<b>Assets</b>			
Balances with banks	5	7,256,448	17,223,167
Investments	6	222,861,731	161,305,915
Dividend and Profit Receivable	7	2,599,211	276,616
Security deposits		1,100,000	1,100,000
Deposit, Prepayments and other Receivables	8	2,696,397	13,787,073
<b>Total assets</b>		<b>236,513,787</b>	<b>193,692,771</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	9	6,439,427	6,322,535
Payable to Central Depository Company of Pakistan Limited - Trustee	10	43,242	34,222
Payable to the Securities and Exchange Commission of Pakistan (SECP)	11	18,177	45,817
Unclaimed Dividend		11,533	11,533
Accrued and other liabilities	12	3,345,598	3,535,575
<b>Total liabilities</b>		<b>9,857,977</b>	<b>9,949,682</b>
<b>Contingencies and commitment</b>	13		
<b>Net assets</b>		<b>226,655,810</b>	<b>183,743,089</b>
<b>Unit holders' fund</b>		<b>226,655,810</b>	<b>183,743,089</b>
		----- Number of units -----	
<b>Number of units in issue</b>		<b>1,801,817</b>	<b>2,224,208</b>
		----- Rupees -----	
<b>Net asset value per unit</b>		<b>125.79</b>	<b>82.61</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
Net realized gain/loss on sale of investments at fair value through profit or loss	55,590,237	(5,947,531)	6,849,983	(2,846,107)
Net unrealised gain/(loss) on re-measurement of investments at fair value through profit or loss	35,005,280	(17,866,900)	2,168,978	(9,571,452)
Dividend income	11,915,197	14,070,302	4,952,590	4,286,655
Profit on bank balances	2,307,028	5,099,867	539,353	2,171,652
Other income	584,557	-	(368,422)	-
<b>Total income</b>	<b>105,402,299</b>	<b>(4,644,262)</b>	<b>14,142,482</b>	<b>(5,959,252)</b>
<b>Expenses</b>				
Remuneration to the Management Company	3,414,524	3,260,667	1,119,897	688,637
Sindh Sales tax on remuneration to the Management Company	443,889	423,887	145,587	89,499
Remuneration to the Central Depository Company of Pakistan Limited - Trustee	342,089	364,775	112,116	100,679
Sindh Sales tax on remuneration of the trustee	44,471	47,421	14,575	13,061
Accounting and operational charges	170,737	182,481	55,996	50,336
Selling and marketing expenses	1,826,881	2,311,218	599,182	898,112
Fee to the SECP	162,374	36,499	53,273	10,068
Auditors' remuneration	604,644	537,194	131,624	113,912
Shariah advisory fee	108,471	163,481	36,222	36,528
Annual listing fee	21,188	18,750	7,063	6,250
SECP supervisory fee on listing fee	1,875	1,875	625	625
Printing and Stationery	76,488	76,170	25,337	25,087
Securities transaction cost	1,625,013	935,215	166,008	402,120
Bank, settlement and other charges	352,268	304,386	117,112	109,627
	<b>9,194,912</b>	<b>8,664,019</b>	<b>2,584,617</b>	<b>2,544,541</b>
<b>Net income/loss for the period before taxation</b>	<b>96,207,387</b>	<b>(13,308,281)</b>	<b>11,557,865</b>	<b>(8,503,793)</b>
Taxation	-	-	-	-
<b>Net income/loss for the period after taxation</b>	<b>96,207,387</b>	<b>(13,308,281)</b>	<b>11,557,865</b>	<b>(8,503,793)</b>
<b>Allocation of net income for the period</b>				
Net income/loss for the period after taxation	96,207,387	-	11,557,865	-
Income already paid on units redeemed	(20,456,540)	-	(6,660,498)	-
<b>Accounting income available for distribution</b>	<b>75,750,847</b>	<b>-</b>	<b>4,897,367</b>	<b>-</b>
Relating to capital gain	90,595,517	-	9,018,962	-
Excluding capital gain	(14,844,670)	-	(4,121,595)	-
	<b>75,750,847</b>	<b>-</b>	<b>4,897,367</b>	<b>-</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
Net income/loss for the period before taxation	96,207,387	(13,308,281)	11,557,865	(8,503,793)
Other comprehensive income/loss for the period	-	-	-	-
<b>Total comprehensive income/loss for the period</b>	<b>96,207,387</b>	<b>(13,308,281)</b>	<b>11,557,865</b>	<b>(8,503,793)</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
Note	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income/loss for the period before taxation	96,207,387	(13,308,281)
<b>Adjustments for:</b>		
Profit on bank balances	(2,307,028)	(5,099,867)
Dividend income	(11,915,197)	(14,070,302)
Net realised (gain)/loss on revaluation investments at fair value through profit or loss	(55,590,237)	5,947,531
Net unrealised (gain)/loss on re-measurement of investments at fair value through profit or loss	(35,005,280)	17,866,900
<b>Operating loss/(gain) before working capital changes</b>	<b>(104,817,742)</b>	<b>4,644,262</b>
<b>(Increase) / Decrease in assets</b>		
Investments - net	29,039,701	101,597,735
Deposit, Prepayments and other Receivables	11,090,676	21,123
	40,130,377	101,618,858
<b>(Decrease) / Increase in liabilities</b>		
Payable to JS Investments Limited - Management Company	116,892	(389,763)
Payable to Central Depository Company of Pakistan Limited -Trustee	9,020	(24,308)
Fee payable to the SECP	(27,640)	(45,769)
Unclaimed Dividend	-	
Accrued and other liabilities	(189,977)	1,623,945
	(91,705)	1,164,105
Profit received on bank deposits	2,492,211	5,335,753
Dividend received	9,407,419	11,634,878
	11,899,630	16,970,631
<b>Net cash generated from operating activities</b>	<b>43,327,947</b>	<b>111,089,575</b>
<b>NET CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of units	67,908,930	8,653,708
Payments on redemption of units	(121,203,596)	(139,227,961)
<b>Net cash used in financing activities</b>	<b>(53,294,666)</b>	<b>(130,574,253)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(9,966,719)</b>	<b>(19,484,678)</b>
Cash and cash equivalents at beginning of the period	17,223,167	79,607,829
<b>Cash and cash equivalents at end of the period</b>	<b>7,256,448</b>	<b>60,123,151</b>

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



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months Period Ended 31 March, 2024			Nine Months Period Ended 31 March, 2023		
	Capital Value	Undistributed income / (Accumulated loss)	Total	Capital Value	Undistributed income / (Accumulated loss)	Total
	-----Rupees-----					
Net assets at beginning of the period	502,839,352	(319,096,263)	183,743,089	648,810,198	(313,143,931)	335,666,267
Issue of 675,125 (2023: 104,036 units)						
- Capital value (at net asset value per unit at the beginning of the year)	55,772,460	-	55,772,460	8,784,723	-	8,784,723
- Element of income	12,136,470	-	12,136,470	(131,015)	-	(131,015)
Total proceeds on issuance of units	67,908,930	-	67,908,930	8,653,708	-	8,653,708
Redemption of 1,097,516 units (2023: 1,665,764 units)						
- Capital value (at net asset value per unit at the beginning of the year)	(90,666,412)	-	(90,666,412)	(140,654,847)	-	(140,654,847)
- Amount paid out of element of income	-	(20,456,540)	(20,456,540)	-	-	-
- Element of loss	(10,080,644)	-	(10,080,644)	1,426,886	-	1,426,886
Total payments on redemption of units	(100,747,056)	(20,456,540)	(121,203,596)	(139,227,961)	-	(139,227,961)
Total comprehensive income/loss for the period	-	96,207,387	96,207,387	-	(13,308,281)	(13,308,281)
<b>Net assets at end of the period</b>	<b>470,001,226</b>	<b>(243,345,416)</b>	<b>226,655,810</b>	<b>518,235,945</b>	<b>(326,452,212)</b>	<b>191,783,733</b>
<b>Undistributed loss brought forward</b>						
- Realized loss		(302,410,557)			(258,514,139)	
- Unrealized gain / (loss)		(16,685,706)			(54,629,792)	
		(319,096,263)			(313,143,931)	
<b>Accounting income available for distribution</b>						
- Relating to capital gain / (loss)		90,595,517			-	
- Excluding capital (loss) / gain		(14,844,670)			-	
		75,750,847			-	
Net income during the period		96,207,387			(13,308,281)	
Undistributed loss carried forward		(222,888,876)			(326,452,212)	
<b>Undistributed loss carried forward</b>						
- Realized loss		(257,894,156)			(308,585,312)	
- Unrealized (loss) / gain		35,005,280			(17,866,900)	
		(222,888,876)			(326,452,212)	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the period		82.61			84.44	
Net assets value per unit at end of the period		125.79			79.46	

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Islamic Fund (the Fund) was established under a Trust Deed executed between JS Investments Limited as Management Company, a Company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and the Digital Custodian Company Limited as Trustee. The Trust Deed was executed on December 16, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 18, 2002 under the Asset Management Companies Rules, 1995 replaced by the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2** During the year ended June 30, 2005, MCBFSL voluntarily retired as Trustee of the Fund and Central Depository Company of Pakistan Limited (CDC) was appointed as new Trustee under an amended Trust Deed dated May 28, 2005. Accordingly, the Trust Deed was approved by the SECP on January 27, 2005 under the Rules.
- 1.3** The Trust Deed has been revised through the Deed of Change of Trustee and the First, and Second Supplemental Trust Deeds dated May 28, 2005 and January 28, 2010, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Further, the Trust Deed has also been restated dated June 22, 2021 due to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021). Accordingly, the Restated Trust Deed was approved by the SECP on September 03, 2021 under the Rules.
- 1.4** Furthermore, the Offering Document of the Fund has been revised through the First Supplement dated October 07, 2010 with the approval of the SECP. The investment activities and administration of the Fund are managed by JS Investments Limited, the Management Company, whose registered office is situated at 19th Floor, The Centre, Abdullah Haroon Road, Saddar, Karachi.
- 1.5** All the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.
- 1.6** The Fund is an open-end mutual fund categorised as 'Shariah Compliant (Islamic) Scheme' as per Circular No. 07 of 2009 issued by SECP, and its units are listed on Pakistan Stock Exchange Limited .
- 1.7** The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP.
- 1.8** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.
- 1.9** The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The 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 as 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
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules and the NBFC Regulations differ with the requirements of IAS - 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, and the NBFC Regulations have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. This condensed interim financial statements does 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 financial statements of the Fund for the year ended June 30, 2023.

In compliance with schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2024.

## 2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

## 2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees unless otherwise indicated

## 3 MATERIAL ACCOUNTING POLICIES INFORMATION AND ESTIMATES

- 3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

## 3.2 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund

There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore are not detailed in these condensed interim financial information.

## 3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

## 3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

## 4 FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2023.

		Unaudited	Audited
		March 31, 2024	June 30, 2023
<b>5</b>	<b>BALANCES WITH BANKS</b>	----- Rupees -----	
	- In saving accounts	1,579,780	16,005,323
	- In current accounts	5,676,668	1,217,844
		<b>7,256,448</b>	<b>17,223,167</b>

**5.1** This includes balance of Rs. 0.070 million (June 30, 2023: Rs. 0.070 million) with Bank Islami Pakistan Limited (related party) that carries profit at 18.50% per annum (June 30, 2023: 19.75% per annum). Other PLS accounts of the Fund carry profit rates ranging from 18.50% to 20.50% per annum (June 30, 2023: 14.50% to 19.75% per annum).

**5.2** This includes balance of Rs. 4.018 million (June 30, 2023: Rs. 0.092 million) with JS Bank Limited (related party).

		Unaudited	Audited
		March 31, 2024	June 30, 2023
<b>6</b>	<b>INVESTMENTS</b>	----- Rupees -----	
	<b>At fair value through profit or loss</b>		
	Listed equity securities	222,861,731	161,305,915
		<b>222,861,731</b>	<b>161,305,915</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.1 Listed equity securities - 'at fair value through profit or loss'

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/right	Disposed					
------(Number of shares)-----					------(Rupees)-----		------(%)-----		
<b>Oil &amp; Gas Exploration Companies</b>									
Mari Petroleum Company Limited	10,958	4,500	-	6,967	<b>8,491</b>	14,941,070	21,541,582	9.50	0.01
Oil & Gas Development Company Limited (Note 6.1.1)	113,000	251,000	-	229,700	<b>134,300</b>	16,714,530	16,337,595	7.21	0.00
Pakistan Petroleum Limited (Note 6.1.1)	147,000	311,000	-	289,900	<b>168,100</b>	15,320,219	17,843,815	7.87	0.01
Pakistan Oilfields Limited	14,469	24,000	-	38,469	-	-	-	-	-
						<b>46,975,819</b>	<b>55,722,992</b>	<b>24.58</b>	<b>0.02</b>
<b>Oil &amp; Gas Marketing Companies</b>									
Pakistan State Oil Company Limited (Note 6.1.1)	51,500	109,975	-	57,050	<b>104,425</b>	16,091,724	18,017,490	7.95	0.02
Sui Northern Gas Pipeline Limited	165,000	388,000	-	536,500	<b>16,500</b>	1,251,563	1,031,580	0.46	0.00
						<b>17,343,287</b>	<b>19,049,070</b>	<b>8.40</b>	<b>0.02</b>
<b>Power Generation &amp; Distribution</b>									
Nishat Chunian Power Limited	-	315,000	-	-	<b>315,000</b>	7,800,460	8,256,150	3.64	0.09
Hub Power Company Limited (Note 6.1.1)	112,269	185,100	-	142,269	<b>155,100</b>	18,375,707	18,808,977	8.30	0.01
K-Electric Limited	-	4,050,000	-	2,680,000	<b>1,370,000</b>	6,596,957	6,055,400	2.67	0.01
Nishat Power Limited	-	264,000	-	-	<b>264,000</b>	6,664,623	7,788,000	3.44	0.07
						<b>39,437,748</b>	<b>40,908,527</b>	<b>18.05</b>	<b>0.26</b>
<b>Glass &amp; Ceramics</b>									
Tariq Glass Industries Limited	-	42,000	-	42,000	-	-	-	-	-
Ghani Glass Limited	-	167,000	-	167,000	-	-	-	-	-
(Face value of Rs. 5 each)						-	-	-	-
<b>Chemicals</b>									
Descon Oxychem Limited	100,000	-	-	100,000	-	-	-	-	-
Engro Polymer & Chemicals Limited	85,000	150,000	-	235,000	-	-	-	-	-
						-	-	-	-
<b>Cement</b>									
Lucky Cement Limited	8,331	23,800	-	12,050	<b>20,081</b>	11,844,969	15,361,563	6.78	0.01
D. G. Khan Cement Company Limited	80,000	418,000	-	498,000	-	-	-	-	-
Cherat Cement Company Limited	34,000	41,800	-	75,800	-	-	-	-	-
Maple Leaf Cement Factory Limited	363,500	710,000	-	867,200	<b>206,300</b>	6,455,911	7,340,154	3.24	0.02
Fauji Cement Company Limited	-	200,000	-	200,000	-	-	-	-	-
Pioneer Cement Company Limited	-	50,000	-	25,600	<b>24,400</b>	2,772,965	3,116,856	1.38	0.01
						<b>21,073,845</b>	<b>25,818,573</b>	<b>11.39</b>	<b>0.04</b>
<b>Textile Composite</b>									
Nishat Mills Limited	-	99,000	-	99,000	-	-	-	-	-
						-	-	-	-
<b>Commercial Banks</b>									
Meezan Bank Limited	113,933	53,000	-	71,500	<b>95,433</b>	10,595,461	20,386,397	8.99	0.01
Faysal Bank Limited	-	-	-	-	-	-	-	-	-
BankIslami Pakistan Limited (related party)	602,500	640,000	-	837,936	<b>404,564</b>	7,293,633	8,390,657	3.70	0.04
						<b>17,889,094</b>	<b>28,777,055</b>	<b>12.70</b>	<b>0.04</b>
<b>Pharmaceuticals</b>									
Highnoon Laboratories Limited	27,422	-	-	27,422	-	-	-	-	-
AGP Limited	85,099	-	-	85,099	-	-	-	-	-
						-	-	-	-
<b>Fertilizer</b>									
Engro Corporation Limited (Note 6.1.1)	13,000	63,800	-	22,500	<b>54,300</b>	15,355,499	19,508,904	8.61	0.01
Engro Fertilizers Limited	116,500	125,500	-	116,500	<b>125,500</b>	15,284,862	18,413,360	8.12	0.01
						<b>30,640,360</b>	<b>37,922,264</b>	<b>16.73</b>	<b>0.02</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Sector/companies	Holding (Opening)	During the period			Holding (Closing)	Carrying value	Market value	Net Assets	Investee Capital
		Acquired	Bonus/right	Disposed					
------(Number of shares)-----					------(Rupees)-----		------(%)-----		
<b>Refinery</b>									
Attock Refinery Limited	20,000	5,000	-	25,000	-	-	-	-	-
<b>Engineering</b>									
Aisha Steels Limited	-	1,870,000	-	727,000	1,143,000	7,713,397	7,715,250	3.40	0.12
Mughal Iron & Steel Industries Limited	-	70,000	-	70,000	-	-	-	-	-
						<b>7,713,397</b>	<b>7,715,250</b>	<b>3.40</b>	<b>0.12</b>
<b>Technology And Communications</b>									
Air Link Communication Limited	131,731	112,500	-	131,731	112,500	6,782,901	6,948,000	3.07	0.03
Systems Limited	35,500	53,500	-	89,000	-	-	-	-	-
Avanceon limited	69,000	65,000	-	134,000	-	-	-	-	-
Octopus Digital Limited	41,400	-	-	41,400	-	-	-	-	-
						<b>6,782,901</b>	<b>6,948,000</b>	<b>3.07</b>	<b>0.03</b>
<b>Total as at March 31, 2024</b>						<b>187,856,451</b>	<b>222,861,731</b>	<b>98.33</b>	<b>0.55</b>
<b>Cost as at March 31, 2024</b>							<b>188,907,076</b>		

Un-audited	Audited	Un-audited	Audited
March 31, 2024	June 30, 2023	March 31, 2024	June 30, 2023
-----Number of shares-----		----- Rupees-----	
-	13,000	-	3,378,570
<b>60,000</b>	-	<b>7,299,000</b>	-
<b>78,000</b>	-	<b>13,458,120</b>	-
<b>113,000</b>	-	<b>11,994,950</b>	-
-	112,269	-	7,811,677
<b>251,000</b>	125,269	<b>32,752,070</b>	11,190,247

## 6.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL)

Engro Corporation Limited  
Oil & Gas Development Company Limited  
Pakistan State Oil Company Limited  
Pakistan Petroleum Limited  
The Hub Power Company Limited



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Unaudited	Audited
		March 31, 2024	June 30, 2023
<b>6.2 Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss</b>			
----- Rupees -----			
Fair value of investments		<b>222,861,731</b>	161,305,915
Less: carrying value of investments		<b>(187,856,451)</b>	(177,991,621)
		<b>35,005,280</b>	(16,685,706)
<b>7 DIVIDEND AND PROFIT RECEIVABLE</b>			
Profit on bank balances		<b>91,433</b>	276,616
Dividend receivable		<b>2,507,778</b>	-
		<b>2,599,211</b>	276,616
<b>8 ADVANCES AND OTHER RECEIVABLES</b>			
Prepaid Listing Fees		<b>7,687</b>	-
Receivable from JS Investments Limited - Management Company	8.1	<b>584,557</b>	-
Receivable against settlement		-	11,682,920
Withholding tax		<b>2,104,153</b>	2,104,153
		<b>2,696,397</b>	13,787,073
<b>8.1</b> This represents amount of adjustment for the compliance of total expense ratio (refer note 14)			
<b>9 PAYABLE TO JS INVESTMENTS LIMITED</b>			
Remuneration of the Management Company	9.1	<b>382,648</b>	302,773
Sindh Sales Tax payable on the remuneration of the Management Company	9.2	<b>732,413</b>	722,029
Federal Excise Duty payable on remuneration of the Management Company	9.3	<b>4,636,905</b>	4,636,905
Accounting and operational charges	9.4	<b>19,137</b>	15,137
Selling and marketing expenses payable	9.5	<b>599,182</b>	499,791
Sales load payable & Others		<b>1,119</b>	-
Shariah advisor fee		<b>17,966</b>	23,946
Printing charges payable		<b>50,057</b>	121,954
		<b>6,439,427</b>	6,322,535

**9.1** As per regulation 61 of the NBFC Regulations, 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. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at 2% (June 30, 2023: 2%) of the average annual net assets and is paid in arrears on a monthly basis.

**9.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.68 million (June 30, 2023: 0.68 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.38 ( June 30, 2023: Re. 0.31) per unit.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

**9.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 12.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 4.637 million as at March 31, 2024 (June 30, 2023: 4.637 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2024 would have been higher by Rs. 2.57 (June 30, 2023: Rs.2.08) per unit.

**9.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.

**9.5** SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company.

		Unaudited	Audited
		March 31, 2024	June 30, 2023
<b>10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>	<b>Note</b>	----- Rupees -----	
Remuneration payable to the Trustee	10.1	<b>38,267</b>	30,285
Sindh sales tax payable on trustee remuneration	10.2	<b>4,975</b>	3,937
		<b>43,242</b>	34,222

**10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at March 31, 2024 is as follows:

Net assets	Tariff per annum
Up to Rs 1,000 million	0.2% per annum of the daily net assets.
Exceeding Rs 1,000 million	Rs 2 million plus 0.1% per annum of the daily net assets of the Fund exceeding Rs 1,000 million.

**10.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

## **11 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

The annual SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended March 31, 2024.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	
	Unaudited March 31, 2024	Audited June 30, 2023
<b>12 ACCRUED AND OTHER LIABILITIES</b>	----- Rupees -----	
Auditors' remuneration	436,448	423,518
Withholding tax payable	122,473	85,356
Charity payable	928,524	1,280,393
Zakat payable	32,864	105,008
Other payables	1,715,922	1,543,745
Sales load payable	102,030	97,555
Brokerage Payable	7,337	-
	<b>3,345,598</b>	<b>3,535,575</b>

## 13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 (June 30, 2023: Nil).

## 14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the quarter ended March 31, 2024 is 5.05% (March 31, 2023: 4.75%) which includes 0.55% (March 31, 2023: 0.34%) representing government levies on the Fund such as sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investmentscheme categorized as a "Equity scheme". therefore, an adjustment was made for the compliance of expense ratio limit as per prescribed rules and regulations.

## 15 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The management intends to distribute atleast 90% of the income to be earned by the Fund in cash during the year ending June 30, 2024 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11(A) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

## 16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms. Further, Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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

	Un-audited	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>16.1 Transactions during the period:</b>		
<b>JS Investments Limited - Management Company</b>		
Remuneration of the Management Company	3,414,524	3,260,667
Sales Tax on Management Company's remuneration	443,889	423,887
Purchase of units: 369,158 (2023 : 11,876 )	35,000,000	1,000,000
Sales of units: 369,158 (2023: 11,876)	44,395,964	1,022,328
Sales load for the period	83,416	17,418
Selling and Marketing Expense	1,826,881	2,311,218
Accounting and operational charges	170,737	182,481
Shariah advisory fee	108,471	163,481
Printing and Stationery Charges	76,488	76,170
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the Trustee	342,089	364,775
Sindh Sales Tax on remuneration of the trustee	44,471	47,421
Settlement charges	41,861	27,942
<b>JS Bank Limited - Parent Company of JSIL</b>		
Proceeds from sale of share of BankIslami Pakistan Limited	13,384,885	-
<b>BankIslami Pakistan Limited - Fellow subsidiary of JSBL</b>		
Return on bank balances	199	-
<b>JS Fund of Funds - Fund under JSIL Management</b>		
Purchase of units: 109,063 (2023: Nil)	10,000,000	-
Sales of units: 109,063 (2023 : Nil)	9,992,366	-
<b>JS Global Capital Limited - Fellow subsidiary of JSBL</b>		
Brokerage expense	250,754	125,002
<b>Key Management Personnel &amp; Directors</b>		
Issue of units: 9,305 (2023: Nil units)	1,097,018	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 16.2 Details of balances with related parties / connected persons as at period end

### JS Investments Limited - Management Company

	Unaudited March 31, 2024	Audited June 30, 2023
Remuneration to the Management Company	382,648	302,773
Sindh sales tax on remuneration to the Management Company	732,413	722,029
Federal Excise Duty payable on remuneration to the management company	4,636,905	4,636,905
Accounting and operational charges payable	19,137	15,137
Selling and marketing expenses payable	599,182	499,791
Sales load payable	1,119	-
Shariah advisor fee	17,966	23,946
Printing charges payable	50,057	121,954

### Central Depository Company of Pakistan Limited - Trustee

Remuneration payable to the trustee	38,267	30,285
Sindh sales tax payable on remuneration to the trustee	4,975	3,937
Settlement charges payable	808	789
Security deposit	100,000	100,000

### JS Bank Limited - Parent Company of JSIL

Balances with bank	4,017,618	917,811
--------------------	-----------	---------

### BankIslami Pakistan Limited - Fellow subsidiary of JSBL

Balances with bank	69,629	69,629
--------------------	--------	--------

### Key Management Personnel & Directors

Units held: 9,343 units (June 2023: 38 units)	1,175,163	-
---	-----------	---

### JS Global Capital Limited - Fellow subsidiary of JSIL

Brokerage expense payable	810	632
---------------------------	-----	-----

## 17 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at March 31, 2024 the Fund held the following financial instruments measured at fair value.

	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>As at March 31, 2024 (Un-audited)</b>				
At fair value through profit and loss				
Listed equity securities	222,861,731	-	-	222,861,731
	<u>222,861,731</u>	<u>-</u>	<u>-</u>	<u>222,861,731</u>

	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>As at June 30, 2023 (Audited)</b>				
At fair value through profit and loss				
Listed equity securities	161,305,915	-	-	161,305,915
	<u>161,305,915</u>	<u>-</u>	<u>-</u>	<u>161,305,915</u>

17.2 The fair values of financial instruments (other than investments) have not been disclosed, as these are short term in nature, therefore, their carrying amounts are reasonable approximation of their fair values.

## 18 GENERAL

18.1 Certain corresponding figures have been re-arranged where necessary.

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on April 24, 2023.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



**QUARTERLY REPORT**  
MARCH 31, 2024

**JS KPK PENSION FUND**



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS KPK PENSION FUND** (the Fund), has pleasure in presenting the unaudited financial statements of the Fund for the period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income & Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The fund was launched on December 14, 2023 for contributions by eligible participants, under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), with the objective of assisting and facilitating them to plan for their retirement. The fund presently has four sub-Funds that are Equity Sub-Fund, Equity Index Sub-fund, Debt Sub-Fund, and Money Market Sub-Fund.

**The Money Market Sub-fund's** annualized return was 18.73% for the nine-month period ended March 31, 2024. Net Assets were PKR 32.41 million as at March 31, 2024 and the Fund's total expense ratio (TER) of the Money Market Sub Fund is 0.14%, includes 0.02% of government levies on the Fund.

The Fund has 7 participants as at March 31, 2024.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



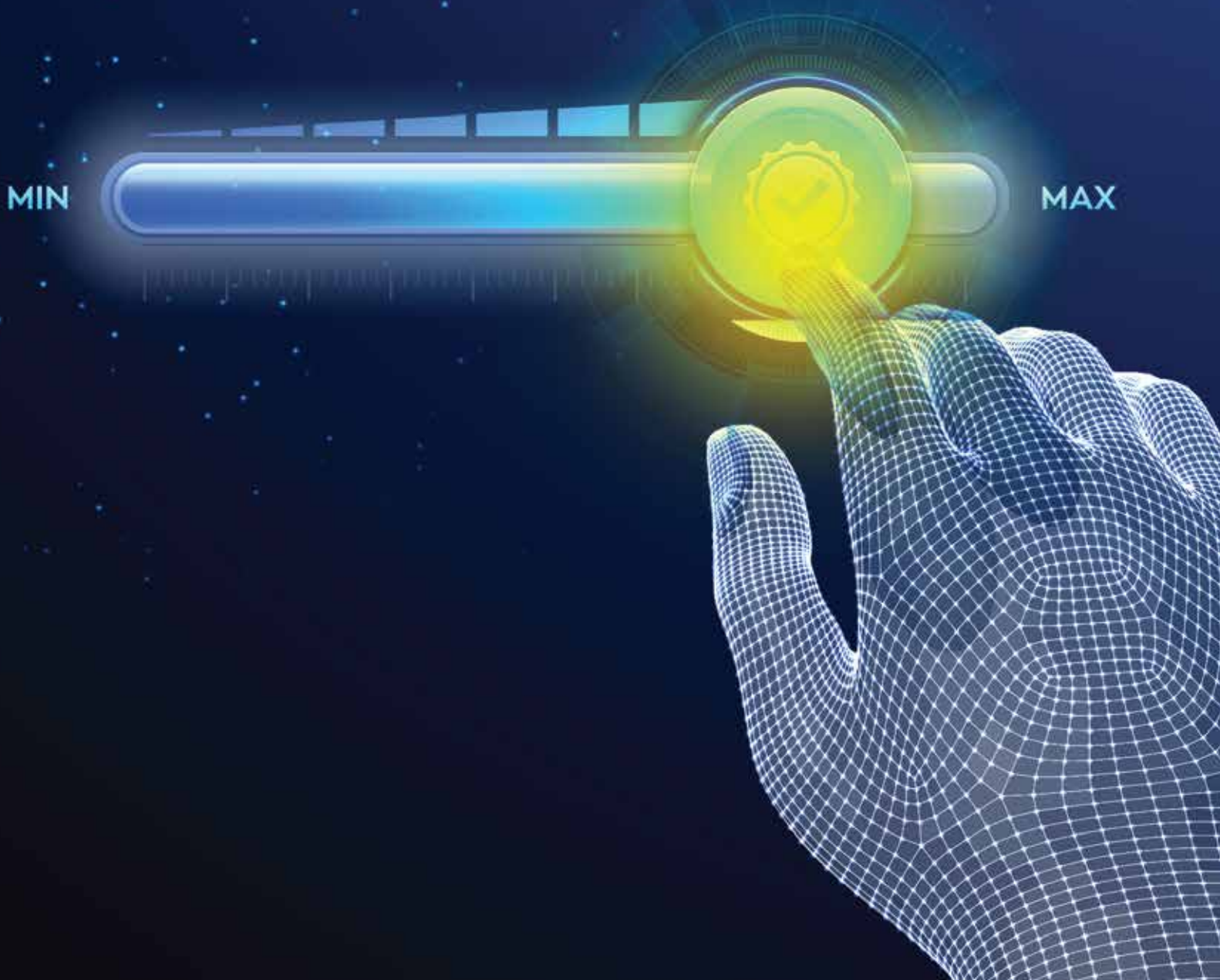
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		Un-audited					
		March 31, 2024					
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
Note		------(Rupees)-----					
<b>Assets</b>							
	Bank balances	5	-	-	-	1,952,809	1,952,809
	Profit receivables		-	-	-	247,551	247,551
	Investments	6	-	-	-	30,143,375	30,143,375
	Deferred formation cost	7	-	-	-	134,836	134,836
	Other receivable and deposits		-	-	-	100,000	100,000
	<b>Total assets</b>		-	-	-	<b>32,578,571</b>	<b>32,578,571</b>
<b>Liabilities</b>							
	Payable to JS Investment Limited Pension Fund Manager	8	-	-	-	154,836	154,836
	Payable to Central Depository Company of Pakistan Limited - Trustee	9	-	-	-	4,619	4,619
	Payable to the Securities and Exchange Commission of Pakistan	10	-	-	-	3,720	3,720
	Accrued expenses and other liabilities	11	-	-	-	1,261	1,261
	<b>Total liabilities</b>		-	-	-	<b>164,436</b>	<b>164,436</b>
	<b>Contingencies and commitments</b>	12	-	-	-	-	-
	<b>Net assets</b>		-	-	-	<b>32,414,135</b>	<b>32,414,135</b>
	<b>Participants' sub-funds</b> (as per the statement attached)		-	-	-	<b>32,414,135</b>	<b>32,414,135</b>
<b>Number of units in issue</b>							
			-	-	-	307,121	
<b>Net asset value per unit</b>							
			-	-	-	105.54	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024					
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>Note</b>	------(Rupees)-----				
<b>Income</b>					
Profit income	-	-	-	1,756,738	1,756,738
Net unrealised (Loss) on investments	-	-	-	(31,958)	(31,958)
<b>Total Income</b>	-	-	-	1,724,780	1,724,780
<b>Expenses</b>					
Remuneration of Central Depository Company of Pakistan Limited - Trustee	-	-	-	13,951	13,951
Sindh sales tax on remuneration of the Trustee	-	-	-	1,813	1,813
Annual fee of the Securities and Exchange Commission of Pakistan	-	-	-	3,720	3,720
Bank and settlement charges	-	-	-	5,085	5,085
<b>Total expenses</b>	-	-	-	24,569	24,569
<b>Net income for the period before taxation</b>	-	-	-	1,700,211	1,700,211
Taxation	-	-	-	-	-
<b>Net income for the period after taxation</b>	-	-	-	1,700,211	1,700,211

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

For the three months period ended March 31, 2024					
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
Note	------(Rupees)-----				
<b>Income</b>					
Profit income	-	-	-	1,495,542	1,495,542
Net unrealised (Loss) on investments	-	-	-	(31,958)	(31,958)
<b>Total Income</b>	-	-	-	1,463,584	1,463,584
<b>Expenses</b>					
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	-	-	11,807	11,807
Sindh sales tax on remuneration of the Trustee	9.2	-	-	1,534	1,534
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	-	-	3,148	3,148
Bank and settlement charges		-	-	2,825	2,825
<b>Total expenses</b>		-	-	19,314	19,314
<b>Net income for the period before taxation</b>		-	-	1,444,270	1,444,270
Taxation	13	-	-	-	-
<b>Net income for the period after taxation</b>		-	-	1,444,270	1,444,270

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
Net income for the period after taxation	-	-	1,700,211	1,700,211
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,700,211</b>	<b>1,700,211</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

For the three months period ended March 31, 2024				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
----- (Rupees) -----				
Net income for the period after taxation	-	-	1,444,270	1,444,270
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,444,270</b>	<b>1,444,270</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024					
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
----- (Rupees) -----					
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Net income for the period before taxation	-	-	-	1,700,211	1,700,211
<b>Adjustments for:</b>					
Net unrealise (gain) / loss on investments at fair value through profit and loss	-	-	-	31,958	31,958
<b>Operating (gain) / loss before working capital changes</b>				31,958	31,958
<b>(Increase) / Decrease in assets</b>					
Investments - net	-	-	-	(30,175,333)	(30,175,333)
Other receivable and deposits	-	-	-	(100,000)	(100,000)
Profit receivables	-	-	-	(247,551)	(247,551)
Deferred formation cost	-	-	-	(134,836)	(134,836)
				(30,657,720)	(30,657,720)
<b>(Decrease) / Increase in liabilities</b>					
Payable to JS Investment Limited Pension Fund Manager	-	-	-	154,836	154,836
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	4,619	4,619
Payable to the Securities and Exchange Commission of Pakistan	-	-	-	3,720	3,720
Accrued expenses and other liabilities	-	-	-	1,261	1,261
				164,436	164,436
<b>Net cash used in operating activities activities</b>	-	-	-	(28,761,115)	(28,761,115)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Amounts received against issuance of units	-	-	-	30,713,924	30,713,924
<b>Net cash generated from financing activities</b>	-	-	-	30,713,924	30,713,924
<b>Net increase in cash and cash equivalents during the period</b>	-	-	-	1,952,809	1,952,809
<b>Cash and cash equivalents at the end of the period</b>	-	-	-	1,952,809	1,952,809

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT PARTICIPANTS' SUB-FUNDS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024															
	Equity Sub-fund			Equity Index Sub-fund			Debt Sub-fund			Money Market Sub-fund			Total		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
------(Rupees)-----															
Issuance of units at start of the Fund															
Issuance Of units	-	-	-	-	-	-	-	-	-	30,713,924	-	30,713,924	30,713,924	-	30,713,924
Redemption of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Relocation of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	30,713,924	-	30,713,924	30,713,924	-	30,713,924
Net assets at the end of the period	-	-	-	-	-	-	-	-	-	30,713,924	1,700,211	32,414,135	30,713,924	1,700,211	32,414,135
			(Rupees)			(Rupees)			(Rupees)			(Rupees)			
Net asset value per unit at beginning of the period			-			-			-			100.00			
Net asset value per unit at the end of the period			-			-			-			105.54			

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS KPK Pension Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on September 26, 2023. It has been constituted under the Sindh Trust Act, 2020 between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee dated July 21, 2023. The Pension Fund Manager (the PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28, SB-5 Abdullah Haroon Road, Saddar, Karachi.

Currently the Fund is of four sub-Funds as under

- JS KPK Pension Fund - Equity Sub Fund (the Equity Sub Fund);
- JS KPK Pension Fund - Equity Index Sub Fund (the Equity Index Sub Fund)
- JS KPK Pension Fund - Debt Sub Fund (the Debt Sub Fund); and
- JS KPK Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

1.2 The Fund is an open-end mutual fund and offers units for public subscription on a continuous basis. The units are nontransferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high quality management standards, reflecting positively on the overall performance and outlook of our operations.

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

1.5 The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pension savings as per their desired asset allocations.

The Fund shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission.

The Pension Fund Manager shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission.

Prior to the Contribution Date the Trustee shall hold the Trust Property in respect of each Sub-Fund in cash in a separate account for each Sub-Fund with a Commercial Bank having at least the minimum rating by a credit rating agency as specified by the Commission or shall invest such cash in short term money market investments, as advised by the Pension Fund Manager. Any income from such investments shall accrue to the Sub Fund to which it pertains. After the Contribution Date all cash shall be invested by the Trustee strictly in compliance with the Investment Policy at the direction of the Pension Fund Manager, in Authorized Investments or in cash.

All the investments of the Pension Fund shall be strictly in compliance with the Prescribed Investment Policy (subject to relaxations if any, granted by the Commission from time to time). Subject to prior approval of the Commission, the Pension Fund may invest in foreign securities issued, listed or otherwise and traded outside Pakistan on such terms, guidelines and directions as may be prescribed by the Commission and the State Bank of Pakistan from time to time.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least 90% of Net Assets of an Equity Sub-Fund shall remain invested in listed Shariah Compliant equity securities. Pension fund manager may make investment maximum up to 5% of net assets of equity sub fund in units of Shariah Compliant Private equity and venture Capital funds registered under Private Funds Regulations, 2015 . The Pension Fund Manager may make investment maximum up to 10% of net assets of Equity Sub Fund in public offering and and pre initial public offering of equity securities. Investment in equity securities of any single company shall not exceed 15% of Net Assets of Equity Sub-Fund or paid-up capital of that single company.

Pension fund manager may invest up to 35% or the index weight, whichever is higher, subject to maximum of 40% of net assets of an Equity Sub-Fund in Shariah Compliant equity securities of companies belonging to a single sector as classified by Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus funds in government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks.

## Equity Index Sub Fund

The Investment Objective of the Equity Index Sub-Fund is to provide investors an opportunity to track closely the performance of the KMI – 30 index by investing in companies of the Index in proportion to their weightages. Exposure to any security shall not exceed weight of security in the index or its subset. Exposure to securities issued by entities of a single sector shall not exceed weight of sector in the index or its subset. Index Sub-fund may select an index (or a subset thereof) established by a recognized independent third party.

## Debt Sub Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified in the offering documents. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed 5 years. At least 25% Net Assets of the Debt Sub-Fund shall be invested in deposits with scheduled Commercial banks (excluding TDRs) or government securities not exceeding 90 days' maturity. Exposure to any single entity shall not exceed 15% of net assets of debt sub fund . Exposure in debt security of an entity shall not exceed 15% of net assets for debt sub fund or 10% of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed 25% of Net Assets of Debt Sub-fund. A pension fund manager shall not place funds (including TDR, PLS Saving Deposit, COD, COM, COI and money market placements) of more than 25% of net assets of debt sub-fund with all microfinance banks, non-bank finance companies and Modarabas. The Rating of any security in the portfolio, bank, and DFI with which funds are placed should not be lower than A+ and that of NBFC and Modaraba with which funds are placed should not be lower than AA.

## Money Market Sub Fund

The Money market Sub Fund shall consist of debt securities and such other assets as specified in the offering documents. The weighted average time to maturity of net assets of a Money Market Sub-Fund shall be up to 1 year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed 6 months except in case of Shariah Compliant Government Securities such as Government Ijarah Sukuks which may be up to five 5 years. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent 25% of Net Assets of a money market Sub-fund. Exposure in security of entity shall not exceed 15% of net assets for money market sub fund or 10% of size of the issue of that security. Exposure in security of entity shall not exceed 15% of net assets for money market sub fund or 10% of size of the issue of that security. The Rating of any security in the portfolio, bank and DFI with which funds are placed should not be lower than AA and that of NBFC and Modaraba with which funds are placed should not be lower than AAA.

## 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:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

- 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 VIII A of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

## **2.2 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund**

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Scheme is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the condensed interim financial statements of the Fund.

## **2.3 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)**

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

## **3 CRITICAL ACCOUNTING ESTIMATE AND JUDGEMENT**

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 result of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future period.

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to these condensed interim financial statements relate to:

- Impairment of financial assets (note 4.1.3)
- Provisions (note 4.4)

## **4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been applied consistently to all the periods presented in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 4.1 Financial assets

### 4.1.1 Initial recognition and measurement

Financial assets are recognized at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognized 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 recognized at fair value and transaction costs are recognized in the Income Statement.

### 4.1.2 Classification and subsequent measurement

#### 4.1.2.1 Debt instruments

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

- \_ at amortized cost
- \_ at fair value through other comprehensive income "(FVOCI)"; and
- \_ at fair value through profit or loss (FVPL) 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 recognized at FVPL. The Debt Sub-Fund and Money Market Sub-Fund primarily invests in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through the Debt Sub-Fund and the Money Market Sub-Fund as FVPL.

#### 4.1.2.2 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets

All equity investments are required to be measured in the 'Statement of Assets and Liabilities' at fair value, with gains and losses recognized in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income for equity securities classified under FVPL is recognized in the Income Statement

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the Income Statement.

### 4.1.3 Impairment

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

- \_ an unbiased and probability-weighted around 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.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL :

### 4.1.4 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 Pension Fund Manager in accordance with the guidelines issued by the SECP. Impairment losses recognized on debt securities can be reversed through the Income Statement.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

As allowed by the SECP, the Pension Fund Manager may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Pension Fund Manager.

## 4.1.5 Regular way contracts

All regular way purchases and sales of financial assets are recognized on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

## 4.1.6 Derecognition

Financial assets are derecognized 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 arising on derecognition of financial assets is taken to the Income Statement.

## 4.2 Financial liabilities

### 4.2.1 Classification and subsequent measurement

All financial liabilities are recognized at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognized at fair value and subsequently stated at amortized cost.

#### 4.2.1.2 Derecognition

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

## 4.3 Offsetting of financial assets and financial liabilities

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

## 4.4 Provisions

Provisions are recognized when the Scheme 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 amount of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

## 4.5 Taxation

The income of the Scheme is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Scheme 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.

## 4.6 Revenue recognition

- Profit on saving accounts with banks is recognized on a time proportion basis using the effective yield method
- Income on sukuk certificates, term finance certificates, government securities and commercial papers is recognized on a time proportionate basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profit are recorded on cash basis.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

- Dividend income is recognized when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend.
- Resailed gains / (losses) arising on sale of investments are included in Income Statement and are recognized when transaction takes place
- Unrealized gains / (losses) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which they arise.

## 4.7 Expenses

All expenses chargeable to the Fund including remuneration of the Pension Fund Manager, Trustee and annual fee of the SECP are recognized in the Income Statement on an accrual basis.

## 4.8 Issue, allocation, reallocation and redemption of units

The prescribed application form, completed in all respects including payment (on realized basis), received by the Pension Fund Manager or distributor at its / their authorized branches during business hours on any dealing day from any participant shall be immediately credited to the individual pension account of the participant after deducting the front-end fee (sale charges) or takafal contributions, if any. Such amount in the individual pension account shall be used to purchase the units of Sub-Funds of the Fund as per the allocation scheme selected by the participant, at the Net Asset Value (NAV) notified by the Pension Fund Manager at the close of that dealing day for each Sub-Fund. Any form received after business hours will be transferred to the next dealing day. The front-end fee is payable to the distributors and the Pension Fund Manager.

The Pension Fund Manager shall make reallocation of the units between the Sub-Funds as per the VPS Rules and the Offering Document at least once a year to ensure that the allocation of units of all the participants are according to the allocation schemes selected by the participants or where no selection has been made, according to the default allocation scheme. In case of withdrawal before retirement, units are redeemed at the net asset value of each of the Sub-Fund as of the close of the business day on which such request is received by the distributor before the cut off time. Redemption of units is recorded on acceptance of application for redemption.

At the date of retirement of the participant, all the units of the Sub-Funds of participant account shall be redeemed at the Net Asset Value (NAV) notified at close of the day of retirement and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager.

In case of retirement of the participant, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day on which retirement age is reached and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager.

A participant can transfer his individual pension account with the Pension Fund Manager to another Pension Fund Manger or from one pension fund to another pension fund. Units are redeemed at the net asset value of each of the sub-fund as of the close of the business day corresponding to the date of change specified by the participant in accordance with the VPS Rules

## 4.9 Net asset value (NAV) per unit

The net asset value (NAV) per unit for each Sub-Fund, as disclosed in the 'Statement of Assets and Liabilities', is calculated by dividing the net assets of the Sub-Fund by the number of units in issue of the respective sub-fund at the year end.

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
		------(Rupees)-----				
<b>5</b>	<b>BANK BALANCES</b>	<b>Note</b>				
	Balance with banks in savings accounts	5.1	-	-	-	1,952,809
						1,952,809

5.1 This carries profit rates ranging from 18.5% to 20.50% per annum.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 6 INVESTMENTS

		March 31, 2024				
		Un-audited				
	Note	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
		(Rupees)				
Government Treasury Bills	6.1	-	-	-	24,143,375	24,143,375
Sukuk certificates - unlisted	6.2	-	-	-	6,000,000	6,000,000
		-	-	-	30,143,375	30,143,375

### 6.1 Government Securities - Market Treasury Bills - 'at fair value through profit and loss'

					March 31, 2024				
As at July 01, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	Unrealised loss	Market value as a % of net assets	Market value as a % of total investments	
(Number of holding)				Rupees			%		
Market Treasury Bills - 03 months	-	250	-	250	24,175,333	24,143,375	(31,958)	74.48	80.10
<b>Total as at March 31, 2024 (un-audited)</b>					<b>24,175,333</b>	<b>24,143,375</b>	<b>(31,958)</b>	<b>74.48</b>	<b>80.10</b>

### 6.2 Short Term Sukuk Certificate - 'at fair value through profit and loss'

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund
							(Rupees)			%	
K-Electric Limited (Sukuk) STS-23 (February 14, 2024) (Face Value : Rs 1,000,000 each)	August 14, 2024	21.51%	-	3	-	3	3,000,000	3,000,000	-	9.26	9.95
Lucky Electric Power Company Limited (LEPCL 17) - (March 26, 2024) (Face Value : Rs 1,000,000 each)	September 26, 2024	21.60%	-	3	-	3	3,000,000	3,000,000	-	9.26	9.95
<b>Total as at March 31, 2024</b>							<b>6,000,000</b>	<b>6,000,000</b>	<b>-</b>	<b>18.51</b>	<b>19.90</b>

## 7 DEFERRED FORMATION COSTS

		March 31, 2024				
		Un-audited				
	Note	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
		(Rupees)				
Preliminary Expenses and formation costs		-	-	-	134,836	134,836
		-	-	-	134,836	134,836

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>Notes</b>		------(Rupees)-----				
Payable Against defferd formation cost		-	-	-	134,836	134,836
Payable Against Account opening		-	-	-	20,000	20,000
		-	-	-	154,836	154,836

- 8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee, selling and marketing fee and accounting and operational fee up to rate as decided by the Pension Fund Manager within the limits of total expense ratio of the average daily net assets of each of the Sub-Funds. During the period, no fee were charged from the Sub-Funds.

## 9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>Note</b>		------(Rupees)-----				
Trustee remuneration payable	9.1	-	-	-	4,088	4,088
Sindh Sales Tax on remuneration of the Trustee	9.2	-	-	-	531	531
		-	-	-	4,619	4,619

- 9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.15% per annum of net assets of the Fund.
- 9.2 The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

## 10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>Note</b>		------(Rupees)-----				
Annual fee payable	10.1	-	-	-	3,720	3,720

- 10.1 This represents annual fee payable to the Securities and Exchange Commission of Pakistan (the SECP) in accordance with rule 36 of the Voluntary Pension System Rules, 2005 whereby the Fund is required to pay the SECP an amount equal to one twenty fifth of 1% of the average annual net assets of each of the Sub-Funds.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>11</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>					
	<b>Note</b>	------(Rupees)-----				
	Withholding tax payable	-	-	-	1,261	1,261
		-	-	-	-	-
		-	-	-	1,261	1,261

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024.

## 13 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements

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.

## 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Money market Sub-fund is 0.14% including government levies of 0.02% on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 0.75% (excluding insurance charges and government levies) and the maximum insurance charges is 0.25% of Money Market Sub-Fund as prescribed under the pension scheme. There are no transactions and balances in the other Sub Funds of the Fund.

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>15</b>	<b>NUMBER OF UNITS IN ISSUE</b>					
		------(Rupees)-----				
	Units issued during the year	-	-	-	307,121	307,121
	<b>Total units in issue at the end of the year</b>	-	-	-	307,121	307,121

## 16 CONTRIBUTION TABLE

	Equity Sub fund		Equity Index Sub fund		Debt Sub fund		Money Market Sub fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
From:									
Individuals/ corporates	-	-	-	-	-	-	307,121	30,713,924	30,713,924

## 17 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

17.1 Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, Bank Islami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

- 17.2** Transactions with connected persons 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. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.
- 17.3** Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.
- 17.4** The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

For the period from December 15, 2023 to March 31, 2024					
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
------(Rupees)-----					
<b>Transactions during the period:</b>					
<b>JS Investments Limited - Pension Fund Manager</b>					
Amount received against seed capital	-	-	-	30,562,603	30,562,603
Units issued (Number of units)	-	-	-	305,626	305,626
<b>Central Depository Company of Pakistan Limited - Trustee</b>					
Remuneration of the Trustee	-	-	-	13,951	13,951
Sindh sales tax on remuneration of the Trustee	-	-	-	1,813	1,813
<b>March 31, 2024</b>					
<b>Un-audited</b>					
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
------(Rupees)-----					
<b>Balances outstanding as at period end:</b>					
<b>Payable to JS Investment Limited</b>					
Payable against deferred formations cost	-	-	-	134,836	134,836
Payable against bank account opening	-	-	-	20,000	20,000
Investment at period / year end	-	-	-	32,255,771	32,255,771
Units outstanding (Number of units)	-	-	-	305,626	305,626
<b>Central Depository Company of Pakistan Limited - Trustee</b>					
Trustee fee payable	-	-	-	4,088	4,088
Sindh Sales Tax on remuneration of the Trustee	-	-	-	531	531
CDC Security Deposit	-	-	-	100,000	100,000

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 18 FINANCIAL INSTRUMENTS BY CATEGORY

### Financial assets

Balances with banks  
Profit and other receivables

### Financial liabilities

Payable to JS Investment Limited  
Pension Fund Manager  
Payable to Central Depository Company of  
Pakistan Limited - Trustee  
Payable to the Securities and Exchange  
Commission of Pakistan

March 31, 2024					
Un-audited					
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
------(Rupees)-----					
-	-	-	1,952,809	1,952,809	
-	-	-	247,551	247,551	
-	-	-	2,200,360	2,200,360	
-	-	-	154,836	154,836	
-	-	-	4,619	4,619	
-	-	-	3,720	3,720	
-	-	-	163,175	163,175	

## 19 FINANCIAL INSTRUMENTS BY CATEGORY

The Fund's objective in managing risk is the creation and protection of participants' 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 Pension Fund Manager, the constitutive documents of the Fund and the regulations and 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 Pension Fund Manager 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.

### 19.1 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 the changes in market prices.

The Pension Fund Manager manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and the Regulations laid down by SECP.

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

#### 19.1.1 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 Sub-Funds does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

#### 19.1.2 Profit / interest rate risk

Profit / 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 March 31, 2024, the Fund is exposed to such risk on its balances held with banks and Sukuk certificates. 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.

### Variable rate instruments (financial assets)

Bank balances

March 31, 2024					
Un-audited					
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
------(Rupees)-----					
-	-	-	1,952,809	1,952,809	

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## Sensitivity analysis of variable rate instruments

The Fund hold balances with bank and investment in debt securities which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates at the reporting date with all other variables held constant, the net income / loss for the year and net assets of the Funds would have been higher or lower by as follow:

	March 31, 2024				
	Un-audited				
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>Change in basis points</b>	------(Rupees)-----				
Increase in 100 basis points	-	-	-	19,528	19,528
Decrease in 100 basis point	-	-	-	(19,528)	(19,528)

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan (FMAP) are expected to change over time. Accordingly, the sensitivity analysis prepared as of March 31, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

## JS KPK Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Particulars	March 31, 2024					
	Interest rate	Total	----Exposed to interest rate risk----			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	-----Rupees-----				

### On-balance sheet financial instruments

#### Financial assets

Balances with banks	18.5	1,952,809	1,952,809	-	-	-
Profit and other receivables		247,551	247,551	-	-	-
		<b>2,200,360</b>	<b>2,200,360</b>	-	-	-

#### Financial liabilities

Payable to JS Investment Limited		154,836				154,836
Pension Fund Manager						
Payable to Central Depository Company of Pakistan Limited - Trustee		4,619	-	-	-	4,619
Payable to the Securities and Exchange Commission of Pakistan		3,720	-	-	-	3,720
		<b>163,175</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>163,175</b>

### On-balance sheet gap (a)

	<b>2,037,185</b>	<b>2,200,360</b>	<b>-</b>	<b>-</b>	<b>(163,175)</b>
--	------------------	------------------	----------	----------	------------------

### Off-balance sheet financial instruments

#### Off-balance sheet gap (b)

	-	-	-	-	-
--	---	---	---	---	---

### Total interest rate sensitivity gap (a+b)

	<b>2,037,185</b>	<b>2,200,360</b>	<b>-</b>	<b>-</b>	<b>(163,175)</b>
--	------------------	------------------	----------	----------	------------------

### Cumulative interest rate sensitivity gap

		<b>2,200,360</b>	<b>-</b>	<b>-</b>	
--	--	------------------	----------	----------	--

There are no financial assets in the remaining sub funds of the Fund.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 19.1.3 Price risk

Price 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 (other than those arising from profit 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. The Sub Funds are not exposed to any price risk.

## 19.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk in Sub-Funds mainly arises from deposits with banks, credit exposure arising as a result of profit receivable on deposits with banks, deposits and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on deposit receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery as per market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the debt sub fund and money market sub fund mainly consist of government securities are government backed and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.
- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis

### 19.2.1 The Sub Funds' maximum exposure to credit risk are as follows

Balances with banks  
Profit and other receivables

March 31, 2024				
Un-audited				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
-	-	-	1,952,809	1,952,809
-	-	-	247,551	247,551
-	-	-	2,200,360	2,200,360

### 19.2.2 The analysis below summaries the available published credit ratings of the Fund's financial assets as at March 31, 2024:

#### JS KPK Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Name Of The Bank	Rating agency	Latest available published rating	Percentage
Dubai Islamic Bank	PACRA	AA	9%
Bank Alfalah Ltd	PACRA	AA+	91%

### 19.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets in mainly held with credit worthy counterparties thereby mitigating any credit risks

## 19.3 Liquidity risk

Liquidity risk is the risk that all Sub-Funds 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 the terms that are materially disadvantageous to the Fund.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

The Fund is exposed to redemptions of its redeemable units on a regular basis. 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 either in short term instruments or in investments that are traded in an active market and can be readily disposed and are considered readily realizable in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement in Sub-Funds. The maximum amount available to the Sub-Funds from the borrowing would be limited to fifteen percent of its net assets up to 90 days and would be secured by the assets of the Sub-Funds. The facility would bear borrowing cost at commercial rates. However, no borrowing was obtained by any Sub-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 summarizes the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining year at the end of the reporting year to the contractual maturity date. However liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

## JS KPK Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Particulars	March 31, 2024			
	Total	Upto three months	Over three months and upto one year	Over one year
-----Rupees-----				
<b>Financial Liabilities</b>				
Payable to JS Investment Limited	154,836	20,000	-	134,836
Payable to Central Depository Company of Pakistan Limited - Trustee	4,619	4,619	-	-
Payable to the Securities and Exchange Commission of Pakistan	3,720	3,720	-	-
	<b>163,175</b>	<b>28,339</b>	-	<b>134,836</b>

There are no financial liabilities in the remaining sub funds of the Fund.

## 20 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 at the reporting 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 fair value measurements 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).



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 21 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The participants' Fund is represented by redeemable units of the Sub-Funds. These units are entitled to payment of a proportionate share, based on the Fund's Net Asset Value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, all the Sub-Funds of the Fund endeavor to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. All the Sub-Funds of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

All units, including the core units, and fractions thereof represent an undivided share in the pertinent Sub-Funds of the fund and rank parri passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the Sub-Fund proportionate to the units held by such participant in such Sub-Fund.

## 22 GENERAL

Figures have been rounded off to the nearest rupee.

## 23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
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**QUARTERLY REPORT**

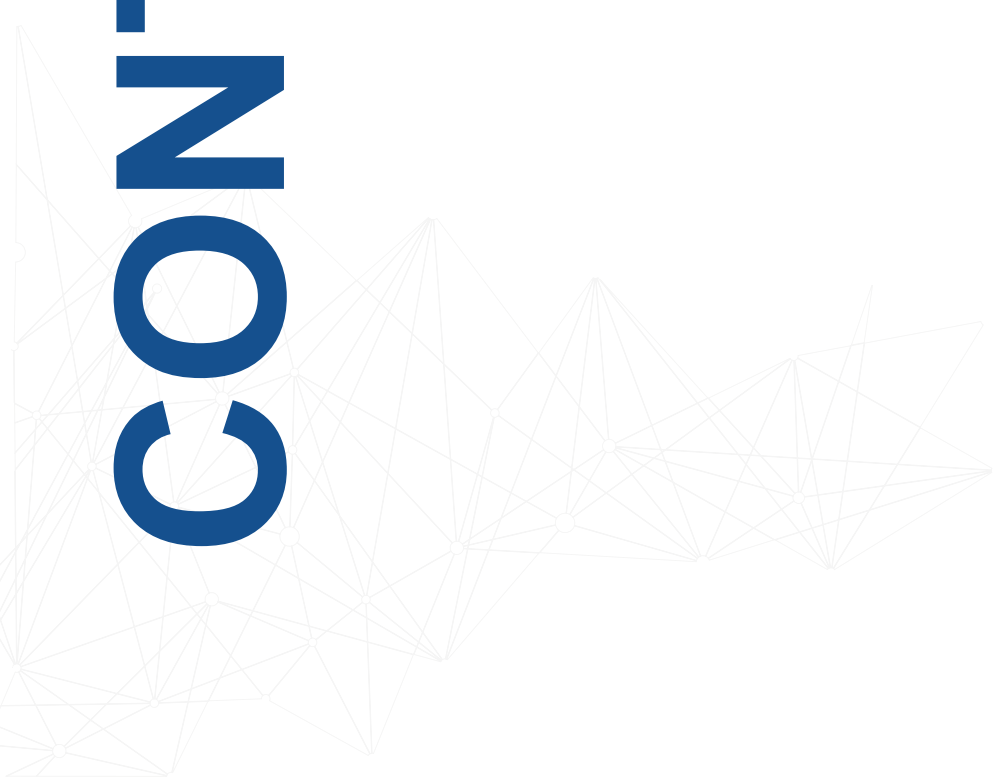
MARCH 31, 2024

**JS KPK ISLAMIC PENSION FUND**



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

## Shariah Advisors

AI – Hilal Shariah Advisors (Pvt) Limited

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS KPK ISLAMIC PENSION FUND** (the Fund), has pleasure in presenting the un-audited financial statements of the Fund for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income & Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The Fund was launched on December 14, 2023 for contributions by eligible participants, under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), with the objective of assisting and facilitating them to plan for their retirement. The fund presently has four sub-funds that are Equity Sub-Fund, Equity Index Sub-fund, Debt Sub-Fund, and Money Market Sub-Fund.

**The Money Market Sub-Fund's** annualized return was 18.39% for the nine-month ended March 31, 2024. Net Assets were PKR 34.98 million as at March 31, 2024 and the Fund's total expense ratio (TER) of the Money Market Sub Fund is 0.14%, includes 0.02% of government levies on the Fund.

The Fund has 154 participants as at March 31, 2024.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



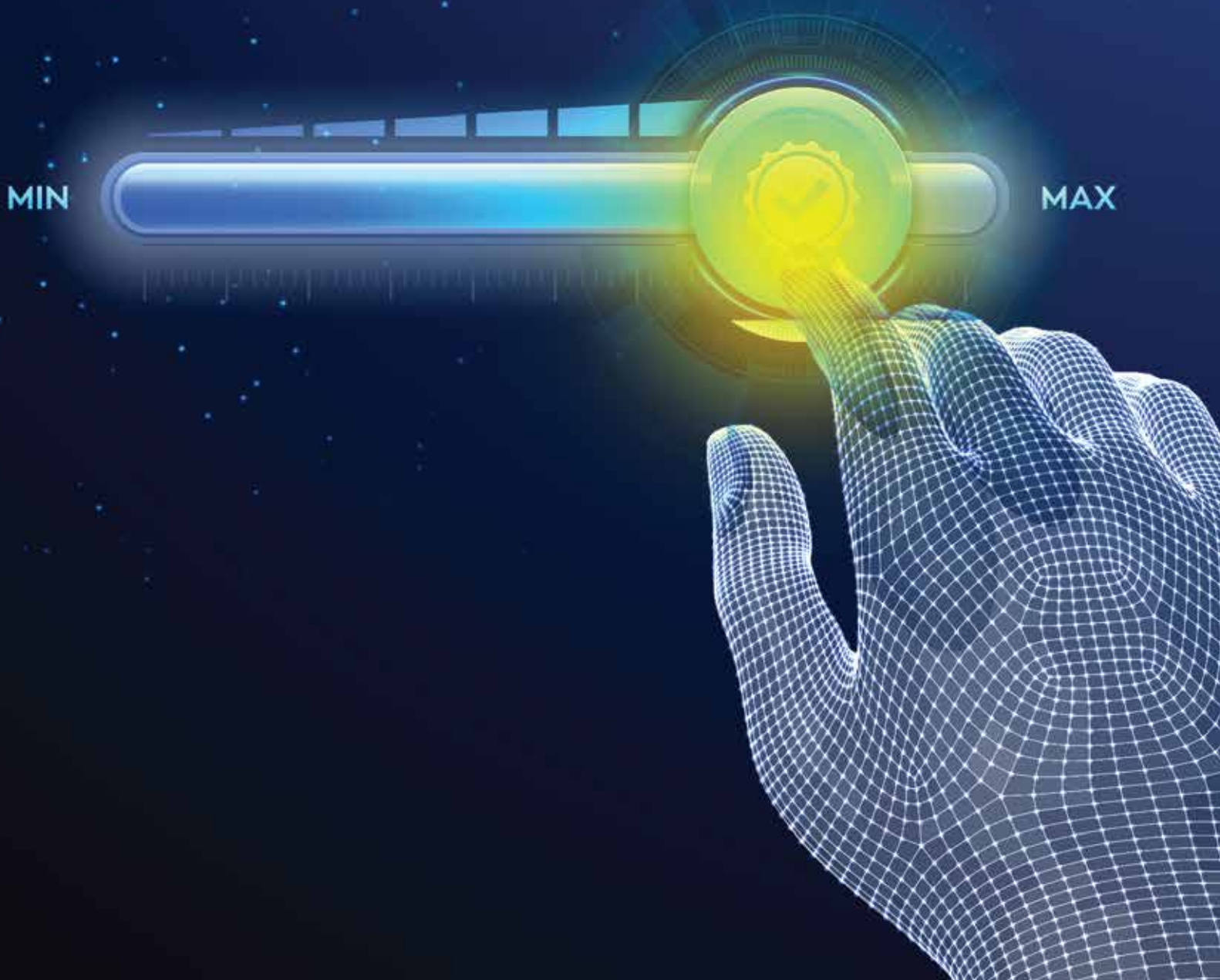
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		Un-audited					
		March 31, 2024					
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total	
Note		------(Rupees)-----					
<b>Assets</b>							
	Bank Balance	5	-	-	-	27,335,067	27,335,067
	Investments	6	-	-	-	7,000,000	7,000,000
	Profit receivables		-	-	-	569,380	569,380
	Deferred formation cost	7	-	-	-	134,836	134,836
	Deposits and other receivables		-	-	-	100,000	100,000
	<b>Total assets</b>		-	-	-	<b>35,139,283</b>	<b>35,139,283</b>
<b>Liabilities</b>							
	Payable to JS Investment Limited Pension Fund Manager	8	-	-	-	144,836	144,836
	Payable to Central Depository Company of Pakistan Limited - Trustee	9	-	-	-	4,972	4,972
	Payable to the Securities and Exchange Commission of Pakistan	10	-	-	-	3,894	3,894
	Accrued expenses and other liabilities	11	-	-	-	1,303	1,303
	<b>Total liabilities</b>		-	-	-	<b>155,005</b>	<b>155,005</b>
	<b>Contingencies and commitments</b>	12					
	<b>Net assets</b>		-	-	-	<b>34,984,278</b>	<b>34,984,278</b>
	<b>Participants' sub-funds</b> (as per the statement attached)		-	-	-	<b>34,984,278</b>	<b>34,984,278</b>
		------(Number of units)-----					
	<b>Number of units in issue</b>		-	-	-	<b>331,788</b>	
		------(Rupees)-----					
	<b>Net asset value per unit</b>		-	-	-	<b>105.44</b>	

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

		For the period from December 15, 2023 to March 31, 2024				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
Note		------(Rupees)-----				
<b>Income</b>						
Profit income		-	-	-	1,773,962	1,773,962
<b>Total Income</b>		-	-	-	1,773,962	1,773,962
<b>Expenses</b>						
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	-	-	-	14,599	14,599
Sindh sales tax on remuneration of the Trustee	9.2	-	-	-	1,898	1,898
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	-	-	-	3,894	3,894
Bank and settlement charges		-	-	-	5,085	5,085
<b>Total expenses</b>		-	-	-	25,476	25,476
<b>Net income for the period before taxation</b>		-	-	-	1,748,486	1,748,486
Taxation	13	-	-	-	-	-
<b>Net income for the period after taxation</b>		-	-	-	1,748,486	1,748,486

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

		For the three months period ended March 31, 2024				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
Note		------(Rupees)-----				
<b>Income</b>						
Profit income		-	-	-	1,507,844	1,507,844
<b>Total Income</b>		-	-	-	1,507,844	1,507,844
<b>Expenses</b>						
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	-	-	-	12,416	12,416
Sindh sales tax on remuneration of the Trustee	9.2	-	-	-	1,614	1,614
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	-	-	-	3,312	3,312
Bank and settlement charges		-	-	-	2,825	2,825
<b>Total expenses</b>		-	-	-	20,167	20,167
<b>Net income for the period before taxation</b>		-	-	-	1,487,677	1,487,677
Taxation	13	-	-	-	-	-
<b>Net income for the period after taxation</b>		-	-	-	1,487,677	1,487,677

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
Net income for the period after taxation	-	-	1,748,486	1,748,486
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,748,486</b>	<b>1,748,486</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

For the three months period ended March 31, 2024				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
Net income for the period after taxation	-	-	1,487,677	1,487,677
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,487,677</b>	<b>1,487,677</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024					
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	------(Rupees)-----				
Net income for the period before taxation	-	-	-	1,748,486	1,748,486
<b>(Increase) / Decrease in assets</b>					
Investments	-	-	-	(7,000,000)	(7,000,000)
Profit receivables	-	-	-	(569,380)	(569,380)
Deferred formation cost	-	-	-	(134,836)	(134,836)
Deposits and other receivables	-	-	-	(100,000)	(100,000)
	-	-	-	(7,804,216)	(7,804,216)
<b>(Decrease) / Increase in liabilities in liabilities</b>					
Payable to JS Investment Limited Pension Fund Manager	-	-	-	144,836	144,836
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	4,972	4,972
Payable to the Securities and Exchange Commission of Pakistan	-	-	-	3,894	3,894
Other Liabilities	-	-	-	1,303	1,303
	-	-	-	155,005	155,005
<b>Net cash used in operating activities activities</b>	-	-	-	(5,900,725)	(5,900,725)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Amounts received against issuance of units	-	-	-	33,235,792	33,235,792
<b>Net cash generated from financing activities</b>	-	-	-	33,235,792	33,235,792
<b>Net increase in cash and cash equivalents during the period</b>	-	-	-	27,335,067	27,335,067
<b>Cash and cash equivalents at the end of the period</b>	-	-	-	27,335,067	27,335,067

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT PARTICIPANTS' SUB-FUNDS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024														
Equity Sub-fund			Equity Index Sub-fund			Debt Sub-fund			Money Market Sub-fund			Total		
Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
------(Rupees)-----														
Issuance of units at start of the Fund														
Issuance Of units	-	-	-	-	-	-	-	-	33,235,792	-	33,235,792	33,235,792	-	33,235,792
Redemption of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Relocation of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	33,235,792	-	33,235,792	33,235,792	-	33,235,792
Net assets at the end of the period	-	-	-	-	-	-	-	-	33,235,792	1,748,486	34,984,278	33,235,792	1,748,486	34,984,278
		(Rupees)			(Rupees)			(Rupees)			(Rupees)			(Rupees)
Net asset value per unit at beginning of the period		-			-			-			100.00			100.00
Net asset value per unit at the end of the period		-			-			-			105.44			105.44

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS KPK Pension Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on September 26, 2023. It has been constituted under the Sindh Trust Act, 2020 between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee dated July 21, 2023. The Pension Fund Manager (the PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28, SB-5 Abdullah Haroon Road, Saddar, Karachi.

Currently the Fund is of four sub-Funds as under

- JS KPK Islamic Pension Fund - Equity Sub Fund (the Equity Sub Fund);
- JS KPK Islamic Pension Fund - Equity Index Sub Fund (the Equity Index Sub Fund)
- JS KPK Islamic Pension Fund - Debt Sub Fund (the Debt Sub Fund); and
- JS KPK Islamic Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

1.2 The Fund is an open-end mutual fund and offers units for public subscription on a continuous basis. The units are nontransferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. This rating underscores our dedication to maintaining high quality management standards, reflecting positively on the overall performance and outlook of our operations.

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

1.5 The objective of the Fund is to provide Employees with an individualized, funded (based on defined contribution) as well as flexible pension scheme which is managed by professional investment managers to assist them to plan and provide for their retirement. The design of the allocation scheme empowers the Employees to invest their pension savings as per their desired asset allocations.

The Fund shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission.

The Pension Fund Manager shall invest assets of the Pension Fund in those securities which are declared eligible by the Commission.

Prior to the Contribution Date the Trustee shall hold the Trust Property in respect of each Sub-Fund in cash in a separate account for each Sub-Fund with a Commercial Bank having at least the minimum rating by a credit rating agency as specified by the Commission or shall invest such cash in short term money market investments, as advised by the Pension Fund Manager. Any income from such investments shall accrue to the Sub Fund to which it pertains. After the Contribution Date all cash shall be invested by the Trustee strictly in compliance with the Investment Policy at the direction of the Pension Fund Manager, in Authorized Investments or in cash.

All the investments of the Pension Fund shall be strictly in compliance with the Prescribed Investment Policy (subject to relaxations if any, granted by the Commission from time to time). Subject to prior approval of the Commission, the Pension Fund may invest in foreign securities issued, listed or otherwise and traded outside Pakistan on such terms, guidelines and directions as may be prescribed by the Commission and the State Bank of Pakistan from time to time.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## Equity Sub-Fund

Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least 90% of Net Assets of an Equity Sub-Fund shall remain invested in listed Shariah Compliant equity securities. Pension fund manager may make investment maximum up to 5% of net assets of equity sub fund in units of Shariah Compliant Private equity and venture Capital funds registered under Private Funds Regulations, 2015 . The Pension Fund Manager may make investment maximum up to 10% of net assets of Equity Sub Fund in public offering and and pre initial public offering of equity securities. Investment in equity securities of any single company shall not exceed fifteen percent (15%) of Net Assets of Equity Sub-Fund or paid-up capital of that single company.

Pension fund manager may invest up to 35% or the index weight, whichever is higher, subject to maximum of 40% of net assets of an Equity Sub-Fund in Shariah Compliant equity securities of companies belonging to a single sector as classified by Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus funds in government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks.

There were no transaction and balances in the Equity Sub-fund for the period ended March 31, 2024

## Equity Index Sub Fund

The Investment Objective of the Equity Index Sub-Fund is to provide investors an opportunity to track closely the performance of the KMI – 30 index by investing in companies of the Index in proportion to their weightages. Exposure to any security shall not exceed weight of security in the index or its subset. Exposure to securities issued by entities of a single sector shall not exceed weight of sector in the index or its subset. Index Sub-fund may select an index (or a subset thereof) established by a recognized independent third party.

There were no transaction and balances in the Equity index Sub-fund for the period ended March 31, 2024.

## Debt Sub Fund

The Debt Sub-Fund shall consist of debt securities and such other assets as specified in the offering documents. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed 5 years. At least 25% Net Assets of the Debt Sub-Fund shall be invested in deposits with scheduled Commercial banks (excluding TDRs) or government securities not exceeding 90 days' maturity. Exposure to any single entity shall not exceed 15% of net assets of debt sub fund . Exposure in debt security of an entity shall not exceed 15% of net assets for debt sub fund or 10% of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed 25% of Net Assets of Debt Sub-fund. A pension fund manager shall not place funds (including TDR, PLS Saving Deposit, COD, COM, COI and money market placements) of more than 25% of net assets of debt sub-fund with all microfinance banks, non-bank finance companies and Modarabas. The Rating of any security in the portfolio, bank, and DFI with which funds are placed should not be lower than A+ and that of NBFC and Modaraba with which funds are placed should not be lower than AA.

There were no transaction and balances in the debt Sub-fund for the period ended March 31, 2024.

## Money Market Sub Fund

The Money market Sub Fund shall consist of debt securities and such other assets as specified in the offering documents. The weighted average time to maturity of net assets of a Money Market Sub-Fund shall be up to 1 year. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed 6 months except in case of Shariah Compliant Government Securities such as Government Ijarah Sukuks which may be up to five 5 years. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent 25% of Net Assets of a money market Sub-fund. Exposure in security of entity shall not exceed 15% of net assets for money market sub fund or 10% of size of the issue of that security. Exposure in security of entity shall not exceed 15% of net assets for money market sub fund or 10% of size of the issue of that security. The Rating of any security in the portfolio, bank and DFI with which funds are placed should not be lower than AA and that of NBFC and Modaraba with which funds are placed should not be lower than AAA.

## 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

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

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
- Voluntary Pension Rules, 2005 (the VPS Rules) 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 VPS Rules and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

## 2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except investment property which is stated at fair value. The figures have been rounded off to the nearest rupees.

### Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in the Scheme operates. These condensed interim financial statements are presented in Pakistani Rupees which is the Scheme's functional and presentation currency.

## 2.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Scheme is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the condensed interim financial statements of the Fund.

## 2.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

## 3 CRITICAL ACCOUNTING ESTIMATE AND JUDGEMENT

The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements 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 result of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future period.

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to these condensed interim financial statements relate to:

- Impairment of financial assets (note 4.1.3)
- Provisions (note 4.4)

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed interim financial statements are set out below. These policies have been applied consistently to all the periods presented in these condensed interim financial statements.

### 4.1 Financial assets

#### 4.1.1 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.

#### 4.1.2 Classification and subsequent measurement

##### 4.1.2.1 Debt instruments

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

- \_ at amortised cost
- \_ at fair value through other comprehensive income "(FVOCI)"; and
- \_ at fair value through profit or loss (FVPL) 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 FVPL. The Debt Sub-Fund and Money Market Sub-Fund primarily invests in debt securities and their performance is measured on a fair value basis. Hence, the management has classified the debt securities invested through the Debt Sub-Fund and the Money Market Sub-Fund as FVPL.

##### 4.1.2.2 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets

All equity investments are required to be measured in the 'Statement of Assets and Liabilities' at fair value, with gains and losses recognised in the Income Statement, except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income for equity securities classified under FVPL is recognised in the Income Statement

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the Income Statement.

### 4.1.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets (other than debt instruments) carried at amortised cost and FVOCI. The Fund recognises a loss allowance 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.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVPL :

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 4.1.4 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 Pension Fund Manager in accordance with the guidelines issued by the SECP. Impairment losses recognised on debt securities can be reversed through the Income Statement.

As allowed by the SECP, the Pension Fund Manager may make provision against debt securities over and above the minimum provision requirement prescribed by the SECP, considering the specific credit and financial condition of the debt security issuer and in accordance with the provisioning policy duly approved by the Board of Directors of the Pension Fund Manager.

## 4.1.5 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. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

## 4.1.6 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 arising on derecognition of financial assets is taken to the Income Statement.

## 4.2 Financial liabilities

### 4.2.1 Classification and subsequent measurement

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

#### 4.2.1.2 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 Income Statement.

## 4.3 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount 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

## 4.4 Provisions

Provisions are recognised when the Scheme 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 amount of the obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

## 4.5 Taxation

The income of the Scheme is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

The Scheme 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.

## 4.6 Revenue recognition

- Profit on saving accounts with banks is recognised on a time proportion basis using the effective yield method
- Income on sukuk certificates, term finance certificates, government securities and commercial papers is recognised on a time proportionate basis using the effective yield method, except for the securities which are classified as Non-Performing Asset under Circular No. 33 of 2012 issued by the SECP for which the profit are recorded on cash basis.



# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend.
- Realised gains / (losses) arising on sale of investments are included in Income Statement and are recognised when transaction takes place
- Unrealised gains / (losses) arising on re-measurement of investments classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the year in which they arise.

## 4.7 Expenses

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

## 4.8 Issue, allocation, reallocation and redemption of units

The prescribed application form, completed in all respects including payment (on realised basis), received by the Pension Fund Manager or distributor at its / their authorised branches during business hours on any dealing day from any participant shall be immediately credited to the individual pension account of the participant after deducting the front-end fee (sale charges) or takaful contributions, if any. Such amount in the individual pension account shall be used to purchase the units of Sub-Funds of the Fund as per the allocation scheme selected by the participant, at the Net Asset Value (NAV) notified by the Pension Fund Manager at the close of that dealing day for each Sub-Fund. Any form received after business hours will be transferred to the next dealing day. The front-end fee is payable to the distributors and the Pension Fund Manager.

The Pension Fund Manager shall make reallocation of the units between the Sub-Funds as per the VPS Rules and the Offering Document at least once a year to ensure that the allocation of units of all the participants are according to the allocation schemes selected by the participants or where no selection has been made, according to the default allocation scheme. In case of withdrawal before retirement, units are redeemed at the net asset value of each of the Sub-Fund as of the close of the business day on which such request is received by the distributor before the cut off time. Redemption of units is recorded on acceptance of application for redemption.

At the date of retirement of the participant, all the units of the Sub-Funds of participant account shall be redeemed at the Net Asset Value (NAV) notified at close of the day of retirement and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager.

In case of retirement of the participant, units are redeemed at the net asset value of each of the sub-fund as of the close of the business day on which retirement age is reached and the amount due shall be credited to participant individual pension account in the lower volatility scheme where no option is selected by the participant offered by the Pension Fund Manager.

A participant can transfer his individual pension account with the Pension Fund Manager to another Pension Fund Manger or from one pension fund to another pension fund. Units are redeemed at the net asset value of each of the sub-fund as of the close of the business day corresponding to the date of change specified by the participant in accordance with the VPS Rules

## 4.9 Net asset value (NAV) per unit

The net asset value (NAV) per unit for each Sub-Fund, as disclosed in the 'Statement of Assets and Liabilities', is calculated by dividing the net assets of the Sub-Fund by the number of units in issue of the respective sub-fund at the year end.

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
	<b>Note</b>	------(Rupees)-----				
<b>5</b>	<b>BANK BALANCE</b>					
	Balance with banks in savings accounts	5.1	-	-	-	27,335,067
						27,335,067

5.1 This carries profit rates ranging from 18.5% to 20.50% per annum.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 6 INVESTMENTS

		March 31, 2024				
		Un-audited				
	Note	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----						
Sukuk certificates - unlisted	6.1	-	-	-	7,000,000	7,000,000
		-	-	-	7,000,000	7,000,000

### 6.1 Short Term Sukuk Certificate - 'at fair value through profit and loss'

Particulars	Maturity date	Yield per annum	As at July 1, 2023	Purchased during the period	Matured during the period	As at March 31, 2024	Balance as at March 31, 2024			Market value as a percentage of	
							Carrying value	Market value	Unrealised (diminution) / appreciation	Net Assets of the sub-fund	Total investments of the sub-fund
							------(Rupees)-----			-----%	
K-Electric Limited (Sukuk) STS-23 (February 14, 2024) (Face Value : Rs 1,000,000 each)	August 14, 2024	21.51%	-	4	-	4	4,000,000	4,000,000	-	11.43	57.14
K-Electric Limited (Sukuk) STS-24 (March 28, 2024) (Face Value : Rs 1,000,000 each)	September 28, 2024	21.66%	-	1	-	1	1,000,000	1,000,000	-	2.86	14.29
Lucky Electric Power Company Limited (LEPCL 17) - (March 26, 2024) (Face Value : Rs 1,000,000 each)	September 26, 2024	21.60%	-	2	-	2	2,000,000	2,000,000	-	5.72	28.57
<b>Total as at March 31, 2024</b>							<b>7,000,000</b>	<b>7,000,000</b>	<b>-</b>	<b>20.01</b>	<b>100.00</b>

		March 31, 2024				
		Un-audited				
	Note	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----						
Preliminary Expenses and formation costs		-	-	-	134,836	134,836
Less: amortization during the period		-	-	-	-	-
		-	-	-	134,836	134,836

## 7 DEFERRED FORMATION COST

## 8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

		March 31, 2024				
		Un-audited				
	Note	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----						
Payable Against defferd formation cost		-	-	-	134,836	134,836
Payable Against Account opening		-	-	-	10,000	10,000
		-	-	-	144,836	144,836

8.1 As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee, selling and marketing fee and accounting and operational fee up to rate as decided by the Pension Fund Manager within the limits of total expense ratio of the average daily net assets of each of the Sub-Funds. During the period, no fee were charged from the Sub-Funds.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>9</b>	<b>PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>					
	<b>Note</b>	------(Rupees)-----				
	Trustee fee payable	-	-	-	4,400	4,400
	Sindh Sales Tax on remuneration of the Trustee	-	-	-	572	572
		-	-	-	4,972	4,972

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.15% per annum of net assets of the Fund.

9.2 The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>10</b>	<b>PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>					
		------(Rupees)-----				
	Annual fee payable	-	-	-	3,894	3,894

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% per annum of average annual net assets of the Fund.

		March 31, 2024				
		Un-audited				
		Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
<b>11</b>	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>					
		------(Rupees)-----				
	Withholding tax payable	-	-	-	1,303	1,303
		-	-	-	1,303	1,303

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024.

## 13 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in these financial statements

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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Money market Sub-fund is 0.14% including government levies of 0.02% on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 0.75% (excluding insurance charges and government levies) and the maximum insurance charges is 0.25% of Money Market Sub-Fund as prescribed under the pension scheme. There are no transactions and balances in the other Sub Funds of the Fund.

March 31, 2024				
Un-audited				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
Units issued during the year	-	-	331,788	331,788
<b>Total units in issue at the end of the year</b>	-	-	<b>331,788</b>	<b>331,788</b>

## 15 NUMBER OF UNITS IN ISSUE

Units issued during the year

**Total units in issue at the end of the year**

## 16 CONTRIBUTION TABLE

	Equity Sub fund		Equity Index Sub fund		Debt Sub fund		Money Market Sub fund		Total
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Rupees
From:									
Individuals/ corporates	-	-	-	-	-	-	331,788	33,235,792	33,235,792

## 17 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

**17.1** Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

**17.2** Transactions with connected persons 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. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

**17.3** Remunerations to the Pension Fund Manager and the Trustee of the Fund are determined in accordance with the provisions of the VPS Rules and the Trust Deed respectively.

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

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

For the period from December 15, 2023 to March 31, 2024				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
<b>Transactions during the period:</b>				
<b>JS Investments Limited - Pension Fund Manager</b>				
Amount received against seed capital	-	-	30,562,603	30,562,603
Units issued (Number of units)	-	-	305,626	305,626
<b>Central Depository Company of Pakistan Limited -Trustee</b>				
Remuneration of the Trustee	-	-	14,599	14,599
Sindh sales tax on remuneration of the Trustee	-	-	1,898	1,898

March 31, 2024				
Un-audited				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
<b>Balances outstanding as at period end:</b>				
<b>JS Investments Limited - Pension fund manager</b>				
Payable against deffered formations cost	-	-	134,836	134,836
Payable against bank account opening	-	-	10,000	10,000
Investment at period / year end	-	-	32,225,209	32,225,209
Units outstanding (Number of units)	-	-	305,626	305,626
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Trustee fee payable	-	-	4,400	4,400
Sindh Sales Tax on remuneration of the Trustee	-	-	572	572

## 18 FINANCIAL INSTRUMENTS BY CATEGORY

### Financial assets

Balances with banks	-	-	27,335,067	27,335,067
Profit receivables	-	-	569,380	569,380
	-	-	27,904,447	27,904,447

### Financial liabilities

Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	4,972	4,972
Payable to the Securities and Exchange Commission of Pakistan	-	-	3,894	3,894
	-	-	8,866	8,866

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

## 19 FINANCIAL INSTRUMENTS BY CATEGORY

The Fund's objective in managing risk is the creation and protection of participants' 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 Pension Fund Manager, the constitutive documents of the Fund and the regulations and 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 Pension Fund Manager 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.

### 19.1 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 the changes in market prices.

The Pension Fund Manager manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and the Regulations laid down by SECP.

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

#### 19.1.1 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 Sub-Funds does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

#### 19.1.2 Profit / interest rate risk

Profit / 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 March 31, 2024, the Fund is exposed to such risk on its balances held with banks and Sukuk certificates. 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.

	March 31, 2024				
	Un-audited				
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
	------(Rupees)-----				
<b>Variable rate instruments (financial assets)</b>					
Bank Balance	-	-	-	27,335,067	27,335,067

#### Sensitivity analysis of variable rate instruments

The Fund hold balances with bank and investment in debt securities which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase / decrease in applicable rates at the reporting date with all other variables held constant, the net income / loss for the year and net assets of the Funds would have been higher or lower by as follow:

	March 31, 2024				
	Un-audited				
	Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
	------(Rupees)-----				
<b>Change in basis points</b>					
Increase in 100 basis points	-	-	-	273,351	273,351
Decrease in 100 basis point	-	-	-	(273,351)	(273,351)

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

The composition of the Fund's investment portfolio, KIBOR rates and the rates announced by the Financial Markets Association of Pakistan (FMAP) are expected to change over time. Accordingly, the sensitivity analysis prepared as of March 31, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

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

## JS KPK Islamic Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Particulars	March 31, 2024					
	Interest rate	Total	----Exposed to interest rate risk----			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	-----Rupees-----				
<b>On-balance sheet financial instruments</b>						
<b>Financial assets</b>						
Balances with banks	18.5	27,335,067	27,335,067	-	-	-
Profit receivables		569,380	569,380	-	-	-
		<b>27,904,447</b>	<b>27,904,447</b>	-	-	-
<b>Financial liabilities</b>						
Payable to JS Investment Limited Pension Fund Manager		144,836	-	-	-	144,836
Payable to Central Depository Company of Pakistan Limited - Trustee		4,972	-	-	-	4,972
Payable to the Securities and Exchange Commission of Pakistan		3,894	-	-	-	3,894
		<b>153,702</b>	-	-	-	<b>153,702</b>
<b>On-balance sheet gap (a)</b>		<b>27,750,745</b>	<b>27,904,447</b>	-	-	<b>(153,702)</b>
<b>Off-balance sheet financial instruments</b>		-	-	-	-	-
<b>Off-balance sheet gap (b)</b>		-	-	-	-	-
<b>Total interest rate sensitivity gap (a+b)</b>		<b>27,750,745</b>	<b>27,904,447</b>	-	-	<b>(153,702)</b>
<b>Cumulative interest rate sensitivity gap</b>			<b>27,904,447</b>	-	-	

There are no financial assets in the remaining sub funds of the Fund.

### 19.1.3 Price risk

Price 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 (other than those arising from profit 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. The Sub Funds are not exposed to any price risk.

### 19.2 Credit risk

Credit risk represents the risk of a loss if the counter parties fail to perform as contracted. Credit risk in Sub-Funds mainly arises from deposits with banks, credit exposure arising as a result of profit receivable on deposits with banks, deposits and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on deposit receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery as per market clearing system. The risk of default is considered minimal due to inherent systematic measures taken therein. Debt securities held by the debt sub fund and money market sub fund mainly consist of government securities are government backed and therefore not exposed to credit risk. The remaining debts securities are with reputable counter parties and therefore credit risk is minimal.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.
- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis

March 31, 2024				
Un-audited				
Equity Sub-fund	Equity Index Sub-fund	Debt Sub-fund	Money Market Sub-fund	Total
------(Rupees)-----				
Balances with banks	-	-	27,335,067	27,335,067
Profit and other receivables	-	-	569,380	569,380
	-	-	27,904,447	27,904,447

19.2.1 The Sub Funds' maximum exposure to credit risk are as follows

19.2.2 The analysis below summaries the available published credit ratings of the Fund's financial assets as at March 31, 2024:

## JS KPK Islamic Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Name Of The Bank	Rating agency	Latest available published rating	Percentage
Dubai Islamic Bank	PACRA	AA	100%

### 19.2.3 Concentration of credit risk

Concentration of credit risk exists when changes in economic or industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is mainly held with credit worthy counterparties thereby mitigating any credit risks

### 19.3 Liquidity risk

Liquidity risk is the risk that all Sub-Funds 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 the terms that are materially disadvantageous to the Fund.

The Fund is exposed to redemptions of its redeemable units on a regular basis. 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 either in short term instruments or in investments that are traded in an active market and can be readily disposed and are considered readily realisable in order to maintain liquidity.

The Fund can borrow in the short term to ensure settlement in Sub-Funds. The maximum amount available to the Sub-Funds from the borrowing would be limited to fifteen percent of its net assets upto 90 days and would be secured by the assets of the Sub-Funds. The facility would bear borrowing cost at commercial rates. However, no borrowing was obtained by any Sub-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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

The table below summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining year at the end of the reporting year to the contractual maturity date. However liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

## JS KPK Islamic Pension Fund - Money Market Sub Fund (the Money Market Sub Fund).

Particulars	March 31, 2024			
	Total	Upto three months	Over three months and upto one year	Over one year
	-----Rupees-----			
<b>Financial Liabilities</b>				
Payable to JS investment Limited	144,836	10,000		134,836
Payable to Central Depository Company of Pakistan Limited - Trustee	4,972	4,972	-	-
Payable to the Securities and Exchange Commission of Pakistan	3,894	3,894	-	-
	<b>153,702</b>	<b>18,866</b>	<b>-</b>	<b>134,836</b>

There are no financial liabilities in the remaining sub funds of the Fund.

## 20 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 at the reporting 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 fair value measurements 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).

The Fund has not disclosed the fair value of the financial assets and liabilities as their fair values are approximately equal to their carrying value.

## 21 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The participants' Fund is represented by redeemable units of the Sub-Funds. These units are entitled to payment of a proportionate share, based on the Fund's Net Asset Value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund

The Fund's objectives when managing funds received are to safeguard its ability to continue as a going concern so that it can continue to provide returns for participants and to maintain a strong base of asset under management.

In accordance with the risk management policies, all the Sub-Funds of the Fund endeavour to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. All the Sub-Funds of the Fund have invested with a long term objective, the possibility of a significant redemption pressure is limited, such liquidity being augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments where necessary.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM DECEMBER 15, 2023 TO MARCH 31, 2024

All units, including the core units, and fractions thereof represent an undivided share in the pertinent Sub-Funds of the fund and rank parri passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the Sub-Fund proportionate to the units held by such participant in such Sub-Fund.

## 22 GENERAL

Figures have been rounded off to the nearest rupee.

## 23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 24, 2024.



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Chief Financial Officer



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Chief Executive Officer



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Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
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### Islamabad

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http://www.linkedin.com/company/js-investment-limited



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website access



QUARTERLY REPORT  
MARCH 31, 2024

JS LARGE CAP. FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure of presenting the unaudited Financial Statements of **JS Large Cap. Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

## Review of Fund Performance

The Fund's return was 60.61% for the nine-month period ended on March 31, 2024, against the benchmark return of 66.03%. Net Assets moved from PKR 273.06 million (June 30, 2023) to PKR 656.51 million as of March 31, 2024. The Fund's total expense ratio (TER) is 4.68%, including 0.48% of government levies on the Fund.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

## Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management.



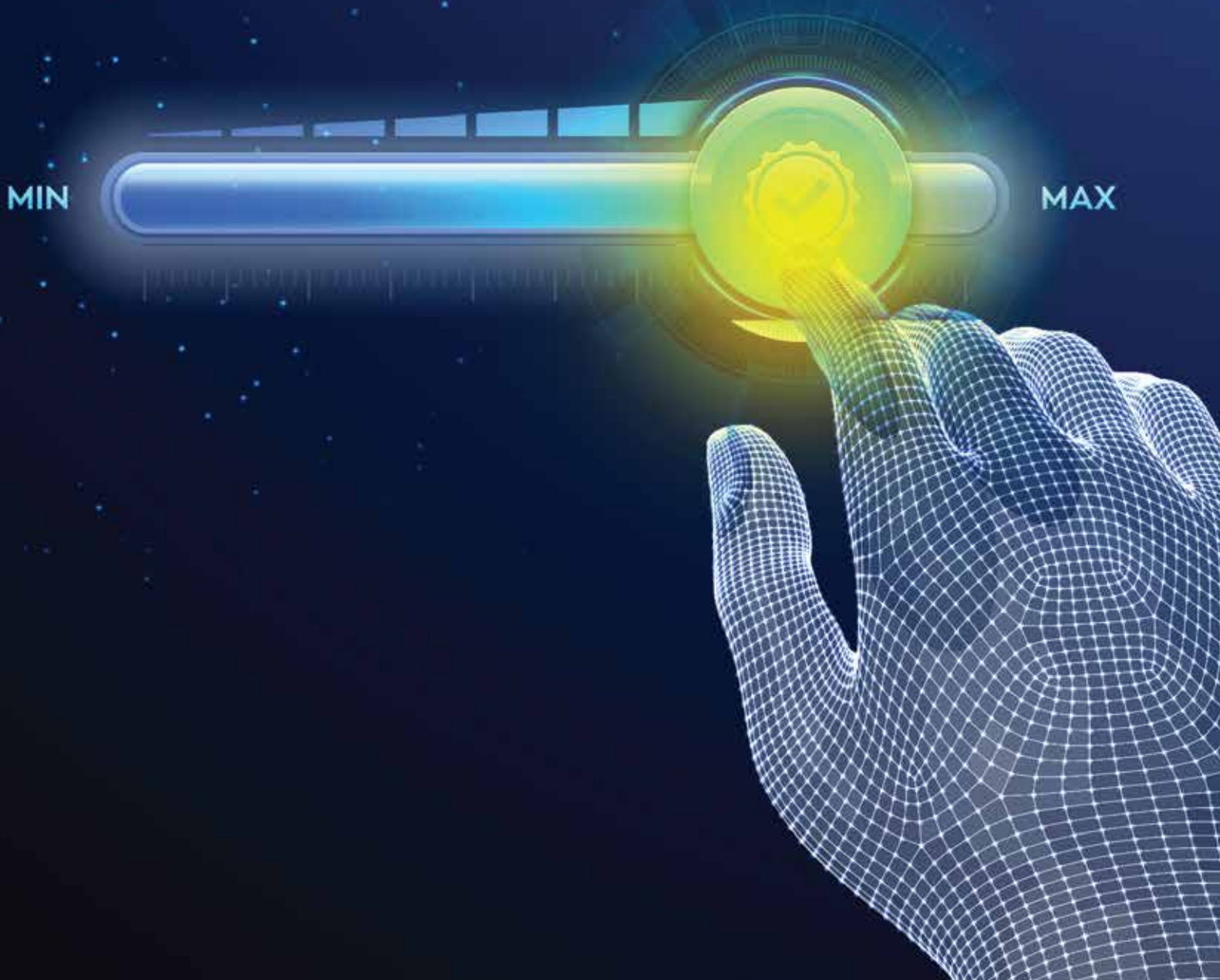
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	5	74,649,344	38,925,302
Investments	6	599,526,480	251,032,545
Accrued return on bank balances	9	2,896,612	1,276,235
Dividend receivable		2,455,444	-
Deposits, prepayments and other receivables	8	2,213,400	6,616,816
<b>Total assets</b>		<b>681,741,280</b>	<b>297,850,898</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	9	12,469,638	12,445,480
Payable to Central Depository Company of Pakistan Ltd. - Trustee	10	117,336	50,303
Payable to Securities and Exchange Commission of Pakistan	11	49,323	59,702
Accrued expenses and other liabilities	12	1,113,996	753,796
Dividend payable		11,484,325	11,484,325
<b>Total liabilities</b>		<b>25,234,618</b>	<b>24,793,606</b>
<b>Contingencies and commitments</b>	13		
<b>Net assets</b>		<b>656,506,662</b>	<b>273,057,292</b>
<b>Unit holders' funds</b>		<b>656,506,662</b>	<b>273,057,292</b>
		----- Number of units -----	
<b>Number of units in issue</b>		<b>3,710,304</b>	<b>2,478,578</b>
		----- Rupees -----	
<b>Net asset value per unit</b>		<b>176.94</b>	<b>110.17</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended		
	March 31,		31 March		
	2024	2023	2024	2023	
-----Rupees-----					
<b>Income</b>					
Net gain /(loss) on sale of investments	76,156,021	(8,279,408)	22,554,753	(3,983,881)	
Net unrealised gain / (loss) on re-measurement of investment classified as 'financial assets at fair value through profit and loss'	6.5	56,139,605	(23,848,131)	902,196	(3,157,717)
Dividend income		22,799,522	20,337,812	12,376,254	6,808,920
Return on bank balances		6,249,077	9,402,490	2,112,112	4,427,506
Other Income		12,006,187	2,723,755	3,678,441	804,526
<b>Total income / (loss)</b>		<b>173,350,412</b>	<b>336,518</b>	<b>41,623,756</b>	<b>4,899,354</b>
<b>Expenses</b>					
Remuneration of the Management Company	9.1	4,536,363	4,399,527	1,295,937	989,388
Sales Tax on the Management Company's remuneration	9.2	589,728	571,937	168,472	128,620
Selling and Marketing Expenses	9.5	2,937,170	2,979,757	1,203,542	1,289,148
Accounting and Operational Charges	9.4	274,501	230,291	112,480	72,294
Remuneration of the trustee	10.1	549,562	460,576	225,133	144,563
Sindh Sales Tax on the Trustee fee	10.2	71,443	59,874	29,268	18,792
Fee to Securities and Exchange Commission of Pakistan (SECP)	11	260,778	46,236	106,859	14,606
Listing Fee and Settlement Charges		272,335	47,106	25,591	17,402
SECP Supervisory Fee on Listing Fee		1,878	1,877	621	617
Securities transactions cost		2,664,708	1,266,241	875,729	628,469
Auditors' remuneration		573,467	576,535	125,639	119,415
Bank Charges		286	1,679	81	1,475
Legal and professional charges		-	262,739	-	86,301
Printing & stationery		76,243	76,169	25,228	37,604
<b>Total expenses</b>		<b>12,808,462</b>	<b>10,980,544</b>	<b>4,194,580</b>	<b>3,548,694</b>
<b>Net income / (loss) for the period before taxation</b>		<b>160,541,950</b>	<b>(10,644,026)</b>	<b>37,429,176</b>	<b>1,350,660</b>
<b>Taxation</b>	14	-	-	-	-
<b>Net income / (loss) for the period after taxation</b>		<b>160,541,950</b>	<b>(10,644,026)</b>	<b>37,429,176</b>	<b>1,350,660</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		160,541,950	-		
Income already paid on units redeemed		(6,320,261)	-		
		154,221,689	-		
<b>Accounting Income available for distribution:</b>					
Relating to Capital gain		132,295,626	-		
Excluding Capital gain		21,926,063	-		
		154,221,689	-		

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
Net income / (loss) for the period after taxation	160,541,950	(10,644,026)	37,429,176	1,350,660
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	160,541,950	(10,644,026)	37,429,176	1,350,660

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income / (loss) for the period after taxation	160,541,950	(10,644,026)
<b>Adjustments for:</b>		
Net (gain) / loss on sale of investments	(76,156,021)	8,279,408
Net unrealised (gain) / loss on re-measurement of investment classified as ' financial assets at fair value through profit or loss'	(56,139,605)	23,848,131
Dividend income	(22,799,522)	(20,337,812)
Return on bank balances	(6,249,077)	(9,402,490)
	(802,275)	(8,256,789)
<b>Decrease/(increase) in current assets</b>		
Deposit, prepayments and other receivables	4,403,416	(2,229,621)
<b>(Decrease) / increase in liabilities</b>		
Payable to JS Investments Limited - Management Company	24,158	609,907
Remuneration payable to the trustee	67,033	(5,403)
Payable to the Securities and Exchange Commission of Pakistan	(10,379)	(37,065)
Accrued and other liabilities	360,200	157,247
	441,012	724,686
Operating gain / (loss) before working capital changes	4,042,153	(9,761,724)
Investments-net	(216,198,309)	15,990,592
Dividends received	20,344,078	16,550,075
Profit received on bank deposits	4,628,700	9,059,204
	(191,225,531)	41,599,871
<b>Net cash generated from operating activities</b>	(187,183,378)	31,838,147
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Distribution paid in cash	374,072,149	66,808
Amount paid on redemption of units	(151,164,729)	(43,798,088)
<b>Net cash used in financing activities</b>	222,907,420	(43,731,280)
<b>Net increase in cash and cash equivalents during the period</b>	35,724,042	(11,893,133)
<b>Cash and cash equivalents at the beginning of the period</b>	38,925,302	86,867,996
<b>Cash and cash equivalents at the end of the period</b>	74,649,344	74,974,863

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months Period Ended March 31, 2024			Nine Months Period Ended Mach 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
----- Rupees -----						
Net assets as at the beginning of the period	782,654,507	(509,597,215)	273,057,292	828,976,116	(504,523,764)	324,452,352
<b>Issuance of units 2,276,828 (2023: 606 units)</b>						
- Capital value (at net asset value per unit at the beginning of the period)	250,838,095	-	250,838,095	67,706	-	67,706
- Element of income	123,234,054	-	123,234,054	(898)	-	(898)
<b>Total proceeds on issuance of units</b>	<b>374,072,149</b>	<b>-</b>	<b>374,072,149</b>	<b>66,808</b>	<b>-</b>	<b>66,808</b>
<b>Redemption of units 1,045,102 (2023: 403,820 units)</b>						
- Capital value (at net asset value per unit at the beginning of the period)	(115,138,879)	-	(115,138,879)	(45,114,859)	-	(45,114,859)
- income paid on redemption		(6,320,261)	(6,320,261)	-	-	-
- Element of income	(29,705,589)	-	(29,705,589)	1,316,771	-	1,316,771
<b>Total payments on redemption of units</b>	<b>(144,844,468)</b>	<b>(6,320,261)</b>	<b>(151,164,729)</b>	<b>(43,798,088)</b>	<b>-</b>	<b>(43,798,088)</b>
Total comprehensive (loss) / income for the period	-	160,541,950	160,541,950	-	(10,644,026)	(10,644,026)
<b>Net assets as at the end of the period</b>	<b>1,011,882,188</b>	<b>(355,375,526)</b>	<b>656,506,662</b>	<b>785,244,836</b>	<b>(515,167,790)</b>	<b>270,077,046</b>
<b>Undistributed loss brought forward</b>						
Relating to realized loss	(484,708,093)			(444,667,616)		
Relating to unrealized loss	(24,889,122)			(59,856,148)		
	(509,597,215)			(504,523,764)		
<b>Accounting income available for distribution</b>						
Relating to capital gains	132,295,626			-		
Excluding capital gains	21,926,063			-		
	154,221,689			-		
Net gain / (loss) for the period after taxation	160,541,950			(10,644,026)		
Undistributed income carried forward	(355,375,526)			(515,167,790)		
<b>Undistributed loss carried forward</b>						
Relating to realized loss	(411,515,131)			(491,319,659)		
Relating to unrealized gain / (loss)	56,139,605			(23,848,131)		
	(355,375,526)			(515,167,790)		
<b>Net asset value per unit at the beginning of the period</b>		110.17			111.72	
<b>Net asset value per unit at end of the period</b>		176.94			107.99	

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Large Cap. Fund ("the Fund") was established under the Trust Deed executed between JS Investments Limited as a Management Company and Central Depository Company of Pakistan Limited (CDC) as a Trustee. The Trust Deed was executed on April 06, 2004 and the Fund was approved as a closed-end scheme by the Securities and Exchange Commission of Pakistan (SECP) on April 16, 2004 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2** The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second and Third Supplemental Trust Deeds dated June 13, 2006, May 19, 2009 and August 24, 2010, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Further, during the period the Trust Deed has also been restated dated June 22, 2021 due to the enactment of Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021). Accordingly, the Re-stated Trust Deed was approved by the SECP on September 03, 2021 Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.3** The Fund was converted into an open end fund categorized as "equity scheme" with effect from September 27, 2010 (the effective date) pursuant to special resolution passed at the meeting of certificate holders on September 25, 2009.
- 1.4** The principal activity of the Fund is to make investments primarily in equity securities of large - cap companies (with market capitalisation over Rs. 1 billion). The remaining net assets of the Fund shall be invested in cash and / or near cash instruments which includes cash in bank accounts and treasury bills not exceeding ninety days maturity and is an Equity Scheme in accordance with the categorisation guidelines issued by the Securities and Exchange Commission of Pakistan.
- 1.5** The Management Company of the Fund is registered with the Securities and Exchange Commission of Pakistan as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). Its registered office is located at 19th floor, The Center, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.6** Title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.
- 1.7** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

- 2.1.1** The condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as 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
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and directives issued by the Securities and Exchange Commission of Pakistan (SECP) differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

The comparative statement of assets and liabilities presented in these condensed interim financial statements as at March 31, 2024 has been extracted from the audited financial statements of the Fund for the year ended June 30, 2023, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unit holders' Fund for the period ended March 31, 2023 have been extracted from the unaudited condensed interim financial statements for the period then ended.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Fund as at and for the year ended June 30, 2023. However, selected explanatory notes are included to explain events and transactions that are significant.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2024.

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

These condensed interim financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

## **3. MATERIAL ACCOUNTING POLICIES INFORMATION AND ESTIMATES**

**3.1** The accounting policies and the method 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, 2023.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements 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.

The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2023.

The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2023.

## **4 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS**

**4.1 Standards, amendments and interpretations to the published standards that may be relevant to the Fund and adopted in the Fund**

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

There are certain new and amended standards, interpretations and amendments that are mandatory for the Scheme's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any significant effect on the Scheme's operations and therefore are not detailed in these condensed interim financial information.

## 4.2 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Fund

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Fund is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Fund.

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>5. BANK BALANCES</b>	<b>Note</b>	----- Rupees -----	
Savings accounts	5.1	<b>74,649,344</b>	38,925,302

5.1 This includes balances of Rs. 53.07 million (June 30, 2023: 15.56 million) with JS Bank Limited (a related party) and Rs. 0.02 million (June 30, 2023: 0.02 million) with BankIslami Pakistan Limited (a related party), these accounts carrying profit at the rates of 20.82% (June 30, 2023: 19.60%) and 18.50% (June 30, 2023: 19.75%) respectively. Other PLS accounts of the Fund carry profits at the rates of 18.50% to 23.00% (June 30, 2023: 12.25% to 22.00%) per annum.

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>6. INVESTMENTS</b>	<b>Note</b>	----- Rupees -----	
<b>At fair value through profit or loss</b>			
Listed equity securities	6.1	<b>599,526,480</b>	251,032,545
Quoted debt securities			
- Sukuk certificates	6.2.1	-	-
- Term finance certificates	6.2.3	-	-
Unquoted debt securities	6.3	-	-
		<b>599,526,480</b>	251,032,545



# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.1 Listed equity securities

Ordinary shares have a face value of Rs. 10/- each unless stated otherwise. \*

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Market value as percentage of net assets	Market value as percentage of investee capital
	-----Number of shares-----					-----Rupees-----		%	%
<b>CEMENT</b>									
Cherat Cement Company Limited	49,500	61,000	-	110,500	-	-	-	-	-
D.G. Khan Cement Company Limited	120,000	446,000	-	401,000	165,000	9,630,030	10,739,850	1.64	0.04
Lucky Cement Limited	12,000	34,100	-	11,850	34,250	22,445,295	26,200,565	3.99	0.01
Maple Leaf Cement Factory Limited	527,292	871,500	-	753,000	645,792	22,268,693	22,977,279	3.50	0.06
Pioneer Cement Limited	-	102,250	-	15,250	87,000	10,520,315	11,113,380	1.69	0.04
Power Cement Limited	-	500,000	-	500,000	-	-	-	-	-
						<b>64,864,333</b>	<b>71,031,074</b>	<b>10.82</b>	<b>0.15</b>
<b>CHEMICAL</b>									
Descon Oxychem Limited	225,000	-	-	225,000	-	-	-	-	-
Engro Polymer and Chemicals Limited	120,000	80,000	-	200,000	-	-	-	-	-
						-	-	-	-
<b>COMMERCIAL BANKS</b>									
Askari Bank Limited	-	200,000	-	200,000	-	-	-	-	-
Bank Al-Falah Limited	297,500	354,000	-	232,000	419,500	18,404,787	21,969,215	3.35	0.03
Bank Al-Habib Limited	2,649	208,000	-	2,649	208,000	17,512,848	17,682,080	2.69	0.02
Bankislami Pakistan Limited ( <i>Related Party</i> )	365,510	633,587	-	299,316	699,781	15,027,246	14,513,458	2.21	0.06
Faysal Bank Limited	33,349	-	-	-	33,349	672,983	1,135,533	0.17	0.00
Habib Bank Limited	208,389	55,000	-	263,389	-	-	-	-	-
MCB Bank Limited	-	87,000	-	-	87,000	16,235,307	17,683,620	2.69	0.01
Meezan Bank Limited	-	119,800	-	3,700	116,100	17,700,042	24,801,282	3.78	0.01
National Bank Of Pakistan	-	1,026,300	-	395,000	631,300	16,787,136	24,153,538	-	0.03
United Bank Limited	143,000	45,000	-	83,500	104,500	15,702,888	19,048,260	2.90	0.01
						<b>118,043,237</b>	<b>140,986,986</b>	<b>17.80</b>	<b>0.17</b>
<b>ENGINEERING</b>									
Aisha Steel Mills Limited	308,847	1,598,000	-	-	1,906,847	12,525,315	12,871,217	1.96	0.21
Mughal Iron and Steel Industries Limited	-	50,000	-	50,000	-	-	-	-	-
						<b>12,525,315</b>	<b>12,871,217</b>	<b>1.96</b>	<b>0.21</b>
<b>FERTILIZER</b>									
Engro Corporation Limited	19,563	102,500	-	19,563	102,500	32,416,590	36,826,200	5.61	0.02
Engro Fertilizers Limited	136,300	116,250	-	136,300	116,250	14,731,859	17,056,200	2.60	0.01
Fauji Fertilizer Bin Qasim Limited	-	250,000	-	-	250,000	7,421,703	6,860,000	1.04	0.02
Fauji Fertilizer Company Limited	195,000	168,011	-	194,000	169,011	18,369,398	21,337,639	3.25	0.01
						<b>72,939,550</b>	<b>82,080,039</b>	<b>12.50</b>	<b>0.06</b>
<b>GLASS &amp; CERAMICS</b>									
Ghani Glass Limited	-	228,000	-	140,000	88,000	2,662,967	2,194,720	0.33	0.01
Tariq Glass Industries Limited	-	42,500	-	42,500	-	-	-	-	-
						<b>2,662,967</b>	<b>2,194,720</b>	<b>0.33</b>	<b>0.01</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying value as at March 31, 2024	Market value as at March 31, 2024		Market value as percentage of investee capital
	-----Number of shares-----					-----Rupees-----			%
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>									
Mari Petroleum Company Limited	11,869	12,500	-	4,735	19,634	39,637,173	49,811,262	7.59	0.01
Oil and Gas Development Company Limited	133,500	554,800	-	309,500	378,800	46,670,019	46,081,020	7.02	0.01
Pakistan Oilfields Limited	13,500	22,500	-	36,000	-	-	-	-	-
Pakistan Petroleum Limited	170,000	582,000	-	326,800	425,200	42,473,673	45,134,980	6.88	0.02
						<b>128,780,865</b>	<b>141,027,262</b>	<b>21.48</b>	<b>0.04</b>
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Hascol Petroleum Limited	8	-	-	-	8	44	62	0.00	0.00
Pakistan State Oil Company Limited	79,080	222,700	-	57,300	244,480	37,942,093	42,182,579	6.43	0.05
Sui Northern Gas Pipelines Limited	240,000	400,000	-	640,000	-	-	-	-	-
						<b>37,942,137</b>	<b>42,182,641</b>	<b>6.43</b>	<b>0.05</b>
<b>PHARMACEUTICALS</b>									
AGP Limited	71,800	-	-	71,800	-	-	-	-	-
Highnoon Laboratories Limited	29,395	-	-	29,395	-	-	-	-	-
						-	-	-	-
<b>REFINERY</b>									
Attock Refinery Limited	30,000	7,500	-	37,500	-	-	-	-	-
<b>TEXTILE COMPOSITE</b>									
Nishat Chunian Limited	-	134,000	-	134,000	-	-	-	-	-
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
Hub Power Company Limited	165,800	421,200	-	205,800	381,200	44,837,047	46,227,646	7.04	0.03
K-Electric Limited *	-	7,336,000	-	3,400,000	3,936,000	18,961,347	17,397,120	2.65	0.02
Nishat Chunian Power Limited	-	647,500	-	-	647,500	15,786,715	16,970,975	2.59	0.18
						<b>79,585,109</b>	<b>80,595,741</b>	<b>12.28</b>	<b>0.23</b>
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Air Link Communication Limited	128,150	430,000	-	128,150	430,000	26,043,362	26,556,800	4.05	0.11
Avanceon Limited	92,000	-	-	92,000	-	-	-	-	-
Octopus Digital Limited	46,000	-	-	46,000	-	-	-	-	-
Systems Limited	51,000	25,000	-	76,000	-	-	-	-	-
						<b>26,043,362</b>	<b>26,556,800</b>	<b>4.05</b>	<b>0.11</b>
<b>TRANSPORT</b>									
Pakistan International Airlines Corporation	-	1,225,000	-	1,225,000	-	-	-	-	-
<b>Investments at fair value through P&amp;L as at March 31, 2024</b>						<b>543,386,875</b>	<b>599,526,480</b>	<b>87.64</b>	<b>1.03</b>
<b>Cost of Investments at fair value through P&amp;L as at March 31, 2024</b>						<b>560,114,961</b>			

\*Ordinary shares have a face value of Rs 10 per share, except for K-Electric Limited which have a face value of Rs 3.5 per share.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

**6.1.1** The Finance Act, 2014 introduced amendments to the Income Tax Ordinance 2001 as a result of which companies were liable to withhold five percent of the bonus shares to be issued. The shares so withheld were only to be released if the Fund deposits tax equivalent to five percent of the value of the bonus shares issued to the Fund including bonus shares withheld, determined on the basis of day-end price on the first day of closure of books of the issuing company.

In this regard, a constitutional petition had been filed by Collective Investment Schemes (CISs) through their Trustees in the High Court of Sindh, challenging the applicability of withholding tax provisions on bonus shares received by CISs. The petition was based on the fact that because CISs are exempt from deduction of income tax under Clause 99 Part I to the Second Schedule of the Income Tax Ordinance 2001, the withholding tax provision should also not be applicable on bonus shares received by CISs. A stay order had been granted by the High Court of Sindh (HCS) in favour of CISs.

During the year ended June 30, 2018, the Supreme Court of Pakistan passed a judgement on June 27, 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CISs were required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CISs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended June 30, 2019. During the tax year 2020, the CISs filed a fresh constitutional petition via CP 4653 dated July 11, 2019 as a result of which the HCS issued an order dated July 15, 2019 whereby the previous stay has been restored. The matter is still pending adjudication and no provision has been recorded or contingent liability has been disclosed in the condensed interim financial statements as the management is confident that the case will be decided in favor of the CISs.

Further, Finance Act, 2018 effective from July 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 therefore, bonus shares, subsequent to this amendment, issued to the Fund were not withheld by the investee companies.

**6.1.2** Following shares have been pledged with National Clearing Company of Pakistan Limited:

	March 31, 2024 (Unaudited)	30 June 2023 (Audited)	March 31, 2024 (Unaudited)	30 June 2023 (Audited)
	----(Number of Shares)----		------(Rupees)-----	
The Hub Power Company Limited	-	110,000	-	7,428,300
Habib Bank Limited	-	168,000	-	12,311,040
Pakistan Petroleum Limited	<b>200,000</b>	-	<b>22,034,000</b>	-
Pakistan State Oil Company Limited	<b>100,000</b>	-	<b>17,057,000</b>	-
Oil and Gas Development Company Limited	<b>95,000</b>	-	<b>11,903,500</b>	-
	<b>395,000</b>	278,000	<b>50,521,750</b>	19,956,440

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.2 Quoted debt securities

### 6.2.1 Sukuk certificates

(Face value of Rs. 5,000/- each)

Sector / Company	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
------(Number of certificates)-----				------(Rupees)-----		
<b>Chemicals</b>						
Agritech Limited (note 6.2.2)	1,100	-	-	1,100	<b>4,400,790</b>	-
Less: Provision against financial assets					<b>(4,400,790)</b>	-
<b>Market value as at March 31, 2024</b>					<u><u>-</u></u>	<u><u>-</u></u>
<b>Cost as at March 31, 2024</b>					<u><u>4,276,509</u></u>	

**6.2.2** These sukuk certificates have face value of Rs. 5,000 each and carry a mark-up equal to six month offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and were to be matured in August 2015. However, up to the year ended June 30, 2023 no principal repayment has been received by the Fund. These sukuk certificates are secured by hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favour of the Trustee for the benefit of unit holders.

These sukuks were classified as Non-Performing Asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010 on account of non-payment of the coupon due in August 2010. Therefore, the Fund has made provision of 100% of principal outstanding in the calendar year 2010 and accordingly no accrual for profit have been made by the Fund since then. The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was nil.

The above investments were made by the Fund prior to its conversion from closed end fund to an open end fund. However, the carrying value of investments at the period end was Rs Nil.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. However, the Honorable High Court of Lahore at Lahore has approved the said "Scheme of Arrangement" on 5 July, 2022. filed under section 284 read with section 285 to 288 of the Companies Ordinance 1984, which shall take effect from December 31, 2013.

Scheme of arrangement has two options for the settlement of liabilities and the Fund has elected for option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per option 2 of the SOA, the outstanding principal against Sukuk certificate (6.2.1) and zero coupon PPTFCs (6.2.3) will be converted into preference shares as reduced by application of unutilized cash flow Available for Debt Servicing (CFADS). The overdue/outstanding markup amounting to Rs. 1,740,305 shall be converted into Zero coupon PPTFCs payable at the end of FY 2026 final settlement of the markup amount.

In this regard, The fund received fourth tranche of CFADS amounting to Rs. 107,389 on September 28, 2023 and final tranche of CFADS received amounting to Rs. 39,041 on December 28, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.2.3 Term finance certificates

(Face value of Rs. 5,000/- each)

Sector / Company	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
------(Number of certificates)-----				------(Rupees)-----		

### Chemicals

Agritech Limited (Note 6.2.4)	697	-	-	697	-	-
<b>Cost as at March 31, 2024</b>					<b>3,485,000</b>	<b>-</b>

**6.2.4** In the year 2012, the Fund has received zero coupon having face value of Rs. 5,000 each Agritech Limited' Privately Placed Term Finance Certificates (PPTFCs) of face value of Rs. 3.485 million against interest due on Agritech Limited's Sukuk. These PPTFCs had a tenor of 3.5 years starting from July 01, 2011 and matured on January 01, 2015 on semi annual repayments of principal. Agritech had a call option on the said facility from the first day of disbursement of the said facility. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management, as a matter of prudence, has valued the said PPTFCs at zero.

## 6.3 Unquoted debt securities

### 6.3.1 Privately placed term finance certificates

(Face value of Rs. 10,000/- each)

Sector / Company	Holding at beginning of the period	Acquired during the period	Disposed / matured during the period	Holding at end of the period	Market value / carrying value	% of net assets
------(Number of certificates)-----				------(Rupees)-----		

### Textile Composite

Azgard Nine Limited (Note 6.3.3 & 6.3.4)	8,316	-	-	8,316	63,837,358	-
Less: Principal Redemption					(9,575,604)	-
Less: Provision					(54,261,754)	-
					<b>-</b>	<b>-</b>
Azgard Nine Limited (note 6.3.3 and 6.3.4)	11,949	-	-	11,949	59,745,000	-
'Less:Provision					(59,745,000)	-
					<b>-</b>	<b>-</b>
<b>Cost as at March 31, 2024</b>					<b>80,778,490</b>	

**6.3.2** These convertible privately placed term finance certificates (PPTFCs) , having face value of Rs. 10,000/- each were issued against the cumulative preference shares of Azgard Nine Limited on October 22, 2012 under the "Settlement Agreement" dated October 22, 2012 between the Management Company of the Fund and Azgard Nine Limited. Since these PPTFCs were received against non-performing security, therefore the management, as a matter of prudence had recognised above PPTFCs at nil value. The carrying value of preference shares so converted into PPTFC was Rs. 52 million and provision held there against was Rs. 52 million. These convertible PPTFCs carry mark-up rate of

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

11% per annum with a tenor of 8 years (inclusive of a 2 year grace period for principal redemption) as per the terms and conditions. In case of Default, the PPTFC Holders shall have the right to exercise the option to convert the PPTFCs into ordinary voting shares of Azgard Nine Limited as per the terms and procedures.

**6.3.3** The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. The Approved Scheme stated that the principal repayment of Rs. 83.16 million, will be paid over a period of 08 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.58 million have already been received at time zero and Rs. 17.74 million will be received within 2 years from time zero) and remaining amount of Rs. 63.837 million by 20 equal installments of TFC @ 5% starting from July 29, 2023. During the period from July 01, 2023 till March 31, 2024, Rs. 2.28 million have been received on account of markup income and Rs. 9.58 million received against principal redemptions.

**6.3.4** Moreover, a fresh issue of 11,949 zero coupon 10 years PPTFCs was issued of Rs. 59.745 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing TFC and PPTFC. However the net carrying value after provision is nil. Since these TFCs are non-performing and have been reclassified as a non-performing asset by MUFAP, these have been fully provided.

## 6.4 DETAILS OF NON-COMPLIANT INVESTMENTS

The Securities & Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

Name of non-compliant investment	Type	Value before provision	Provision held if any	Value of investment after provision	% of net assets	% of gross assets
-----Rupees-----						
Agritech Limited (6.2.1)	Sukuks	4,400,790	(4,400,790)	-	-	-
Agritech Limited zero coupon (6.2.3)	PPTFC	3,485,000	(3,485,000)	-	-	-
Azgard Nine Limited PPTFCs (6.3.1)	PPTFC	54,261,754	(54,261,754)	-	-	-
Azgard Nine Limited PPTFCs (6.3.1)	PPTFC	59,745,000	(59,745,000)	-	-	-

**6.4.1** It represents non-performing security and the Fund has made full provision against the principal amount in accordance with the requirement of circular 1 of 2009 read with circular 1 of 2009 read with circular 33 of 2012 issued by SECP and the provisioning policy of the Fund.

**6.4.2** During the year 2012, the Fund has received zero coupon Agritech Limited's Privately Placed Term Finance Certificates (PPTFCs) of face value of Rs. 3.485 million against interest due on Agritech Limited's Sukuk. These PPTFCs have a tenor of 3.5 years starting from July 01, 2011 and were to be matured on January 01, 2015 on semi annual repayments of principal. Agritech has a call option on the said facility from the first day of disbursement of the said facility. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management, as a matter of prudence, has valued the said PPTFCs at zero.

**6.4.3** These convertible PPTFC were issued against ANL preference share amounting to Rs. 50.3 million. ANL issued these TFCs at Mark-Up Rate of 11% per annum to the Investors, with a tenor of 8 years (inclusive of a 2 year grace period for principal redemption) on terms and conditions mentioned in TFC Investor Agreement. However upto the period ended no principal repayment has been received by the Fund.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>6.5</b>	<b>Net Unrealised gain / (loss) on re-measurement of investment classified as 'financial assets at fair value through profit and loss'</b>		
		----- Rupees -----	
	Market value of investments	<b>599,526,480</b>	251,032,545
	less: carrying value of investments	<b>543,386,875</b>	275,921,667
		<b>56,139,605</b>	(24,889,122)
<b>7</b>	<b>ACCRUED RETURN ON BANK BALANCES</b>		
	Accrued return on bank balances	<b>2,896,612</b>	1,276,235

7.1 This include amount of Rs. 1.016 million (June 30, 2023: Rs. 0.032 million) as profit receivable from JS Bank Limited (related party).

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>8</b>	<b>DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES</b>		
		----- Rupees -----	
	Security deposit with NCCPL	<b>1,000,000</b>	1,000,000
	Security deposit with CDC	<b>200,000</b>	200,000
	Income tax recoverable	<b>1,003,312</b>	1,003,312
	Prepaid listing fee	<b>9,466</b>	-
	SECP Supervisory Fee	<b>622</b>	-
	Receivable against Sale of investment	-	4,413,504
		<b>2,213,400</b>	6,616,816

8.1 Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 provides exemption from withholding tax deduction on dividend and markup income received by the collective investment scheme from investee companies and banks.

However a letter dated June 30, 2010 issued by Federal Board of Revenue to Assistant Director, Central Directorate of National Savings, Islamabad states that the said exemption will be applicable if exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 is issued by the concerned Commissioner of Inland Revenue.

Based on the above letter, above amount of withholding tax has been deducted by certain banks on markup income and certain investee companies on dividends. An exemption certificate was issued by the concerned Commissioner of Inland Revenue effective up to December 31, 2021. Accordingly the management is in the process of recovering the above tax amount deducted. Furthermore, a stay order has also been obtained by the Management Company of the Fund from further deduction of income tax at source.

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>9</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>		
		----- Rupees -----	
	Remuneration Payable to management company	<b>84,695</b>	445,160
	Sindh Sales Tax on remuneration of the Management Company	<b>1,449,406</b>	1,496,268
	Federal Excise Duty payable on Management Company's remuneration	<b>9,630,269</b>	9,630,269
	Accounting and Operational Charges payable	<b>51,918</b>	22,258
	Selling and Marketing Expenses payable	<b>1,203,542</b>	729,575
	Printing and stationery charges payable	<b>49,808</b>	121,950
		<b>12,469,638</b>	12,445,480

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 9.1** As per regulation 61 of the NBFC Regulations, 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 remuneration at 0% to 2% (June 30, 2023: 2%) of the average annual net assets and is paid in arrears on a monthly basis.
- 9.2** Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs.1.438 million (June 30, 2023: 1.438 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Rs. 0.39 (June 30, 2023: Rs. 0.58) per unit.
- 9.3** The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 11.5 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.
- However, since the appeal is pending in the Supreme Court of Pakistan, the Management Company, as a matter of abundant caution, is carrying provision of FED for the year aggregating to Rs. 9.63 (June 30, 2023: 9.63) million. Had the provision not been made, net asset value per unit of the Fund as at period ended March 31, 2024 would have been higher by Rs. 2.60 (June 30, 2023: 3.89) per unit.
- 9.4** This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2023: 0.1%) of net assets of the Fund.
- 9.5** SECP vide SRO 639(I)/2019 dated June 20, 2019 has removed cap of 0.4% on charging of selling and marketing expenses which is charged by Asset Management Companies to all categories of open-end mutual funds (except fund of funds). Resultantly, with effect from October 15, 2019, such expense has been charged at the rate of 1.07% of net assets of the Fund as per approval by the Board of Directors of Management Company. For the current year the percentage is also 1.07% (June 30, 2023: 1.07%).

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
<b>10</b>	<b>PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>	<b>Note</b>	
	Remuneration payable to the Trustee	10.1	103,837
	Sindh Sales Tax payable on Trustee remuneration	10.2	13,499
			117,336
			44,516
			5,787
			50,303

- 10.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund.

During the period CDC Trustee tariff charged is as follows

Net assets	Tariff per annum
- up to rupees one billion	0.2% per annum of the daily net assets.
- exceeding rupees one billion	Rs. 2,000,000 plus 0.1% per annum of the daily net assets of the Fund exceeding rupees one billion.

- 10.2** The Sindh Provincial Government levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Trustee through Sindh Sales Tax on Services Act, 2011.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

The SECP fee has been revised in accordance with policy board directive vide SRO # 592 (I) 2023 dated May 17, 2023. The fee have been charged, at the rate of 0.095% (June 2023: 0.02%) on the net asset of the Fund, during the quarter ended March 31, 2024.

## 12 ACCRUED EXPENSES AND OTHER LIABILITIES

Audit Fee Payable  
Zakat Payable  
Other liabilities  
Payable against purchase of investment and brokerage

March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----	
486,062	571,783
14,331	130,044
90,528	51,969
523,075	-
1,113,996	753,796

## 13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 (June 30, 2023: Nil).

## 14 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

## 15 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the nine months period ended March 31, 2024 is 4.68% (March 31, 2023: 4.77%) which includes 0.48% (March 31, 2023: 0.38%) representing government levies on the Fund such as federal excise duties and sales taxes, fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Equity" scheme.

## 16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company is determined in accordance with the provisions of the Regulations and the Trust Deed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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

## 16.1 Details of the transactions with connected persons and related parties during the period are as follows:

### JS Investments Limited - Management Company

	(Un-audited) March 31	
	2024	2023
----- Rupees -----		
Remuneration to the Management Company	4,536,363	4,399,527
Sindh Sales Tax on remuneration of the Management Company *	589,728	571,937
Reimbursement of accounting and operational charges	274,501	230,291
Selling and marketing expenses - Management Company	2,937,170	2,979,757
Printing and stationery expenses	76,243	76,169

### Central Depository Company of Pakistan Limited - Trustee

Remuneration to Trustee	549,562	460,576
Sindh Sales Tax on trustee's remuneration **	71,443	59,874
Settlement charges	253,931	28,340

### JS Global Capital Limited - Fellow subsidiary of Parent Company

Brokerage fee	399,597	145,262
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### JS Bank Limited - Parent Company of JS Investments Limited

Return on bank balances	3,723,201	2,116,020
Proceeds from sale of share of BankIslami Pakistan Limited	6,376,926	-

### BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)

Return on bank balances	1,226	-
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### Azgard Nine Limited (Other related party)

Markup Receipt (ANL PPTFC)	2,284,153	2,404,833
Principal Redemption (ANL PPTFC)	9,575,604	-

### Key Management Personnel of the Management Company

Issue of units: 563 (2023: Nil)	97,500	-
---------------------------------	--------	---

\* Paid / payable to the Management Company for onward payment to the Government.

\*\* Paid / payable to the Trustee for onward payment to the Government.

## 16.2 Details of balances with related parties / connected persons as at period / year end

### JS Investments Limited - Management Company

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	----- Rupees -----	
Remuneration payable to the Management Company	84,695	445,160
Sindh Sales Tax payable on the Management Company's remuneration*	1,449,406	1,496,268
Federal excise duty payable on the Management Company's remuneration*	9,630,269	9,630,269
Reimbursement of accounting and operational charges to the Management Company	51,918	22,258
Selling and marketing expenses payable	1,203,542	729,575
Printing and stationery charges payable	49,808	121,950

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
----- Rupees -----		
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable to the Trustee	103,837	44,516
Sindh Sales Tax payable on Trustee the remuneration**	13,499	5,787
Security deposit	200,000	200,000
Annual, transaction, custodian, CDS connection fee payable	1,078	1,560
<b>JS Global Capital Limited (Fellow subsidiary of Parent Company)</b>		
Brokerage payable	170,189	2,893
<b>JS Bank Limited - Parent Company of JS Investments Limited</b>		
Bank balances	53,071,686	15,556,662
Accrued return on bank balance	1,016,159	-
<b>BankIslami Pakistan Limited (Fellow Subsidiary of Parent Company)</b>		
Bank balance	21,779	20,553
<b>Key Management Personnel of the Management Company</b>		
Units outstanding: 3,897 (June 30, 2023: 3,334)	680,668	367,317
<b>Unit holder holding 10% or more of units in issue</b>		
Units outstanding: 1,610,332 (June 30, 2023: 267,834)	284,932,089	29,507,327

\* Paid / payable to the Management Company for onward payment to the Government.

\*\* Paid / payable to the Trustee for onward payment to the Government.

## 17 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

## 18 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements 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:

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

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 March 31, 2024 and June 30, 2023, all investments are categorised in level 1. The outstanding amounts of these investments are shown in note 7 to these financial statements.

	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>March 31, 2024</b>				
<b>Investments at fair value through profit and loss</b>				
Listed equity securities	<b>599,526,480</b>	-	-	<b>599,526,480</b>
<b>June 30, 2023</b>				
<b>Investments at fair value through profit and loss</b>				
Listed equity securities	<b>251,032,545</b>	-	-	<b>251,032,545</b>

## 19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

## 20 DATE OF AUTHORIZATION OF ISSUE

These condensed interim financial information were authorized for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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www.facebook.com/jsinvestments    http://twitter.com/JSinvestment

http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

JS MOMENTUM FACTOR EXCHANGE TRADED FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting the unaudited financial statements of **JS Momentum Factor Exchange Traded Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

## Review of Fund Performance

The Fund's return was 82.17% for the nine-month period ended March 31, 2024, against the benchmark return of 74.59%. Net Assets moved from PKR 80.41 million (June 30, 2023) to PKR 75.81 million as of March 31, 2024. The Fund's total expense ratio (TER) is 3.16%, includes 0.66% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



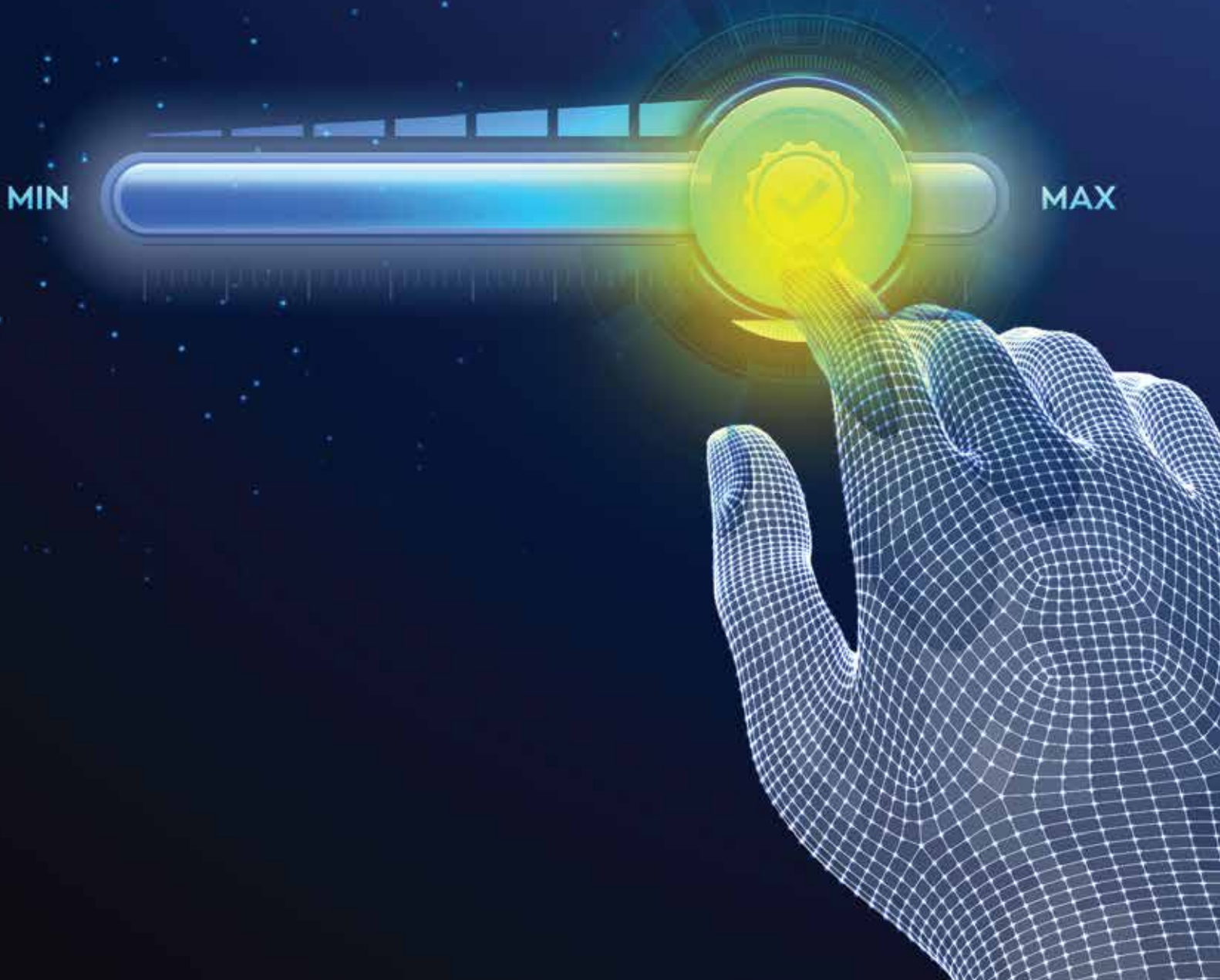
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	<b>----- Rupees -----</b>	
<b>Assets</b>			
Bank balances	4	3,380,974	40,767,918
Investments	5	70,696,640	74,741,429
Profit and other receivable	6	2,216,414	1,743,012
<b>Total assets</b>		<b>76,294,028</b>	<b>117,252,359</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	7	134,678	188,741
Payable to Central Depository Company of Pakistan - Trustees	8	23,043	17,673
Payable to Securities and Exchange Commission of Pakistan	9	6,010	7,822
Payable against purchase of marketable Securities		-	36,214,677
Accrued expenses and other liabilities	10	321,933	411,104
<b>Total liabilities</b>		<b>485,664</b>	<b>36,840,017</b>
<b>Contingencies and Commitments</b>	11		
<b>Net assets</b>		<b>75,808,364</b>	<b>80,412,342</b>
<b>Unit holders' funds (As per Statement Attached)</b>		<b>75,808,364</b>	<b>80,412,342</b>
		<b>----- Number of units -----</b>	
<b>Number of units in issue</b>		<b>5,020,000</b>	<b>9,700,000</b>
		<b>----- Rupees -----</b>	
<b>Net assets value per unit</b>		<b>15.1013</b>	<b>8.2899</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit on savings accounts	508,853	182,838	201,001	33,764
Dividend income	3,836,631	5,932,500	1,667,118	631,845
Gain / (loss) on sale of investments - net	30,354,653	(9,595,093)	(3,470,179)	(794)
Net unrealised gain / (loss) on re-measurement of investment classified at "fair value through profit or loss"	5.2 7,285,275	(237,225)	6,169,268	2,346,967
Other income	6.1 1,940,120	479,538	62,976	66,614
<b>Total income/(loss)</b>	<b>43,925,532</b>	<b>(3,237,442)</b>	<b>4,630,184</b>	<b>3,078,396</b>
<b>Expenses</b>				
Remuneration to JS Investments Limited - Management Company	7.1 -	69,635	-	-
Sindh sales tax on remuneration to the Management Company	7.2 -	9,053	-	-
Remuneration of the Central Depository Company - Trustee	8.1 41,540	31,631	14,904	7,267
Sindh sales tax on Trustee remuneration	8.2 5,400	4,112	1,937	945
Fee to the Securities and Exchange Commission of Pakistan	9.1 40,008	6,326	14,642	1,453
Bank and settlement charges	41,067	26,558	8,001	5,933
Securities transaction cost	1,604,215	551,399	230,436	73,146
Registrar Fees	113,000	101,700	45,200	33,900
PSX Listing Fees	67,264	6,187	22,421	2,085
Legal and Professional charges	-	21,600	-	21,600
Auditors' remuneration	572,839	493,776	139,577	99,792
Printing and stationery charges	76,488	76,170	25,338	25,020
	<b>2,561,821</b>	<b>1,398,147</b>	<b>502,456</b>	<b>271,141</b>
<b>Net income/(loss) for the period from operating activities</b>	<b>41,363,711</b>	<b>(4,635,589)</b>	<b>4,127,728</b>	<b>2,807,255</b>
Element of income/(losses) and capital gains / (losses) included 'in prices of units issued less those in units redeemed - net	3.5 (7,170,957)	1,321,846	22,392,844	3,186,780
<b>Net income/(loss) for the period before taxation</b>	<b>34,192,754</b>	<b>(3,313,743)</b>	<b>26,520,572</b>	<b>5,994,035</b>
Taxation	12 -	-	-	-
<b>Net income/(loss) for the period after taxation</b>	<b>34,192,754</b>	<b>(3,313,743)</b>	<b>26,520,572</b>	<b>5,994,035</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income/(loss) for the period after taxation</b>	<b>34,192,754</b>	<b>(3,313,743)</b>	<b>26,520,572</b>	5,994,035
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>	<b>34,192,754</b>	<b>(3,313,743)</b>	<b>26,520,572</b>	5,994,035

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
----- Rupees -----		
<b>Cash Flow From Operating Activities</b>		
Net income/loss for the period after taxation	34,192,754	(3,313,743)
<b>Adjustments</b>		
Net realized (gain)/loss on sale of investments at fair value through P&L	(30,354,653)	9,595,093
Element of loss/income in prices of units issued less those 'in units redeemed - net	7,170,957	(1,321,846)
Net unrealised (gain)/loss on re-measurement of investment classified at "fair value through profit or loss"	(7,285,275)	237,225
	<b>3,723,783</b>	<b>5,196,729</b>
<b>(Increase) / Decrease in current assets</b>		
Investments	41,684,717	(7,275,737)
Profit and other receivable	(72,384)	(910,875)
Receivable from Management Company	(401,018)	(479,538)
	<b>41,211,315</b>	<b>(8,666,150)</b>
<b>(Decrease) / Increase in current liabilities</b>		
Payable to the Management Company	(54,063)	45,464
Payable to the Trustee	5,370	436
Fee payable to the Securities and Exchange Commission of Pakistan	(1,812)	1,845
Payable against purchase of marketable Securities	(36,214,677)	-
Accrued expenses and other liabilities	(89,171)	(322,120)
	<b>(36,354,353)</b>	<b>(274,375)</b>
<b>Net cash used in operating activities</b>	<b>8,580,745</b>	<b>(3,743,796)</b>
<b>Cash Flow From Financing Activities</b>		
Amount received from issuance of units	150,496,335	82,396,492
Amount paid on redemption of units	(196,464,024)	(78,744,646)
<b>Net cash generated from financing activities</b>	<b>(45,967,689)</b>	<b>3,651,846</b>
<b>Net increase in cash and cash equivalents</b>	<b>(37,386,944)</b>	<b>(91,950)</b>
Cash and cash equivalents at the beginning of the period	40,767,918	732,298
<b>Cash and cash equivalents at the end of the period</b>	<b>3,380,974</b>	<b>640,348</b>

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



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024			March 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	------(Rupees)-----			------(Rupees)-----		
Net assets at beginning of the period	91,995,316	(11,582,974)	80,412,342	23,800,000	(1,627,299)	22,172,701
Issue of 14,130,000 units (2023: 9,400,000)	117,136,287	-	117,136,287	87,608,000	-	87,608,000
- Element of income	33,360,048	-	33,360,048	(5,211,508)	-	(5,211,508)
<b>Total proceeds on issuance of units</b>	<b>150,496,335</b>	<b>-</b>	<b>150,496,335</b>	<b>82,396,492</b>	<b>-</b>	<b>82,396,492</b>
Redemption of 18,810,000 units (2023: 9,150,000)	(155,933,019)	-	(155,933,019)	(85,278,000)	-	(85,278,000)
- Element of loss	(40,531,005)	-	(40,531,005)	6,533,354	-	6,533,354
<b>Total payments on redemption of units</b>	<b>(196,464,024)</b>	<b>-</b>	<b>(196,464,024)</b>	<b>(78,744,646)</b>	<b>-</b>	<b>(78,744,646)</b>
Element of losses and capital losses included 'in prices of units issued less those in units redeemed	7,170,957	-	7,170,957	(1,321,846)	-	(1,321,846)
Total comprehensive income/loss for the period	-	34,192,754	34,192,754	-	(3,313,743)	(3,313,743)
<b>Net assets at end of the period</b>	<b>53,198,584</b>	<b>22,609,780</b>	<b>75,808,364</b>	<b>26,130,000</b>	<b>(4,941,042)</b>	<b>21,188,958</b>
Undistributed income/loss brought forward						
- Realised income / (loss)		(12,836,574)			(1,818,842)	
- Unrealised income / (loss)		1,253,600			191,543	
		(11,582,974)			(1,627,299)	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net income/(loss) for the period after taxation		34,192,754			(3,313,743)	
Undistributed loss carried forward		22,609,780			(4,941,042)	
Undistributed loss carried forward						
- Realised loss		15,324,505			(4,703,817)	
- Unrealised gain		7,285,275			(237,225)	
		22,609,780			(4,941,042)	
Net assets value per unit at beginning of the period			8.2899			9.3163
Net assets value per unit at end of the period			15.1013			8.0566

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Momentum Factor Exchange Traded Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered between JS Investments Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 05, 2021 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on October 25, 2021. The Fund commenced its operations from January 7, 2022.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.

1.2 The Fund has been categorised as an open ended exchange traded mutual fund that aims to provide investors an opportunity to track the performance of JS Momentum Factor Index that has been constituted and is maintained by the Management Company and comprises of 10 equity securities selected based on free float market capitalization & traded value filter (CF).

1.3 The Fund is a hybrid fund having features of both open ended and close ended funds. A new concept of Authorised Participants (APs) has been introduced who will act as market makers. The Management Company will only have contact with the APs for issuance and redemption of units. The units of the Fund are tradeable in the Pakistan Stock Exchange Limited (PSX). The APs to whom the units are issued may either keep the units with themselves or trade in the PSX. Consequently, upon trading, the holders of the units keep on changing. Moreover, on issuance and redemption of units, the basket of shares will be exchanged between APs and Management Company and cash will be paid / received if there is a difference in the market value of shares and net asset value.

1.4 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of 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 as 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
- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

2.2 The disclosures made in these condensed interim financial statements are limited, based on the requirements of the IAS 34 'Interim Financial Reporting'. These condensed interim financial statements does 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, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

**2.3** 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 March 31, 2024.

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

**3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

**3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements of the Fund as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

### **3.3 Standards, interpretations and 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, 2023. 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 period beginning on or after July 1, 2024. 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.

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

Element of income represents the difference between net asset value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period.

As clarified by the SECP vide its letter no. SCD/AMCW/ETF/240/2020 dated March 2, 2020 that element of income in case of Exchange Traded Funds shall be taken to income statement both at the time of issuance and redemption of units to the extent it pertains to income statement

	Note	(Un-audited)	(Audited)
		March 31, 2024	June 30, 2023
<b>4 BANK BALANCES</b>		----- Rupees -----	
Savings accounts	4.1	3,380,974	40,767,918
4.1	This represents balance maintained with JS Bank Limited (related party) in savings account and carrying profit rate at the rate of 20.82% (June 2023: 19.60%) per annum.		
<b>5 INVESTMENTS</b>	Note	(Un-audited)	(Audited)
		March 31, 2024	June 30, 2023
<b>At fair value through profit or loss</b>		----- Rupees -----	
Quoted equity securities	5.1	70,696,640	74,741,429

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.1 Investments in equity securities - listed

Shares of listed companies - fully paid up ordinary shares with a face value of Rs. 10 each unless otherwise stated.

### 5.1 Listed equity securities

Name of the Investee Company						As at March 31, 2024			Holding as a percentage of paid-up capital of investee company
	Holding (Opening)	Purchased during the period	Bonus / right shares received	Sold during the period	As at March 31, 2024	Carrying Value	Market value	Net assets of the Fund	
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Avanceon Limited	-	58,528	-	58,528	-	-	-	-	-
Pakistan Telecommunication Company Ltd	-	236,256	-	236,256	-	-	-	-	-
Air Link Communication Ltd	259,960	165,634	-	425,594	-	-	-	-	-
SystemS Limited	-	13,676	-	13,676	-	-	-	-	-
NetSol Technologies Limited	-	61,840	-	23,688	38,152	5,219,164	4,638,520	6.12	0.04
						<b>5,219,164</b>	<b>4,638,520</b>	<b>6.12</b>	<b>0.04</b>
<b>COMMERCIAL BANKS</b>									
United Bank Limited	-	37,200	-	37,200	-	-	-	-	-
Meezan Bank Limited	-	124,854	-	84,192	40,662	7,825,792	8,686,216	11.46	0.00
Bank AL-Habib	-	39,312	-	39,312	-	-	-	-	-
BankIslami Pakistan Limited (Related Party)	-	309,469	-	309,469	-	-	-	-	-
Habib Bank Limited	-	152,798	-	152,798	-	-	-	-	-
Bank Alfalah Limited	-	257,556	-	211,874	45,682	2,650,972	2,392,366	3.16	0.00
						<b>10,476,763</b>	<b>11,078,583</b>	<b>14.62</b>	-
<b>REFINERY</b>									
Attock Refinery Limited	-	98,177	-	69,061	29,116	10,627,304	11,203,254	14.78	0.03
National Refinery Limited	-	72,609	-	72,609	-	-	-	-	-
Pakistan Refinery Limited	-	1,216,116	-	793,432	422,684	11,834,471	11,458,963	15.12	0.07
						<b>22,461,775</b>	<b>22,662,218</b>	<b>29.90</b>	<b>0.10</b>
<b>CEMENT</b>									
D.G. Khan Cement Company Limited	237,650	65,988	-	303,638	-	-	-	-	-
Cherat Cement Company Limited	48,500	-	-	48,500	-	-	-	-	-
Lucky Cement Company Limited	30,070	-	-	30,070	-	-	-	-	-
Attock Cement Pakistan Limited	15,520	-	-	15,520	-	-	-	-	-
Pioneer Cement Limited	130,950	16,566	-	130,950	16,566	2,212,163	2,116,141	2.79	0.01
						<b>2,212,163</b>	<b>2,116,141</b>	<b>2.79</b>	<b>0.01</b>
<b>FERTILIZER</b>									
Engro Fertilizers Limited	-	74,281	-	2,495	71,786	8,979,984	10,532,442	13.89	0.01
Engro Corporation Limited	54,320	46,438	-	100,758	-	-	-	-	-
Fauji Fertilizers Bin Qasim Limited	-	150,410	-	150,410	-	-	-	-	-
						<b>8,979,984</b>	<b>10,532,442</b>	<b>13.89</b>	<b>0.01</b>
<b>CHEMICAL</b>									
Lotte Chemical Pakistan Limited	191,090	64,815	-	255,905	-	-	-	-	-
						-	-	-	-
<b>TEXTILE COMPOSITE</b>									
Nishat Mills Limited	-	29,046	-	29,046	-	-	-	-	-
Interloop Limited	-	88,089	-	88,089	-	-	-	-	-
Kohinoor Textile Mills Limited	-	24,196	-	24,196	-	-	-	-	-
Gul Ahmed Textile Mills Limited	110,580	-	-	110,580	-	-	-	-	-
						-	-	-	-
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>									
Mari Petroleum Company Limited	-	5,135	-	5,135	-	-	-	-	-
Pakistan Petroleum Limited	-	525,935	-	525,935	-	-	-	-	-
Oil & Gas Development Company Limited	-	252,909	-	252,909	-	-	-	-	-
Pakistan Oilfields Limited	-	14,728	-	14,728	-	-	-	-	-
						-	-	-	-
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Limited	-	180,666	-	180,666	-	-	-	-	-
Shell Pakistan Limited	-	143,339	-	143,339	-	-	-	-	-
Sui Northern Gas Pipelines Limited	-	195,734	-	195,734	-	-	-	-	-
						-	-	-	-
<b>PAPER &amp; BOARD</b>									
Packages Limited	4,850	-	-	4,850	-	-	-	-	-
						-	-	-	-
<b>AUTOMOBILE ASSEMBLER</b>									
Honda Atlas Cars (Pakistan) Limited	-	65,782	-	65,782	-	-	-	-	-
Pak Suzuki Motor Company Limited	-	24,520	-	24,520	-	-	-	-	-
Indus Motor Company Limited	-	501	-	501	-	-	-	-	-
Sazgar Engineering Works Limited	-	39,147	-	1,497	37,650	8,876,807	14,619,872	19.29	0.06
Millat Tractors Limited	-	17,305	-	13,791	3,514	2,166,588	2,056,252	2.71	0.00
						<b>11,043,395</b>	<b>16,676,124</b>	<b>22.00</b>	<b>0.06</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Name of the Investee Company						As at March 31, 2024			Holding as a percentage of paid-up capital of investee company
	Holding (Opening)	Purchased during the period	Bonus / right shares received	Sold during the period	As at March 31, 2024	Carrying Value	Market value	Net assets of the Fund	
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
The Hub Power Company Limited	-	138,004	-	138,004	-	-	-	-	-
Nishat Chunian Power Limited	-	181,097	-	181,097	-	-	-	-	-
Pak Elektron Limited	-	280,264	-	280,264	-	-	-	-	-
Lalpir power limited	-	208,822	-	208,822	-	-	-	-	-
K-Electric	-	2,141,232	-	2,141,232	-	-	-	-	-
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>									
Fauji Foods Ltd	-	372,163	-	372,163	-	-	-	-	-
Unity Foods Limited	-	409,892	-	282,384	127,508	3,018,119	2,992,613	3.95	0.00
						<b>3,018,119</b>	<b>2,992,613</b>	<b>3.95</b>	<b>0.00</b>
<b>ENGINEERING</b>									
Thal Limited	-	5,260	-	5,260	-	-	-	-	-
Mughal Iron and Steel Industries Limited	-	-	-	-	-	-	-	-	-
<b>PHARMACEUTICALS</b>									
The Searle Company Limited	-	84,318	-	84,318	-	-	-	-	-
<b>MISCELLANEOUS</b>									
TPL Properties Limited	-	554,277	-	554,277	-	-	-	-	-
<b>Carrying Cost as at March 31, 2024</b>						<b>63,411,365</b>	<b>70,696,640</b>	<b>93.27</b>	<b>0.23</b>
<b>Cost as at June 30, 2023</b>						<b>73,487,829</b>	<b>74,741,429</b>	<b>92.95</b>	

Note	(Un-audited)	(Audited)
	March 31, 2024	June 30, 2023
<b>----- Rupees -----</b>		
<b>5.2</b>	<b>70,696,640</b>	<b>74,741,429</b>
	<b>(63,411,365)</b>	<b>(73,487,829)</b>
	<b>7,285,275</b>	<b>1,253,600</b>
<b>6</b>	<b>61,491</b>	<b>24,619</b>
	<b>1,048,150</b>	<b>1,048,150</b>
<b>6.1</b>	<b>169,225</b>	<b>570,243</b>
	<b>22,421</b>	<b>-</b>
	<b>815,127</b>	<b>-</b>
	<b>100,000</b>	<b>100,000</b>
	<b>2,216,414</b>	<b>1,743,012</b>
<b>6.1</b>		
<b>7</b>		
	<b>7.1</b>	<b>-</b>
	<b>7.2</b>	<b>-</b>
	<b>24,678</b>	<b>78,741</b>
	<b>110,000</b>	<b>110,000</b>
	<b>134,678</b>	<b>188,741</b>

7.1 As per regulation 61 of the NBFC Regulations, 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. The maximum allowable threshold for charging the fee is 0.00% to 0.50% per annum on the average net assets of the Fund. Keeping in view the maximum allowable threshold the Management Company has charged Nil remuneration from the Fund (March 31, 2023: Rs. 0.069 million) during the period ended March 31, 2024. The remuneration is payable to the management company monthly in arrears.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 7.2 Sindh sales tax on the remuneration of the management company has been charged at the rate of 13% (March 31, 2023: 13%) under the Sindh Sales Tax on Services Act, 2011.

	Note	(Un-audited)	(Audited)
		March 31, 2024	June 30, 2023
<b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE</b>			
----- Rupees -----			
Remuneration payable to the Trustees	8.1	6,326	3,319
Sindh sales tax payable on Trustee's remuneration	8.2	822	432
CDC - Settlement Charges Payable		4,595	2,622
Registrar Fees payable		11,300	11,300
		<b>23,043</b>	<b>17,673</b>

- 8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.1% per annum of net assets of the Fund.

- 8.2 Sindh sales tax on the remuneration of the Trustee has been charged at the rate of 13% (March 31, 2023: 13%) under the Sindh Sales Tax on Services Act, 2011.

	Note	(Un-audited)	(Audited)
		March 31, 2024	June 30, 2023
<b>9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
----- Rupees -----			
Fee payable	9.1	6,010	7,822

- 9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.095% of net assets, applicable on 'Exchange Traded Scheme'. Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.095% of net assets during the current period.

		(Un-audited)	(Audited)
		March 31, 2024	June 30, 2023
<b>10 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
----- Rupees -----			
Auditors' remuneration payable		240,199	399,168
Brokerage payable		17,754	-
WHT payable		63,980	11,936
		<b>321,933</b>	<b>411,104</b>

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 (June 30, 2023: Nil).

## 12 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 Company intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2024 to the unit holders in the manner as explained above, accordingly no provision for taxation has been made in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.

## 13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund as at March 31, 2024 is 3.16% which includes 0.66% representing government levies such as sales taxes and annual fee payable to the SECP, etc. The maximum ratio limit as prescribed under the NBFC Regulation for a collective investment scheme categorised as an 'Exchange Traded Scheme' is 2.5% which is required to be complied on an annual basis by the Fund. To comply with this breach, the Fund has made the reversal of expense amounting to Rs. 1.940 million (March 31 2023: .480 million).

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

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12% shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

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

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

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

### 14.1 Details of transactions with related parties / connected persons during the period are as follows:

	(Un-audited) 31-Mar-24	(Un-audited) 31-Mar-23
----- Rupees -----		
<b>JS Investments Limited - Management Company</b>		
Remuneration of JS Investments Limited - Management Company	-	69,635
Sindh Sales Tax on remuneration of the Management Company	-	9,053
Printing and stationery charges	<b>76,488</b>	76,170
Income from AMC against expense ratio adjustment	<b>1,940,120</b>	479,538
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	<b>41,540</b>	31,631
Sindh Sales Tax on remuneration of the Trustee	<b>5,400</b>	4,112
Settlement charges	<b>41,067</b>	26,558
Registrar fee	<b>113,000</b>	101,700
<b>JS Bank Limited - Parent Company of JSIL</b>		
Profit on savings accounts	<b>508,853</b>	182,838

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	(Un-audited) 31-Mar-24	(Un-audited) 31-Mar-23
<b>JS Fund of Funds - Fund under JSIL Management</b>		
Units purchased : 14,173,500 (2023 : 9,450,000)	151,948,230	83,232,805
Units redeem : 18,718,500 (2023 : 9,206,000)	194,862,335	78,328,070
<b>JS Global Capital Limited - Fellow subsidiary of JSBL</b>		
Issuance of units: 14,130,000 (2022 : 9,400,000)	150,496,335	82,396,492
Redemption of units: 18,810,000 (2022 : 9,150,000)	196,464,024	78,744,646
<b>14.2 Amounts / balances outstanding as at period end are as follows</b>		
<b>JS Investments Limited - Management Company</b>		
Printing and stationery charges payable	24,678	78,741
Payable to Management Company	110,000	110,000
Receivable from Management Company	169,225	570,243
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration payable to the Trustee	6,326	3,319
Sindh Sales Tax payable on Trustee remuneration	822	432
Settlement charges payable	4,595	2,622
Registrar fee payable	11,300	11,300
Security Deposit	100,000	100,000
<b>JS Bank Limited - Parent Company of JSIL</b>		
Bank balances	3,380,974	40,767,918
Profit Receivable	61,491	24,619
<b>JS Fund of Funds - Fund under JSIL Management</b>		
Units held: 4,390,500 units (June 2023: 8,935,500 units)	66,302,258	74,074,689
<b>JS Global Capital Limited - Fellow subsidiary of JSIL</b>		
Payable against purchase of investments	-	35,919,310
5,020,000 (2023: 9,700,000) units held	75,808,364	80,412,342

## 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 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 tradeable in an open market are revalued at 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.

### 15.2 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).

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The Fund held the following financial instruments measured at fair values:

----- Unaudited -----				
----- As at March 31, 2024 -----				
	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>At fair value through profit or loss</b>				
Quoted equity securities	70,696,640	-	-	70,696,640
	<u>70,696,640</u>	<u>-</u>	<u>-</u>	<u>70,696,640</u>

----- Unaudited -----				
----- As at June 30, 2023 -----				
	Level 1	Level 2	Level 3	Total
-----Rupees-----				
<b>At fair value through profit or loss</b>				
Quoted equity securities	74,741,429	-	-	74,741,429
	<u>74,741,429</u>	<u>-</u>	<u>-</u>	<u>74,741,429</u>

## 16 GENERAL

16.1 Figures have been rounded off to the nearest rupee.

16.2 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

## 17 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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http://www.linkedin.com/company/js-investment-limited



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website access



## QUARTERLY REPORT

MARCH 31, 2024

JS MICROFINANCE SECTOR FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Microfinance Sector Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 24.41% for the nine-month period ended March 31, 2024 against benchmark return of 22.13%. Net Assets moved from PKR 7.57 billion as at June 30, 2023 to PKR 6.77 billion as at March 31, 2024. The total expense ratio (TER) of the Fund is 1.14%, which includes 0.16% of government levies on the Fund.

## Dividend

The Fund paid interim cash dividends accumulating to Rs. 16.68 per unit during the nine- month period ended March 31, 2024.

## Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also maintained Stability rating of 'A(f)' with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



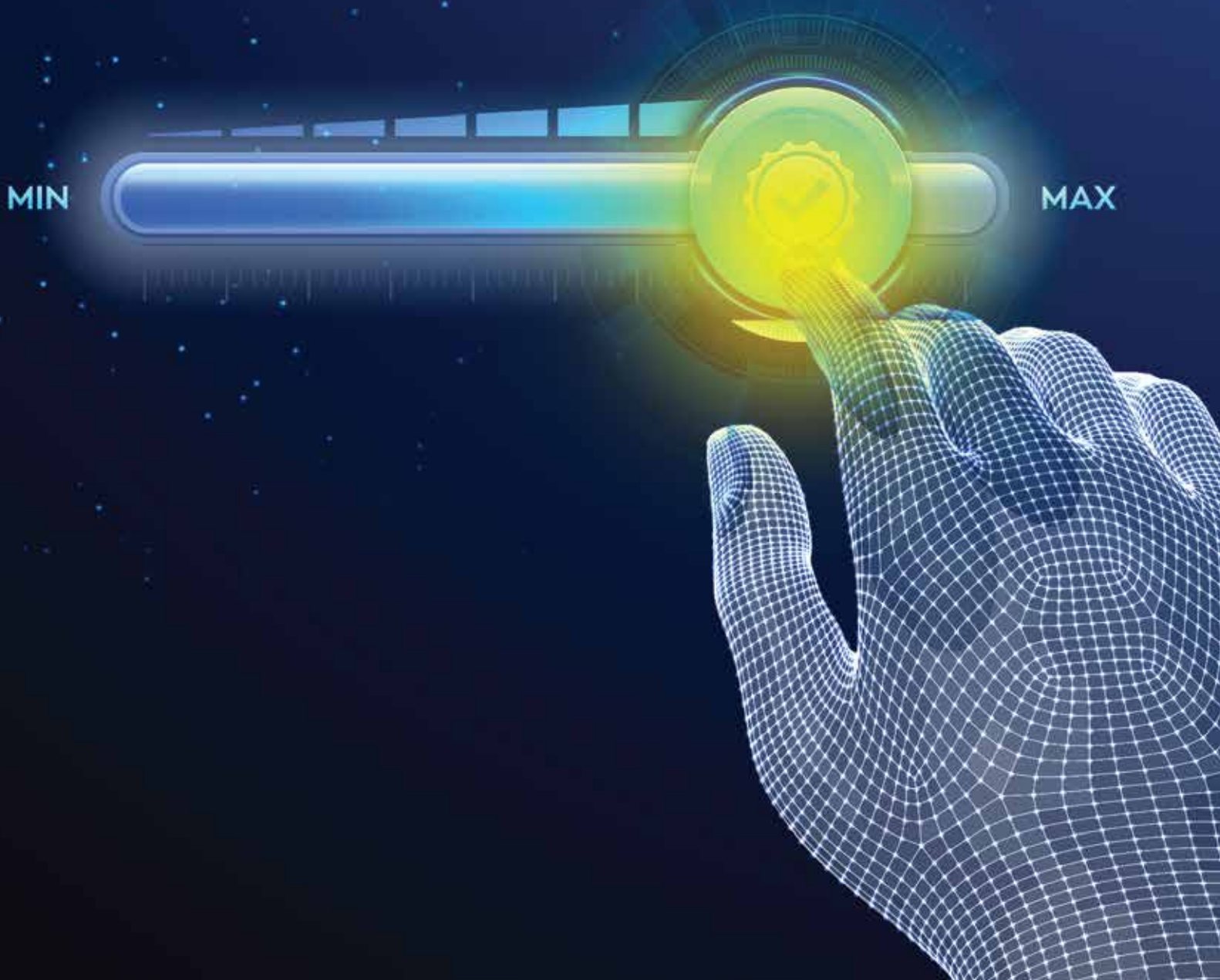
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	Note	----- Rupees -----	
<b>Assets</b>			
Balances with bank	6	6,453,618,217	7,399,261,415
Bank profit receivable		218,272,463	192,479,159
Deferred formation cost	7	436,053	541,611
Investments	8	100,000,000	-
Prepayments and other receivables	9	11,503,410	189,411
<b>Total assets</b>		<b>6,783,830,143</b>	<b>7,592,471,596</b>
<b>Liabilities</b>			
Payable to JS Investments Limited - Management Company	10	5,234,779	14,395,495
Payable to Digital Custodian Company Limited - Trustee	11	608,586	609,427
Payable to Securities and Exchange Commission of Pakistan (SECP)	12	538,567	1,414,098
Accrued expenses and other liabilities	13	8,555,680	5,122,426
<b>Total liabilities</b>		<b>14,937,612</b>	<b>21,541,446</b>
<b>Contingencies and commitments</b>	15		
<b>Net assets</b>		<b>6,768,892,531</b>	<b>7,570,930,150</b>
<b>Unit holders' Funds (as per Statement Attached)</b>		<b>6,768,892,531</b>	<b>7,570,930,150</b>
<b>----- Number of units -----</b>			
<b>Number of units in issue</b>		<b>66,566,996</b>	<b>74,869,343</b>
<b>----- Rupees -----</b>			
<b>Net assets value per unit</b>		<b>101.69</b>	<b>101.12</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>Income</b>				
Profit on bank balances	1,435,776,905	902,016,748	493,834,095	353,664,138
Profit on investments in debt securities	11,240,629	-	5,838,215	-
<b>Total</b>	<b>1,447,017,534</b>	<b>902,016,748</b>	<b>499,672,310</b>	<b>353,664,138</b>
<b>Expenses</b>				
Remuneration to JS Investments Limited - Management Company	10.1	35,179,414	18,330,518	16,714,462
Sales tax on Management Company's remuneration	10.2	4,573,325	2,382,964	2,172,880
Remuneration to the Digital Custodian Company Limited - Trustee	11.1	4,574,279	3,884,981	1,599,676
Sales tax on Trustee remuneration	11.2	594,656	505,047	207,958
Fee of the Securities and Exchange Commission of Pakistan (SECP)	12	4,578,625	1,037,872	1,602,772
Amortization of deferred formation costs	7	105,558	104,289	34,930
Listing fee		21,188	18,750	8,688
Mutual Fund rating fee		126,810	123,774	47,049
Bank and settlement charges		4,952	2,414	2,121
Auditors' remuneration		569,583	738,259	167,416
Printing and stationary		76,239	76,170	25,228
Professional tax		-	7,500	-
Accounting and operational charges	10.3	6,098,992	2,943,034	2,132,856
Selling and marketing expense	10.4	13,003,915	6,620,954	1,410,071
		<b>69,507,536</b>	<b>36,776,526</b>	<b>26,126,107</b>
<b>Net income for the period before taxation</b>		<b>1,377,509,998</b>	<b>865,240,222</b>	<b>473,546,203</b>
Taxation	14	-	-	-
<b>Net income for the period after taxation</b>		<b>1,377,509,998</b>	<b>865,240,222</b>	<b>473,546,203</b>
<b>Allocation of net income for the period:</b>				
Net income for the period after taxation		1,377,509,998	865,240,222	473,546,203
Income already paid on units redeemed		(525,860,346)	(79,641,491)	(258,310,285)
<b>Accounting income available for distribution</b>		<b>851,649,652</b>	<b>785,598,731</b>	<b>215,235,918</b>
-Relating to capital gains		-	-	-
-Excluding capital gains		851,649,652	785,598,731	215,235,918
		<b>851,649,652</b>	<b>785,598,731</b>	<b>215,235,918</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after taxation</b>	<b>1,377,509,998</b>	865,240,222	<b>473,546,203</b>	336,187,590
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>1,377,509,998</b>	865,240,222	<b>473,546,203</b>	336,187,590

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>Cash flows from operating activities</b>		
Net income for the period before taxation	1,377,509,998	865,240,222
<b>Operating profit before working capital changes</b>	<u>1,377,509,998</u>	<u>865,240,222</u>
<b>(Increase) / Decrease in current assets</b>		
Prepayments and other receivables	(11,313,999)	116,900
Bank profit receivable	(25,793,304)	(124,293,097)
Amortization of deferred formation costs	105,558	104,289
	<u>(37,001,745)</u>	<u>(124,071,908)</u>
<b>(Decrease) / Increase in current liabilities</b>		
Payable to the Management Company	(9,160,716)	9,555,027
Payable to Digital Custodian Company Limited - Trustee	(841)	486,609
Fee payable to the Securities and Exchange Commission of Pakistan (SECP)	(875,531)	1,012,437
Accrued expenses and other liabilities	3,433,254	11,363,185
	<u>(6,603,834)</u>	<u>22,417,258</u>
Proceeds / (payments) from investments - net	(100,000,000)	-
<b>Net cash (used in) / generated from operating activities</b>	<u>1,233,904,419</u>	<u>763,585,572</u>
<b>Cash flows from financing activities</b>		
Dividend paid	(807,066,438)	(710,551,375)
Amount received from issuance of units	43,472,344,462	24,030,307,080
Amount paid on redemption of units	(44,844,825,641)	(20,010,184,028)
<b>Net cash (used in) financing activities</b>	<u>(2,179,547,617)</u>	<u>3,309,571,678</u>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<u>(945,643,198)</u>	<u>4,073,157,250</u>
Cash and cash equivalents at the beginning of the period	7,399,261,415	2,213,232,206
<b>Cash and cash equivalents at the end of the period</b>	<u>6,453,618,217</u>	<u>6,286,389,456</u>

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



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months Period Ended March 31,					
	2024			2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	------(Rupees)-----					
Net assets at beginning of the period	7,437,035,825	133,894,325	7,570,930,150	2,225,545,046	1,301,717	2,226,846,763
Issuance of units 428,987,640 (2023: 238,976,124 units)	43,469,317,563	-	43,469,317,563	24,029,049,218	-	24,029,049,218
- Element of income	3,026,899	-	3,026,899	1,257,862	-	1,257,862
<b>Total proceeds on issuance of units</b>	<b>43,472,344,462</b>	<b>-</b>	<b>43,472,344,462</b>	<b>24,030,307,080</b>	<b>-</b>	<b>24,030,307,080</b>
Redemption of units 437,289,987 (2023: 197,902,477 units)	(44,052,283,650)	-	(44,052,283,650)	(19,819,452,583)	-	(19,819,452,583)
- Element of loss	(266,681,645)	-	(266,681,645)	(111,089,954)	-	(111,089,954)
-Amount paid / payable on redemption of units	-	(525,860,346)	(525,860,346)	-	(79,641,491)	(79,641,491)
<b>Total payments on redemption of units</b>	<b>(44,318,965,295)</b>	<b>(525,860,346)</b>	<b>(44,844,825,641)</b>	<b>(19,930,542,537)</b>	<b>(79,641,491)</b>	<b>(20,010,184,028)</b>
Total comprehensive income / (loss) for the period	-	1,377,509,998	1,377,509,998	-	865,240,222	865,240,222
<b>Distributions during the period</b>						
Interim distribution- July 26, 2023 (1.62 per unit) (2022: Nil per unit)	-	(107,209,351)	(107,209,351)	-	-	-
Interim distribution - Aug 29, 2023 (2.18 per unit) (2022 2.56 per unit)	-	(187,915,852)	(187,915,852)	-	(127,393,758)	(127,393,758)
Interim distribution - Sep 27, 2023 (1.83 per unit) (2022 1.00 per unit)	-	(72,068,018)	(72,068,018)	-	(55,336,619)	(55,336,619)
Interim distribution - Oct 26, 2023 (1.83 per unit) (2022 1.29 per unit)	-	(71,375,480)	(71,375,480)	-	(87,334,564)	(87,334,564)
Interim distribution - Nov 28, 2023 (1.90 per unit) (2022 1.28 per unit)	-	(78,869,070)	(78,869,070)	-	(75,919,423)	(75,919,423)
Interim distribution - Dec 27, 2023 (1.84 per unit) (2022 1.55 per unit)	-	(78,096,465)	(78,096,465)	-	(95,580,776)	(95,580,776)
Interim distribution - Jan 31, 2024 (2.15 per unit) (2023 1.33 per unit)	-	(57,861,430)	(57,861,430)	-	(73,355,115)	(73,355,115)
Interim distribution - Feb 28, 2024 (1.69 per unit) (2023 1.29 per unit)	-	(50,444,764)	(50,444,764)	-	(94,589,866)	(94,589,866)
Interim distribution - Mar 26, 2024 (1.64 per unit) (2023 1.36 per unit)	-	(103,226,008)	(103,226,008)	-	(101,041,254)	(101,041,254)
Total comprehensive income for the period	-	570,443,560	570,443,560	-	154,688,847	154,688,847
<b>Net assets at end of the period</b>	<b>6,590,414,992</b>	<b>178,477,539</b>	<b>6,768,892,531</b>	<b>6,325,309,589</b>	<b>76,349,073</b>	<b>6,401,658,662</b>
<b>Undistributed (loss) / income brought forward</b>						
- Realised income		133,894,325			1,301,717	
- Unrealised (loss)		-			-	
		133,894,325			1,301,717	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		-			-	
- Excluding capital gains		851,649,652			785,598,731	
		851,649,652			785,598,731	
<b>Net income for the period after taxation</b>						
Distribution during the period		(807,066,438)			(710,551,375)	
Undistributed income carried forward		178,477,539			76,349,073	
<b>Undistributed income carried forward</b>						
- Realised income		178,477,539			76,349,073	
- Unrealised income		-			-	
		178,477,539			76,349,073	
Net assets value per unit at beginning of the period			101.12			100.09
Net assets value per unit at end of the period			101.69			101.10

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Microfinance Sector Fund ("the Fund") was established under the Trust Deed and the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The draft trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated December 27, 2021 consequent to which the Trust Deed was executed on January 7, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Trust Deed of the Fund has been registered under the Sindh Trust Act, 2020.
- 1.2** The Fund is an open end mutual fund categorised as "Income Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in prime quality Microfinance sector products, Microfinance bank deposits and short-term Money Market instruments.
- 1.3** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also maintained a Stability rating of 'A(f)' with stable outlook to the Fund.

## 2 BASIS OF PREPARATION

### 2.1 STATEMENT OF COMPLIANCE

- 2.1.1** The 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 as 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

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (IAS) 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, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

**2.1.3** In compliance with schedule V of the Non-Banking Finance Companies and Notied Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2024.

## **2.2 Basis of measurement**

The condensed interim financial satetment have been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

## **2.3 Functional and presentation currency**

These condensed interim financial statements are presented in Pak Rupees, which is the functional and presentation currency of the Fund. All amounts have been rounded off to the nearest of Rupee, unless otherwise indicated.

## **3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN**

**3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

**3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

**3.3** The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

### **3.4 Standards, interpretations and 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, 2023. 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.

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

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

## **4 FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2024 is 1.14% (March 31, 2023: 0.71%) which includes 0.16% (March 31, 2023: 0.08%) representing government levies and annual fee payable to the SECP. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as a "Income" scheme.

## 6 BALANCES WITH BANK

Profit and loss sharing (PLS) accounts

6.1

	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----		
Profit and loss sharing (PLS) accounts	5,253,618,217	6,824,261,415
Term deposits	1,200,000,000	575,000,000
	<b>6,453,618,217</b>	<b>7,399,261,415</b>

Term deposits

6.2

6.1 These include a balance of Rs. 48.37 million (June 30, 2023: Rs: 22.83 million) maintained with JS Bank Limited (a related party) that carries profit at the rate of 20.82% (June 30, 2023: 19.60%) and Rs. 1.67 billion (June 30, 2023: Rs: 6.96 billion) maintained with U Microfinance Bank Limited (a related party) that carries profit at the rate of 22.50% (June 30, 2023: 24.00%). Other profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 24.00% (June 30, 2023: 15.00% to 24.00%) per annum.

6.2 This pertains to the (TDR) maintained with Mobilink Microfinance Bank amounting Rs. 600 million that carry profit at the rate of 23.00%. The maturity date of (TDR) is December 27, 2024.

This pertains to the (TDR) maintained with HBL Microfinance Bank amounting Rs. 600 million that carry profit at the rate of 23.00%. The maturity date of (TDR) is December 27, 2024.

## 7 DEFERRED FORMATION COSTS

Preliminary expenses and formation costs

7.1

Less: amortization during the period

Preliminary expenses and formation costs	541,611	683,326
Less: amortization during the period	(105,558)	(141,715)
	<b>436,053</b>	<b>541,611</b>

7.1 Preliminary expenses and formation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from May 12, 2022 as per the requirements set out in the Trust Deed of the Fund.

## 8 INVESTMENTS

Investments in Debt Securities

8.1

Investments in Debt Securities	100,000,000	-
	<b>100,000,000</b>	<b>-</b>

8.1 These represent term finance certificates of Kashf Foundation Gender Bond carrying interest rate of KIBOR + 1.50%. These will mature by October 10, 2026.

## 9 PREPAYMENTS AND OTHER RECEIVABLES

Prepaid annual listing fee

Mutual Fund Rating Fee Prepayment

Accrued return on TDRs and debt securities etc

Prepaid annual listing fee	7,687	-
Mutual Fund Rating Fee Prepayment	62,601	189,411
Accrued return on TDRs and debt securities etc	11,433,122	-
	<b>11,503,410</b>	<b>189,411</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----			
<b>10</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>		
	Remuneration Payable to management company	<b>10.1</b> 2,566,313	2,901,639
	Sindh sales tax on management remuneration	<b>10.2</b> 333,621	377,611
	Accounting and Operational Charges payable	<b>10.3</b> 718,087	719,086
	Preliminary Expenses and formation costs Payable	-	740,525
	Printing charges payable	<b>69,443</b>	101,677
	Selling and Marketing Expenses payable	<b>10.4</b> 1,410,071	9,460,559
	Sales load payable to management company	<b>137,244</b>	94,398
		<b>5,234,779</b>	14,395,495

**10.1** During the period, the Management Company has charged its remuneration at the rate of 0.00% to 1.00% (June 2023: 0.00% to 1.00%) of the average annual net assets. The remuneration is payable to the Management Company monthly in arrears.

**10.2** The Provincial Government of Sindh has levied Sindh sales tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

**10.3** The Management Company of the Fund is entitled for reimbursement of fee and expenses incurred by the Management Company in relation to registrar service, accounting, operation and valuation services related to Fund. Accordingly, such expenses have been charged at the rate of 0.10% of net assets of the Fund.

**10.4** The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds). Asset Management Company is required to set a maximum limit for charging of such expenses to the Fund and the same should be approved by the Board of Directors of the Management Company as part of annual plan.

		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
-----Rupees-----			
<b>11</b>	<b>PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE</b>		
	Remuneration payable to the Trustee	<b>11.1</b> 538,570	539,314
	Sindh sales tax payable on Trustee's remuneration	<b>11.2</b> 70,016	70,113
		<b>608,586</b>	609,427
<b>11.1</b>	During the period, the Trustee has charged its remuneration at the rate of 0.075% per annum of the average annual net assets.		
<b>11.2</b>	Sindh sales tax at the rate of 13% is charged on Trustee remuneration.		
<b>12</b>	<b>PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>		
	Fee Payable to Securities and Exchange Commission of Pakistan (SECP)	<b>12.1</b> 538,567	1,414,098
		<b>538,567</b>	1,414,098

**12.1** In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP). The Fund has charged the SECP fee at the rate of 0.075% (June 30, 2023: 0.02%) per annum of the average annual net assets during the current period.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024	June 30, 2023
	(Un-audited)	(Audited)
<b>13 ACCRUED EXPENSES AND OTHER LIABILITIES</b>	-----Rupees-----	
Auditors' remuneration	<b>445,733</b>	291,950
Withholding tax payable	<b>386,282</b>	235,523
Other liabilities & Capital Gain Tax	<b>7,723,665</b>	4,594,953
	<b>8,555,680</b>	5,122,426

## 14 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

## 15 CONTINGENCIES AND COMMITMENTS

The Fund has no contingencies or commitments at the period end (June 30, 2023: Nil).

## 16 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons.

### 16.1 Details of transactions with related parties / connected persons during the period

		Nine Months Period Ended	
		March 31, 2024	March 31, 2023
		(Un-audited)	
		-----Rupees-----	
<b>JS Investments Limited - Management Company</b>			
Remuneration to the Management Company	<b>16.2</b>	<b>35,179,414</b>	18,330,518
Sindh sales tax on remuneration of the Management Company		<b>4,573,325</b>	2,382,964
Issue of units: 4,571,801 units (2023: 23,076,121 units)		<b>467,618,695</b>	2,346,453,525
Redemption of units: 6,787,059 units (2023: 27,347,526 units)		<b>698,835,049</b>	2,778,332,102
Units refunded as Capital : 45,627 (2023: 204,160 units)		-	-
Reinvest in lieu of Dividend paid : 1,492 units (2023: 5,319 units)		<b>150,834</b>	534,564
Sales load		<b>984,155</b>	592,096
Accounting and operating expenses		<b>6,098,992</b>	2,943,034
Selling and marketing expense		<b>13,003,915</b>	6,620,954
Amortization of deferred formation costs		<b>105,558</b>	104,289
Printing Charges		<b>76,239</b>	76,170

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine Months Period Ended	
	March 31, 2024	March 31, 2023
	(Un-audited)	
	-----Rupees-----	
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration of the Trustee	4,574,279	3,884,981
Sindh sales tax on Trustee remuneration *	594,656	505,047
<b>JS Fund of Funds (Fund Under JSIL Management)</b>		
Issue of units: 5,722,986 units (2023: 7,767,161 units)	586,548,254	786,420,222
Redemption of units: 8,609,679 units (2023: 8,355,086 units)	879,931,279	846,112,310
Reinvest in lieu of Dividend paid : 17,059 units (2023: 58,433 units)	1,724,960	5,866,832
Units refunded as Capital : 45,435 (2023: 39,933 units)	-	-
<b>EFU Life Assurance Ltd. (Common directorship of ultimate parent company)</b>		
Redemption of units: 626,783 units (2023: Nil units)	64,489,736	-
Reinvest in lieu of Dividend paid : 33,636 units (2023: 61,056 units)	3,501,299	6,133,321
<b>Jahangir Siddiqui &amp; Co. Limited (Ultimate Parent Company - JSIL)</b>		
Issue of units: 23,391,361 units (2023: 9,927,419 units)	2,388,882,042	1,000,172,345
Redemption of units: 30,505,937 units (2023: 4,974,936 units)	3,102,587,993	500,229,793
Units refunded as Capital : 177,904 (2023: 21,881 units)	-	-
Dividend given by the Fund	28,320,452	21,964,545
<b>Jahangir Siddiqui &amp; Sons Limited (Common ownership of the substantial shareholder)</b>		
Issue of units: 1,624,144 units (2023: Nil units)	165,235,798	-
Redemption of units: 5,888,832 units (2023: Nil units)	597,222,883	-
Units refunded as Capital : 8,370 (2023: Nil units)	-	-
Reinvest in lieu of Dividend paid : 107,729 (2023: Nil units)	10,897,901	-
<b>JS Infocom Limited (Wholly owned by JSCL)</b>		
Issue of units: 195,332 units (2023: 498,206 units)	20,000,000	50,000,000
Redemption of units: 294,410 units (2023: Nil units)	30,201,355	-
Dividend given by the Fund	306,975	4,533,678

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 16.1 Details of transactions with related parties / connected persons during the period

	March 31, 2024	March 31, 2023
	(Un-audited)	
	-----Rupees-----	
<b>JS Bank Limited</b> <b>(Parent Company of JSIL)</b>		
Interest income on bank balances	10,832,137	1,442,459
Issue of units: Nil units (2023: 26,758,795 units)	-	2,700,000,000
Redemption of units: Nil units (2023: 26,834,560 units)	-	2,709,749,787
Reinvest in lieu of Dividend paid : Nil units (2023: 18,086 units)	-	1,818,539
Units refunded as Capital : Nil (2023: 57,679 units)	-	-
<b>Energy Infrastructure Holding (Private) Limited</b> <b>(Wholly owned by JSCL)</b>		
Issue of units: 390,663 units (2023: 1,989,060 units)	40,000,000	200,000,000
Redemption of units: 390,663 (2023: 1,989,060 units)	40,144,545	200,477,374
<b>Jahangir Siddiqui Securities Services Limited</b> <b>(Common ownership of the substantial shareholder)</b>		
Redemption of units: 8,453 (2022: Nil units)	863,252	-
Reinvest in lieu of Dividend paid: 295 (2022: Nil units)	29,832	-
<b>JS Lands Private Limited</b> <b>(Common ownership of the substantial shareholder)</b>		
Issue of units: 51,201 units (2023: Nil units)	5,272,202	-
Reinvest in lieu of Dividend paid : 738 units (2023: Nil units)	74,736	-
Units refunded as Capital : 829 (2023: Nil units)	-	-
<b>Key management personnel of the Management Company</b>		
Issue of units: 16,034,728 (2023: 65,625 units)	1,645,851,625	6,619,455
Redemption of units: 12,440,149 (2023: 23,698 units)	1,280,523,846	2,390,101
Units refunded as Capital: 203,964 (2023: 394 units)	-	-
Reinvest in lieu of Dividend paid: 11,377 (2023: 5,930 units)	1,151,759	595,748
<b>16.2</b>	Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations, and the Trust Deed respectively.	
<b>16.3</b>	Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.	

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 16.4 Details of balances with related parties / connected person as at period / year end

	March 31, 2024	June 30, 2023
	(Un-audited)	(Audited)
	-----Rupees-----	
<b>JS Investments Limited - Management Company</b>		
Remuneration payable to the Management Company	2,566,313	2,901,639
Sindh sales tax on management remuneration	333,621	377,611
Preliminary Expenses and formation costs Payable	-	740,525
Accounting and Operational Charges payable	718,087	719,086
Selling and Marketing Expenses payable	1,410,071	9,460,559
Printing charges Payable	69,443	101,677
Sales load payable	137,244	94,398
Units held: Nil (June 30, 2023: 2,168,140)	-	219,242,292
<b>Digital Custodian Company Limited - Trustee</b>		
Remuneration of the Trustee	538,570	539,314
Sindh sales tax on Trustee remuneration	70,016	70,113
<b>16.4 Details of balances with related parties / connected person as at period / year end</b>		
<b>JS Bank Limited</b>		
<b>(Parent Company of JSIL)</b>		
Bank balances	48,374,414	22,832,133
Accrued return on bank balance	1,483,706	317,518
<b>JS Fund of Funds</b>		
<b>(Fund Under JSIL Management)</b>		
Units held: Nil (June 30, 2023: 2,824,198)	-	285,582,983
<b>EFU Life Assurance Ltd</b>		
<b>(Common directorship of ultimate parent company)</b>		
Units held: Nil (June 30, 2023: 593,147)	-	59,979,030
<b>Jahangir Siddiqui &amp; Co. Limited</b>		
<b>(Ultimate Parent Company of JSIL)</b>		
Units held: 280,175 (June 30, 2023: 7,216,847)	28,491,000	729,767,561
<b>Jahangir Siddiqui &amp; Sons Limited</b>		
<b>(Common ownership of the substantial shareholder)</b>		
Units held: 713,483 (June 30, 2023: 4,862,071)	72,554,065	491,652,647

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024	June 30, 2023
	(Un-audited)	(Audited)
	-----Rupees-----	
<b>Jahangir Siddiqui Securities Services Limited</b> (Common ownership of the substantial shareholder)		
Units held: Nil (June 30, 2023: 8,158)	-	824,945
<b>JS Infocom Limited</b> (Wholly owned by JSCL)		
Units held: Nil (June 30, 2023: 99,079)	-	10,018,825
<b>JS Land Private Limited</b> (Common ownership of the substantial shareholder)		
Units held: 52,768 (June 30, 2023: Nil)	<b>5,365,934</b>	-
<b>Entities holding 10% or more of units</b>		
Units held: 30,483,250 (June 30, 2023: 37,635,185)	<b>3,099,841,687</b>	3,805,669,886
<b>Key management personnel of the Management Company</b>		
Units held: 3,907,989 (June 30, 2023: 98,069)	<b>397,403,378</b>	9,916,731

## 17 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. 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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

### 17.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 18 GENERAL

18.1 Figures have been rounded off to the nearest Rupee and have been reclassified wherever necessary.

18.2 Corresponding figures have been rearranged, wherever necessary.

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
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Islamabad - North  
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http://www.linkedin.com/company/js-investment-limited



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website access



## QUARTERLY REPORT

MARCH 31, 2024

JS MONEY MARKET FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

Grant Thornton Anjum Rahman, Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Digital Custodian Company Limited  
4th Floor, Perdesi House  
2/1, R-Y-16, Old Queens Road,  
Karachi - 75530

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has pleasure in presenting the unaudited Financial Statements of **JS Money Market Fund** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Review of Fund Performance

The Fund's annualized return was 21.78% for the nine-month period ended March 31, 2024 against benchmark return of 21.05%. Net Assets moved from PKR 2,039.98 million (June 30, 2023) to PKR 2,480.37 million as of March 31, 2024. The Fund's total expense ratio (TER) is 1.89% includes 0.20% of government levies on the Fund.

## Dividend

The Fund paid interim cash dividend accumulating to Rs. 11.73 per unit during the period ended March 31, 2024.

## Fund and Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations. Further, PACRA has also assigned Stability rating of 'AA+(f)' with stable outlook for the Fund.

## Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Digital Custodian Company Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



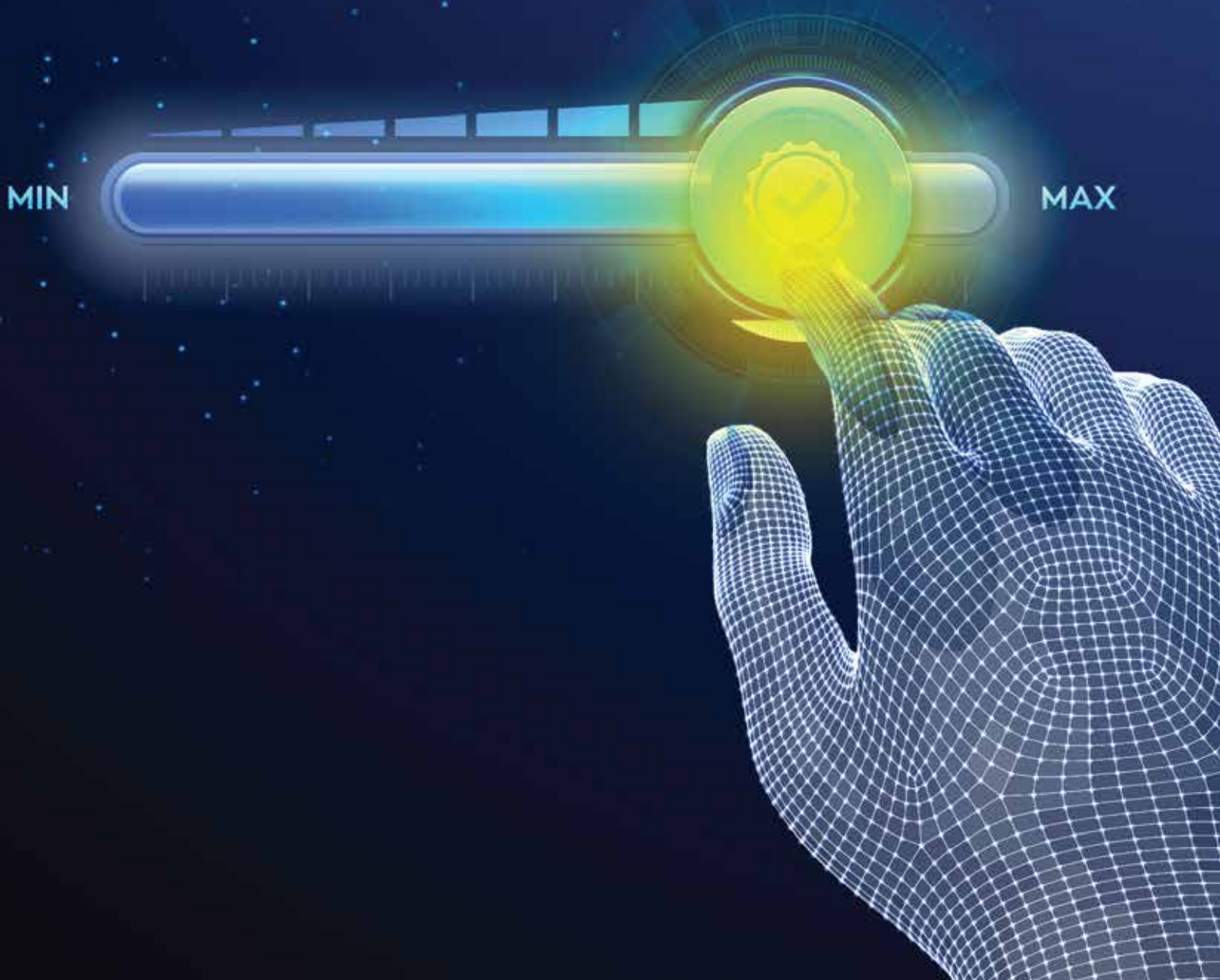
**Director**

April 24, 2024  
Karachi



**Chief Executive Officer**  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	527,077,795	71,761,395
Investments	5	1,959,718,285	1,432,465,745
Profit and other receivables	6	13,247,205	22,210,593
Deferred formation cost	7	572,525	682,525
Security deposit & other receivable		100,000	521,340,072
<b>Total assets</b>		<b>2,500,715,810</b>	<b>2,048,460,330</b>
<b>Liabilities</b>			
Payable to the Management Company-JS Investments Limited	8	13,696,155	2,157,492
Payable to Digital Custodian Company Limited - Trustee	9	178,784	-
Payable to the Securities and Exchange Commission of Pakistan	10	182,557	65,674
Accrued expenses and other liabilities	11	6,287,694	6,258,109
<b>Total liabilities</b>		<b>20,345,190</b>	<b>8,481,275</b>
<b>Contingencies and commitments</b>	12	-	-
<b>Net assets</b>		<b>2,480,370,620</b>	<b>2,039,979,055</b>
<b>Unit holders' funds</b>		<b>2,480,370,620</b>	<b>2,039,979,055</b>
		----- Number of units -----	
<b>Number of units in issue</b>		<b>23,558,538</b>	<b>20,215,119</b>
		----- Rupees -----	
<b>Net assets value per unit</b>		<b>105.29</b>	<b>100.91</b>

The annexed notes from 1 to 18 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Note	Nine months period ended March 31, 2024	For the Period fro March 03, 2023 to March 31, 2023	Three months period ended March 31, 2024
-----Rupees-----				
<b>Income</b>				
Profit/markup on bank balances & investments		494,754,163	7,067,268	143,441,152
Gain/(loss) on sale of investments at fair value through profit or loss - net		42,232,807	744,847	(1,964,256)
Net unrealised (loss)/gain on re-measurement of investments 'at fair value through profit or loss'	5.4	(4,297,445)	263,080	(3,505,629)
<b>Total income</b>		<b>532,689,525</b>	<b>8,075,195</b>	<b>137,971,267</b>
<b>Expenses</b>				
Remuneration of the Management Company	8.1	20,061,497	191,491	5,344,975
Sindh sales tax on Management Company's remuneration	8.2	2,607,995	24,894	694,847
Accounting and operational charges	8.3	2,437,431	-	685,034
Selling and marketing expense	8.4	15,599,733	-	11,274,417
Remuneration of the Trustee	9.1	1,584,333	-	445,270
Sindh sales tax on Trustee remuneration	9.2	205,964	-	57,885
Fee to the Securities and Exchange Commission of Pakistan (SECP)	10	1,828,234	7,991	513,848
Securities transaction cost		633,945	16,916	269,221
Mutual fund rating fee		150,700	15,892	49,868
PSX Listing fee		23,063	-	7,688
Amortization of deferred formation costs	7	110,000	11,600	36,400
Auditors' remuneration		586,715	72,500	130,871
Printing and Stationery		76,488	15,059	25,337
Bank and settlement charges		14,245	-	1,584
<b>Total Expenses</b>		<b>45,920,343</b>	<b>356,343</b>	<b>19,537,245</b>
<b>Net income for the period before tax</b>		<b>486,769,182</b>	<b>7,718,852</b>	<b>118,434,022</b>
Taxation	14	-	-	-
<b>Net income for the period after tax</b>		<b>486,769,182</b>	<b>7,718,852</b>	<b>118,434,023</b>
<b>Allocation of Net Income For the period</b>				
Net income for the period after tax		486,769,182	7,718,852	118,434,023
Income already paid on units redeemed		(207,424,130)	-	(8,710,870)
		279,345,052	7,718,852	109,723,153
<b>Accounting income available for distribution:</b>				
Relating to Capital Gain		37,935,362	-	(5,469,885)
Excluding Capital Gain		241,409,690	7,718,852	115,193,038
		279,345,052	7,718,852	109,723,153

The annexed notes from 1 to 18 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended March 31, 2024	For the Period from March 03, 2023 to March 31, 2023	Three months period ended March 31, 2024
	-----Rupees-----		
Net income for the period after tax	486,769,182	7,718,852	118,434,022
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	<u>486,769,182</u>	<u>7,718,852</u>	<u>118,434,022</u>

The annexed notes from 1 to 18 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period after tax

### Adjustments for:

Profit/markup on bank balances & investments  
(Gain) on sale of investments at fair value through profit or loss - net  
Net unrealised (gain) on re-measurement of investments  
'at fair value through profit or loss'

### (Increase) / Decrease in assets

Formation cost  
Receivable against sales of Securities  
Deposits and other receivable

### Increase / (decrease) in liabilities

Payable to the Management Company-JS Investments Limited  
Remuneration payable to Trustee  
Payable to Securities and Exchange Commission of Pakistan  
Accrued expenses and other liabilities

Investments - net

### Net cash flows from operating activities

## CASH FLOWS FROM FINANCING ACTIVITIES

Dividend distribution  
Amount received on issuance of units  
Amount paid on the redemption of units  
**Net cash flows from financing activities**

### Increase in cash and cash equivalents during the period

Cash and cash equivalents at beginning of the period  
**Cash and cash equivalents at end of the period**

	Nine months period ended March 31, 2024	For the Period from March 03 2023 to March 31, 2023
----- Rupees -----		
Net income for the period after tax	486,769,182	7,718,852
<b>Adjustments for:</b>		
Profit/markup on bank balances & investments	(494,754,163)	(7,067,268)
(Gain) on sale of investments at fair value through profit or loss - net	(42,232,807)	(744,847)
Net unrealised (gain) on re-measurement of investments 'at fair value through profit or loss'	4,297,445	(263,080)
	(45,920,343)	(356,343)
<b>(Increase) / Decrease in assets</b>		
Formation cost	110,000	(718,925)
Receivable against sales of Securities	521,240,072	-
Deposits and other receivable	503,717,551	3,731,137
	1,025,067,623	3,012,212
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company-JS Investments Limited	11,538,663	961,969
Remuneration payable to Trustee	178,784	-
Payable to Securities and Exchange Commission of Pakistan	116,883	7,991
Accrued expenses and other liabilities	29,585	108,621
	11,863,915	1,078,581
	991,011,195	3,734,450
Investments - net	(489,317,178)	(589,796,501)
<b>Net cash flows from operating activities</b>	(489,317,178)	(589,796,501)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend distribution	(193,225,825)	-
Amount received on issuance of units	22,317,565,487	596,569,867
Amount paid on the redemption of units	(22,170,717,279)	(5,631,628)
<b>Net cash flows from financing activities</b>	(46,377,617)	590,938,239
<b>Increase in cash and cash equivalents during the period</b>	455,316,400	4,876,188
Cash and cash equivalents at beginning of the period	71,761,395	-
<b>Cash and cash equivalents at end of the period</b>	527,077,795	4,876,188

The annexed notes from 1 to 18 and annexure form an integral part of these condensed interim financial statements



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine month period ended March 31, 2024			For the Period from March 03, 2023 to March 31, 2023		
	Capital Value	Undistributed income / (loss)	Total	Capital Value	Undistributed income / (loss)	Total
	-----Rupees-----			-----Rupees-----		
<b>Net assets at beginning of the period</b>	2,031,770,674	8,208,381	2,039,979,055	-	-	-
<b>Issuance of units 212,643,981(2023:5,951,013 units)</b>						
- Capital value (at net asset value per unit	21,457,904,168	-	21,457,904,168	595,101,316	-	595,101,316
- Element of Loss/ Income	859,661,319	-	859,661,319	1,468,551	-	1,468,551
<b>Total proceeds on issuance of units</b>	22,317,565,487	-	22,317,565,487	596,569,867	-	596,569,867
<b>Redemption of units 209,300,562 (2023: 56,069 units)</b>						
- Capital value (at net asset value per unit	(21,120,519,737)	-	(21,120,519,737)	(5,606,900)	-	(5,606,900)
- Income already paid on units redeemed	-	(207,424,130)	(207,424,130)	-	-	-
- Element of Loss/ Income	(842,773,412)	-	(842,773,412)	(24,728)	-	(24,728)
<b>Total payments on redemption of units</b>	(21,963,293,149)	(207,424,130)	(22,170,717,279)	(5,631,628)	-	(5,631,628)
Interim distribution 26 Sep 2023 @ 1.46 per unit, 28 Dec 2023 @5.64 per unit and 18 Mar 2024 @ 4.63	-	(193,225,825)	(193,225,825)	-	7,718,852	7,718,852
Total comprehensive income for the period	-	486,769,182	486,769,182	-	-	-
<b>Net assets at end of the period</b>	2,386,043,012	287,553,433	2,480,370,620	590,938,239	7,718,852	598,657,091
<b>Undistributed income brought forward</b>						
- Realized gain/(loss)		10,787,188			-	
- Unrealized income		(2,578,807)			-	
		8,208,381			-	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		37,935,362			-	
- Excluding capital gains		241,409,690			7,718,852	
		279,345,052			7,718,852	
Net income for the period after taxation		486,769,182			7,718,852	
<b>Undistributed loss carried forward</b>		287,553,433			7,718,852	
<b>Undistributed loss carried forward</b>						
- Realized loss		291,850,878			7,455,772	
- Unrealized loss		(4,297,445)			263,080	
		287,553,433			7,718,852	
		(Rupees)			(Rupees)	
<b>Net assets value per unit at beginning of the period</b>			100.91			100.00
<b>Net assets value per unit at end of the period</b>			105.29			101.55

The annexed notes from 1 to 18 and annexure form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** JS Money Market Fund ("the Fund") was established/registered under the Trust Deed and under section 16 of the Sindh Trust Act, 2020 executed between JS Investments Limited as the Management Company and Digital Custodian Company Limited as the Trustee. The trust deed was approved by the Securities and Exchange Commission of Pakistan (the SECP) vide its letter dated April 29, 2022 consequent to which the Trust Deed was executed on June 08, 2022 in accordance with the requirement of Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules). The Management Company has launched the Fund on March 03, 2023.
- 1.2** The Fund is an open end mutual fund categorised as "Money Market Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on continuous basis. The units are transferrable and can be redeemed by surrendering them to the Fund. As per the offering document, the Fund shall invest in low and highly liquid short term assets including money market instruments.
- 1.3** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.4** Title to the assets of the Fund is held in the name of Digital Custodian Company Limited as Trustee of the Fund.
- 1.5** The objective of the Fund is to seek reasonable rate of return while maintaining high liquidity by investing primarily in highly liquid short-term money market instruments with low risk.
- 1.6** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited. Further, PACRA has also assigned Stability rating of 'AA+(f)' with stable outlook to 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 as 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
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), 'Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (IAS) 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, 2023.

- 2.1.3** In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

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

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

- 3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

- 3.3 Standards, interpretations and 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, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

March 31 2024 (Un-audited)	June 30 2023 (Audited)
-----Rupees-----	
<b>527,077,795</b>	71,761,395

## 4 BANK BALANCES Note

Profit and loss (PLS) sharing account

4.1

4.1 Profit and loss sharing accounts of the Fund carry profit rates ranging from 15.00% to 20.50% (June 2023: 15.00% to 19.50%) per annum.

March 31 2024 (Un-audited)	June 30 2023 (Audited)
-----Rupees-----	
<b>1,718,718,285</b>	670,314,385
-	602,151,360
<b>241,000,000</b>	160,000,000
<b>1,959,718,285</b>	1,432,465,745

## 5 INVESTMENTS

### Financial assets 'at fair value through profit or loss'

Market Treasury Bills

5.1

Pakistan Investment Bonds

5.2

Sukuk certificates

5.3

### 5.1 Market Treasury Bills

Particulars	Face value				Balance as at March 31, 2024		Market value as a percentage of	
	As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	net assets of the Fund	total investments of the Fund
	(Rupees)						(%)	
T-Bills - 03 months	6,986	572,850	573,836	6,000	580,402,658	579,441,000	23.36	26.83
T-Bills - 06 months	-	55,900	53,840	2,060	196,894,436	196,119,285	7.90	9.08
T-Bills - 12 months	-	15,000	5,000	10,000	945,718,635	943,158,000	38.02	43.67
Total as at March 31, 2024	<b>6,986</b>	<b>643,750</b>	<b>632,676</b>	<b>18,060</b>	<b>1,723,015,730</b>	<b>1,718,718,285</b>	<b>69.28</b>	<b>79.58</b>
Total as at June 30, 2023					<b>671,222,046</b>	<b>670,314,385</b>		

### 5.2 Pakistan Investment Bonds - Floating

Particulars	Issue date	Face value				Balance as at March 31, 2024		Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the period	As at March 31, 2024	Carrying value	Market value	net assets of the Fund	total investments of the Fund
		(Rupees)						(%)	
Pakistan Investment Bonds - 2 years	August 26, 2021	6,036	-	6,036	-	-	-	-	-
Pakistan Investment Bonds - 2 years	December 30, 2021	-	41,000	41,000	-	-	-	-	-
Total as at March 31, 2024									
Total as at June 30, 2023						<b>603,822,506</b>	<b>602,151,360</b>		

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.3 Sukuk certificates

Name of the investee company	Profit payments / principal redemptions	Date of maturity	As at July 1, 2023	Purchased during the period	Matured / sold during the period	As at March 31, 2024	Balance as at March 31, 2024		Market value as percentage of	
							Carrying value	Market value	Net assets of the Fund	Total investment
							----- Rupees -----		----- % -----	
K-Electric STS XVII (Face value of Rs 1,000,000 each)	Semi- annually	November 18, 2023	70	-	70	-	-	-	-	-
K-Electric STS XX (Face value of Rs 1,000,000 each)	Semi- annually	September 22, 2023	-	500	500	-	-	-	-	-
K-Electric STS XIX (Face value of Rs 1,000,000 each)	Semi- annually	August 28, 2023	-	175	175	-	-	-	-	-
K-Electric STS XXIV (Face value of Rs 1,000,000 each)	Semi- annually	March 28, 2024	-	241	-	241	241,000,000	241,000,000	9.72	11.16
The Hub Power Company Limited (Face value of Rs 1,000,000 each)	Semi- annually	May 18, 2023	90	-	90	-	-	-	-	-
<b>Total as at March 31, 2024</b>							<b>241,000,000</b>	<b>241,000,000</b>	<b>9.72</b>	<b>11.16</b>
<b>Total as at June 30, 2023</b>							<b>160,000,000</b>	<b>160,000,000</b>		

## 5.4 Unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through P&L

Note

	March 31 2024 (Un-audited)	June 30 2023 (Audited)
	-----Rupees-----	
Market value of investments	1,959,718,285	1,432,465,745
Less: carrying value of investments	1,964,015,730	1,435,044,552
	<b>(4,297,445)</b>	<b>(2,578,807)</b>
<b>6 PROFIT AND OTHER RECEIVABLES</b>		
Accrued markup on government securities	572,637	17,776,523
Accrued profit on bank balances	8,484,247	2,168,336
Accrued profit on clean placements	1,420,274	-
Advance tax	2,762,360	2,119,385
PSX listing fee	7,687	-
Mutual Fund rating fee	-	146,349
	<b>13,247,205</b>	<b>22,210,593</b>
<b>7 DEFERRED FORMATION COST</b>		
Preliminary expenses and formation costs	682,525	730,525
Less: Amortization during the period	(110,000)	(48,000)
	<b>572,525</b>	<b>682,525</b>

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of five years commencing from March 03, 2023 as per the requirements set out in the Trust Deed of the Fund.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31 2024 (Un-audited)	June 30 2023 (Audited)
		-----Rupees-----	
<b>8</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>		
	Remuneration of the Management Company	8.1 <b>794,911</b>	582,287
	Sindh sales tax on management remuneration	8.2 <b>103,340</b>	75,697
	Accounting and operational charges Payable	8.3 <b>243,410</b>	147,969
	Marketing and selling expense payable	8.4 <b>11,774,417</b>	565,000
	Payable to the Management Company	<b>730,525</b>	730,525
	Printing fee Payable	<b>46,756</b>	56,014
	Sales load payable	<b>2,796</b>	-
		<b>13,696,155</b>	2,157,492

**8.1** As per Regulation 61 of 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 offering document subject to total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged remuneration ranging from 0.00% to 1.00% of average daily net assets of the Fund, during the nine months ended March 31, 2024.

**8.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

**8.3** 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 discretion has charged such expenses at the rate of up to 0.1% (March 31, 2023: Nil) of the average annual net assets of the Fund during the period ended March 31, 2024.

**8.4** The SECP has allowed the Asset Management companies to charge selling and marketing in all categories of open-end mutual funds up to a maximum limit approved by the Board of Directors of Management Company as part of an annual plan.

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 0.64% (March 31, 2023: Nil) of the average annual net assets of the Fund during the period ended March 31, 2024 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management

## **9 PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE**

		March 31 2024 (Un-Audited)	June 30 2023 (Audited)
		-----Rupees-----	
	Trustee remuneration	9.1 <b>158,216</b>	-
	Sindh sales tax on trustee remuneration	9.2 <b>20,568</b>	-
		<b>178,784</b>	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 9.1** The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed at 0.065% per annum on the average annual net assets of the Fund calculated on a daily basis.
- 9.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

## 10 FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Effective from July 1, 2023, the SECP vide SRO No. 592(1)/2023 dated May 17, 2023, revised the rate of annual fee to 0.075% of net assets, applicable on "Money Market scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.075% of net assets during the current year.

## 11 ACCRUED EXPENSES AND OTHER LIABILITIES

Brokerage payable  
Audit fee payable  
Capital gain tax payable  
Withholding tax payable  
Sales load payable  
Other payable

March 31 2024 (Un-Audited)	June 30 2023 (Audited)
-----Rupees-----	
123,563	-
314,315	300,000
5,407,819	1,850,131
113,605	2,514,259
122,275	1,424,441
206,117	169,278
<b>6,287,694</b>	<b>6,258,109</b>

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2024 (June 2023 : Nil).

## 13 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the period ended March 31, 2024 is 1.89% (March 31, 2023: 0.92%) which includes 0.20% (March 31, 2023: 0.02%) representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.00% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "Money Market" scheme.

## 14 TAXATION

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The Fund is also exempt from the provision of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The management has distributed at least 90% of the income to be earned by the Fund in cash during the period to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of part IV of the Second Schedule of the Income Tax Ordinance, 2001.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 15 TRANSACTIONS WITH RELATED PARTIES/CONNECTED PERSONS

Connected persons / related parties include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui & Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

Transactions with connected persons are carried out in normal course of business at contracted rates and thus determined in accordance with the market terms.

Remuneration of the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

Transactions and balances with related parties other than disclosed elsewhere in these financial statements are as follows:

### 15.1 Details of transactions with related parties / connected persons during the period

#### JS Investments Limited - Management Company

	Nine months period ended March 31, 2024	For the Period from March 03, 2023 to March 31, 2023
Remuneration to the Management Company	20,061,497	191,491
Sindh Sales tax on Management Company	2,607,995	24,894
Accounting and operational charges	2,437,431	-
Amortization of formation cost	110,000	11,600
Printing & stationery charges	76,488	15,059
Selling and marketing expense	15,599,733	-
Sales load for the period	17,264,898	-
Purchase of units: 2,626,050	275,000,000	-
Sales of units: 2,626,050	277,494,748	-

#### Digital Custodian Company Limited - Trustee

Remuneration to the trustees	1,584,333	-
Sales tax on trustee remuneration	205,964	-

#### JS Bank Limited (Parent Company of JSIL)

Interest income on bank balances

#### Jahangir Siddiqui & Co. Limited - Ultimate Parent Company of JSIL

Purchase of units: 329,971 ( 2023 : 296,912 units)	35,000,000	30,000,000
Sales of units: 228,026	24,134,945	-
Paid Cash Dividend	2,998,830	-
Refund of Capital 4,254 Units	-	-

Nine months period ended March 31, 2024	For the Period from March 03, 2023 to March 31, 2023
-----Rupees-----	

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended March 31, 2024	For the Period from March 03, 2023 to March 31, 2023
	-----Rupees-----	
<b>JS Infocom Limited (Fully owned by JSCL)</b> Issue of units: Nil ( 2023 : 49,485 units)	-	5,000,000
<b>Energy Infrastructure Holding (Private) Limited-Fully owned by JSCL</b> Issue of units: Nil ( 2023 : 148,456 units)	-	15,000,000
<b>JS Global Capital Limited - (Fellow subsidiary of JSBL)</b> Brokerage for the period	-	2,958
<b>Key management personnel of the Management Company</b> Issue of units: 394,804 ( 2023 : 456,888 units)	41,000,907	45,688,767
Sales of units: 394,257	42,986,068	-
Dividend reinvest units : 56,410	5,717,486	-
Refund of Capital 562 Units	-	-
<b>15.1.1</b> Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations, and the Trust Deed respectively.		
<b>15.1.2</b> Purchase and redemption of the Fund's units by related parties / connected persons are recorded at the applicable net asset value per unit. Other transactions are at agreed rates.		
<b>15.2 Details of balances with related parties / connected persons as at period end</b>	<b>March 31</b>	<b>June 30</b>
	<b>2024</b>	<b>2023</b>
	<b>(Un-Audited)</b>	<b>(Audited)</b>
	-----Rupees-----	
<b>JS Investments Limited - Management Company</b> Remuneration payable to the Management Company	794,911	582,287
Sindh sales tax on management remuneration	103,340	75,697
Formation cost payable	730,525	730,525
Selling and marketing expense payable	11,774,417	565,000
Accounting and operational charges	243,410	147,969
Sales load Payable	2,796	-
Printing & stationery charges payable	46,756	56,014
<b>Digital Custodian Company Limited - Trustee</b> Remuneration to the trustees	158,216	-
Sales tax on trustee remuneration	20,568	-
<b>Jahangir Siddiqui &amp; Co. Limited - Ultimate Parent Company of JSIL</b> Units held: 404,904 (2023 : 298,705 Units)	42,611,471	30,142,322
<b>JS Global Capital Limited - Fellow subsidiary of JSBL</b> Brokerage Payable	-	3,264

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## Key management personnel of the Management Company

Units held: 586,075 (2023 : 530,368 Units)

## Entity holding 10% or more than 10% of units of the Fund

Units held: 10,311,968 (2023 : 14,604,130 Units)

March 31 2024 (Un-Audited)	June 30 2023 (Audited)
-----Rupees-----	
<b>61,707,872</b>	53,519,419
<b>1,085,747,072</b>	1,473,702,744

## 16 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. 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 tradeable in an open market are revalued at market prices prevailing on the reporting date. The estimated fair value of all other financial assets and financial liabilities is considered not to be significantly different from the respective book values as the items are either short-term in nature or repriced periodically.

### 16.1 Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices in active markets for identical assets.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable.

#### As at March 31, 2024 (Un-audited)

At fair value through profit and loss

Level 1	Level 2	Level 3	'Total
-----Rupees-----			
-	<b>1,959,718,285</b>	-	<b>1,959,718,285</b>
-	<b>1,959,718,285</b>	-	<b>1,959,718,285</b>

#### As at June 30, 2023 (Audited)

At fair value through profit and loss

Level 1	Level 2	Level 3	'Total
-----Rupees-----			
-	<b>1,432,465,745</b>	-	<b>1,432,465,745</b>
-	<b>1,432,465,745</b>	-	<b>1,432,465,745</b>

## 17 GENERAL

17.1 Figures in the financial statements have been rounded off to nearest rupee.

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

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 18 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on April 24, 2024.



Chief Financial Officer



Chief Executive Officer



Director





## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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🌐 http://www.linkedin.com/company/js-investment-limited



QR Code for  
website access



QUARTERLY REPORT  
MARCH 31, 2024

JS PENSION SAVINGS FUND



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co. Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE PARTICIPANTS

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Pension Savings Fund** (the Fund), has pleasure in presenting the unaudited financial statements of the fund for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, falling short of the initially targeted 3.5%. This is attributed to restrained growth influenced by tight monetary and fiscal policies and ongoing import management measures. The report cautions against potential adverse welfare impact from persistent inflation and policy uncertainties, underlining the need for significant and sustained economic reforms to confront the challenging economic landscape.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income & Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The fund was launched on June 26, 2007 for contributions by eligible participants, under the Voluntary Pension System Rules, 2005 (VPS Rules, 2005), with the objective of assisting and facilitating them to plan for their retirement. The Fund presently has three sub-Funds that are Equity Sub-Fund, Debt Sub-Fund, and Money Market Sub-Fund.

**The Equity Sub-Fund's** return was 59.53% for the nine-month period ended March 31, 2024. Net Assets moved from PKR. 114.08 million (June 30, 2023) to PKR 101.82 million as at March 31, 2024. The Fund's total expense ratio (TER) of the Equity Sub-Fund is 3.25%, includes 0.29% of government levies on the Fund.

**The Debt Sub-Fund's** annualized return was 21.24% for the nine-month period ended March 31, 2024. Net Assets moved from PKR 202.04 million (June 30, 2023) to PKR 179.27 million as at March 31, 2024. The Fund's total expense ratio (TER) of the Debt Sub-Fund is 1.58%, includes 0.15% of government levies on the Fund.

**The Money Market Sub-Fund's** annualized return was 21.97% for the nine-month period ended March 31, 2024. Net Assets were moved from PKR 276.99 million (June 30, 2023) to PKR 415.96 million as at March 31, 2024. The Fund's total expense ratio (TER) of the Money Market Sub-Fund is 0.88%, includes 0.10% of government levies on the Fund.

The Fund has 295 participants as on March 31, 2024.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited for their valuable support, assistance and guidance. The Board also thanks the employees of the Pension Fund Manager for their dedication and hard work and the participants for their confidence in the Management.



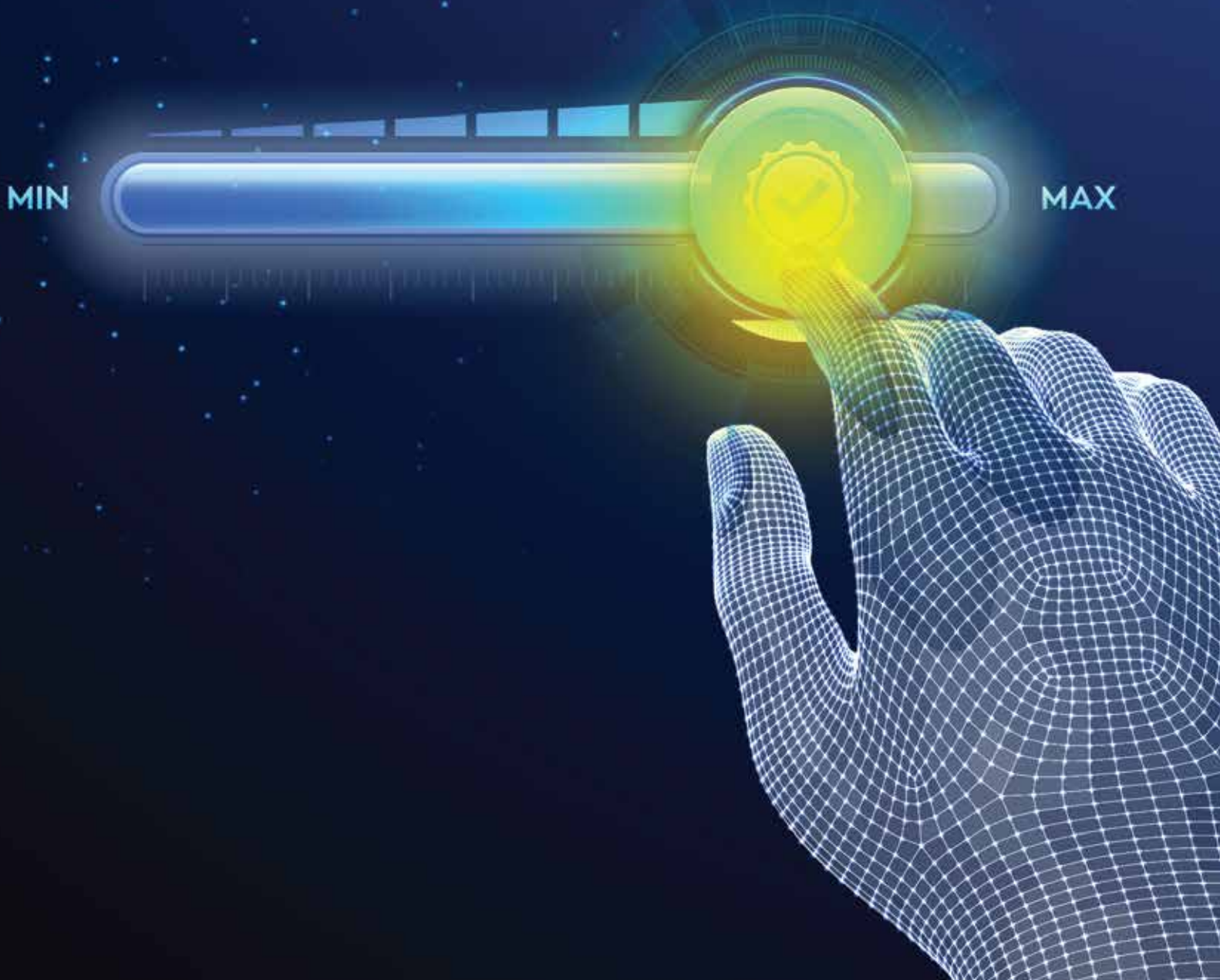
Director



Chief Executive Officer  
Iffat Zehra Mankani

April 24, 2024  
Karachi

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31 2024

Note	March 31, 2024 (Un-Audited)				June 30, 2023 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
<b>Assets</b>									
Bank balances	4	7,947,222	14,370,645	16,657,404	38,975,271	10,883,726	7,050,894	14,646,803	32,581,423
Investments	5	94,313,658	163,605,520	399,897,257	657,816,435	106,066,538	191,188,645	259,793,545	557,048,728
Dividend receivable		387,567	-	-	387,567	3,709	-	-	3,709
Profit/Markup receivable		51,660	2,682,735	602,667	3,337,062	-	5,293,600	3,655,632	8,949,232
Advances, deposits, prepayments and other receivables		434,016	214,717	213,880	862,613	434,016	162,633	213,880	810,529
<b>Total assets</b>		<b>103,134,123</b>	<b>180,873,617</b>	<b>417,371,208</b>	<b>701,378,948</b>	<b>117,387,989</b>	<b>203,695,772</b>	<b>278,309,860</b>	<b>599,393,621</b>
<b>Liabilities</b>									
Remuneration payable to the Pension Fund Manager	16	126,833	151,184	173,585	451,602	137,997	165,424	110,797	414,218
Sales Tax payable on Pension Fund Manager's remuneration	16.1	140,596	177,658	140,755	459,009	142,044	179,508	132,592	454,144
Federal Excise Duty payable on Pension Fund Manager's remuneration	7	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686
Remuneration payable to the Trustee		12,683	22,678	52,075	87,436	13,799	24,814	33,239	71,852
Sales Tax payable on Trustee remuneration		1,649	2,948	6,770	11,367	1,794	3,226	4,321	9,341
Audit fee payable		115,830	115,830	115,830	347,490	102,009	102,009	102,009	306,027
Annual fee payable to Securities and Exchange Commission of Pakistan		33,082	53,367	108,514	194,963	47,551	82,246	109,257	239,054
Accrued expenses and other liabilities	8	42,484	20,629	23,536	86,649	2,023,869	38,172	40,147	2,102,188
<b>Total liabilities</b>		<b>1,313,065</b>	<b>1,603,842</b>	<b>1,412,295</b>	<b>4,329,202</b>	<b>3,308,971</b>	<b>1,654,947</b>	<b>1,323,592</b>	<b>6,287,510</b>
<b>Contingencies &amp; Commitments</b>									
	9								
<b>Net assets</b>		<b>101,821,058</b>	<b>179,269,775</b>	<b>415,958,913</b>	<b>697,049,746</b>	<b>114,079,018</b>	<b>202,040,825</b>	<b>276,986,268</b>	<b>593,106,111</b>
<b>Participants' Sub-Funds (as per statement attached)</b>		<b>101,821,058</b>	<b>179,269,775</b>	<b>415,958,913</b>	<b>697,049,746</b>	<b>114,079,018</b>	<b>202,040,825</b>	<b>276,986,268</b>	<b>593,106,111</b>
<b>Number of units in issue</b>	12	<b>152,632</b>	<b>394,665</b>	<b>1,107,911</b>		<b>272,809</b>	<b>515,973</b>	<b>859,917</b>	
<b>Net assets value per unit</b>		<b>667.10</b>	<b>454.23</b>	<b>375.44</b>		<b>418.16</b>	<b>391.57</b>	<b>322.11</b>	

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Note	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees								
<b>Income</b>								
Profit / mark-up income	1,344,703	32,773,711	66,886,293	101,004,707	1,507,819	23,672,218	28,632,258	53,812,295
Unrealised gain / (loss) on remeasurement of investment at fair value through profit and loss	13,938,892	(4,839,844)	(663,320)	8,435,728	(10,299,879)	662,929	(398,572)	(10,035,522)
Net gain / (loss) on sale of investments	37,845,527	494,589	(8,719,498)	29,620,618	(1,283,062)	(44,998)	3,511,950	2,183,890
Dividend income	6,061,903	-	-	6,061,903	9,921,270	-	-	9,921,270
<b>Total (loss) / income</b>	<b>59,191,025</b>	<b>28,428,456</b>	<b>57,503,475</b>	<b>145,122,956</b>	<b>(153,852)</b>	<b>24,290,149</b>	<b>31,745,636</b>	<b>55,881,933</b>
<b>Expenses</b>								
Remuneration of JS Investments Limited - Pension Fund Manager	1,240,609	1,334,181	1,356,415	3,931,205	1,366,874	1,381,663	995,838	3,744,375
Sindh sales tax on remuneration of the Pension Fund Manager	161,279	173,444	176,336	511,059	177,714	179,623	129,411	486,748
Remuneration of Central Depository Company of Pakistan Ltd. - Trustee	124,059	200,127	406,924	731,110	136,696	234,143	311,407	682,246
Sindh sales tax on remuneration of the Trustee	16,128	26,018	52,901	95,047	17,771	30,442	39,933	88,146
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	33,082	53,367	108,514	194,963	43,901	74,099	97,148	215,148
Auditors' remuneration	218,790	218,790	218,790	656,370	127,933	128,210	127,936	384,079
Securities' transaction cost	825,776	13,864	24,758	864,398	367,885	40,072	30,483	438,440
Bank and settlement charges	23,710	43,567	887	68,164	12,851	87,864	12,051	112,766
Printing and stationery charges	39,112	39,112	39,112	117,336	16,656	16,712	16,603	49,971
<b>Total expenses</b>	<b>2,682,545</b>	<b>2,102,470</b>	<b>2,384,637</b>	<b>7,169,652</b>	<b>2,268,281</b>	<b>2,172,828</b>	<b>1,760,810</b>	<b>6,201,919</b>
<b>Net income / (loss) for the period before taxation</b>	<b>56,508,480</b>	<b>26,325,986</b>	<b>55,118,838</b>	<b>137,953,304</b>	<b>(2,422,133)</b>	<b>22,117,321</b>	<b>29,984,826</b>	<b>49,680,014</b>
<b>Taxation</b>								
<b>Net income / (loss) for the period after taxation</b>	<b>56,508,480</b>	<b>26,325,986</b>	<b>55,118,838</b>	<b>137,953,304</b>	<b>(2,422,133)</b>	<b>22,117,321</b>	<b>29,984,826</b>	<b>49,680,014</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
<b>INCOME</b>								
Profit / mark-up income	755,376	22,775,759	50,379,035	73,910,170	555,583	7,857,124	10,120,384	18,533,091
Unrealised gain / (loss) on remeasurement of investment at fair value through profit and loss	10,075,163	(4,840,175)	(1,391,837)	3,843,151	(767,308)	407,724	(417,343)	(776,927)
Net gain / (loss) on sale of investments	29,971,215	428,467	(9,181,454)	21,218,228	(641,847)	(885,684)	(3,245)	(1,530,776)
Dividend income	4,448,520	-	-	4,448,520	3,444,614	-	-	3,444,614
<b>Total (loss) / income</b>	<b>45,250,274</b>	<b>18,364,051</b>	<b>39,805,744</b>	<b>103,420,069</b>	<b>2,591,042</b>	<b>7,379,164</b>	<b>9,699,796</b>	<b>19,670,002</b>
<b>EXPENSES</b>								
Remuneration of JS Investments Limited - Pension Fund Manager	831,886	862,033	962,853	2,656,772	433,609	475,027	295,052	1,203,688
Sindh sales tax on remuneration of the Pension Fund Manager	108,144	112,064	125,172	345,380	56,370	61,754	38,357	156,481
Remuneration of Central Depository Company of Pakistan Ltd. - Trustee	83,186	129,322	288,884	501,392	43,361	71,245	88,504	203,110
Sindh sales tax on remuneration of the Trustee	10,816	16,814	37,556	65,186	5,637	9,264	11,505	26,406
Annual fee to Securities and Exchange Commission of Pakistan (SECP)	22,194	34,499	77,055	133,748	15,734	26,280	33,540	75,554
Auditors' remuneration	166,677	166,677	166,677	500,031	25,502	25,502	25,502	76,506
Securities' transaction cost	580,341	11,934	14,878	607,153	200,668	1,016	1,810	203,494
Bank and settlement charges	16,120	30,784	(849)	46,055	5,547	11,956	3,495	20,998
Printing and stationery charges	22,449	22,449	22,449	67,347	5,299	5,299	5,299	15,897
<b>Total expenses</b>	<b>1,841,813</b>	<b>1,386,576</b>	<b>1,694,675</b>	<b>4,923,064</b>	<b>791,727</b>	<b>687,343</b>	<b>503,064</b>	<b>1,982,134</b>
<b>Net income / (loss) for the period before taxation</b>	<b>43,408,461</b>	<b>16,977,475</b>	<b>38,111,069</b>	<b>98,497,005</b>	<b>1,799,315</b>	<b>6,691,821</b>	<b>9,196,732</b>	<b>17,687,868</b>
<b>Taxation</b>								
<b>Net income / (loss) for the period after taxation</b>	<b>43,408,461</b>	<b>16,977,475</b>	<b>38,111,069</b>	<b>98,497,005</b>	<b>1,799,315</b>	<b>6,691,821</b>	<b>9,196,732</b>	<b>17,687,868</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
<b>Net income / (loss) for the period after taxation</b>	<b>56,508,480</b>	<b>26,325,986</b>	<b>55,118,838</b>	<b>137,953,304</b>	(2,422,133)	22,117,321	29,984,826	49,680,014
Other comprehensive income for the period	-	-	-	-	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>56,508,480</b>	<b>26,325,986</b>	<b>55,118,838</b>	<b>137,953,304</b>	(2,422,133)	22,117,321	29,984,826	49,680,014

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
Net income / (loss) for the period after taxation	43,408,461	16,977,475	38,111,069	98,497,005	1,799,315	6,691,821	9,196,732	17,687,868
Other comprehensive income for the period:	-	-	-	-	-	-	-	-
<b>Total comprehensive income / (loss) for the period</b>	<b>43,408,461</b>	<b>16,977,475</b>	<b>38,111,069</b>	<b>98,497,005</b>	<b>1,799,315</b>	<b>6,691,821</b>	<b>9,196,732</b>	<b>17,687,868</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
<b>Cash Flows from Operating Activities</b>								
Net income / (loss) for the period before taxation	56,508,480	26,325,986	55,118,838	137,953,304	(2,422,133)	22,117,321	29,984,826	49,680,014
<b>Adjustments for:</b>								
(Gain) / loss on sale of investments - net	(37,845,527)	(494,589)	8,719,498	(29,620,618)	1,283,062	44,998	(3,511,950)	(2,183,890)
Profit / mark-up on debt securities	(1,344,703)	(32,773,711)	(66,886,293)	(101,004,707)	(1,507,819)	(23,672,218)	(28,632,258)	(53,812,295)
Net unrealized (gain) / loss on investment at fair value through profit and loss	(13,938,892)	4,839,844	663,320	(8,435,728)	10,299,879	(662,929)	398,572	10,035,522
	3,379,358	(2,102,470)	(2,384,637)	(1,107,749)	7,652,989	(2,172,828)	(1,760,810)	3,719,351
<b>Operating Assets</b>								
Dividend receivable	(383,858)	-	-	(383,858)	(2,119,931)	-	-	(2,119,931)
Advances, deposits, prepayments and other receivables	-	(52,084)	-	(52,084)	-	(52,084)	-	(52,084)
	(383,858)	(52,084)	-	(435,942)	(2,119,931)	(52,084)	-	(2,172,015)
<b>Operating Liabilities</b>								
Remuneration payable to the Pension Fund Manager	(12,612)	(16,090)	70,951	42,249	(11,592)	82,304	(16,539)	54,173
Remuneration payable to the Trustee	(1,261)	(2,414)	21,285	17,610	(1,163)	(3,335)	(4,946)	(9,444)
Annual fee payable to Securities and Exchange Commission of Pakistan	(14,469)	(28,879)	(743)	(44,091)	(20,133)	(17,212)	(11,560)	(48,905)
Accrued expenses and other liabilities	(1,967,564)	(3,722)	(2,790)	(1,974,076)	3,924,393	47,666	56,599	4,028,658
	(1,995,906)	(51,105)	88,703	(1,958,308)	3,891,505	109,423	23,554	4,024,482
	999,594	(2,205,659)	(2,295,934)	(3,501,999)	9,424,563	(2,115,489)	(1,737,256)	5,571,818
Net proceeds / (payments) from investments	63,537,299	23,237,870	(149,486,530)	(62,711,361)	(13,767,781)	(130,474,529)	(204,109,508)	(348,351,818)
Profit received on bank balances & investments	1,293,043	35,384,576	69,939,258	106,616,877	1,692,823	21,086,093	28,848,756	51,627,672
<b>Cash generated / (used in) from operating activities - net</b>	<b>64,830,342</b>	<b>58,622,446</b>	<b>(79,547,272)</b>	<b>43,905,516</b>	<b>(12,074,958)</b>	<b>(109,388,436)</b>	<b>(175,260,752)</b>	<b>(296,724,146)</b>
<b>Cash Flows from Financing Activities - net</b>								
Cash received on issue of units	22,594,901	34,727,815	188,082,506	245,405,222	2,131,981	38,397,778	100,581,585	141,111,344
Cash paid on redemption of units	(87,347,723)	(84,183,905)	(107,883,263)	(279,414,891)	(6,959,843)	(73,197,969)	(202,240,196)	(282,398,008)
Effect of reallocation	(4,013,618)	359,054	3,654,564	-	(8,765,924)	(22,488,449)	31,254,373	-
Net cash (used in) / generated from financing activities	(68,766,440)	(49,097,036)	83,853,807	(34,009,669)	(13,593,786)	(57,288,640)	(70,404,238)	(141,286,664)
<b>Increase / (Decrease) in cash and cash equivalents - net</b>	<b>(2,936,504)</b>	<b>7,319,751</b>	<b>2,010,601</b>	<b>6,393,848</b>	<b>(16,244,181)</b>	<b>(168,792,565)</b>	<b>(247,402,246)</b>	<b>(432,438,992)</b>
Cash and cash equivalents at the beginning of the period	10,883,726	7,050,894	14,646,803	32,581,423	22,222,469	169,029,283	261,092,140	452,343,892
<b>Cash and cash equivalents at end of the period</b>	<b>7,947,222</b>	<b>14,370,645</b>	<b>16,657,404</b>	<b>38,975,271</b>	<b>5,978,288</b>	<b>236,718</b>	<b>13,689,894</b>	<b>19,904,900</b>

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



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
<b>Net assets at beginning of the period</b>	<b>114,079,018</b>	<b>202,040,825</b>	<b>276,986,268</b>	<b>593,106,111</b>	127,304,826	227,511,410	294,453,729	649,269,965
Amount received on issue of units	22,594,901	34,727,815	188,082,506	245,405,222	2,131,981	38,397,778	100,581,585	141,111,344
Amount paid on redemption of units	(87,347,723)	(84,183,905)	(107,883,263)	(279,414,891)	(6,959,843)	(73,197,969)	(202,240,196)	(282,398,008)
Effect of reallocation	(4,013,618)	359,054	3,654,564	-	(8,765,924)	(22,488,449)	31,254,373	-
	(68,766,440)	(49,097,036)	83,853,807	(34,009,669)	(13,593,786)	(57,288,640)	(70,404,238)	(141,286,664)
Total comprehensive income / (loss) for the period	56,508,480	26,325,986	55,118,838	137,953,304	(2,422,133)	22,117,321	29,984,826	49,680,014
<b>Net assets at end of the period</b>	<b>101,821,058</b>	<b>179,269,775</b>	<b>415,958,913</b>	<b>697,049,746</b>	111,288,907	192,340,091	254,034,317	557,663,315

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



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Pension Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (the SECP) on June 17, 2007. It has been constituted under a Trust Deed, dated June 6, 2007, between JS Investments Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited as the Trustee. The Pension Fund Manager (the PFM) of the Fund has been licensed to act as a Pension Fund Manager under the VPS Rules through a certificate of registration issued by the SECP. The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Plot No. 28, SB-5 Abdullah Haroon Road, Saddar, Karachi.

The Trust Act, 1882 has been repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund is an open-end mutual fund and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the Voluntary Pension System Rules, 2005 and can be redeemed by surrendering them to the Fund. Further, as per the offering document, the Fund shall not distribute any income or dividend from the Fund whether in cash or otherwise from any of the Sub-Funds.

1.3 The objective of the Fund is to provide a secure source of savings and retirement income to individuals. It is a portable pension scheme allowing individuals the flexibility of contributions and portfolio customisation through allocation of such contributions in equity and fixed income investment avenues suited to their specific needs and risk profile.

1.4 Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited (Pension Fund Manager).

1.5 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as Trustee of the Fund.

1.6 The Fund consists of three sub-funds namely, JS Pension Savings Fund Equity Sub-Fund (Equity Sub-Fund), JS Pension Savings Fund Debt Sub-Fund (Debt Sub-Fund) and JS Pension Savings Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the Sub-Funds are as follows:

### 1.6.1 Equity Sub-Fund

- Assets of an Equity Sub-Fund shall be invested in equity securities which are listed on the Pakistan Stock Exchange or in securities the application for listing has been approved by the Pakistan Stock Exchange. At least ninety percent (90%) of Net Assets of an Equity Sub-Fund shall remain invested in listed equity securities. Investments may be made in equity securities of any single company up to ten percent (10%) of net assets of an Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to maximum thirty percent (30%) of net assets of Equity Sub-Fund or the index weight whichever is higher; subject to maximum thirty five percent (35%) of net assets of equity sub-fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government treasury bills or government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A" by a rating agency registered with the Commission. The Pension Fund Manager shall not deposit more than ten per cent (10%) of net assets of the Equity Sub-Fund in a single bank.

### 1.6.2 Debt Sub-Fund

- The Debt Sub-Fund shall consist of debt securities and such other assets as specified herein below. The weighted average time to maturity of securities held in the portfolio of a Debt Sub-Fund shall not exceed five (5) years. At least twenty five per cent (25%) Net Assets of the Debt Sub-Fund shall be invested in debt securities issued by the Federal Government and up to 25% may be deposited with banks having not less than "AA plus" rating with stable outlook so that both these investments shall make up a minimum fifty per cent (50%) of net assets of a Debt Sub-Fund. Deposits in a single bank shall not exceed twenty per cent (20%) of Net Assets of the Debt Sub-Fund.

### 1.6.3 Money Market Sub-Fund

- The weighted average time to maturity of net assets of a Money Market Sub-Fund shall not exceed ninety (90) days. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months. There shall be no limit with respect to investment in the Federal Government securities. Furthermore, there shall be no limits for deposits with commercial banks having "A Plus" or higher rating provided that deposit with any one bank shall not exceed twenty per cent (20%) of net assets of the Money Market Sub-Fund.

1.7. The Fund offers four types of allocation schemes, as prescribed by the SECP under the VPS Rules 2005 vide its Circular no. 36 of 2009 dated December 10, 2009, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the funds are allocated to the above stated sub-funds. The allocation to the Sub-Funds has to be done at the date of the opening of the participant's pension account and on an anniversary date thereafter. The contribution amount may be paid by the participant on a periodic basis such as annual, semi annual, quarterly or monthly basis within 5 days of the close of the period.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 2. BASIS OF PRESENTATION

### 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. Such standards comprise of:

- International Accounting Standards (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
- Voluntary Pension Rules, 2005 (the VPS Rules) 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 VPS Rules and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules and the requirements of the Trust Deed have been followed.

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: "Interim Financial Reporting". These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2023.

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

- 3.1 The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.

- 3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

### 3.3 Standards, interpretations and 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, 2023. 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 amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2023. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 4. BANK BALANCES

Note	March 31, 2024 (Un audited)				June 30, 2023 ( Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	Rupees				Rupees				
In saving accounts	4.1	7,947,222	14,370,645	16,657,404	38,975,271	10,883,726	7,050,894	14,646,803	32,581,423
		7,947,222	14,370,645	16,657,404	38,975,271	10,883,726	7,050,894	14,646,803	32,581,423

- 4.1 These include bank balances held by Equity Sub-Fund and Money Market Sub-Fund with JS Bank Limited (a related party) that carry profit at the rate of 20.82% (30 June 2023: 19.60%) per annum and in Money Market Sub-Fund with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 19.00% (30 June 2023: 19.75%) per annum. Other saving accounts of the Fund carry profit rates ranging from 19.50% to 20.50% (30 June 2023: from 12.25% to 19.50%) per annum.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5 INVESTMENTS

Note	March 31, 2024 (Un audited)				June 30, 2023 ( Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----				----- Rupees -----			
<b>Investments by category</b>								
<b>At fair value through profit or loss - held for trading</b>								
		129,033,376	-	-				
Listed equity securities	5.1	94,313,658	-	-	106,066,538	-	-	106,066,538
Government Securities	5.2.1	-	129,033,376	371,897,257	-	139,036,335	240,793,545	379,829,880
Unlisted Debt Securities	5.2.4	-	17,255,000	-	-	33,678,910	-	33,678,910
Listed debt securities	5.2.2	-	17,317,144	-	-	18,473,400	-	18,473,400
Sukuk certificates - unlisted		-	-	28,000,000	-	-	19,000,000	19,000,000
		94,313,658	163,605,520	399,897,257	657,816,435	106,066,538	191,188,645	259,793,545
								557,048,728

### 5.1 Listed equity securities - 'At fair value through profit or loss'

#### 5.1.1 Equity Sub-Fund

Sectors / companies (Ordinary shares have a face value of Rs 10 each unless otherwise stated)	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund	% of paid up capital of investee company
	----- Number of shares -----					----- Rupees -----		----- % -----	
<b>Oil &amp; Gas marketing companies</b>									
Sui Northern Gas Pipelines Limited	114,000	85,000	-	188,700	10,300	756,029	643,956	0.63	0.63
Pakistan State Oil Company Limited	33,000	41,500	-	39,650	34,850	5,089,975	6,013,019	5.91	5.91
						5,846,004	6,656,975	6.54	6.54
<b>Oil &amp; Gas exploration companies</b>									
Oil and Gas Development Company Limited	64,750	123,600	-	135,250	53,100	6,476,506	6,459,615	6.34	6.34
Pakistan Oilfields Limited	15,050	8,400	-	23,450	-	-	-	-	-
Pakistan Petroleum Limited	51,354	171,550	-	162,350	60,554	5,455,502	6,427,807	6.31	6.31
Mari Petroleum Company Limited	5,139	1,950	-	3,940	3,149	5,497,242	7,988,982	7.85	7.85
						17,429,250	20,876,404	20.50	20.50
<b>Fertilizer</b>									
Engro Corporation Limited	5,666	27,800	-	15,166	18,300	5,491,957	6,574,824	6.46	6.46
Engro Fertilizer Limited	70,200	24,000	-	70,200	24,000	2,904,810	3,521,280	3.46	3.46
Fauji Fertilizer Bin Qasim Limited	-	65,000	-	-	65,000	1,926,200	1,783,600	1.75	1.75
Fauji Fertilizer Company Limited	105,500	51,300	-	131,309	25,491	2,630,941	3,218,239	3.16	3.16
						12,953,908	15,097,943	14.83	14.83
<b>Chemicals</b>									
Engro Polymer & Chemicals Limited	25,000	58,000	-	83,000	-	-	-	-	-
<b>Sectors / companies</b> (Ordinary shares have a face value of Rs 10 each unless otherwise stated)									
<b>Pharmaceuticals</b>									
Citi Pharma Limited	45,000	-	-	45,000	-	-	-	-	-
Ferozsons Laboratories Limited	9,000	-	-	9,000	-	-	-	-	-
Hinoon Laboratories Limited	9,007	-	-	9,007	-	-	-	-	-
						-	-	-	-
<b>Cement</b>									
D.G Khan Cement Company Limited	-	192,100	-	167,650	24,450	1,257,474	1,591,451	1.56	1.56
Pioneer Cement Limited	-	23,000	-	14,500	8,500	960,497	1,085,790	1.07	1.07
Maple Leaf Cement Factory Limited	212,500	261,800	-	385,800	88,500	2,812,626	3,148,830	3.09	3.09
Lucky Cement Limited	4,593	8,200	-	7,850	4,943	2,884,920	3,781,296	3.71	3.71
Cherat Cement Company Limited	-	43,650	-	43,650	-	-	-	-	-
						7,915,517	9,607,367	9.44	9.43
<b>Glass and Ceramics</b>									
Tariq Glass Industries Limited	-	42,000	-	42,000	-	-	-	-	-
Ghani Glass Limited	-	85,000	-	85,000	-	-	-	-	-
						-	-	-	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Sectors / companies	Holding at beginning of the period	Acquired during the period	Bonus/Rights received during the period	Disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund	% of paid up capital of investee company
	Number of shares					Rupees			
<b>Engineering</b>									
Aisha Steel Limited	328,500	220,000	-	222,500	326,000	1,908,381	2,200,500	2.16	2.16
Mughal Iron & Steel Industries Limited	-	40,000	-	40,000	-	-	-	-	-
						<b>1,908,381</b>	<b>2,200,500</b>	<b>2.16</b>	<b>2.16</b>
<b>Refinery</b>									
Attock Refinery Limited	12,500	5,000	-	17,500	-	-	-	-	-
<b>Textile Composite</b>									
Nishat Mills Limited	-	51,000	-	51,000	-	-	-	-	-
<b>Commercial Banks</b>									
Habib Bank Limited	80,300	25,500	-	105,800	-	-	-	-	0.00
Bank Alfalah Limited	154,500	18,000	-	100,900	71,600	2,297,895	3,749,692	3.68	3.68
Faysal Bank Limited	3,709	-	-	-	3,709	74,848	126,291	0.12	0.12
Askari Commercial Bank Limited	-	150,000	-	150,000	-	-	-	-	-
BankIslami Pakistan Limited (related party)	202,000	125,000	-	220,746	106,254	1,894,276	2,203,708	2.16	2.16
Meezan Bank Limited	-	46,500	-	24,400	22,100	3,473,543	4,721,001	4.64	4.64
National Bank of Pakistan Limited	-	275,000	-	190,550	84,450	2,556,546	3,231,057	3.17	3.17
MCB Bank Limited	-	19,800	-	6,750	13,050	2,092,029	2,652,543	2.61	2.61
Bank Al Habib Limited	-	51,000	-	17,350	33,650	2,790,559	2,860,587	2.81	2.81
Bank of Punjab Limited	-	-	-	-	-	-	-	-	-
United Bank Limited	56,600	5,100	-	45,900	15,800	2,029,107	2,880,024	2.83	2.83
						<b>17,208,803</b>	<b>22,424,903</b>	<b>22.02</b>	<b>22.02</b>
<b>Power Generation &amp; Distribution</b>									
The Hub power Company Limited	69,596	79,000	-	88,796	59,800	7,179,534	7,251,946	7.12	7.12
K- Electric Limited	-	2,110,000	-	1,467,000	643,000	3,030,463	2,842,060	2.79	2.79
Nishat Chunian Power Limited	-	164,000	-	-	164,000	3,928,014	4,298,440	4.22	4.22
						<b>14,138,011</b>	<b>14,392,446</b>	<b>14.14</b>	<b>14.13</b>
<b>Technology &amp; Communication</b>									
Airlink Communication Limited	65,000	49,500	-	65,000	49,500	2,974,892	3,057,120	3.00	3.00
AVN-Avanceon Limited	40,250	25,000	-	65,250	-	-	-	-	-
Systems Limited	23,900	4,500	-	28,400	-	-	-	-	-
Octopus Digital Limited	34,500	-	-	34,500	-	-	-	-	-
						<b>2,974,892</b>	<b>3,057,120</b>	<b>3.00</b>	<b>3.00</b>
<b>Transport</b>									
Pakistan International Airlines Corporation	-	467,500	-	467,500	-	-	-	-	-
<b>Total as at March 31, 2024</b>						<b>80,374,766</b>	<b>94,313,658</b>	<b>92.63</b>	<b>92.61</b>
<b>Cost of Investment as at March 31, 2024</b>						<b>82,956,207</b>			

## 5.2 At fair value through P&L - held by Debt Sub-Fund

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund
	Number of certificates				Rupees		

### 5.2.1 Government securities - 'At fair value through profit or loss'

(face value of Rs. 100,000 each)

Treasury Bills - 3 Months	750	3,430	3,610	570	55,065,765	54,995,326	30.68
Treasury Bills - 12 Months	-	500	200	300	26,525,866	26,263,050	14.65
					<b>81,591,631</b>	<b>81,258,376</b>	<b>45.33</b>
Pakistan Investment Bonds - 2 Years	500	-	500	-	-	-	-
Pakistan Investment Bonds - 3 Years	170	-	170	-	-	-	-
Pakistan Investment Bonds - 5 Years	-	500	-	500	52,406,633	47,775,000	26.65
					<b>52,406,633</b>	<b>47,775,000</b>	<b>26.65</b>
<b>Total as at March 31, 2024</b>					<b>133,998,264</b>	<b>129,033,376</b>	<b>71.98</b>
<b>Cost of Investment as at March 31, 2024</b>					<b>129,961,331</b>		

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund
	----- Number of certificates -----				----- Rupees -----		
<b>5.2.2 Listed debt securities</b>							
<b>Sukuk certificates - Unlisted face value of Rs 100,000/-each</b>							
Hub Power Holdings Limited	180	-	10	170	17,447,100	17,317,144	9.66
<b>5.2.3 Term finance certificates- Unlisted face value of Rs 5,000/-each</b>							
Bank Alfalah Limited	2,800	-	2,800	-	-	-	-
<b>5.2.4 Unlisted Debt Securities</b>							
<b>Sukuk certificates - Listed face value of Rs 5,000/-each</b>							
K-Electric Limited	200	2	50	152	17,000,000	17,255,000	9.63

## 5.3 At fair value through P&L - held by Money Market Sub-Fund

	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund
	----- Number of certificates -----				----- Rupees -----		
<b>5.3.1 Government securities</b> (face value of Rs. 100,000 each)							
Treasury Bills - 3 Months	950	17,160	16,160	1,950	188,493,853	188,244,655	45.26
Treasury Bills - 6 Months	-	5,590	3,700	1,890	184,066,724	183,652,602	44.15
Treasury Bills - 12 Months	-	1,500	1,500	-	-	-	-
					<b>372,560,577</b>	<b>371,897,257</b>	<b>89.41</b>
Pakistan Investment Bonds - 2 Years	1,500	1,750	3,250	-	-	-	-
<b>Total as at March 31, 2024</b>					<b>372,560,577</b>	<b>371,897,257</b>	<b>89.41</b>
<b>Cost of Investment as at March 31, 2024</b>					<b>372,560,577</b>		
<b>5.3.2 Sukuk certificates - Unlisted</b> (face value of Rs 100,000/-each)							
K-Electric STS XX	-	12	12	-	-	-	-
K-Electric STS XIX	-	25	25	-	-	-	-
K-ELECTRIC LTD SST 24 28-03-2024	-	28	-	28	28,000,000	28,000,000	15.62
					<b>28,000,000</b>	<b>28,000,000</b>	<b>15.62</b>
<b>5.3.3 Term finance certificates- Unlisted face value of Rs 5,000/-each</b>							
Hub Power Company Limited	19	-	19	-	-	-	-
<b>Total as at March 31, 2024</b>					<b>28,000,000</b>	<b>28,000,000</b>	<b>15.62</b>
<b>Cost of Investment as at March 31, 2024</b>					<b>28,000,000</b>		

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 5.4 At Fair Value through profit or loss

### 5.4.1 At Fair Value through profit or loss - held by Debt Sub-Fund

Note	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund	Credit Rating
	----- Number of certificates -----				----- Rupees -----			
<b>Unlisted debt securities</b> - face value Rs. 5,000 each								
<b>Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs)</b>								
Privately Placed Term Finance Certificate - 6th issue	5.4.1.1	128	-	-	128	640,000	-	-
Less: Provision for impairment					(640,000)	-	-	-
					-	-	-	-

5.4.1.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 0.64 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenure of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

### 5.4.2 At Fair Value through profit or loss - held by Money Market Sub-Fund

Note	Holding at the beginning of the period	Acquired / received during the period	Matured / disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market value as at March 31, 2024	% of net assets of the Sub-Fund	Credit Rating
	----- Number of certificates -----				----- Rupees -----			
<b>Unlisted debt securities</b> - face value Rs. 5,000 each								
<b>Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs)</b>								
Privately Placed Term Finance Certificate - 6th issue	5.4.2.1	642	-	-	642	3,210,000	-	-
Less: Provision for impairment					(3,210,000)	-	-	-
					-	-	-	-

5.4.2.1 This represents Azgard Nine Limited (ANL) Privately Placed Term Finance Certificates (PPTFCs) amounting to Rs. 3.21 million against interest accrued on unlisted ANL PPTFCs. These PPTFCs have a tenor of ten years starting from April 29, 2021 and will mature on April 29, 2031. These term finance certificates are secured by ranking hypothecation and mortgage charge over all present and future assets and properties of the company (including land and building) with 25% margin in favour of security Trustee i.e. National Bank of Pakistan excluding pledged commodities, shares in Agritech Limited, all assets and properties of the company located at Lahore and Muzaffargarh. Since these PPTFCs are received against already defaulted securities and have non-performing status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

## 6 PENSION FUND MANAGER FEE

As per the provisions of the Voluntary Pension System Rules, 2005, JS Investments Limited, the Pension Fund Manager of the Fund, is allowed to charge annual management fee at the rate of 1.5% of average daily net assets of each of the Sub-Funds. During the period, the Pension Fund Manager charged management fee at the rate of 1.50% (June 30, 2023: 1.50%) per annum for Equity Sub-Fund, 1.00% (June 30, 2023: 1.00%) per annum for Debt Sub-Fund and 0.50% (June 30, 2023: 0.50%) for Money Market Sub-Fund of the average daily net assets of the Sub-Funds. Remuneration is paid to the Pension Fund Manager monthly in arrears.

The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023:13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

## 7 PROVISION FOR FEDERAL EXCISE DUTY ON REMUNERATION OF THE MANAGEMENT COMPANY

The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 7.3 to the annual audited financial statements of the Fund for the year ended June 30, 2023, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Pension Fund Manager with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till June 30, 2016 amounting to Rs 839,908, Rs 1,059,548 and Rs 791,230 is being retained for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively in these financial statements as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value (NAV) of the Fund as at March 31, 2024 would have been higher by Rs. 5.50 (June 30, 2023: Rs. 3.08) per unit, Rs. 2.68 (June 30, 2023: Rs. 2.05) per unit and Rs. 0.71 (June 30, 2023: Rs. 0.92) per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub Fund respectively.

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 8 ACCRUED EXPENSES AND OTHER LIABILITIES

	March 31, 2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Settlement charges payable	1,000	565	565	2,130
Zakat payable	350	3,601	3,478	7,429
Payable against transactions in equity securities	-	-	-	-
Payable against printing and stationery	15,898	15,898	15,898	47,694
Brokerage payable	25,236	565	3,595	29,396
Withholding tax payable	-	-	-	-
	<u>42,484</u>	<u>20,629</u>	<u>23,536</u>	<u>86,649</u>

	June 30, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees)			
Settlement charges payable	700	500	500	1,700
Zakat payable	1,199	10,690	11,581	23,470
Payable against transactions in equity securities	1,989,349	-	-	1,989,349
Payable against printing and stationery	26,247	26,247	26,247	78,741
Brokerage payable	4,663	650	1,566	6,879
Withholding tax payable	1,711	85	253	2,049
	<u>2,023,869</u>	<u>38,172</u>	<u>40,147</u>	<u>2,102,188</u>

## 9 CONTINGENCIES & COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2024 and June 30, 2023

## 10 TAXATION

The income of the Fund is exempt from taxation under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A(i) of Part IV of the Second Schedule to the Income Tax Ordinance,

## 11 CONTRIBUTION TABLE

Contributions (net of front end fee) received during the period.

	March 31, 2024						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	(Rupees)
From: Individuals	43,057	22,594,901	83,280	34,727,815	554,776	188,082,506	245,405,222

	March 31, 2023						
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total
	Units	(Rupees)	Units	(Rupees)	Units	(Rupees)	(Rupees)
From: Individuals	5,132	2,131,981	106,176	38,397,778	345,757	100,581,585	141,111,344

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 12 NUMBER OF UNITS IN ISSUE

	March 31, 2024			June 30, 2023		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	(Number)					
Total units outstanding at beginning of the period	272,809	515,973	859,917	302,416	679,851	1,070,283
Units issued	43,057	83,280	554,776	131,806	592,784	1,009,877
Units redeemed	(156,549)	(205,426)	(317,138)	(150,423)	(679,891)	(1,328,773)
Units reallocated	(6,685)	838	10,356	(10,991)	(76,770)	108,529
Total units in issue at end of the period	152,632	394,665	1,107,911	272,809	515,973	859,917

## 13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related parties / connected persons include JS Investments Limited (JSIL) being the Management Company of the Fund, Digital Custodian Company Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the Holding Company of JSIL (Holding 84.56% shares of JS Investment Limited), Jahangir Siddiqui and Co. Limited (JSCL) (Holding 71.20% shares of JS Bank Ltd.) being the Holding Company of JSBL, BankIslami Pakistan Limited (BIPL) (75.12% shares held by JS Bank) being the fellow subsidiary of JSBL, JS Global Capital Limited (JSGCL) (92.90% shares held by JS Bank) being the fellow subsidiary of JSBL, and other associated companies of JSBL, JSIL and its subsidiaries, Key Management Personnel of the above entities and other funds being managed by JSIL and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes staff retirement benefit funds of the above related parties / connected persons. Details of balances and transactions with the related parties / connected persons not disclosed elsewhere are as follows:

### 13.1 Details of balances of the Fund held with related parties / connected person as at period / year end:

	March 31, 2024 (Un-Audited)				June 30, 2023 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
<b>JS Investments Limited</b>								
<b>(Pension Fund Manager)</b>								
Remuneration payable	126,833	151,184	173,585	451,602	137,997	165,424	110,797	414,218
Sales tax payable on pension fund manager's remuneration	140,596	177,658	140,755	459,009	142,044	179,508	132,592	454,144
Federal Excise Duty payable on pension fund manager's remuneration	839,908	1,059,548	791,230	2,690,686	839,908	1,059,548	791,230	2,690,686
Sales Load payable	-	-	-	-	429	768	1,063	2,260
Printing and stationery charges payable	15,898	15,898	15,898	47,694	26,247	26,247	26,247	78,741
Investments at period end	-	404,239	4,382,755	4,786,994	59,136,320	24,057,000	27,388,467	110,581,787
Units outstanding	-	890	11,674	12,564	141,421	61,437	85,028	287,886
		Number						
<b>Central Depository Company of Pakistan Limited (Trustee)</b>								
Remuneration payable	12,683	22,678	52,075	87,436	13,799	24,814	33,239	71,852
Sales Tax payable on Trustee remuneration	1,649	2,948	6,770	11,367	1,794	3,226	4,321	9,341
Settlement charges payable	1,000	565	565	2,130	700	500	500	1,700
Security deposit	100,000	100,000	100,000	300,000	100,000	100,000	100,000	300,000
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>								
Bank Balance	-	-	2,851	2,851	-	-	2,226	2,226
Profit receivable on bank balance	-	-	625	625	-	-	-	-
<b>JS Bank Limited (Parent Company of JSIL)</b>								
Bank Balance	1,963,229	-	62	1,963,291	152,790	-	62	152,852
Profit receivable on bank balance	14,377	-	6	14,383	-	-	-	-
<b>JS Global Capital Limited (Fellow subsidiary of JSBL)</b>								
Brokerage payable	-	-	-	-	2,232	-	-	2,232
		13.3						
<b>Key management personnel</b>								
Investments at period end	2,588,490	4,746,637	30,009,298	37,344,425	-	21,914,089	21,924,844	43,838,933
Units outstanding	3,880	10,450	79,931	94,261	-	55,965	68,066	124,031
		Number						

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 13.2 Details of transactions with related parties / connected person during the period:

Note	March 31, 2024				March 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
<b>JS Investments Limited (Management Company)</b>								
Remuneration of the Pension Fund Manager	1,240,609	1,334,181	1,356,415	3,931,205	1,366,874	1,381,663	995,838	3,744,375
Sales tax on pension fund manager's remuneration	161,279	173,444	176,336	511,059	177,714	179,623	129,411	486,748
Printing and stationery charges	39,112	39,112	39,112	117,336	16,656	16,712	16,603	49,971
Sales load for the period	990	1,744	4,046	6,780	1,798	2,963	3,910	8,671
Amount paid on redemption of units	78,657,100	25,000,000	25,000,000	128,657,100	-	-	-	-
Units redeemed	Number 141,420	60,547	73,355	275,322	-	-	-	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>								
Remuneration for the period	124,059	200,127	406,924	731,110	136,696	234,143	311,407	682,246
Sales Tax on remuneration of the Trustee	16,128	26,018	52,901	95,047	17,771	30,442	39,933	88,146
Settlement charges	22,564	5,395	5,150	33,109	11,143	5,020	5,020	21,183
<b>JS Bank Limited (Parent Company of JSIL)</b>								
Return on bank balances	45,005	-	6	45,011	77,597	-	62	77,659
Proceeding from sale of investmen	3,454,464	-	-	3,454,464	-	-	-	-
<b>BankIslami Pakistan Limited (Fellow subsidiary of JSBL)</b>								
Return on bank balances	-	-	625	625	-	-	226	226
<b>JS Global Capital Limited (Fellow subsidiary of JSBL)</b>								
Brokerage expense	126,175	-	-	126,175	51,500	650	1,079	53,229
<b>Key management personnel</b>								
Amount received on issue of units	1,858,814	4,431,742	27,421,553	33,712,109	6,366,346	22,104,737	7,388,698	35,859,781
Units issued	Number 3,880	11,191	83,527	98,598	15,485	59,389	24,092	98,966
Amount paid on Redemption of units	-	22,463,834	23,421,455	45,885,289	-	17,929,890	17,929,890	35,859,780
Units Redeemed	Number -	56,706	71,662	128,368	-	48,173	58,463	106,636

The amount disclosed represents the amount of brokerage paid to related party and not the purchase or sale value of securities transacted through them. The purchase or sale value have not been treated as transactions with related party as ultimate counter- parties are not known.

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

13.4 Details of related party transactions and balances in respect of investments made by the Fund have been disclosed in note 5 of these condensed interim financial statements.

## 14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

### 14.1 Fair value hierarchy

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

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities.

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

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

As at March 31, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair value:

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN - AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

March 31, 2024 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Listed equity securities

March 31, 2024 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities  
Unlisted debt securities  
Listed debt securities

March 31, 2024 (Un-Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities  
Unlisted debt securities

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'

Listed equity securities

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities  
Unlisted debt Securities  
Listed debt securities

June 30, 2023 (Audited)

Financial assets classified 'at fair value through profit or loss'

Government securities  
Unlisted debt securities

## 15 TOTAL EXPENSE RATIO

The total expense ratio (TER) of JS Pension Savings Fund - Equity Sub Fund, Debt Sub Fund and Money Market Sub Fund for the period ended December 31, 2023 is 3.25% , 1.58% and 0.88% respectively which includes 0.39%, 0.20% and 0.13% representing government levies on the Fund as sales taxes, annual fees payable to SECP, etc. This ratio is within the prescribed threshold of 4.50%, 2.50% and 2.00% for Equity Sub fund, Debt Sub fund and Money Market Sub Fund respectively.

16.1 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023:13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

## 16 GENERAL

16.1 Corresponding figures have been reclassified and rearranged in these condensed interim financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these condensed interim financial statements.

16.2 Figures have been rounded off to the nearest Rupee.

## 17 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 24, 2024 by the Board of Directors of the Pension Fund Manager.

Equity Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
94,313,658	-	-	94,313,658
<b>94,313,658</b>	<b>-</b>	<b>-</b>	<b>94,313,658</b>

Debt Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	129,033,376	-	129,033,376
-	17,255,000	-	17,255,000
-	17,317,144	-	17,317,144
-	<b>163,605,520</b>	-	<b>163,605,520</b>

Money Market Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	371,897,257	-	371,897,257
-	28,000,000	-	28,000,000
-	<b>399,897,257</b>	-	<b>399,897,257</b>

Equity Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
106,066,538	-	-	106,066,538
<b>106,066,538</b>	<b>-</b>	<b>-</b>	<b>106,066,538</b>

Debt Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	139,036,335	-	139,036,335
-	33,678,910	-	33,678,910
-	18,473,400	-	18,473,400
-	<b>191,188,645</b>	-	<b>191,188,645</b>

Money Market Sub-Fund			
Level 1	Level 2	Level 3	Total
-----Rupees-----			
-	240,793,545	-	240,793,545
-	19,000,000	-	19,000,000
-	<b>259,793,545</b>	-	<b>259,793,545</b>



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

### Karachi (Head Office)

19th Floor, The Centre,  
Plot No. 28, SB-5  
Abdullah Haroon road, Saddar,  
Karachi - South  
021-111-222-626

### Lahore

Ground Floor, No.25, Block -13,  
Plot No. 1- 4, Usman Block,  
New Garden Town,  
Lahore - Central  
042-383-020-94

### Islamabad

Office # 414, 4th Floor,  
PSX Tower, Jinnah Avenue,  
Islamabad - North  
051-2894423

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QR Code for  
website access



## QUARTERLY REPORT

MARCH 31, 2024

UNIT TRUST OF PAKISTAN



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# NOISSIM

To be the preferred choice  
of every investor, offering  
diverse and innovative  
investment solutions



# MISSION

To establish a leadership position in bringing more investable asset classes and innovative products, while managing them with prudence and excellence



# COMPANY INFORMATION

## Management Company

JS Investments Limited  
19th Floor, The Centre, Plot # 28,  
SB-5 Abdullah Haroon Road, Saddar,  
Karachi-75600  
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540  
E-mail: info@jsil.com  
Website: www.jsil.com

## Board of Directors

Mr. Suleman Lalani	Non-Executive Director / Chairman
Ms. Iffat Zehra Mankani	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Mirza M. Sadeed H. Barlas	Non-Executive Director
Mr. Atif Salim Malik	Non-Executive Director
Ms. Aisha Fariel Salahuddin	Non-Executive Independent Director
Ms. Mediha Kamal Afsar	Non-Executive Independent Director
Mr. Farooq Ahmed Malik	Non-Executive Independent Director

## Chief Executive Officer

Ms. Iffat Zehra Mankani

## Chief Financial Officer

Mr. Raheel Rehman

## Chief Investment Officer

Mr. Syed Hussain Haider

## Chief Operating Officer & Company Secretary

Mr. Muhammad Khawar Iqbal

## Statutory Auditors

A.F Ferguson & Co., Chartered Accountants

## Legal Advisors

Bawaney and Partners  
3rd & 4th Floor, 68-C, Lane-13  
Bokhari Commercial Area  
Phase-VI DHA, Karachi

## Audit Committee

Ms. Mediha Kamal Afsar (Chairperson)  
Mr. Hasan Shahid (Member)  
Mr. Mirza M. Sadeed H. Barlas (Member)

## Trustee

Central Depository Company of Pakistan Limited  
CDC House, 99-B, Block 'B', S.M.C.H.S.,  
Main Sharah-e-Faisal, Karachi-74400 Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 34326040

# DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting the unaudited Financial Statements of **Unit Trust of Pakistan** (the Fund) for the nine-month period ended March 31, 2024.

## Economy Review:

The World Bank's Pakistan Development Outlook report projects the country's economy to expand by 1.8% in the current fiscal year, despite the challenges. This potential for growth, albeit restrained by tight monetary and fiscal policies and ongoing import management measures, should instill optimism in our unitholders.

Additionally, the government's recent release of GDP growth rate estimates for 2Q and upward revisions for Q1 of 1.0% and 2.5%, respectively, indicates a revised GDP target between 2.0% and 2.6%. Agriculture remained the key driver behind growth thanks to robust performance in major crops, while the industrial sector experienced sluggishness.

The external account remained relatively unchanged, wherein the SBP FX reserves stood at US\$8.0 billion at the end of March 31, 2024, slightly down by US\$193 million compared to December 31, 2023. The average monthly current account deficit for January and February 2024 (with March data pending at the time of this report) was effectively managed within the US\$100 million threshold, stabilizing the rupee-dollar exchange rate. Meanwhile, the final installment of US\$1.1 billion from the Stand-By Arrangement (SBA) with the IMF is anticipated in April, with essential negotiations for a new program expected to commence subsequently.

Indeed, the fiscal and energy sector reforms are pivotal for economic revitalization moving forward. With elections concluded and a newly formed cabinet in place, it is imperative to prioritize and diligently implement these reforms within the framework of the new IMF program, ensuring coherence in economic policy.

## Income / Money Market Review:

The yield curve experienced a slight steepening during the first quarter of 2024. This was characterized by yields rising over the shorter and falling over the longer tenures. The upward movement, particularly noticeable in money market yields, reflects apprehensions regarding potential inflationary pressures from anticipated reforms, including speculation surrounding higher levies and taxes on POL products. Despite the Consumer Price Index (CPI) for March 2024 registering at 20.7%, marking a 22-month low, month-over-month inflation recorded a rise of +171 basis points. Nevertheless, the decline in headline inflation in March 2024 marked the emergence of positive real interest rates for the first time since December 2020.

During the quarter, secondary market yields for 3-month and 3-year tenures increased by 44bps and 20bps, reaching 21.72% and 16.74%, respectively. Meanwhile, yields for tenures of 5 years and longer uniformly declined, ranging from 33bps to 70bps.

Expectations of impending rate reductions persist both domestically and internationally, although they encounter some delays. With forthcoming headline inflation figures anticipated to gradually moderate due to the high base effect, the rationale for policy rate cuts appears increasingly compelling. In light of this, we maintain a cautiously optimistic outlook regarding fixed-income investment returns while remaining attentive to risks and challenges amid rigorous fiscal reforms.

## Equity Market Review:

During the first quarter of 2024, the global and local equity markets experienced a significant bullish trend. This was reflected in our local bourses, with the KSE-100 and KMI-30 indices closing with strong gains of 7.3%. The KSE-30 (Total return) index outperformed, surging by 9.5%. This was primarily driven by the commendable performance of the Banks, Fertilizers, and Oil and Gas Exploration sectors, which carry a higher weight within the KSE-30 index than the others.

It is noteworthy that some sectors did not perform as well as others during the period under review. Specifically, the Technology & Communication, Cements, and Oil & Gas Marketing sectors were significant underperformers.

The local equity market witnessed robust trading activity, similar to the earlier half of the fiscal year. The KSE-All Share average daily volume remained steady at 400 million shares, with an average daily traded value of Rs. 14.4 billion, comparable to the preceding six-month period.

Regarding equity market flows, local and foreign companies emerged as significant net buyers during the March 31, 2024 quarter, with net buying amounting to US\$106.6 million and US\$80.6 million, respectively. Conversely, mutual funds emerged as notable net sellers within the local investor community, with net selling reaching US\$134.7 million.

The equity market's buoyant performance, robust trading activity, and diverse investor participation underscore its resilience amid dynamic market conditions. This resilience provides reassurance and optimism about navigating future opportunities within the equity landscape.

### Review of Fund Performance

The Fund's return was 43.15% for the nine-month period ended March 31, 2024, against the benchmark return of 46.71%. Net Assets moved from PKR 913.84 million (June 30, 2023) to PKR 1,305.45 million as of March 31, 2024. The Fund's total expense ratio (TER) is 4.33% includes 0.43% of government levies on the Fund.

### Asset Manager Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained the Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to for JS Investments Limited. This rating underscores our dedication to maintaining high-quality management standards, reflecting positively on the overall performance and outlook of our operations.

### Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unit holders for their confidence in the Management.



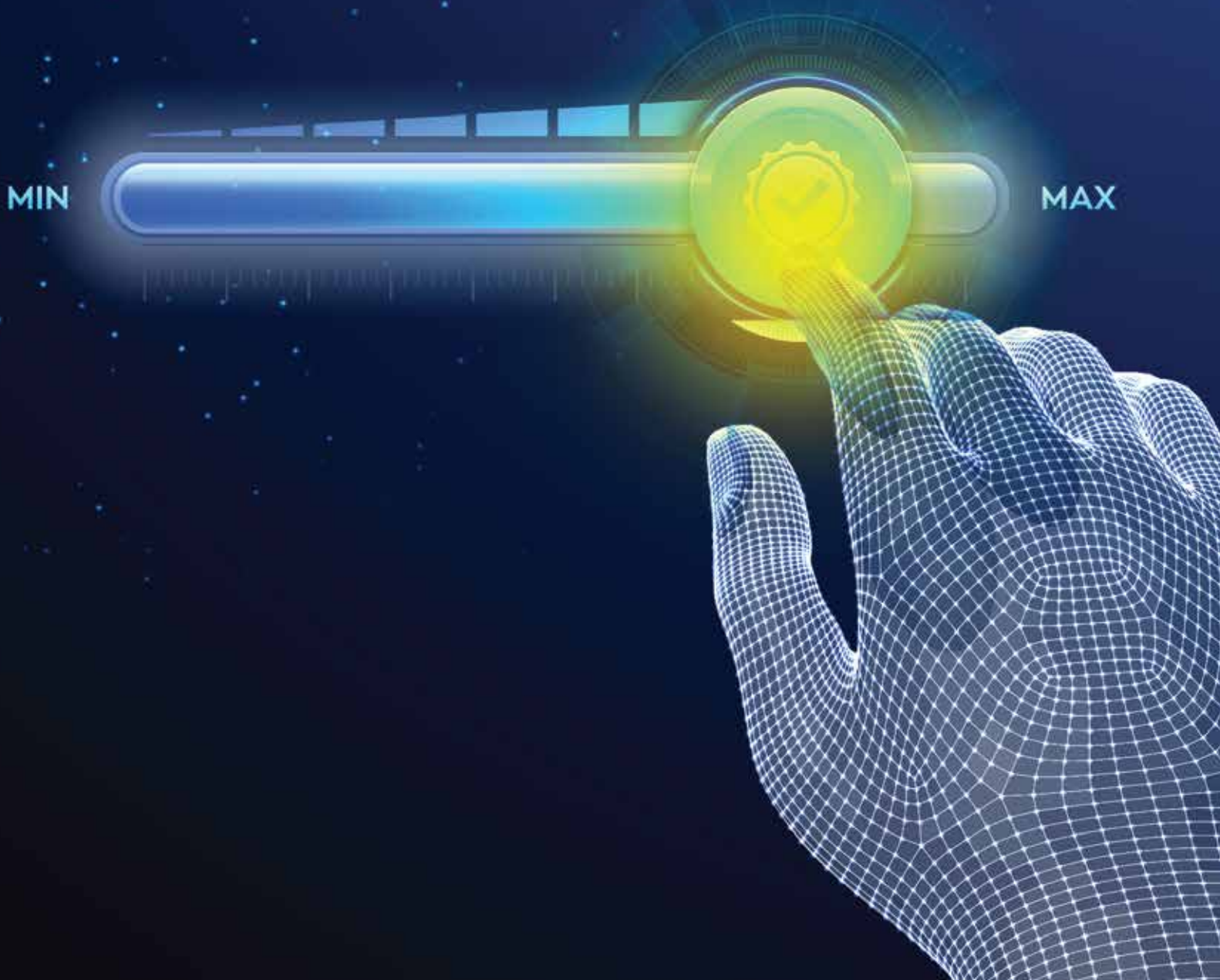
Director

April 24, 2024  
Karachi



Chief Executive Officer  
Iffat Zehra Mankani

# CONDENSED INTERIM FINANCIAL STATEMENTS



# CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	<b>----- Rupees -----</b>	
<b>ASSETS</b>			
Bank balances	5	183,312,647	8,103,621
Investments	6	1,120,678,091	913,529,190
Profit and Dividend Receivable	8	22,051,107	6,794,859
Prepayments, deposits and other receivables	9	3,787,967	2,905,280
Receivables against sales of securities		-	8,734,936
<b>Total assets</b>		<b>1,329,829,812</b>	<b>940,067,886</b>
<b>LIABILITIES</b>			
Payable to JS Investments Limited - Management Company	10	21,186,833	19,908,177
Payable to Central Depository Company of Pakistan Limited - Trustee	11	218,386	173,331
Payable to the Securities and Exchange Commission of Pakistan	12	92,276	186,072
Accrued expenses and other liabilities	13	1,950,063	4,520,633
Dividend payable		928,218	1,443,069
<b>Total liabilities</b>		<b>24,375,776</b>	<b>26,231,282</b>
<b>NET ASSETS</b>		<b>1,305,454,036</b>	<b>913,836,604</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,305,454,036</b>	<b>913,836,604</b>
<b>Contingencies and commitments</b>	14		
<b>----- Number of units -----</b>			
<b>Number of units in issue</b>		<b>5,979,004</b>	<b>5,991,264</b>
<b>----- Rupees -----</b>			
<b>Net asset value per unit</b>		<b>218.34</b>	<b>152.53</b>

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

Note	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
-----Rupees-----				
<b>INCOME</b>				
Profit on bank balances and investments	66,718,798	49,168,648	23,246,607	19,621,037
Dividend income	43,170,808	48,236,131	19,841,714	14,787,959
Gain / (loss) on sale of investments	151,201,142	(10,550,820)	63,336,943	(8,925,491)
Net unrealized gain/(loss) on re-measurement of investment classified as 'financial asset at fair value through profit or loss' 7	154,887,691	(46,891,930)	(2,454,195)	(2,221,220)
Other income	6,748,905	7,906,444	1,187,500	310,274
<b>Total income</b>	<b>422,727,344</b>	<b>47,868,473</b>	<b>105,158,569</b>	<b>23,572,559</b>
<b>EXPENSES</b>				
Remuneration of JS Investments Limited - Management Company 10.1	16,684,152	13,088,045	6,228,920	3,745,275
Sindh Sales Tax on remuneration of the Management Company 10.2	2,168,940	1,701,446	809,760	486,886
Remuneration of Central Depository Company of Pakistan Limited - Trustee 11.1	1,581,024	1,395,190	560,585	449,498
Sindh Sales Tax on remuneration of the Trustee 11.2	205,533	181,326	72,876	58,416
Fee to the Securities and Exchange Commission of Pakistan 12	709,298	140,039	264,821	44,957
Fee to National Clearing Company of Pakistan Limited	544,142	521,882	179,013	178,290
Securities transaction cost	3,596,696	2,447,228	701,699	1,205,492
Legal and Professional Charges	-	274,000	-	90,000
Printing and stationery	76,488	76,170	25,337	25,020
Listing fee	21,188	18,750	5,813	6,250
SECP supervisory fees	1,875	1,875	1,875	625
Bank and settlement charges	114,161	75,322	21,407	34,026
Auditors' remuneration	587,864	457,516	140,341	106,110
Reimbursement of accounting and operational charges to the Management Company 10.4	834,250	700,150	311,456	224,770
Selling and marketing expense - Management Company 10.5	8,926,585	8,339,585	3,332,680	3,252,620
<b>Total expenses</b>	<b>36,052,196</b>	<b>29,418,524</b>	<b>12,656,583</b>	<b>9,908,235</b>
<b>Net income for the period before taxation</b>	<b>386,675,148</b>	<b>18,449,949</b>	<b>92,501,986</b>	<b>13,664,324</b>
Taxation 16	-	-	-	-
<b>Net income for the period after taxation</b>	<b>386,675,148</b>	<b>18,449,949</b>	<b>92,501,986</b>	<b>13,664,324</b>
<b>Allocation of net income for the period</b>				
Net income for the period after taxation	386,675,148	18,449,949		
Income already paid on units redeemed	(6,800,112)	(726,329)		
	<b>379,875,036</b>	<b>17,723,620</b>		
<b>Accounting income available for distribution:</b>				
- Relating to capital gains	306,088,833	-		
- Excluding capital gains	73,786,203	17,723,620		
	<b>379,875,036</b>	<b>17,723,620</b>		

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended		Three months period ended	
	March 31,		31 March	
	2024	2023	2024	2023
	-----Rupees-----			
<b>Net income for the period after taxation</b>	<b>386,675,148</b>	18,449,949	<b>92,501,986</b>	13,664,324
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>386,675,148</b>	18,449,949	<b>92,501,986</b>	13,664,324

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

# CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months period ended	
	March 31, 2024	March 31, 2023
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	386,675,148	18,449,949
<b>Adjustments for:</b>		
Mark-up / interest income on bank balances and investments	(66,718,798)	(49,168,648)
Dividend income	(43,170,808)	(48,236,131)
Net (gain)/loss on sale of investments - at FVTPL	(151,201,142)	10,550,820
Net unrealized (gain)/loss on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(154,887,691)	46,891,930
Other income	(6,748,905)	(7,906,444)
	(422,727,344)	(47,868,473)
	(36,052,196)	(29,418,524)
<b>(Increase) / decrease in assets</b>		
Investments - net	98,939,936	(290,715,461)
Prepayment, deposits and other receivables	7,852,249	(7,858,174)
	106,792,185	(298,573,635)
<b>Increase / (decrease) in liabilities</b>		
Payable to the Management Company	1,278,656	499,939
Payable to the Trustee	45,055	661
Fee payable to the Securities and Exchange Commission of Pakistan	(93,796)	(65,031)
Accrued expenses and other liabilities	(3,085,421)	312,732
	(1,855,506)	748,301
Mark-up/interest income received on banks and investments	64,353,689	50,185,104
Dividend income received	37,028,574	40,285,513
<b>Net cash generated from operating activities</b>	170,266,746	(236,773,241)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issuance of units	134,471,027	129,179,247
Amount paid on redemption of units	(129,528,747)	(176,053,932)
<b>Net cash used in financing activities</b>	4,942,280	(46,874,685)
<b>Net increase in cash and cash equivalents during the period</b>	175,209,026	(283,647,926)
Cash and cash equivalents at beginning of the period	8,103,621	296,720,670
<b>Cash and cash equivalents at end of the period</b>	5 183,312,647	13,072,744

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director



# CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	March 31, 2024			March 31, 2023		
	Capital value	Accumulated (loss) / undistributed income	Total	Capital value	Accumulated (loss) / undistributed income	Total
----- Rupees -----						
<b>Net assets as at beginning of the period</b>	<b>882,650,551</b>	<b>31,186,057</b>	<b>913,836,608</b>	909,936,613	27,351,578	937,288,191
Issuance of 748,835 (2023: 865,907) units						
- Capital value	114,218,441	-	114,218,441	131,438,913	-	131,438,913
- Element of income / (loss)	20,252,586	-	20,252,586	(2,259,666)	-	(2,259,666)
Total proceeds on issuance of units	134,471,027	-	134,471,027	129,179,247	-	129,179,247
Redemption of 761,095 (2023: 906,330) units						
- Capital value	(116,088,457)	-	(116,088,457)	(178,018,089)	-	(178,018,089)
- Element of (income) / loss	(6,640,178)	(6,800,112)	(13,440,290)	2,690,486	(726,329)	1,964,157
Total payments on redemption of units	(122,728,635)	(6,800,112)	(129,528,747)	(175,327,603)	(726,329)	(176,053,932)
Total comprehensive income for the period	-	386,675,148	386,675,148	-	18,449,949	18,449,949
<b>Net assets as at the end of the period</b>	<b>894,392,943</b>	<b>411,061,093</b>	<b>1,305,454,036</b>	863,788,257	45,075,198	908,863,455
<b>Accumulated income / (loss) brought forward comprising of:</b>						
- Realized		79,755,816			159,247,304	
- Unrealized		(48,569,763)			(131,895,726)	
		31,186,053			27,351,578	
<b>Accounting income available for distribution</b>						
- Relating to capital gains		306,088,833			-	
- Excluding capital gains		73,786,203			75,166,370	
		379,875,036			75,166,370	
Net income for the period after taxation		386,675,148			18,449,949	
<b>Undistributed income carried forward</b>		<b>411,061,089</b>			<b>45,801,527</b>	
<b>Undistributed income / (loss) carried forward comprising of:</b>						
- Realized		256,173,398			92,693,457	
- Unrealized		154,887,691			(46,891,930)	
		411,061,089			45,801,527	
<b>Net asset value per unit at beginning of the period</b>			<b>152.53</b>			151.79
<b>Net asset value per unit at end of the period</b>			<b>218.34</b>			154.90

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.



Chief Financial Officer



Chief Executive Officer



Director

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Unit Trust of Pakistan ("the Fund") was established / registered under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open end unit trust scheme. The Fund is governed under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008. The Fund was constituted under the Trust Deed, dated April 26, 1997 between JS Investments Limited as its Management Company, a company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and Digital Custodian Company Limited as its Trustee. The Central Depository Company of Pakistan Limited was appointed as Trustee of the Fund on June 11, 2005 after voluntary resignation of Digital Custodian Company Limited.
- 1.2** During the year ended June 30, 2021, The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment of the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on September 3, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.
- 1.3** The Fund is an open end mutual fund categorised as "Balanced Scheme" and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis and are transferrable and can be redeemed by surrendering them to the Fund. As per offering document, the Fund shall invest in equity securities as well as debt securities including government securities, commercial papers and various other money market instruments.
- 1.4** The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at The Centre, 19th Floor, Plot No.28 SB-5, Abdullah Haroon Road, Saddar, Karachi, Pakistan.
- 1.5** Pakistan Credit Rating Agency Limited (PACRA) has maintained Management Company's asset manager rating of 'AM2+' with a 'stable outlook' to JS Investments Limited.
- 1.6** The title to the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

## 2. BASIS OF PREPARATION

### 2.1 Statement of Compliance

- 2.1.1** 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 as 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 VIII A of the repealed Companies Ordinance, 1984; and

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard (IAS) 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, 2023.
- 2.1.3** In compliance with Schedule V of the NBFC Regulations, the Board of 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 March 31, 2024.

### **3. SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGMENTS AND CHANGES THEREIN**

- 3.1** The accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2023.
- 3.2** The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgment in application of its accounting policies. The estimates, judgments and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the audited annual financial statements of the Fund as at and for the year ended June 30, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended June 30, 2023.

### **3.3 Standards, interpretations and 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, 2023. 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.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

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## 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 published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on or after July 1, 2024. However, these will not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

## 4 FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2023.

		March 31, 2023 (Unaudited)	June 30, 2023 (Audited)
	<b>Note</b>	----- Rupees -----	
<b>5. BANK BALANCES</b>			
Profit and loss sharing accounts	5.1	<b>183,312,647</b>	8,103,621

**5.1** This includes bank balance with related party amounting to Rs. 139.76 million (June 30, 2023: Rs. 2.80 million) with JS Bank Limited and carries profit at 20.82% per annum (June 30, 2023: 19.60%). Other profit and loss sharing accounts carry profit rates ranging from 18.50% to 20.50% (June 30, 2023: 15.50% to 20.50%) per annum.

## 6. INVESTMENTS

### At fair value through profit or loss

		March 31, 2023 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
Listed equity securities	6.1	<b>855,117,061</b>	582,091,311
Sukuk certificates / term finance certificates	6.2	<b>168,987,530</b>	193,348,858
Government securities	6.3	<b>96,573,500</b>	138,089,021
		<b>1,120,678,091</b>	913,529,190

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

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## 6.1 Listed equity securities

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / rights issue during the period	Disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market Value as at March 31, 2024	Market value as a percentage of net asset	Market value as percentage of Investee Capital
	Number of shares					Rupees		%	%
All ordinary shares have a nominal face value of Rs. 10/-each unless stated otherwise.									
<b>COMMERCIAL BANKS</b>									
Habib Bank Limited (Note 6.1.2)	481,000	55,000	-	536,000	-	-	-	-	-
MCB Bank Limited	-	134,000	-	-	134,000	24,337,782	27,236,840	2.09	0.01
National Bank of Pakistan Ltd	-	870,000	-	-	870,000	23,845,190	33,286,200	2.55	0.04
Askari Bank Ltd	-	400,000	-	400,000	-	-	-	-	-
Bank Alfalah Limited	617,800	60,000	-	67,000	610,800	19,097,097	31,987,596	2.45	0.04
Bank Al Habib Limited	1,783	312,000	-	1,783	312,000	25,861,094	26,523,120	2.03	0.03
Meezan Bank Limited	-	215,000	-	17,000	198,000	25,134,465	42,296,760	3.24	0.01
Bank Islami Pakistan (Related party)	943,504	394,900	-	595,595	742,809	13,243,235	15,405,859	1.18	0.07
United Bank Limited	321,800	12,000	-	195,500	138,300	17,115,829	25,209,324	1.93	0.01
						<b>148,634,691</b>	<b>201,945,699</b>	<b>15.47</b>	<b>0.21</b>
<b>TEXTILE COMPOSITE</b>									
Nishat Mills Limited	-	298,000	-	298,000	-	-	-	-	-
Gul Ahmed Textile Mills Limited	4	-	-	4	-	-	-	-	-
Interloop Limited	12,469	-	-	12,469	-	-	-	-	-
						-	-	-	-
<b>CEMENT</b>									
D.G. Khan Cement Company Limited	250,000	885,000	-	855,000	280,000	14,658,081	18,225,200	1.40	0.06
Lucky Cement Limited	31,150	41,750	-	21,000	51,900	30,005,573	39,702,462	3.04	0.02
Maple Leaf Cement Factory Limited	1,260,000	1,130,000	-	1,345,000	1,045,000	31,789,733	37,181,100	2.85	0.10
Pioneer Cement Limited	-	147,000	-	-	147,000	16,727,286	18,777,780	1.44	0.06
Cherat Cement Company Limited	118,500	95,000	-	213,500	-	-	-	-	-
						<b>93,180,674</b>	<b>113,886,542</b>	<b>8.72</b>	<b>0.24</b>
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
The Hub Power Company Limited (Note 6.1.2)	360,821	453,500	-	440,821	373,500	44,837,238	45,294,345	3.47	0.03
K-Electric Limited	-	9,550,000	-	3,825,000	5,725,000	27,302,335	25,304,500	1.94	0.02
Nishat Chunian Power Limited	-	817,000	-	-	817,000	19,558,634	21,413,570	1.64	0.22
						<b>91,698,206</b>	<b>92,012,415</b>	<b>7.05</b>	<b>0.27</b>
<b>OIL &amp; GAS MARKETING COMPANIES</b>									
Pakistan State Oil Company Limited (Note 6.1.2)	189,000	159,250	-	35,000	313,250	39,272,917	54,048,155	4.14	0.07
Sui Northern Gas Pipelines Limited	435,500	720,000	-	1,020,500	135,000	9,985,032	8,440,200	0.65	0.02
						<b>49,257,948</b>	<b>62,488,355</b>	<b>4.79</b>	<b>0.09</b>
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>									
Mari Petroleum Company Limited	25,260	-	-	3,150	22,110	33,488,690	56,092,849	4.30	0.02
Oil and Gas Development Company Limited (Note 6.1.2)	387,500	691,500	-	552,000	527,000	63,486,373	64,109,550	4.91	0.01
Pakistan Petroleum Limited	500,000	748,000	-	659,000	589,000	52,716,473	62,522,350	4.79	0.02
Pakistan Oilfields Limited	29,500	51,500	-	81,000	-	-	-	-	-
						<b>149,691,536</b>	<b>182,724,749</b>	<b>14.00</b>	<b>0.05</b>
<b>ENGINEERINGS</b>									
Mughal Iron & Steel Industries Limited	-	100,000	-	100,000	-	-	-	-	-
Aisha Steel Limited	531,500	2,500,000	-	-	3,031,500	20,398,259	20,462,625	1.57	0.33
						<b>20,398,259</b>	<b>20,462,625</b>	<b>1.57</b>	<b>0.33</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / rights issue during the period	Disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market Value as at March 31, 2024	Market value as a percentage of net asset	Market value as percentage of Investee Capital
	Number of shares					Rupees		%	%
<b>TRANSPORT</b>		-							
Pakistan International Airlines Corp	-	2,810,000	-	2,810,000	-	-	-	-	-
<b>FERTILIZERS</b>									
Engro Corporation Limited	62,843	108,700	-	55,000	116,543	33,905,202	41,871,569	3.21	0.02
Engro Fertilizers Limited	296,000	211,537	-	296,000	211,537	26,058,922	31,036,709	2.38	0.02
Fauji Fertilizer Bin Qasim Limited	-	580,000	-	-	580,000	17,198,138	15,915,200	1.22	0.04
Fauji Fertilizer Company Limited.	415,222	192,100	-	386,437	220,885	22,319,011	27,886,731	2.14	0.02
						<b>99,481,273</b>	<b>116,710,209</b>	<b>8.94</b>	<b>0.10</b>
<b>PHARMACEUTICALS</b>									
AGP Limited	130,000	-	-	130,000	-	-	-	-	-
Highnoon Laboratories Limited	42,548	-	-	42,548	-	-	-	-	-
<b>CHEMICALS</b>									
Agritech Limited	772,253	-	-	-	772,253	3,351,578	20,680,935	1.58	0.20
Engro Polymer & Chemicals Limited	290,000	160,000	-	450,000	-	-	-	-	-
Descon Oxychem Limited	725,000	-	-	725,000	-	-	-	-	-
						<b>3,351,578</b>	<b>20,680,935</b>	<b>1.58</b>	<b>0.20</b>
<b>PAPER &amp; BOARD</b>									
Cherat Packaging Limited	56	-	-	56	-	-	-	-	-
<b>TECHNOLOGY &amp; COMMUNICATION</b>									
Air Link Communication Limited	255,581	618,000	-	255,581	618,000	37,575,130	38,167,680	2.92	0.16
SYS-System Limited	119,500	51,000	-	170,500	-	-	-	-	-
Octopus Digital Limited	109,250	-	-	109,250	-	-	-	-	-
Avanceon Limited	251,008	150,000	-	401,008	-	-	-	-	-
						<b>37,575,130</b>	<b>38,167,680</b>	<b>2.92</b>	<b>0.16</b>
<b>REFINERY</b>									
Attock Refinery Limited	75,000	15,000	-	90,000	-	-	-	-	-
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>									
Al-Shaheer Corporation Limited	3,758	-	-	-	3,758	27,170	34,799	0.00	0.00
<b>GLASS AND CERAMICS</b>									
Ghani Glass Limited	-	515,000	-	285,000	230,000	6,997,047	5,736,200	0.44	0.02
Tariq Glass Industries Limited	-	125,000	-	125,000	-	-	-	-	-
						<b>6,997,047</b>	<b>5,736,200</b>	<b>0.44</b>	<b>0.02</b>
<b>SUGAR &amp; ALLIED INDUSTRIES</b>									
Shahtaj Sugar Mills Limited	1,600	-	-	-	1,600	79,760	156,784	0.01	0.01

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Sectors / Companies	Holding at beginning of the period	Acquired during the period	Bonus / rights issue during the period	Disposed during the period	Holding at end of the period	Carrying Value as at March 31, 2024	Market Value as at March 31, 2024	Market value as a percentage of net asset	Market value as percentage of Investee Capital
	----- Number of shares -----					----- Rupees -----		%	%
<b>MISCELLANEOUS</b>									
Synthetic Products Enterprises Limited (Face value of Rs. 5 each)	7,930	-	-	-	7,930	82,472	110,069	0.01	0.00
<b>Total value as of March 31, 2024</b>						<b>700,455,745</b>	<b>855,117,061</b>	<b>65.50</b>	<b>1.69</b>
<b>Total value as of June 30, 2023</b>						<b>635,449,023</b>	<b>582,091,312</b>	<b>63.70</b>	<b>1.89</b>

6.1.2 Following shares have been pledged with National Clearing Company of Pakistan Limited:

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	----- Number of shares -----		----- Rupees -----	
Pakistan State Oil Company Limited	-	-	150,000	-
Oil & Gas Development Company Limited	-	-	200,000	-
Habib Bank Limited	-	-	-	9,519,900
Hub Power Company Limited	-	-	-	16,699,200
			<b>350,000</b>	<b>26,219,100</b>

## 6.2 Sukuk certificates / term finance certificates

Sector / Companies	Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Percentage of Net Assets
	-----Number of certificates -----				----- Rupees -----		%
<b>BANK</b>							
Bank Alfalah TFC Series -A	6,000	-	6,000	-	-	-	-
<b>POWER</b>							
The Hub Power Holding Limited	1,000	-	-	1,000	102,630,000	101,865,530	7.80
K-ELECTRIC SST XX 22-09-2023	-	14	14	-	-	-	-
K-ELECTRIC (23-11-2022)	-	660	-	660	65,993,795	67,122,000	5.14
K-ELECTRIC (01-11-2022)	12,200	-	12,200	-	-	-	-
<b>Total value as of March 31, 2024</b>					<b>168,623,795</b>	<b>168,987,530</b>	<b>12.94</b>
<b>Total value as of June 30, 2023</b>					<b>188,518,220</b>	<b>193,348,858</b>	<b>21.16</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

## 6.3 Market Treasury Bills

Name of security	Issue date	Face value				Balance as at March 31, 2024			Market value as a percentage of	
		As at July 1, 2023	Purchased during the period	Sold / matured during the	As at March 31, 2024	Carrying value	Market value	Unrealised diminution	net asset	total investments
(Rupees)										
----- % -----										
<b>Market Treasury Bills</b>										
- 3 months	April 20, 2023	139,100,000	-	139,100,000	-	-	-	-	-	-
- 3 months	August 10, 2023	-	135,000,000	135,000,000	-	-	-	-	-	-
- 3 months	October 5, 2023	-	140,000,000	140,000,000	-	-	-	-	-	-
- 3 months	October 19, 2023	-	135,000,000	135,000,000	-	-	-	-	-	-
- 3 months	November 30, 2023	-	100,000,000	100,000,000	-	-	-	-	-	-
- 3 months	March 7, 2024	-	100,000,000	-	100,000,000	96,703,164	96,573,500	(129,664)	7.40%	8.62%
<b>Market Treasury Bills</b>										
- 6 months	November 16, 2023	-	100,000,000	100,000,000	-	-	-	-	-	-
<b>Total value as at March 31, 2024</b>						<u>96,703,164</u>	<u>96,573,500</u>	<u>(129,664)</u>		
<b>Total value as at June 30, 2023</b>						<u>138,130,284</u>	<u>138,089,021</u>	<u>(41,263)</u>		

## 6.4 Unlisted Sukuk Certificates/Term Finance Certificates - non-performing - Non-Performing

Sector / Companies	Note	Holding at beginning of the period	Acquired during the period	Disposed during the period	Holding at end of the period	Carrying value as at March 31, 2024	Market value as at March 31, 2024	Percentage of Net Assets
-----Number of certificates -----						----- Rupees -----		%
<b>Unlisted sukuk certificates</b>								
<b>CHEMICALS</b>								
Agritech Limited	6.4.1	25,700	-	-	25,700	104,671,578	-	-
Provision against financial asset						(104,671,578)	-	-
<b>Unlisted Term Finance Certificates</b>								
<b>Privately Placed Term Finance Certificates</b>								
<b>TEXTILE COMPOSITE</b>								
Azgard Nine Limited (related party)	6.4.2	4,750	-	-	4,750	23,750,000	-	-
Less received amount against principal redemption						(3,562,500)		
provision against financial asset						(20,187,500)		
<b>TEXTILE COMPOSITE</b>								
Azgard Nine Limited (related party)	6.4.3	9,897	-	-	9,897	49,485,000	-	-
Less: Provision against financial asset						(49,485,000)		
<b>TEXTILE COMPOSITE</b>								
Azgard Nine Limited (related party)	6.4.4	3,733	-	-	3,733	18,665,000	-	-
Less: Provision against financial asset						(18,665,000)		
<b>Total value as at March 31, 2024</b>						<u>-</u>	<u>-</u>	
<b>Total value as at June 30, 2023</b>						<u>-</u>		

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 6.4.1** These sukuk certificates having face value of Rs. 5,000 per certificate and carry a mark-up equal to six months offered rate of KIBOR plus 200 basis points receivable semi-annually in arrears and was to mature in August 2015. These are secured by way of hypothecation charge over the entire legal ownership and the beneficial interest of the issuer from time to time in and to all present and future fixed assets (excluding land and building) of the issuer in favour of the Trustee for the benefit of certificate holders. These sukuk were classified as non performing asset by Mutual Fund Association of Pakistan (MUFAP) as on August 21, 2010, on account of non payment of the coupon due in August 2010. Therefore, the Fund had made provision of 100% of principal outstanding in 2011 and accordingly, no accrual for profit have been made by the Fund.

In respect of Agritech Limited, the Petitioner and its management held various meetings with the creditors for the purpose of formulating a plan to discharge the Company's liability towards the creditor and finally agreed in principle on the terms and conditions which are enumerated in the Scheme of Arrangement. The Honorable High Court of Lahore has approved the said "Scheme of Arrangement"(SOA) on July 5, 2022. Scheme of arrangement has two options for the settlement of liabilities and fund has elected option 2 as mentioned in 'schedule F' of the Scheme for the settlement of fund outstanding liability. As per option 2 of the SOA, the outstanding principal against above sukuk certificates and zero coupon PPTFCs will be converted into preference shares as reduced by application of unutilized cash flow available for debt servicing (CFADS). The overdue / outstanding markup amounting to 40,659,871 shall be converted into Zero coupon PPTFCs which shall be payable at the end of FY 2026 as bullet payment. The instruments have not yet been issued by Agritech as at March 31, 2024. In this regard, the Fund received the three tranches CFADS of total Rs. 9,743,500 in the year ended June 30, 2023. During the current period, the Fund has received the two tranches CFADS of Rs. 2,350,892 and Rs. 835,513 on October 2, 2023 and December 28, 2023 respectively and written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

- 6.4.2** The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. As per the Approved Scheme the Fund was classified as an Option C creditor. The Approved Scheme stated that the principal repayment of Rs. 31.980 million of the Option C creditor, will be paid over a period of 10 years starting from Time Zero Date i.e. April 29, 2021 through some partial cash payments (of which Rs. 1.41 and Rs. 1.19 million have already been received at time zero and Rs. 6.82 million will be received within 2 years from time zero) and remaining amount by issuance of 4,750 PPTFCs (Sub PPTFCs) of Rs. 23.75 million against 10,000 PPTFCs which was restructured during the year ended June 30, 2022. In this regard, the Fund received four tranches of interest income of Rs. 1,187,500 in the year ended June 30, 2023. During the current period, the Fund has received three tranches of principal redemption of Rs. 3,562,500 on July 25, 2023, October 26, 2023 and January 26, 2024 and written back to income in accordance with the requirement of circular 1 of 2009 and circular 33 of 2012 issued by SECP.

- 6.4.3** The Honorable Lahore High Court, on July 31, 2019, approved a scheme of arrangement (the "Approved Scheme") for the settlement / restructuring of Azgard Nine Limited's liabilities. A fresh issue of 9,897 zero coupon 10 years PPTFCs was issued of Rs. 49.485 million against the interest accrued on TFCs and PPTFCs till the date of restructuring on the existing PPTFC of 3,853 Sukuk certificates of Agritech Limited which were issued against the interest receivable on 10,000 PPTFCs of Azgard Nine Limited and was restructured during the year ended June 30, 2022. Since these TFCs are non-performing and no repayment has been received by the Fund therefore, these TFCs have been reclassified as a non-performing asset by MUFAP and have been fully provided.

- 6.4.4** These zero coupon TFCs were issued on January 11, 2012 against outstanding mark-up due on 3,853 PPTFCs of Agritech Limited which was restructured during the year ended June 30, 2022. The principal amounting to Rs. 18.67 million outstanding against these TFCs was redeemable in six equal semi-annual instalments starting from July 01, 2012 and was matured on January 01, 2015. However no principal repayment has been received by the Fund. Therefore, these TFCs were classified as Non Performing Assets by MUFAP on January 17, 2012.

## 6.5 Details of non-compliant Investment

The Securities & Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated July 07, 2010, has prescribed certain disclosures for non-compliances, either with the minimum investment criteria specified for the category assigned to the Collective Investment Schemes or with the investment requirements of their constitutive documents.

Following are the details of non-compliant investments:

Name of non-compliant investments	Type of Investments	Value of investment before provision	Provision held if any	Value of investment after provision	% of net assets	% of total investments
Agritech Limited	Sukuks	104,671,578	(104,671,578)	-	-	-
Azgard Nine Limited (related party)	TFC	18,665,000	(18,665,000)	-	-	-
Azgard Nine Limited (related party)	TFC	21,375,000	(21,375,000)	-	-	-
Azgard Nine Limited (related party)	PPTFC	49,485,000	(49,485,000)	-	-	-

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

		March 31, 2024 (Unaudited)	June 30, 2023 (Unaudited)
		----- Rupees -----	
<b>7</b>	<b>Net unrealised (loss) / gain on re-measurement of investment "classified at 'financial asset at fair value through profit or loss'</b>		
	Market value of investment	<b>1,120,678,091</b>	913,529,190
	Less: carrying value of investments	<b>965,790,400</b>	962,098,953
		<b>154,887,691</b>	(48,569,763)
<b>8</b>	<b>ACCRUED RETURN ON BANK BALANCE AND INVESTMENTS</b>		
	Bank Balances	<b>3,287,572</b>	550,568
	Sukuk Certificates / Term Finance Certificates	<b>12,621,301</b>	6,244,291
	Dividend Receivable	<b>6,142,234</b>	-
		<b>22,051,107</b>	6,794,859
<b>9.</b>	<b>PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES</b>		
	Security deposit with National Clearing Company of Pakistan Limited (NCCPL)	<b>2,750,000</b>	1,750,000
	Security deposit with Central Depository Company of Pakistan Limited	<b>100,000</b>	100,000
	Income tax recoverable	<b>930,280</b>	930,280
	Prepaid listing fee	<b>7,687</b>	-
	Prepaid annual fee - NCCPL	<b>-</b>	125,000
		<b>3,787,967</b>	2,905,280
<b>10.</b>	<b>PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY</b>		
	Remuneration Payable to the Management Company	<b>2,171,065</b>	1,510,686
	Sindh Sales Tax payable on remuneration of the Management Company	<b>2,262,005</b>	2,176,155
	Federal excise duty payable on the Management Company's remuneration	<b>13,262,475</b>	13,262,475
	Reimbursement of accounting and operational charges to the Management Company	<b>108,551</b>	75,539
	Selling and marketing expense payable	<b>3,332,680</b>	2,761,368
	Other payable	<b>50,057</b>	121,954
		<b>21,186,833</b>	19,908,177

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 10.1** As per Regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to 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 rate of 2% (June 30, 2023: 2%) per annum of the average annual net assets of the Fund during the nine months ended March 31, 2024. The remuneration is payable to the Management Company monthly in arrears.
- 10.2** Sindh sales tax on remuneration of the management company has been charged at the rate of 13% (June 30, 2023: 13%).
- 10.3** 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 and sales load with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made of Rs. 13.262 million (June 30, 2023: Rs. 13.262 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 not been made, the NAV per unit of the Fund would have been higher by Rs. 2.22 (June 30, 2023: Rs. 2.21).

- 10.4** 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 has allocated expenses to the Fund based on its discretion subject to not being higher than actual expenses, which has also been approved by the Board of Directors of the Management Company.

- 10.5** The SECP has allowed the Asset Management companies to charge selling and marketing expenses to all categories of open-end mutual funds upto a maximum limit approved by the Board of Directors of Management Company as part of annual plan.

The Management Company has charged selling and marketing expenses to the fund to the extent as it has think expedient on its discretion subject to not being higher than actual expenses, which has also been approved by the Board of Directors of the Management Company.

## 11. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
		----- Rupees -----	
Remuneration payable to the Trustee	11.1	193,262	151,079
Sales Tax payable on Trustee's remuneration	11.2	25,124	19,641
		<b>218,386</b>	<b>173,331</b>

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

**11.1** Central Depository of Pakistan Limited (the Trustee) is entitled to a monthly remuneration of services rendered to the Fund under the provision of the Trust Deed as follows:

- up to rupees one billion	0.2% per annum of the daily net assets
- exceeding rupees one billion	Rs. 2,000,000 plus 0.1% per annum of the daily net assets exceeding one billion

**11.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

## **12. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**

In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay non-refundable fee to the Securities and Exchange Commission of Pakistan (SECP).

Effective from July 1, 2023, the SECP vide SRO No. 592(I)/2023 dated May 17, 2023, revised the rate of annual fee to 0.085% of net assets, applicable on "balanced scheme". Previously, the rate of fee applicable on all categories of CISs was 0.02% per annum of the daily net assets of the Fund. Accordingly, the Fund has charged SECP Fee at the rate of 0.085% of net assets during the current period.

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
	----- Rupees -----	
<b>13. ACCRUED EXPENSES AND OTHER LIABILITIES</b>		
Broker Payable	<b>233,082</b>	28,378
Zakat payable	-	117,974
Auditors' remuneration	<b>845,853</b>	604,125
Withholding tax payable	<b>295,295</b>	3,407,352
Other liabilities	<b>575,833</b>	362,804
	<b>1,950,063</b>	4,520,633

## **14. CONTINGENCIES AND COMMITMENTS**

There are no contingencies and commitments as at the March 31, 2024 and June 30, 2023.

## **15. TOTAL EXPENSE RATIO**

The total expense ratio (TER) of the Fund for the period ended March 31, 2024 is 4.33% (March 31, 2023: 4.21%) which includes 0.43% (December 31, 2022: 0.34%) representing government levies on the Fund such as federal excise duties and sales taxes, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorized as an "Balanced scheme".

## **16. TAXATION**

The Fund's income is exempt from income tax as per 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 available for distribution for the year as reduced by capital gains whether realised or unrealised is distributed amongst the unit holders by way of cash dividend.

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income available for distribution other than capital gains to the unit holders. The management intends to distribute atleast 90% of the income to be earned by the Fund in cash during the year ending June 30, 2024 to the unit holders in the manner as explained above. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under Clause 11(A) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

## 17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Related party / connected person include JS Investments Limited being the Management Company, Central Depository Company of Pakistan Limited -Trustee being the Trustee, Jahangir Siddiqui & Co. Limited (holding 71.20% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), BankIslami Pakistan Limited (which is a fellow subsidiary of JSBL - 75.12%

shares held by JS Bank Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL- 92.90% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at March 31, 2024. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges, sale and purchase of investments 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.

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

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

The details of transactions during the period and balances at period / year end with the connected persons / related parties are as follows:

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
<b>----- Rupees -----</b>		
<b>17.1 Details of balances with related parties / connected person as at period / year end:</b>		
<b>JS Investments Limited - Management Company</b>		
Remuneration payable to the Management Company	<b>2,171,065</b>	1,510,686
Sindh Sales Tax on remuneration of the Management Company *	<b>2,262,005</b>	2,176,155
Federal Excise Duty payable on remuneration of the Management Company *	<b>13,262,475</b>	13,262,475
Reimbursement of accounting and operational charges to the Management Company	<b>108,551</b>	75,539
Selling and marketing expense payable to the Management Company	<b>3,332,680</b>	2,761,368
Printing and stationary charges payable	<b>50,057</b>	121,954



# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

	Nine months ended	
	March 31, 2024	March 31, 2023
	(Unaudited)	
	----- Rupees -----	
<b>Central Depository Company of Pakistan Limited - Trustee</b>		
Remuneration of the Trustee	1,581,024	1,395,190
Sindh Sales Tax on remuneration of the Trustee **	205,533	181,326
Annual, transaction, custodian, CDS connection fee	88,679	70,105
<b>JS Global Capital Limited - Fellow subsidiary of JSIL</b>		
Brokerage fee	533,009	344,620
<b>JS Bank Limited - Parent Company of JSIL</b>		
Markup on bank balances	12,782,314	5,510,036
Proceed from sale of investments	14,288,324	-
<b>Azgard Nine Limited - (Other related party)</b>		
Payment of redemptions (ANL PPTFC)	3,562,500	-
<b>Key Management Personnel of the Management Company</b>		
Issue of units: 4,663 units (2023: 669)	850,000	100,000
<b>CDC Trustee - JS Fund of Funds (Fund under JSIL Management)</b>		
Purchase of units: 665,358 (2023 : 864,717)	120,000,000	129,000,000
Redemption of units: 425,791 (2023 : 864,717)	69,885,036	129,361,928

## 18 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 tradeable in an open market are revalued at 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

### 18.2 Fair value hierarchy

International Financial Reporting Standard IFRS 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:

# NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024

- 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 assets or liability that are not based on observable market data (i.e. unobservable inputs).

The Fund held the following financial instruments measured at fair values:

	As at March 31, 2024 (Unaudited)			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>Financial assets measured at fair value</b>				
Listed Equity Securities	855,117,061	-	-	855,117,061
Government Securities	-	96,573,500	-	96,573,500
Sukuk Certificates / Term Finance Certificates	-	168,987,530	-	168,987,530
Commercial Paper	-	-	-	-
	<b>855,117,061</b>	<b>265,561,030</b>	<b>-</b>	<b>1,120,678,091</b>

	As at June 30, 2023 (Unaudited)			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
<b>Financial assets measured at fair value</b>				
Listed Equity Securities	582,091,311	-	-	582,091,311
Listed equity securities (spread transactions)	-	-	-	-
Government Securities	-	138,089,021	-	138,089,021
Sukuk Certificates / Term Finance Certificates	-	193,348,858	-	193,348,858
	<b>582,091,311</b>	<b>331,437,879</b>	<b>-</b>	<b>913,529,190</b>

During the nine months period ended March 31, 2024 and year ended June 30, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

## 19 GENERAL

19.1 Figures have been rounded off to the nearest Rupees unless stated otherwise.

## 20 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information were authorized for issue on April 24, 2024 by the Board of Directors of the Management Company.



Chief Financial Officer



Chief Executive Officer



Director



## JS INVESTMENTS OFFICES

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