

Shaping Tomorrow's Solutions, Today!

JS MONEY MARKET FUND

ANNUAL REPORT 2024



 **Contents** 



Company Information	04
Vision	05
Mission	06
Directors' Report to the Unit Holders	07
Fund Manager's Report	11
Performance Table / Key Financial Data	13
Trustee Report to the Unit Holders	14
Independent Auditors' Report to the Unit Holders	15

FINANCIAL STATEMENTS **18**

Statement of Assets and Liabilities	19
Income Statement	20
Statement of Comprehensive Income	21
Statement of Cash Flows	22
Statement of Movement in Unit Holders' Fund	23
Notes to the Financial Statements	24



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

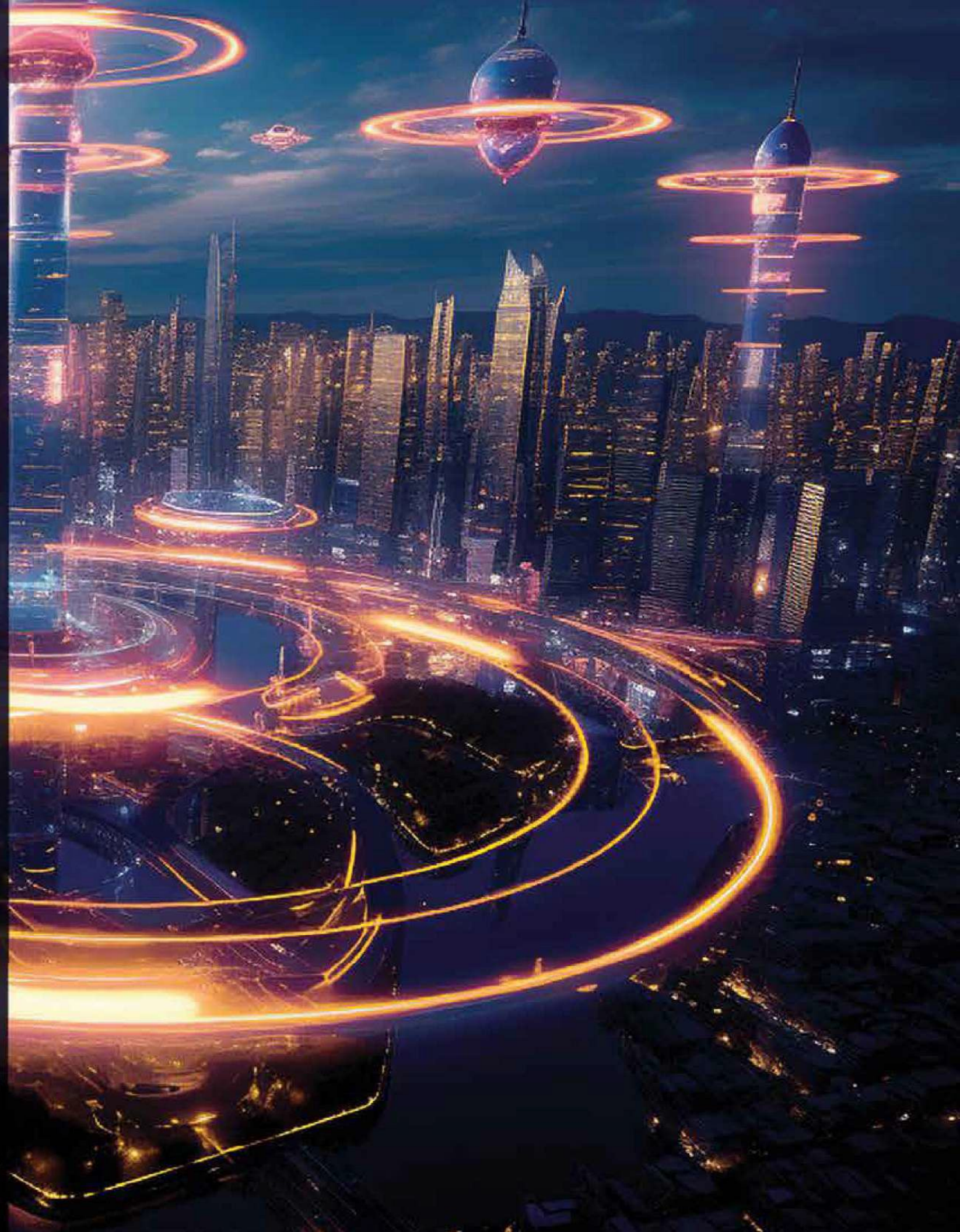
Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

Trustee

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

Vision

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





DIRECTORS' REPORT TO THE UNIT HOLDERS

FOR THE PERIOD ENDING JUNE 30, 2024

The Board of Directors of JS Investments Limited, the Management Company of **JS Money Market Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2024.

Economy:

The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards a path of relative stability in both political and economic spheres. The caretaker setup initially introduced a stabilization agenda that guided much of the year. Following this, a new government was formed post-Federal elections, providing a clearer direction for the country despite some initial uncertainties during the election process. This transition offered some reassurance, given the significant challenges the nation has faced in recent years. The macroeconomic framework under the IMF's Stand-By Agreement (SBA), which included a short-term US\$3 billion funding facility signed in June of the previous year and largely executed by the caretaker government, concluded at the end of April with a final disbursement of US\$1 billion.

Turning to the real economy, the robust growth of 6.5% in agriculture, encompassing all major crops and livestock, significantly boosted the provisional GDP growth for FY24 to 2.38%, surpassing the projections of the IMF (2%), ADB (1.9%), and The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards events during the period were the easing of monetary policy and the simultaneous tightening of fiscal policy, trends expected to continue into the next fiscal year. Observing how these policies will ultimately impact overall economic growth will be critical, especially as the industry has been under unprecedented pressure from a highly challenging business environment characterized by cost-push inflation and sluggish demand.

The Federal Budget for FY25 envisions a substantial 40% increase in FBR revenues, with the government projecting an inflation rate of 12% and a real GDP growth rate of 3.6%. According to the government's estimates presented in the budget, The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards 6.5%—is projected to decrease to 5.9% for FY25.

The external account experienced considerable strengthening, with SBP FX Reserves more than doubling from their lows at the end of June 2023 to reach US\$9.4 billion by the end of June 2024. The Pakistani rupee appreciated by 2.8%, closing at 278 against the US dollar. The current account deficit has decreased markedly to US\$ 464 million for the 11 months up The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards payments situation. Building on this, Pakistan's upcoming new and larger funding program with the IMF holds paramount importance, as it will significantly strengthen the country's fundamental macroeconomic pillars, particularly fiscal operations, while also providing essential support for managing external debt obligations.

Income / Money Market Review:

During the fiscal year 2024, the yield curve shifted markedly downward, with yields falling across all tenors. The most notable decline was observed in the 12-month paper, which closed at 18.68%, down by 425 basis points from the end of June 2023. The SBP's Monetary Policy Committee (MPC) cut the policy rate by 150 basis points in its June 10th meeting. This decision followed a more-than-expected drop in the headline inflation rate for May, which stood at 11.8%, primarily due to a decline in food inflation.

The steady accumulation of FX reserves and the softening inflation outlook gradually instilled market confidence, reflected in higher levels of participation in 12M T-Bill in recent auctions. The offer-to-target ratio in the auctions for 12M tenor almost The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards government borrowings, as evident in the continuously rising trend of net outstanding liquidity injections via open market operations (OMOs).

Review of Fund Performance

The fiscal year 2024 has been a period of significant transition for the country, moving from a precarious trajectory towards Assets decreased from PKR 2,039.98 million as at June 30, 2023, to PKR 1,300.36 million as at June 30, 2024. The total expense ratio is 1.73%, which includes 0.19% of government levies on the Fund.

Dividend

The Fund paid interim cash dividends of Rs 17.41 per unit during the year ended June 30, 2024.

Asset Manager & Fund Rating

Pakistan Credit Rating Agency Limited (PACRA) has maintained our Management Company's asset manager rating of 'AM2+' with a 'stable outlook'. This rating underscores our dedication to maintaining high-quality management standards and reflects positively on the overall performance and outlook of our operations. The Pakistan Credit Rating Agency (PACRA) reaffirmed the stability rating of "AA+(f)" to the Fund.

Auditors

The external auditors of the Fund Messrs Grant Thornton Anjum Rahman, Chartered Accountants retire and, being eligible, offer themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board, has approved the appointment of Messrs Grant Thornton Anjum Rahman, Chartered Accountants, as the Fund's auditors for the ensuing year ending June 30, 2025.

Additional Information

- a. Annexed to the Annual Report is the Fund Manager's Report, providing a description of principal risks and uncertainties along with a reasonable indication of future profit prospects.
- b. The Pattern of Unit holding as of June 30, 2024, is annexed to this annual report.
- c. The system of internal control is sound in design and has been effectively implemented and monitored.
- d. A performance table/key financial data is annexed to this annual report.

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.



Chief Executive Officer



Director

Karachi: August 20, 2024

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، JS منی مارکیٹ فنڈ (دی فنڈ) کی مینجمنٹ کمپنی نے 30 جون 2024 کو ختم ہونے والے سال کے لیے سالانہ رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معاشی جائزہ

مالی سال 2024 ملک کے لیے اہم تبدیلی کا دور رہا ہے، جو ایک غیر یقینی راستے سے سیاسی اور معاشی دونوں شعبوں میں نسبتاً استحکام کی راہ پر گامزن ہے۔ نگران سیٹ اپ نے ابتدائی طور پر استحکام کا ایجنڈا متعارف کرایا جس نے سال کے زیادہ تر حصے کے رہنمائی کی۔ اس کے بعد، وفاقی انتخابات کے بعد ایک نئی حکومت تشکیل دی گئی، جس نے انتخابی عمل کے دوران کچھ ابتدائی غیر یقینی صورتحال کے باوجود ملک کو ایک واضح سمت فراہم کی۔ حالیہ برسوں میں قوم کو درپیش اہم چیلنجوں کے پیش نظر اس تبدیلی نے کچھ یقین دہانی کرائی ہے۔ آئی ایم ایف کے اسٹینڈ بائی ایگریمنٹ (SBA) کے تحت میکرو اکنامک فریم ورک، جس میں گزشتہ سال جون میں دستخط شدہ 3 بلین امریکی ڈالر کی قلیل مدتی فنڈنگ سہولت شامل تھی اور جس پر نگران حکومت نے بڑے پیمانے پر عمل درآمد کیا تھا، 1 بلین امریکی ڈالر کی حتمی تقسیم کے ساتھ اپریل کے آخر میں اختتام پذیر ہوئی۔

حقیقی معیشت کی طرف گامزن ہوتے ہوئے، زراعت میں 6.5 فیصد کی مضبوط نمو، بشمول تمام اہم فصلیں اور لائیو اسٹاک، نے مالی سال 2024 کے لیے عبوری GDP کی نمو کو نمایاں طور پر بڑھا کر 2.38 فیصد کر دیا، جو IMF (2 فیصد)، ایشیائی ترقیاتی بینک (1.9 فیصد) اور عالمی بینک (1.8 فیصد) کے تخمینوں سے زیادہ ہے۔ اس سے معیشت کی چلک کی نشاندہی ہوتی ہے۔ اس پس منظر میں، اس مدت کے دوران زرعی پالیسی میں نرمی اور بیک وقت مالیاتی پالیسی میں سختی دو اہم میکرو اکنامک واقعات تھے، ان رجحانات کا اگلے مالی سال تک جاری رہنے کی توقعات ہیں۔ یہ دیکھنا کہ یہ پالیسیاں بالآخر مجموعی معاشی ترقی کو کس طرح متاثر کریں گی، اہم ہوں گا، خاص طور پر جب صنعت کو انتہائی چیلنجنگ کاروباری ماحول کا سامنا ہے جو لاگت میں اضافے والی افراط زر اور سست طلب سے موصوم ہے۔

مالی سال 2025 کے وفاقی بجٹ میں ایف بی آر (FBR) کے محصولات میں 40 فیصد اضافے کا تخمینہ لگایا گیا ہے، حکومت نے افراط زر کی شرح 12 فیصد اور حقیقی جی ڈی پی (GDP) کی شرح نمو 3.6 فیصد پیش کی ہے۔ بجٹ میں پیش کی گئی حکومتی تخمینوں کے مطابق مالی خسارہ رواں مالی سال میں 7.4 فیصد رہنے کا امکان ہے جو گزشتہ سال کے بعد 6.5 فیصد کے بجٹ ہدف سے نظر ثانی شدہ۔ مالی سال 2025 کے لیے کم ہو کر 5.9 فیصد رہے گا۔

بیرونی کھاتے میں کافی مضبوطی دیکھی گئی اور اسٹیٹ بینک آف پاکستان کے غیر ملکی زرمبادلہ کے ذخائر جون 2023 کے اختتام پر اپنی کم ترین سطح سے دگنا ہو کر جون 2024 کے اختتام پر 9.4 بلین امریکی ڈالر تک پہنچ گئے۔ پاکستانی روپے امریکی ڈالر کے مقابلے میں 2.8 فیصد کے اضافے سے 278 پر بند ہوا۔ مئی 2024 تک 11 ماہ کے دوران کرنٹ اکاؤنٹ خسارہ نمایاں طور پر کم ہو کر 464 بلین امریکی ڈالر رہ گیا ہے جو گزشتہ سال کے اسی مدت کے دوران 3.76 بلین امریکی ڈالر تھا، جس سے ادائیگیوں کے توازن کی صورتحال پر اعتماد پیدا ہوا۔ اس کی بنیاد پر، پاکستان کا آئی ایم ایف (IMF) کے ساتھ آئندہ آنے والا نیا اور بڑا فنڈنگ پروگرام انتہائی اہمیت کا حامل ہے، کیونکہ یہ ملک کی میکرو اکنامک بنیادوں بالخصوص مالی آپریشنز کو نمایاں طور پر مضبوط کرے گا، بیرونی قرضوں کی ذمہ داریوں کے انتظام کے لیے ضروری معاونت مہیا کرے گا۔

انکم / منی مارکیٹ کا جائزہ

مالی سال 2024 کے دوران، پیداوار کی قوس واضح طور پر نیچے کی جانب منتقل ہو گئی، اور پیداوار تمام مدتوں میں زوال پذیر ہوئی۔ 12 ماہ کے سرمایہ کاری کے پیمائش میں سب سے واضح کمی دیکھنے میں آئی، جو دسمبر 2023 کے اختتام سے 425 بیس پوائنٹس کی کمی کے ساتھ 18.68 فیصد پر بند ہوا۔ اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی (MPC) نے 10 جون کو اپنے اجلاس میں پالیسی کی شرح میں 150 بیس پوائنٹس کی کمی کی تھی۔ یہ فیصلہ مئی کی کلیدی افراط زر کی شرح میں توقع سے زیادہ کمی کے بعد کیا گیا تھا، جو 11.8 فیصد رہی، جس کی بنیاد پر وجہ غدائی افراط زر میں کمی تھی۔

زرمبادلہ کے ذخائر کی مستحکم جمع ہونے اور افراط زر میں کمی نے آہستہ آہستہ مارکیٹ کا اعتماد پیدا کیا، جس کی عکاسی 12 ماہ کے ٹریڈری بلز (T - Bills) کی حالیہ نیلامیوں میں اعلیٰ سطحوں کی شرکت سے ہوتی ہے۔ سال کی گزشتہ ششماہی کے مقابلے میں سال کی دوسری ششماہی کے دوران 12 ماہ کی مدت کے لیے نیلامی میں آفرٹو ٹارگٹ کا تناسب تقریباً دو گنا ہو کر 5.9 گنا ہو گیا ہے۔ ایم ٹی کے نمونہ قرضوں کی وجہ سے جاری رہی، جو اوپن مارکیٹ آپریشنز (OMOs) کے ذریعے خالص بقایا لیکویڈیٹی انجکشن کے مسلسل بڑھتے ہوئے رجحان سے ظاہر ہوتی ہے۔

فنڈ کی کارکردگی کا جائزہ

30 جون 2024 کو ختم ہونے والے سال کے لیے فنڈ کا منافع 20.88 فیصد اپنے بیچ مارک منافع کے مقابلے میں 22.38 فیصد رہا۔ 30 جون 2024 کو خالص اثاثہ جات 30 جون 2023 کے 2,039.98 ملین روپے سے 1,300.36 ملین روپے پر پہنچ گئے۔ کل اخراجات کا تناسب 1.73 فیصد ہے، جس میں فنڈ پر حکومتی محصولات کا 0.19 فیصد شامل ہے۔

ڈیویڈنڈ

30 جون 2024 کو ختم ہونے والے سال کے دوران فنڈ نے 17.41 روپے فی یونٹ انٹیرم کیش ڈیویڈنڈ ادا کیا۔

ایسیٹ مینجریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے ہماری مینجمنٹ کمپنی کی "AM 2+" ایسیٹ مینجریٹنگ کو "مشکلم" منظر نامے کے ساتھ برقرار رکھا ہے۔ یہ ریٹنگ اعلیٰ معیار کے انتظامی معیار کو برقرار رکھنے کے لیے ہماری لگن کی نشاندہی کرتی ہے، جو ہمارے آپریشنز کی مجموعی کارکردگی اور منظر نامے پر مثبت عکاسی کرتی ہے۔ پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے فنڈ کی "AA+ (f)" (ڈبل اے پلس) اسٹیبلٹی ریٹنگ تفویض کی۔

آڈیٹرز

ریٹائر ہونے والے بیرونی آڈیٹرز میسرز گرینٹ تھورنٹن انجم رحمان، چارٹرڈ اکاؤنٹنٹس اہلیت کی بنیاد پر خود کو دوبارہ تقرری کے لیے پیش کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی تجویز پر، میسرز گرینٹ تھورنٹن انجم رحمان، چارٹرڈ اکاؤنٹنٹس کی 30 جون 2025 کو ختم ہونے والے سال کے لیے تقرری کی منظوری دی۔

اضافی معاملات

- 1۔ سالانہ رپورٹ کے ساتھ فنڈ مینجریٹنگ رپورٹ منسلک ہے جس میں مرکزی خطرات اور منافع جات کے مستقبل کے امکانات کی مناسب علامت کے ساتھ پہچان کی کیفیت کی وضاحت کی ہے۔
- 2۔ 30 جون 2024 تک یونٹ ہولڈنگ کے نمونہ اس سالانہ رپورٹ کے ساتھ منسلک ہے۔
- 3۔ اندرونی کنٹرول کا نظام ساخت کے اعتبار سے مضبوط ہے اور اس پر موثر اطلاق اور نگرانی کی جاتی ہے۔
- 4۔ کارکردگی کا ٹیبل / اہم مالیاتی معلومات اس سالانہ رپورٹ کے ضمیمہ میں دی گئی ہیں۔

اظہار تشکر

ڈائریکٹرز بیش قدر معاونت، مدد اور رہنمائی پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور ڈی سی سی ایل کسٹوڈین کمپنی لمیٹڈ (DCCL) سے اظہار تشکر کرتے ہیں۔ بورڈ لگن اور محنت پر مینجمنٹ کمپنی کے ملازمین اور انتظامیہ پر اعتماد پر یونٹ ہولڈرز کا بھی شکریہ ادا کرتا ہے۔

ڈائریکٹر

چیف ایگزیکٹو آفیسر

کراچی: 20 اگست 2024

FUND MANAGER REPORT

Annual Report 2024

- **Description of the Collective Investment Scheme category and type**

Money Market Scheme / Open end

- **Statement of Collective Investment Scheme's investment objective**

JS Money Market Fund (JSMMF) aims to provide a competitive return to its investors (with a periodic payout as may be set out by the Management Company) by investing in low risk, highly liquid, and short-duration portfolio consisting of money market instruments.

- **Explanation as to whether the Collective Investment Scheme has achieved its stated objective**

The collective investment scheme achieved its stated objective.

- **Statement of benchmark(s) relevant to the Collective Investment Scheme**

70% three (3) months PKRV rates + 30% three (3) months average deposit rate of three (3) "AA" rated scheduled Banks as selected by MUFAP

- **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Ann. Returns	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	FY24
JSMMF	21.40%	20.76%	21.41%	21.41%	20.69%	20.89%	20.01%	18.13%	18.30%	19.98%	20.92%	20.37%	22.38%
Benchmark	21.94%	22.09%	22.34%	21.73%	20.56%	20.65%	19.98%	20.34%	20.60%	20.77%	20.55%	19.73%	20.88%
Diff.	-0.54%	-1.33%	-0.94%	-0.32%	0.13%	0.24%	0.03%	-2.21%	-2.30%	-0.79%	0.37%	0.64%	1.50%

- **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

During the year, JS Money Market Fund focused on short-term money market instruments like treasury bills, commercial papers, and bank balances. The fund maintained a relatively higher duration than last year's to benefit from anticipated monetary easing while ensuring liquidity to mitigate risks. This strategy allowed the fund to optimize returns while preserving liquidity and managing risk amid improving macroeconomic indicators.

- **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

	Jun-24	Jun-23
Cash	13.25%	3.57%
Short term Sukkuks	18.33%	7.81%
T Bills	66.96%	32.73%
PIBs	0.00%	29.40%
Other including receivables	1.47%	26.48%
Total	100.00%	100.00%

- **Analysis of the Collective Investment Scheme's performance**

	Fund	BM
Standard Deviation	0.4%	0.4%
WAM (Days)	79	
Expense Ratio**	1.7%	

Unless otherwise specified, all data is presented on a since-inception basis.

** This is annualized and Includes 0.19% Government levy & SECP fee; 0.56% Selling & marketing expenses.

FUND MANAGER REPORT

Annual Report 2024

- Based on changes in total NAV and NAV per unit since the last review period or since commencement (in the case of newly established Collective Investment Scheme)

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-24	1,300	105.02
30-Jun-23	2,040	100.91

- Disclosure of the markets that the Collective Investment Scheme has invested in:

JS Money Market Fund primarily invests in short-term debt securities, including treasury bills, cash, and near-cash instruments. These near-cash instruments encompass funds held in bank accounts, money market placements, certificates of deposits (COD), Certificates of Deposits (CODs), Certificate of Musharka (COMs), Letters of placements (LOPs), Certificate of Investments (COIs), etc. but not including commercial papers – a departure from the typical strategy of traditional money market funds. This distinctive investment approach contributes to a relatively lower risk profile than many other money market funds.

- Disclosure on distribution (if any), comprising:-

- Particulars of income distribution or other forms of distribution made and proposed during the period; and
- Statement on effects on the NAV before and after distribution is made

Distribution

The fund has paid a final distribution of Rs. 5.68 per unit of Rs. 100/- each i.e. 5.68%. The cumulative distribution for FY24 is Rs. 17.41 per unit.

NAV per unit as on June 30, 2024	
Cum NAV (PKR)	105.02
Ex-NAV (PKR)	105.02

- Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in the state of affairs during the year under review.

- Breakdown of unit holdings by size

Fund Name	Ranges			Number of Folios
JS Money Market Fund	0.0001	to	9,999.9999	103
	10,000.0000	to	49,999.9999	19
	50,000.0000	to	99,999.9999	9
	100,000.0000	to	499,999.9999	15
	500,000.0000	&	above	7
	Total			153

- Disclosure on unit split (if any), comprising:-

The Fund has not carried out any unit split exercise during the year.

- Disclosure of circumstances that materially affect any interests of the unit holders

Investment is subject to market risk.

- Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme, disclosure of the following:-

The Management Company and / or any of its delegates have not received any soft commission from its brokers / dealers by virtue of transactions conducted by the Fund.

PERFORMANCE TABLE

		June 30, 2024	For the period from March 03, 2023 to June 30, 2023
Net assets - Rupees in "million"		1,300.36	2,039.98
Net income / (loss) - Rupees in "million"		571.26	65.80
Total return of the Fund	%	22.38	20.67
Dividend distribution	%	17.25	5.77
Capital Growth *	%	5.13	14.90
Average annual return			
- One Year (Annualized)	%	22.38	20.67
- Two Years	%	21.53	n/a
- Three Years	%	n/a	n/a
NAV per unit	Rs.	105.04	100.91
Highest offer price per unit	Rs.	112.83	105.72
Lowest offer price per unit	Rs.	102.62	102.32
Year-end offer price per unit	Rs.	105.02	103.20
Highest repurchase price per unit	Rs.	110.33	103.38
Lowest repurchase price per unit	Rs.	100.35	100.05
Year-end repurchase price per unit	Rs.	105.04	100.91
Interim distribution	Rs.	17.41	5.77
Final distribution	Rs.	-	-
Total distribution as % of par value	Rs.	17.25	5.77

Notes

- JS Money Market Fund was launched on March 03, 2023.
- Investment portfolio composition of the Fund is disclosed in note 8 of the financial statements.

Disclaimer

- Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

**REPORT OF THE TRUSTEE TO THE UNIT HOLDERS
JS MONEY MARKET FUND**

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

JS Money Market Fund, an open-end scheme established under a 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 on April 29, 2022 whereas the date of execution of the Trust Deed was June 8, 2022.

1. JS Investments Limited, the Management Company of JS Money Market Fund has, in all material respects, managed JS Money Market Fund during the year ended June 30, 2024 in accordance with the provisions of the following:
 - (i) Investment limitations imposed on the Asset Management Company and the Trustee under the trust deed and other applicable laws;
 - (ii) the valuation or pricing is carried out in accordance with the deed and any regulatory requirement;
 - (iii) the creation and cancellation of units are carried out in accordance with the deed;
 - (iv) and any regulatory requirement.
2. Statement on the shortcoming(s) that may have impact on the decision of the existing or the potential unit holders remaining or investing in the Collective Investment Scheme; and

Statement

No short coming has been addressed during the year ended June 30, 2024.

3. Disclosure of the steps taken to address the shortcoming(s) or to prevent the recurrence of the short coming(s).

Disclosure of the steps

We have critically examine the fund in accordance with circular, directives, NBFC Regulations 2008 and its constitutive documents. However, no shortcoming has been addressed.

4. Trustee's opinion regarding the calculation of the management fee, CIS Monthly Fee Payable to the Commission and other expenses in accordance with the applicable regulatory framework.

Trustee Opinion

"The Management fee, CIS monthly fee payable to the Commission and other expenses has been accurately calculated in accordance with the NBFC Regulations, 2008 and its constitutive documents".



Dabeer Khan
Manager Compliance
Digital Custodian Company Limited

Karachi: September 11, 2024

INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS
Report on the Audit of the Financial Statements
Opinion
T +92 21 35672951-56

We have audited the financial statements of **JS Money Market Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2024, and the related income statement, statement of comprehensive income, statement of movements in unit holder's fund, statement of cashflows for the year then ended, and notes to the financial statements, including a summary of material accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2024 and of its financial performance and its cash flows for the year then ended in accordance with approved accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Key Audit Matters

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

Key audit matter	How our audit addressed the key audit matter
Net assets value (NAV) The balances with banks and investments constitute the most significant component of the net assets value (NAV).	We performed the following audit procedures:

Key audit matter	How our audit addressed the key audit matter
<p>The balances with banks and investments as at June 30, 2024 amounted to Rs. 174.60 million and Rs. 1,121.56 million as disclosed in note 7 and 8 respectively.</p> <p>The existence and proper valuation of balances with banks and investments for the determination of NAV of the Fund as at June 30, 2024 was considered as a high risk area and therefore we consider this as a Key Audit Matter (KAM).</p>	<ul style="list-style-type: none"> • Obtained independent confirmations for verifying the existence of the balances with banks and investment portfolio as at June 30, 2024 and reconciled it with the books and records of the Fund. • Obtained the reconciliation statements and tested reconciling items on a sample basis. • Obtained an understanding of design effectiveness of the key controls on the investments. • Re-performed valuation to assess that the investments are carried as per the valuation methodology specified in the accounting policies. • Checked presentation and disclosure as per applicable financial reporting framework.

Information Other than the Financial Statements and Auditor's Report Thereon

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

The Board of Directors is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management;
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

Further, we report that the Fund's financial statements have been prepared in accordance with the relevant provisions of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Khalid Aziz**.



Chartered Accountants

Karachi

Date: September 27, 2024

UDIN: AR202410154ZeQwo00Jp



Financial Position
& Performance

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2024

		June 30, 2024	June 30, 2023
	Note	----- Rupees -----	
Assets			
Balances with banks	7	174,603,801	71,761,395
Investments	8	1,121,558,674	1,432,465,745
Profit receivables on balances with banks and investments	9	14,468,112	19,944,859
Deferred formation cost	10	536,925	682,525
Deposits ,Prepayments and other receivables	11	2,219,385	523,605,806
Total assets		1,313,386,897	2,048,460,330
Liabilities			
Payable to the JS Investments Limited -Management Company	12	1,108,325	2,157,492
Payable to Digital Custodian Company Limited - Trustee	14	90,966	-
Annual fee payable to the Securities and Exchange Commission of Pakistan	15	92,886	65,674
Accrued expenses and other liabilities	16	11,735,753	6,258,109
Total liabilities		13,027,930	8,481,275
Contingencies and commitments	17		
Net assets		1,300,358,967	2,039,979,055
Unit holders' funds		1,300,358,967	2,039,979,055
----- Number of units -----			
Number of units in issue		12,379,447	20,215,119
----- Rupees -----			
Net assets value per unit		105.04	100.91

The annexed notes from 1 to 30 and annexure form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

INCOME STATEMENT >

FOR THE YEAR ENDED JUNE 30, 2024

		For the year ended June 30, 2024	For the period from March 03, 2023 to June 30, 2023
	Note	----- Rupees -----	
Income			
Profit/markup on balances with banks and investments	13	577,344,711	68,909,973
Realized gain on sale of investments at fair value through profit or loss - net		43,573,079	2,299,695
Net unrealised loss on re-measurement of investments 'at fair value through profit or loss' - net		(346,429)	(2,578,807)
Total income		620,571,361	68,630,861
Expenses			
Remuneration of the Management Company	12.1	21,385,362	1,284,565
Sindh sales tax on Management Company's remuneration	12.2	2,780,095	166,993
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	15	2,140,778	65,674
Remuneration of the Trustee- Digital Custodian	14.1	1,855,161	-
Sindh sales tax on Trustee remuneration	14.2	241,171	-
Securities transaction cost		700,217	83,322
Mutual fund rating fee		173,658	25,411
PSX Listing fee		30,750	-
Amortization of deferred formation costs		145,600	48,000
Auditors' remuneration	18	788,780	300,000
Accounting and operational charges	12.3	2,854,089	227,566
Selling and marketing expense	12.4	16,099,733	565,000
Printing and stationery		101,468	56,014
Bank and settlement charges		15,940	4,285
Total expenses		49,312,802	2,826,830
Net income for the year / period before taxation		571,258,559	65,804,031
Taxation	20	-	-
Net income for the year / period after taxation		571,258,559	65,804,031
Allocation of net income for the year / period			
Net income for the year / period after tax		571,258,559	65,804,031
Income already paid on units redeemed		(236,483,141)	(36,622,609)
		334,775,418	29,181,422
Accounting income available for distribution:			
Relating to capital gain		43,226,650	-
Excluding capital gain		291,548,768	29,181,422
		334,775,418	29,181,422

The annexed notes from 1 to 30 and annexure form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF COMPREHENSIVE INCOME >
 FOR THE YEAR ENDED JUNE 30, 2024

	For the year ended June 30, 2024	For the period from March 03, 2023 to June 30, 2023
	----- Rupees -----	
Net income for the year / period after taxation	571,258,559	65,804,031
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u><u>571,258,559</u></u>	<u><u>65,804,031</u></u>

The annexed notes from 1 to 30 and annexure form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF CASH FLOW >

FOR THE YEAR ENDED JUNE 30, 2024

	For the year ended June 30, 2024	For the period from March 03, 2023 to June 30, 2023
----- Rupees -----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year / period before taxation	571,258,559	65,804,031
Adjustments for:		
Profit/markup on balances with banks and investments	(577,344,711)	(68,909,973)
Amortization of deferred formation cost	145,600	48,000
Realized (gain) on sale of investments at fair value through profit or loss - net	(43,573,079)	(2,299,695)
Net unrealised loss on re-measurement of investments at fair value through profit or loss	346,429	2,578,807
	(49,167,202)	(2,778,830)
(Increase) in assets		
Investments - net	354,133,721	(1,432,744,857)
Deferred formation cost	-	(730,525)
Deposits ,Prepayments and other receivables	521,386,421	(523,605,806)
	875,520,142	(1,957,081,188)
Increase in liabilities		
Payable to the JS Investments Limited -Management Company	(1,049,167)	2,157,492
Payable to Digital Custodian Company Limited - Trustee	90,966	-
Annual fee payable to SECP	27,212	65,674
Accrued expenses and other liabilities	5,477,644	6,258,109
	4,546,655	8,481,275
	830,899,595	(1,951,378,743)
Profit received on balances with banks and investments	582,821,458	48,965,114
Net cash flows generated / (used) in operating activities	1,413,721,053	(1,902,413,629)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend distribution	(249,092,501)	(20,973,041)
Amount received on issuance of units	23,087,838,951	5,167,893,000
Amount paid on the redemption of units	(24,149,625,097)	(3,172,744,935)
Net cash flows (used) / generated from financing activities	(1,310,878,647)	1,974,175,024
Increase in cash and cash equivalents during the period	102,842,406	71,761,395
Cash and cash equivalents at beginning of the period	71,761,395	-
Cash and cash equivalents at end of the period	174,603,801	71,761,395

The annexed notes from 1 to 30 and annexure form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND >

FOR THE YEAR ENDED JUNE 30, 2024

	For the year ended June 30, 2024			For the period from March 03, 2023 to June 30, 2023		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	-----Rupees-----					
Net assets at beginning of the year / period	2,031,770,674	8,208,381	2,039,979,055	-	-	-
Issuance of 219,954,493 units (2023: 51,061,774) units						
- Capital value (at net asset value per unit)	22,195,607,889	-	22,195,607,889	5,106,177,400	-	5,106,177,400
- Element of Income	892,231,063	-	892,231,063	61,715,600	-	61,715,600
Total proceeds on issuance of units	23,087,838,952	-	23,087,838,952	5,167,893,000	-	5,167,893,000
Redemption of 227,790,165 units (2023: 30,846,655) units						
- Capital value (at net asset value per unit)	(22,986,305,544)	-	(22,986,305,544)	(3,084,665,487)	-	(3,084,665,487)
- Element of Loss	(926,836,412)	-	(926,836,412)	(51,456,839)	-	(51,456,839)
- Amount paid/payable on redemption of unit	-	(236,483,141)	(236,483,141)	-	(36,622,609)	(36,622,609)
Total payments on redemption of units	(23,913,141,956)	(236,483,141)	(24,149,625,097)	(3,136,122,326)	(36,622,609)	(3,172,744,935)
Total comprehensive income for the year/ period	-	571,258,559	571,258,559	-	65,804,031	65,804,031
Distribution during the year / period	-	(249,092,501)	(249,092,501)	-	(20,973,041)	(20,973,041)
Net assets at end of the year / period	1,206,467,670	93,891,298	1,300,358,967	2,031,770,674	8,208,381	2,039,979,055
Undistributed income brought forward						
- Realized gain		10,787,188			-	
- Unrealized income		(2,578,807)			-	
		8,208,381			-	
Accounting income available for distribution						
- Relating to capital gains		43,226,650			-	
- Excluding capital gains		291,548,768			29,181,422	
		334,775,418			29,181,422	
Distribution during the period		(249,092,501)			(20,973,041)	
Undistributed income carried forward		93,891,298			8,208,381	
Undistributed income carried forward						
- Realized gain		94,237,727			10,787,188	
- Unrealized gain		(346,429)			(2,578,807)	
		93,891,298			8,208,381	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the year / period		100.91			100.00	
Net assets value per unit at end of the year / period		105.04			100.91	

The annexed notes from 1 to 30 and annexure form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 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 an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2023 (June 2023: 'AM2+' with 'positive outlook') to the Management Company. The Pakistan Credit Rating Agency (PACRA) reaffirmed the stability rating of "AA+(f)" to the Fund.

2 SIGNIFICANT EVENTS OR TRANSACTIONS

There are no significant events or transactions during the period.

3 BASIS OF PREPARATION

3.1 Statement of compliance

The financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan 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
- 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 from the 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.

3.2 Basis of Measurement

These financial statements have been prepared under the historical cost convention except for certain investments which have been marked to market and carried at fair value.

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

3.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these 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.

The areas involving a degree of judgment or complexity, or areas where estimates and assumption are significant to the financial statements relate to classification, impairment and valuation of investments (notes 6.1 and 8) and provision for taxation (notes 6.7 and 20).

5 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

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

There are certain new and amended standards, amendments and interpretations 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 financial statements.

5.2 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 new standards, 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.

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

Further, certain new standards, amendments and interpretations 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.

6 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently.

6.1 Financial assets

6.1.1 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.

6.1.2 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.

6.1.3 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.

6.1.4 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.

6.1.5 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.

6.1.6 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.

6.2 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.

6.3 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.

6.4 Offsetting of financial assets and financial liabilities

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

6.5 Provisions

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

6.6 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.

6.7 Taxation

The income of the Fund is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders in cash.

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

6.8 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.

6.9 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.

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

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.

6.10 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.

6.11 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.

6.12 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.

6.13 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed on the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue as at the year end.

6.14 Earning/(loss) per unit

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

		June 30, 2024	June 30, 2023
7	BALANCES WITH BANKS	Note	-----Rupees-----
	Profit and loss (PLS) sharing account	7.1	71,761,395
			174,603,801

7.1 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.

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

		June 30, 2024	June 30, 2023
8	INVESTMENTS	-----Rupees-----	
	Financial assets 'at fair value through profit or loss'		
	Market Treasury Bills	880,558,674	670,314,385
	Pakistan Investment Bonds	-	602,151,360
	Sukuk certificates	241,000,000	160,000,000
		1,121,558,674	1,432,465,745

8.1 Market Treasury Bills

Particulars	-----Face value-----					Value as at June 30, 2024		Market value as percentage of	
	As at July 01, 2023	Purchased	Sold/ matured	As at June 30, 2024	Rupees	Carrying value	Market value	Total investments of the fund	Net assets of the fund
3 - Months Treasury Bill	6,986	4,500	6,986	4,500	450,000,000	435,061,663	434,999,100	38.79	33.45
6 - Months Treasury Bill	-	4,750		4,750	475,000,000	445,843,441	445,559,574	39.73	34.26
						880,905,104	880,558,674		
Total cost as at June 30, 2024						880,905,104			

8.1.1 Market treasury bills of the Fund carry IRR ranging from 21.85% - 23.00% (2023: 21.85 - 23.00%) per annum .

8.2 Pakistan Investment Bonds

Particulars	-----Face value-----					Value as at June 30, 2024		Market value as percentage of	
	As at July 01, 2024	Purchased	Sold/ matured	As at June 30, 2024	Rupees	Carrying value	Market value	Total investments of the fund	Net assets of the fund
2 Years PIBs	6,036	45,500	51,536	-	-	-	-	-	-
Total cost as at June 30, 2024						-			

8.2.1 The coupon rate on these Pakistan investment bonds range from 21.58% per annum (2023: 21.98%).

8.3 Sukuk certificates

Particulars	-----Face value-----					Value as at June 30, 2024		Market value as percentage of	
	As at July 01, 2023	Purchased	Sold/ matured	As at June 30, 2024	Rupees	Carrying value	Market value	Total investments of the fund	Net assets of the fund
K-Electric Limited STS		70	241	70	241	241,000,000	241,000,000	21.49	18.53
Total cost as at June 30, 2024						241,000,000			

8.3.1 These carry IRR at the rate of 21.86 - 23.61% per annum (2023: 22.34%-22.49%).

9 PROFIT RECEIVABLES ON BALANCES WITH BANKS AND INVESTMENTS

		June 30, 2024	June 30, 2023
		-----Rupees-----	
	Accrued markup on government securities	13,599,798	17,776,523
	Accrued profit on bank balances	868,314	2,168,336
		14,468,112	19,944,859

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

		June 30, 2024	June 30, 2023
		-----Rupees-----	
10	DEFERRED FORMATION COST		
	Preliminary expenses and formation costs	682,525	730,525
	Less: Amortization during the period	(145,600)	(48,000)
		536,925	682,525

10.1 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.

		June 30, 2024	June 30, 2023
		-----Rupees-----	
11	DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
	Security Deposit with Central Depository Company of Pakistan Limited	100,000	-
	Mutual fund rating fee- PACRA	-	146,349
	Receivable against sales of securities	-	521,340,072
	Advance tax held on bank profits	2,119,385	2,119,385
		2,219,385	523,605,806

12 PAYABLE TO JS INVESTMENTS LIMITED - MANAGEMENT COMPANY

		June 30, 2024	June 30, 2023
		-----Rupees-----	
	Remuneration payable to the Management Company	157,096	582,287
	Sindh Sales tax payable on remuneration of the Management Company	20,422	75,697
	Formation cost payable	730,525	730,525
	Allocated expenses payable	123,849	147,969
	Selling and marketing expense payable	-	565,000
	Sales load payable	4,697	-
	Printing fee payable	71,736	56,014
		1,108,325	2,157,492

12.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration upto 0.75% (from March 03, 2023 to June 30, 2023: 0.55%) per annum of average annual net assets of the Fund.

12.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% from (March 03, 2023 to June 30, 2023: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

12.3 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% (June 30, 2023: 0.1%) of the average annual net assets of the Fund during the period ended June 30, 2024.

12.4 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.

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

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 0.56% (June 30, 2023: 0.06%) of the average annual net assets of the Fund during the period ended June 30, 2024 subject to not being higher than the actual expense. These expenses have also been approved by the Board of Directors of the Management..

		June 30 2024	June 30 2023
13	PROFIT/MARKUP ON BALANCES WITH BANKS AND INVESTMENTS	-----Rupees-----	
	Profit on Market Tbills	257,014,860	38,357,825
	Profit on PIBs	159,974,288	18,755,359
	Profit on Sukuks	81,865,596	4,321,523
	Profit on Commercial papers	30,991,020	3,136,167
	Balances with bank	47,498,947	4,339,099
		577,344,711	68,909,973
14	PAYABLE TO DIGITAL CUSTODIAN COMPANY LIMITED - TRUSTEE		
	Trustee remuneration	14.1 80,501	-
	Sindh sales tax on trustee remuneration	14.2 10,465	-
		90,966	-

14.1 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 June 30, 2024 is as follows:

Net assets	Tariff
Flat rate	0.065% p.a of net assets

14.2 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.

15 ANNUAL 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 "Shariah Compliant Money Market Scheme".

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

		June 30, 2024	June 30, 2023
16	ACCRUED EXPENSES AND OTHER LIABILITIES	-----Rupees-----	
	Audit fee payable	516,380	300,000
	Capital gain tax payable	2,884,037	1,850,131
	Withholding tax payable	8,075,586	2,514,259
	Other payable	33,821	169,278
	Sales load payable	148,014	1,424,441
	Brokerage payable	77,915	-
		11,735,753	6,258,109

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

17 CONTINGENCIES AND COMMITMENTS

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

18 AUDITORS' REMUNERATION

Audit fee
Half yearly review fee
Other certifications
Out of pocket expense

Sindh sales tax

Note

	June 30, 2024	June 30, 2023
	-----Rupees-----	
	385,000	200,000
	192,500	-
	25,000	25,000
	127,852	52,778
	730,352	277,778
	58,428	22,222
	788,780	300,000

19 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the year ended June 30, 2024 is 1.73% (from March 03, 2024 to June 30, 2023 is 0.86%) which includes 0.19% (from March 03, 2024 to June 30, 2023 is 0.33%) 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% (from March 03, 2024 to June 30, 2023 is 2.00%) (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an "income" scheme.

20 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 has distributed the required minimum percentage of income earned by the Fund for the year ended June 30, 2024 to the unit holders in a manner as explained above, no provision for taxation has been made in these financial statements during the year.

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

21 NUMBER OF UNITS IN ISSUE

Opening Units
Issued during the period
Redemption during the period
Total outstanding units - closing

	June 30 2024	June 30 2023
	---Numbers---	
	20,215,119	-
	219,954,493	51,061,774
	(227,790,165)	(30,846,655)
	12,379,447	20,215,119

22 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 June 30, 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:

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

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:

	June 30 2024	For the period from March 03, 2023 to June 30, 2023
---- Rupees ----		
22.1 Details of transactions with related parties / connected persons		
JS Investments Limited - Management Company		
Remuneration of the Management Company	21,385,362	1,284,565
Sindh Sales tax on Management Company	2,780,095	166,993
Accounting and operational charges	2,854,089	227,566
Selling and marketing expense	16,099,733	565,000
Printing & stationery	101,468	56,014
Formation cost	145,600	730,525
Sales load for the period	17,417,609	-
Purchase of units: 2,626,050(2023: Nil) units	275,000,000	-
Sales of units: 2,626,050 (2023:Nil) units	277,494,748	-
Digital Custodian Company Limited - Trustee		
Remuneration of the Trustee	1,855,161	-
Sindh sales tax on Trustee remuneration	241,171	-
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Purchase of units: 329,971 (2023: 296,912) units	35,000,000	30,000,000
Redemption of units: 632,732 (2023: Nil) units	66,881,063	-
Dividend Paid	2,998,830	1,323,761
Refund of Capital 4254 units (2023: 1,595) units	-	-
JS Infocom Limited (Fully owned by JSCL)		
Issue of units: Nil (2023: 49,485) units	-	5,000,000
Refund of Capital units: Nil (2023: 266) units	-	-
Redemption of units: Nil (2023: 49,751) units	-	5,057,463
Dividend Paid	-	100,950
Energy Infrastructure Holding (Private) Limited-Fully owned by JSCL		
Issue of units: Nil (2023: 148,456) units	-	15,000,000
Redemption of units: Nil (2023: 149,254) units	-	15,179,105
Refund of Capital units: Nil (2023: 798) units	-	-
Dividend Paid	-	302,851
JS Global Capital Limited - (Fellow subsidiary of JSBL)		
Brokerage for the period	-	6,222

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

	June 30 2024	For the period from March 03, 2023 to June 30, 2023
	---- Rupees ----	
Key management personnel of the Management Company		
Issue of units: 936,577 (2023: 505,753)	100,774,681	50,688,767
Refund of Capital 29,585 Units (2023 : 886 units)	-	-
Dividend reinvest units : 54,908 (2023 : 23,729 units)	5,749,921	2,384,757
Redemption of units: 980,300 (2023 : Nil)	107,025,668	-

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

22.1.2 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.

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

	June 30, 2024	June 30, 2023
	-----Rupees-----	
JS Investments Limited - Management Company		
Remuneration payable to the Management Company	157,096	582,287
Sindh sales tax on management remuneration	20,422	75,697
Formation cost	730,525	730,525
Selling and marketing expense payable	-	565,000
Allocated expenses payable	123,849	147,969
Printing charges payable	71,736	56,014
Sales load payable	4,697	-
Digital Custodian Company Limited - Trustee		
Trustee remuneration	80,501	-
Sindh sales tax on trustee remuneration	10,465	-
Jahangir Siddiqui & Co. Limited (Ultimate Parent Company - JSIL)		
Units held: Nil (2023: 298,507) units	-	30,142,322
JS Global Capital Limited - Fellow subsidiary of JSBL		
Brokerage Payable	-	3,264
Key management personnel of the Management Company		
Units held: 571,138 (2023 : 530,368 Units)	59,992,308	53,519,419
Entity holding 10% or more than 10% of units of the Fund		
Units held: 1,626,041 (2023 : 14,604,130 Units)	170,799,351	1,473,702,744

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

23 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against issuance of units	Payable against redemption of units	Total
-----Rupees-----			
June 30, 2024			
Balance as at June 30, 2024	-	-	-
Receivable against issuance of units	23,087,838,952	-	23,087,838,952
Payable against redemption of units	-	(24,149,625,097)	(24,149,625,097)
	23,087,838,952	(24,149,625,097)	(1,061,786,145)
Amount received on issuance of units	(23,087,838,952)	-	(23,087,838,952)
Amount paid on redemption of units	-	24,149,625,097	24,149,625,097
	(23,087,838,952)	24,149,625,097	1,061,786,145
Balance as at June 30, 2024	-	-	-

	Receivable against issuance of units	Payable against redemption of units	Total
-----Rupees-----			
June 30, 2023			
Balance as at March 03, 2023	-	-	-
Receivable against issuance of units	5,167,893,000	-	5,167,893,000
Payable against redemption of units	-	(3,172,744,935)	(3,172,744,935)
	5,167,893,000	(3,172,744,935)	1,995,148,065
Amount received on issuance of units	(5,167,893,000)	-	(5,167,893,000)
Amount paid on redemption of units	-	3,172,744,935	3,172,744,935
	(5,167,893,000)	3,172,744,935	(1,995,148,065)
Balance as at June 30, 2023	-	-	-

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

24 FINANCIAL INSTRUMENTS - BY CATEGORY

Particulars	At amortised cost	Financial asset at 'fair value through profit or loss'	Total
-----Rupees-----			
June 30, 2024			
Financial assets			
Balances with bank	174,603,801	-	174,603,801
Investments	-	1,121,558,674	1,121,558,674
Profit receivables on balances with banks and investments	14,468,112	-	14,468,112
Other receivables	100,000	-	100,000
	189,171,913	1,121,558,674	1,310,730,587
Financial liabilities			
Payable to the JS Investments Limited ' - Management Company	1,087,903	-	1,087,903
Payable to Digital Custodian Company Limited - Trustee	80,501	-	80,501
Annual fee payable to the SECP	92,886	-	92,886
Accrued expenses and other liabilities	776,130	-	776,130
	2,037,420	-	2,037,420

Particulars	At amortised cost	Financial asset at 'fair value through profit or loss'	Total
-----Rupees-----			
June 30, 2023			
Financial assets			
Balances with bank	71,761,395	-	71,761,395
Investments	-	1,432,465,745	1,432,465,745
Profit receivables on balances with banks and investments	19,944,859	-	19,944,859
Other receivables	523,459,457	-	523,459,457
	615,165,711	1,432,465,745	2,047,631,456
Financial liabilities			
Payable to the JS Investments Limited ' - Management Company	2,081,795	-	2,081,795
Annual fee payable to the SECP	65,674	-	65,674
Accrued expenses and other liabilities	1,893,719	-	1,893,719
	4,041,188	-	4,041,188

25

FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks, market risk, credit risk and liquidity risk.

Risk management framework

The Fund's Board of Directors of the Management Company has an overall responsibility for the establishment and oversight of the Fund's risk management framework.

Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the Fund's constitutive documents and the regulations and directives of the SECP. The policies are established to identify and analyze the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Fund's activities.

The audit committee oversees how management monitors compliance with the Fund's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund. The audit committee is assisted in its oversight role by the internal audit. The Internal audit undertakes regular reviews of risk management controls and procedures and the results of which are reported to the audit committee.

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.

25.1 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.

25.1.1 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.

25.1.2 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.

a) Sensitivity analysis for variable rate instruments

Presently, the Fund does not hold any variable profit based investment except balances with banks in profit and loss (PLS) sharing account and Pakistan Investment Bonds exposing the Fund to cash flow profit rate risk. The Fund is also exposed to mark-up rate risk on bank deposits. In case of 100 basis points increase / decrease in KIBOR at year end, the net income for the year and the net assets would be higher / lower by Rs. 4.16 million (2023: 7.46 million).

b) Sensitivity analysis for fixed rate instruments

As at June 30, 2024, the Fund holds Market Treasury Bills, Commercial Papers and Sukuk Certificates, exposing the Fund to mark-up interest rate risk. In case of 100 basis points increase / decrease in rates on June 30, 2024, with all other variables held constant, net income for the year and net assets would be lower / higher by Rs. 8.81million (2023: 8.30 million).

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.

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

June 30, 2024						
Particulars	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 bank	15.00% - 20.50%	174,603,801	174,603,801	-	-	-
Investments	21.85% - 23.00%	1,121,558,674	434,999,100	686,559,574	-	-
Profit receivables on balances with banks and investments		14,468,112	14,468,112	-	-	-
Other receivables		100,000	100,000	-	-	-
		1,310,730,587	624,171,013	686,559,574	-	-
Financial liabilities						
Payable to the JS Investments Limited - Management Company		1,087,903	-	-	-	1,087,903
Payable to Digital Custodian Company Limited - Trustee		80,501	-	-	-	80,501
Annual fee payable to the SECP		92,886	-	-	-	92,886
Accrued expenses and other liabilities		776,130	-	-	-	776,130
		2,037,420	-	-	-	2,037,420
On-balance sheet gap (a)		1,308,693,167	624,171,013	686,559,574	-	(2,037,420)
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		1,308,693,167	624,171,013	686,559,574	-	(2,037,420)
Cumulative interest rate sensitivity gap			624,171,013	1,310,730,587	1,310,730,587	
June 30, 2023						
Particulars	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) -----				
Balances with bank	15.00% - 19.50%	71,761,395	71,761,395	-	-	-
Investments	21.58% - 23.00%	1,432,465,745	1,272,465,745	160,000,000	-	-
Profit receivables on balances with banks and investments		19,944,859	19,944,859	-	-	-
Other receivables		523,459,457	523,459,457	-	-	-
		2,047,631,456	1,887,631,456	160,000,000	-	-
Financial liabilities						
Payable to the JS Investments Limited - Management Company		2,081,795	2,081,795	-	-	-
Annual fee payable to the SECP		65,674	65,674	-	-	-
Accrued expenses and other liabilities		1,893,719	1,893,719	-	-	-
		4,041,188	4,041,188	-	-	-
On-balance sheet gap (a)		2,043,590,268	1,883,590,268	160,000,000	-	-
Off-balance sheet financial instruments		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		2,043,590,268	1,883,590,268	160,000,000	-	-
Cumulative interest rate sensitivity gap			1,883,590,268	2,043,590,268	2,043,590,268	

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

25.1.3 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.

25.2 Credit risk

Credit risk is the risk of financial loss to the Fund if a customer or counter party to a financial instrument fails to meet its contractual obligations. This mainly arises principally from bank balances, security deposits and receivable against sale of securities.

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

	Balance as per statement of assets and liabilities	Maximum exposure	Balance as per statement of assets and liabilities	Maximum exposure
	June 30, 2024		June 30, 2023	
----- Rupees -----				
Balances with bank	174,603,801	174,603,801	71,761,395	71,761,395
Investments	1,121,558,674	1,121,558,674	1,432,465,745	1,432,465,745
Profit receivables on balances with banks and investments	14,468,112	14,468,112	19,944,859	19,944,859
Other receivables	100,000	100,000	523,459,457	523,459,457
	1,310,730,587	1,310,730,587	2,047,631,456	2,047,631,456

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 FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

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

Name of the Bank	Rating agency	Long Term rating published rating	Long Term rating published rating	Percentage
Habib Bank Limited	JCR-VIS	AAA	A-1+	0.15%
Bank Alfahah Limited	PACRA	AAA	A1+	98.60%
Allied Bank Limited	PACRA	AAA	A1+	0.01%

25.2.2 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.

25.3 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	June 30, 2024			
	Total	Upto three months	Over three months and upto one year	Over one year
	-----Rupees-----			
Financial Liabilities				
Payable to JS Investments Limited - Management Company	1,087,903	1,087,903	-	-
Payable to Digital Custodian Company Limited - Trustee	80,501			
Annual fee payable to the SECP	92,886	92,886	-	-
Accrued expenses and other liabilities	776,130	776,130	-	-
	<u>2,037,420</u>	<u>1,956,919</u>	-	-
Particulars	June 30, 2023			
	Total	Upto three months	Over three months and upto one year	Over one year
	-----Rupees-----			
Financial Liabilities				
Payable to JS Investments Limited - Management Company	2,081,795	2,081,795	-	-
Annual fee payable to the SECP	65,674	65,674	-	-
Accrued expenses and other liabilities	1,893,719	1,893,719	-	-
	<u>4,041,188</u>	<u>4,041,188</u>	-	-

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

26 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 as of the close of the business day less any back end load, provision for transaction cost and any provision for duty and charge, if applicable. The relevant movements are shown on the 'Statement of Movement in Unit holders' Fund'.

The Fund's objective when managing unit holder's funds are to safeguard its 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 under management.

The Fund has no restrictions on the subscription and redemption of units.

The Fund meets the requirements of sub-regulation 54(3a) which requires that the minimum size of an Open End Scheme shall be one hundred million rupees at all times during the life of the scheme.

In accordance with the risk management policies stated in note 24, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowings or disposal of investments where necessary.

27 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.

27.1 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).

As at June 30, 2024 the Fund held the following financial instruments measured at fair values:

Particulars	June 30, 2024			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss				
Investments				
Market Treasury Bills *	-	880,558,674	-	880,558,674
Sukuk certificate **		241,000,000	-	241,000,000
	-	<u>1,121,558,674</u>	-	<u>1,121,558,674</u>

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

Particulars	June 30, 2023			
	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Financial assets 'at fair value through profit or loss				
Investments				
Market Treasury Bills *	-	670,314,385	-	670,314,385
Pakistan Treasury Bonds *	-	602,151,360	-	602,151,360
Sukuk certificate **		160,000,000	-	160,000,000
	-	1,432,465,745	-	1,432,465,745

* The valuation has been done based on PKRV valuation technique taken by MUFAP.

As at June 30, 2024 and June 30, 2023, the carrying value of all other financial assets and liabilities approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

28 SUPPLEMENTARY NON FINANCIAL INFORMATION

The information regarding units holding pattern, top ten brokers, particulars of members of the Investment Committee and fund manager, particulars of meetings of the Board of Directors of the Management Company, meetings of Audit Committee of the Management Company, meetings of the Human Resource and Remuneration Committee of the Management Company and rating of the Fund and the management company are as follows:

28.1 Details of the members of investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Ms. Iffat Zehra Mankani	Chief Executive Officer	23	MBA
2	Mr. Khawar Iqbal	Chief Operating Officer and Company Secretary	31	MBA
3	Mr. Syed Hussain Haider	Chief Investment officer / Fund Manager	22	CFA
4	Ms. Samina Faisal	Country head of Development	33	MBA
5	Mr. Asim Ilyas	Head of Fixed Income	28	MAS/MSc
6	Mr. Safdar Raza	Senior Manager	8	Bcom

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

28.2 Transactions with Brokers/Dealers

28.2.1 List of top 10 brokers by percentage of commission charged during the year ended June 30, 2024:

S. No.	Name	Percentage of Commission/ Brokerage
1	C & M Management (Private) Limited	31.00%
2	Pearl Securities Limited	21.06%
3	Alfalah CLSA Securities Pvt Limited	13.12%
4	Magenta Capital (Private) Limited	6.61%
5	Currency Market Associates (Private) Limited	6.00%
6	Summit Capital (Private) Limited	4.75%
7	Paramount Capital (Private) Limited	3.31%
8	BCPL	3.30%
9	Vector Capital Limited	3.07%
10	Invest One Markets Limited	2.31%

List of top 10 brokers by percentage of commission charged during the year ended June 30, 2023:

S. No.	Name	Percentage of Commission/ Brokerage
1	C & M Management (Private) Limited	50.66%
2	Continental Exchange Limited	12.30%
3	Magenta Capital (Private) Limited	9.15%
4	Alfalah CLSA Securities Pvt Limited	8.33%
5	JS Global Capital Limited	7.36%
6	Invest One Markets Limited	7.05%
7	BCPL	1.67%
8	Vector Capital Limited	1.46%
9	Summit Capital (Private) Limited	0.86%
10	Currency Market Associates (Private) Limited	0.77%

28.3 Pattern of unit holding

Particulars	June 30, 2024			
	Number of unitholders	Number of units held	Net asset value of the amount invested (Rs in million)	% age of total investment
Individuals	133	8,977,225	942.97	73%
Directors	1	571,056	59.98	5%
Retirement Fund	8	577,969	60.71	5%
Corporate	7	1,684,876	176.98	14%
Associated Companies	4	568,322	59.72	5%
	153	12,379,448	1,300.36	100%

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

Particulars	June 30, 2023			
	Number of unitholders	Number of units held	Net asset value of the amount invested (Rs in million)	% age of total investment
Individuals	46	18,586,830	1,875.60	92%
Directors	1	530,368	53.52	3%
Retirement Fund	3	284,525	28.71	1%
Corporate	1	514,889	51.96	3%
Associated Companies	1	298,507	30.19	1%
	52	20,215,119	2,039.98	100%

28.4 Attendance at the meeting of the Board of Directors of the Management Company

The 169th, 170th, 171th, 172th, 173th, and 174th meetings of the Board of Directors were held on August 04, 2023, August 18, 2023, October 20, 2023, December 28, 2023, February 20, 2024 and April 24, 2024 respectively. Information in respect of attendance by the directors and other persons in the meetings is given below:

S. No	Name of Directors	Meetings held on						
		Meetings attended	August 4, 2023	18 August 2023	20 October 2023	28 December 2023	20 February 2024	24 April 2024
1	Mr. Suleman Lalani	6	✓	✓	✓	✓	✓	✓
2	Ms. Iffat Zehra Mankani	6	✓	✓	✓	✓	✓	✓
3	Mr. Hasan Shahid	6	✓	✓	✓	✓	✓	✓
4	Ms. Aisha Fariel Salahuddin	2	-	-	✓	✓	-	-
5	Mr. Mirza M. Sadeed Hasan Barlas	4	✓	✓	-	✓	✓	-
6	Mr. Atif Salim Malik	5	-	✓	✓	✓	✓	✓
7	Ms. Mediha Kamal Afsar	6	✓	✓	✓	✓	✓	✓
8	Mr. Farooq Ahmed Malik	5	-	✓	✓	✓	✓	✓

28.5 Meetings of the audit committee

S. No	Name of Directors	Meetings held on				
		Meetings attended	August 17, 2023	October 20, 2023	February 19, 2024	April 22, 2024
1	Ms. Mediha Kamal Afsar	4	✓	✓	✓	✓
2	Mr. Hasan Shahid	4	✓	✓	✓	✓
3	Mr. Mirza M. Sadeed Hasan Barlas	2	✓	-	-	✓

NOTES TO THE FINANCIAL STATEMENTS >

FOR THE YEAR JUNE 30, 2024

28.6 Meetings of the Human Resource and Remuneration Committee

S. No	Name of Directors	Meetings held on		
		Meetings attended	November 30, 2023	February 24, 2024
1	Ms. Aisha Fariel Salahuddin	2	✓	✓
2	Mr. Suleman Lalani	2	✓	✓
3	Ms. Iffat Zehra Mankani	2	✓	✓

29 GENERAL

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

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

30 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on August 20, 2024.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

- **Head Office - Karachi**
19th Floor, The Centre, Plot No. 28, SB-5,
Abdullah Haroon Road, Saddar, Karachi.
- **Wealth Centre**
Ground Floor, Plot No. 97-C, Main
Khayaban-e-Shaheen, DHA Phase 8,
Karachi
- **Regional Office - Lahore**
Ground Floor, No. 25, Block 13, Plot No.1-4,
Usman Block, New Garden Town, Lahore
- **Regional Office - Islamabad**
Office No. 414, 4th Floor, PSX Building,
Jinnah Avenue, Islamabad

☎ 0800-00887 ✉ "Invest to 8027" ✉ ir@jsil.com 🌐 www.jsil.com

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

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



QR Code for
website access

Shaping Tomorrow's Solutions, Today!

JS PENSION SAVINGS FUND

ANNUAL REPORT 2024



◀ Contents ▶



Company Information	04
Vision	05
Mission	06
Directors' Report to the Unit Holders	07
Fund Manager's Report	13
Performance Table / Key Financial Data	16
Trustee Report to the Unit Holders	17
Independent Auditors' Report to the Unit Holders	18

FINANCIAL STATEMENTS **21**

Statement of Assets and Liabilities	22
Income Statement	24
Statement of Comprehensive Income	26
Statement of Movement in Unit Holders' Fund	28
Statement of Cash Flows	30
Notes to the Financial Statements	32



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

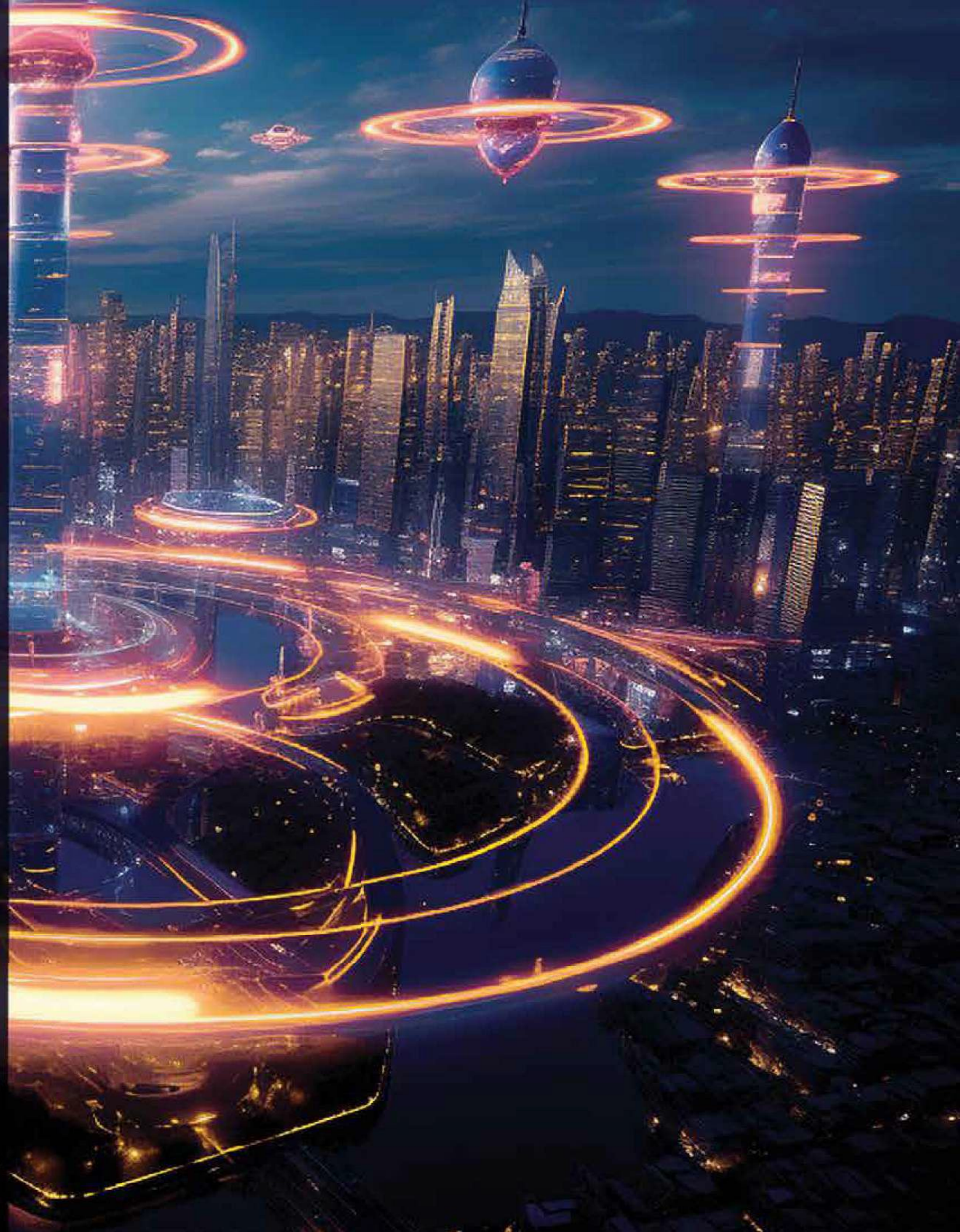
Ms. Mediha Kamal Afsar (Chairperson)
Mr. Hasan Shahid (Member)
Mr. Mirza M. Sadeed H. Barlas (Member)

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

Vision

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





DIRECTORS' REPORT TO THE UNIT HOLDERS

FOR THE PERIOD ENDING JUNE 30, 2024

The Board of Directors of JS Investments Limited, the Pension Fund Manager of **JS Pension Savings Fund** (the Fund), is pleased to present the Annual Report for the year ended June 30, 2024.

Economy:

The fiscal year 2024 has been a period of transition for the country, shifting from a precarious trajectory to a path of stability in both political and economic spheres. Initially, the caretaker setup paved the way for a much-needed stabilization agenda for the better part of the year. Subsequently, a new government formed post-Federal elections provided a sense of immediate direction for the country despite the initial uncertainty during the election process. This development was particularly reassuring given the acute challenges the nation has faced in recent years. The macroeconomic framework under the IMF's Stand-By Agreement (SBA), which included a short-term US\$3 billion funding facility signed in June of last year and executed mainly by the caretaker government, concluded at the end of April with a final disbursement of US\$1 billion.

Turning to the real economy, the robust growth of 6.5% in agriculture, encompassing all major crops and livestock, significantly boosted the provisional GDP growth for FY24 to 2.38%, surpassing the projections of the IMF (2%), ADB (1.9%), and the World Bank (1.8%), underscoring the resilience of the economy. Against this backdrop, two key macroeconomic events during the period were the easing of monetary policy and the simultaneous tightening of fiscal policy, a trend expected to continue into the next fiscal year. Observing how these policies will ultimately impact overall economic growth will be interesting. This is particularly important as the industry has been under unprecedented pressure from a highly challenging business environment characterized by cost-push inflation and sluggish demand.

The Federal Budget for FY25 envisions a substantial 40% increase in FBR revenues, with the government projecting an inflation rate of 12% and a real GDP growth rate of 3.6%. According to the government's estimates presented in the budget, the fiscal deficit, which is expected to close at 7.4% for the current year—revised from the previous year's budgeted target of 6.5%—is projected to decrease to 5.9% for FY25.

The external account experienced considerable strengthening, with SBP FX Reserves more than doubling from their lows at the end of June 2023 to reach US\$9.4 billion by the end of June 2024. The Pakistani rupee appreciated by 2.8%, closing at 278 against the US dollar. The current account deficit has decreased markedly to US\$ 464 million for the 11 months up to May 2024, compared to US\$ 3.76 billion during the same period last year, instilling confidence in the balance of payments situation. Building on this, Pakistan's upcoming new and larger funding program with the IMF holds paramount importance, as it will significantly strengthen the country's fundamental macroeconomic pillars, particularly fiscal operations, while also providing essential support for managing external debt obligations.

Equity Market Review:

The fiscal year 2024 marked a significant trend reversal in the local equity market, with consistent sharp gains throughout the period. The bull rally commenced at the beginning of the year, following the signing of the IMF's Stand-By Arrangement (SBA) funding facility. The KSE-100 index surged by 89.2%, closing at 78,445. Similarly, other key equity indices, such as the KSE-30 Total Return Index and the KMI-30 Index, rose by 95.1% and 78.7%, respectively, by the end of June 2024. The notable performance disparity between the conventional indices (KSE-100 and KSE-30) and the Shariah-compliant index (KMI-30) reflects the sharp gains in commercial banking stocks, which significantly outperformed the broader indices and accounted for most of the market gains during this period.

Foreign investors and local insurance companies were the most significant net buyers in the equity market during the year. They purchased equities worth US\$157 million and US\$127 million, respectively. In contrast, banks/DFIs and individual investors were the major net sellers, offloading US\$150 million and US\$60 million worth of equities, respectively.

While the year 2024 saw a generally robust performance of global equity markets, the gains were uneven across regions due to a combination of local economic conditions, central bank policies, and geopolitical factors. Key themes were optimism around AI and technology, expectations of peaking interest rates, and slower-than-expected growth in China while improving economic fundamentals in other select countries.

Income / Money Market Review:

During the fiscal year 2024, the yield curve shifted markedly downward, with yields falling across all tenors. The most notable decline was observed in the 12-month paper, which closed at 18.68%, down by 425 basis points from the end of June 2023.

The SBP's Monetary Policy Committee (MPC) cut the policy rate by 150 basis points in its June 10th meeting. This much-anticipated decision followed a more-than-expected drop in the headline inflation rate for May, which stood at 11.8%, primarily due to a welcome decline in food inflation.

The steady accumulation of FX reserves and the softening inflation outlook gradually instilled market confidence, which was reflected in higher levels of participation in 12M T-Bill in recent auctions. The offer-to-target ratio in the auctions for 12M tenor almost doubled to 5.9x during the year's second half compared to the preceding first half. M2 growth continued to be a function of government borrowings, as evident in the continuously rising trend of net outstanding liquidity injections via open market operations (OMOs).

Globally, the European Central Bank and the Bank of Canada commenced rate cuts in early June, following Switzerland's lead in easing monetary policy. Conversely, the US Federal Reserve remained cautious, seeking additional assurance before implementing the expected monetary policy changes.

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. Profit for the year ended June 30, 2024 of each of the sub funds and the net assets as on June 30, 2024 are provided below: -

- The Equity Sub-Fund return was 83.62% for the year ended June 30, 2024. The Equity Sub-Fund's Net Assets increased from PKR. 114.08 million (June 30, 2023) to PKR 118.01 million as of June 30, 2024.
- The Debt Sub-Fund return was 21.99% for the year ended June 30, 2023. The Debt Sub-Fund's Net Assets increased from PKR 202.04 million (June 30, 2023) to PKR 220.76 million as of June 30, 2024.
- The Money Market Sub-Fund return was 22.61% for the year ended June 30, 2023. The Money Market Sub-Fund's Net Assets increased from PKR 276.99 million (June 30, 2023) to PKR 435.58 million as of June 30, 2024.

The Fund has 297 participants as on June 30, 2024.

Pension Fund Manager Rating

Pakistan Credit Rating Agency Limited has maintained an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2023 (June 2023: 'AM2+' with 'stable outlook') to the JS Investments Limited (Pension Fund Manager).

Auditors

The external auditors of the Fund M/S. A.F. Ferguson & Co. Chartered Accountant retire and being eligible offer themselves for reappointment. The Board of Directors, upon recommendation of the Audit Committee of the Board has approved the The fund was launched on June 26, 2007 for contributions by eligible participants under the Voluntary Pension System 30, 2025.

Pattern of Unit Holding:

Category	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total Rupees in million	% of total investment
	No. of Unit holders	No. of Units held	Rupees in million	No. of Unit holders	No. of Units held	Rupees in million	No. of Unit holders	No. of Units held	Rupees in million		
Individuals	46	148,710	114.18	154	432,768	206.82	269	1,052,971	416.06	737.06	95.18
Directors & their spouse	2	4,988	3.83	3	29,169	13.94	1	49,417	19.53	37.30	4.82
	48	153,698	118.01	157	461,934	220.76	270	1,102,388	435.59	593.10	100.00

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.



Chief Executive Officer



Director

Karachi: August 20, 2024

شراکت داروں کے لیے ڈائریکٹرز رپورٹ

جے ایس انویسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹرز، JS اینجینئرنگ فنڈ (دی فنڈ) کی مینجمنٹ کمپنی نے 30 جون 2024 کو ختم ہونے والے سال کے لیے سالانہ رپورٹ پیش کرتے ہوئے خوش محسوس کرتے ہیں۔

معاشی جائزہ

مالی سال 2024 ملک کے لیے اہم تبدیلی کا دور رہا ہے، جو ایک غیر یقینی راستے سے سیاسی اور معاشی دونوں شعبوں میں نسبتاً استحکام کی راہ پر گامزن ہے۔ نگران سیٹ اپ نے ابتدائی طور پر استحکام کا اہم جھنڈا متعارف کرایا جس نے سال کے زیادہ تر حصے کے رہنمائی کی۔ اس کے بعد، وفاقی انتخابات کے بعد ایک نئی حکومت تشکیل دی گئی، جس نے انتخابی عمل کے دوران کچھ ابتدائی غیر یقینی صورتحال کے باوجود ملک کو ایک واضح سمت فراہم کی۔ حالیہ برسوں میں قوم کو درپیش اہم چیلنجوں کے پیش نظر اس تبدیلی نے کچھ یقین دہانی کرائی ہے۔ آئی ایم ایف کے اسٹینڈ بائی ایگریمنٹ (SBA) کے تحت میکرو اکنامک فریم ورک، جس میں گزشتہ سال جون میں دستخط شدہ 3 بلین امریکی ڈالر کی قلیل مدتی فنڈنگ سہولت شامل تھی اور جس پر نگران حکومت نے بڑے پیمانے پر عمل درآمد کیا تھا، 1 بلین امریکی ڈالر کی حتمی تقسیم کے ساتھ اپریل کے آخر میں اختتام پذیر ہوئی۔

حقیقی معیشت کی طرف گامزن ہوتے ہوئے، زراعت میں 6.5 فیصد کی مضبوط نمو، بشمول تمام اہم فصلیں اور لائیو اسٹاک، نے مالی سال 2024 کے لیے عبوری GDP کی نمو کو نمایاں طور پر بڑھا کر 2.38 فیصد کر دیا، جو IMF (2 فیصد)، ایشیائی ترقیاتی بینک (1.9 فیصد) اور عالمی بینک (1.8 فیصد) کے تخمینوں سے زیادہ ہے۔ اس سے معیشت کی لچک کی نشاندہی ہوتی ہے۔ اس پس منظر میں، اس مدت کے دوران زری پالیسی میں نرمی اور بینک وقت مالیاتی پالیسی میں سختی دو اہم میکرو اکنامک واقعات تھے، ان رجحانات کا اگلے مالی سال تک جاری رہنے کی توقعات ہیں۔ یہ دیکھنا کہ یہ پالیسیاں بالآخر مجموعی معاشی ترقی کو کس طرح متاثر کریں گی، اہم ہوں گا، خاص طور پر جب صنعت کو انتہائی چیلنجنگ کاروباری ماحول کا سامنا ہے جو لاگت میں اضافے والی افراط زر اور سست طلب سے موصوم ہے۔

مالی سال 2025 کے وفاقی بجٹ میں ایف بی آر (FBR) کے محصولات میں 40 فیصد اضافے کا تخمینہ لگایا گیا ہے، حکومت نے افراط زر کی شرح 12 فیصد اور حقیقی جی ڈی پی (GDP) کی شرح نمو 3.6 فیصد پیش کی ہے۔ بجٹ میں پیش کی گئی حکومتی تخمینوں کے مطابق مالی خسارہ رواں مالی سال میں 7.4 فیصد رہنے کا امکان ہے جو گزشتہ سال کے بعد 6.5 فیصد کے بجٹ ہدف سے نظر ثانی شدہ۔ مالی سال 2025 کے لیے کم ہو کر 5.9 فیصد رہ جائے گا۔ بیرونی کھاتے میں کافی مضبوطی دیکھی گئی اور اسٹیٹ بینک آف پاکستان کے غیر ملکی زرمبادلہ کے ذخائر جون 2023 کے اختتام پر اپنی کم ترین سطح سے دگنا ہو کر جون 2024 کے اختتام پر 9.4 بلین امریکی ڈالر تک پہنچ گئے۔ پاکستانی روپے امریکی ڈالر کے مقابلے میں 2.8 فیصد کے اضافے سے 278 پر بند ہوا۔ مئی 2024 تک 11 ماہ کے دوران کرنٹ اکاؤنٹ خسارہ نمایاں طور پر کم ہو کر 464 بلین امریکی ڈالر رہ گیا ہے جو گزشتہ سال کے اسی مدت کے دوران 3.76 بلین امریکی ڈالر تھا، جس سے ادائیگیوں کے توازن کی صورتحال پر اعتماد پیدا ہوا۔ اس کی بنیاد پر، پاکستان کا آئی ایم ایف (IMF) کے ساتھ آئندہ آنے والا نیا اور بڑا فنڈنگ پروگرام انتہائی اہمیت کا حامل ہے، کیونکہ یہ ملک کی میکرو اکنامک بنیادوں بالخصوص مالی آپریشنز کو نمایاں طور پر مضبوط کرے گا، بیرونی قرضوں کی ذمہ داریوں کے انتظام کے لیے ضروری معاونت مہیا کرے گا۔

ایکیویٹی مارکیٹ کا جائزہ

مالی سال 2024 میں مقامی ایکویٹی مارکیٹ میں ایک اہم رجحان میں تبدیلی کی نشاندہی کی، جو اس مدت میں مسلسل تیز اضافے سے موصوم ہے۔ اس تیز تبدیلی کا

آغاز سال کی شروعات میں آئی ایم ایف کی اسٹینڈ بائی ارتجمنٹ (ایس بی اے) فنڈنگ فیصلیٹی پر دستخط کے بعد ہوا تھا۔ KSE - 100 انڈیکس 89.2 فیصد اضافے سے 78,445 پر بند ہوا۔ اسی طرح دیگر اہم ایکویٹی انڈیکس جیسے KSE - 30 ٹوٹل ریٹرن انڈیکس اور KMI - 30 انڈیکس میں جون 2024 کے اختتام تک بالترتیب 95.1 فیصد اور 78.7 فیصد اضافہ ہوا۔ روایتی انڈیکس (KSE - 100 اور KSE - 30) اور شریعہ کمپلائنٹ انڈیکس (KMI - 30) کے درمیان کارکردگی میں نمایاں فرق کمرشل بینکنگ حصص میں تیز اضافے کی عکاسی کرتا ہے، جس نے وسیع تر اشاریوں سے نمایاں طور پر بہتر کارکردگی کا مظاہرہ کیا اور اس مدت کے دوران مارکیٹ میں زیادہ تر اضافے کا سبب بنے۔

اس مدت کے دوران ایکویٹی مارکیٹ میں غیر ملکی سرمایہ کار اور مقامی انشورنس کمپنیاں سب سے اہم خریدار کے طور پر ابھر کر سامنے آئے، انہوں نے بالترتیب 157 بلین امریکی ڈالر اور 127 بلین امریکی ڈالر کی ایکویٹیز خریدے۔ اس کے برعکس بینکوں / ڈی ایف آئیز اور انفرادی سرمایہ کار بڑے فروخت کنندگان تھے، جنہوں نے بالترتیب 150 بلین امریکی ڈالر اور 60 بلین امریکی ڈالر مالیت کی ایکویٹیز فروخت کیں۔

اگرچہ سال 2024 میں عالمی ایکویٹی مارکیٹوں کی عمومی طور پر مضبوط کارکردگی دیکھی گئی، لیکن مقامی معاشی حالات، مرکزی بینک کی پالیسیوں اور جغرافیائی سیاسی عوامل کے امتزاج کے سبب خطوں میں فوائد غیر مساوی تھے۔ کلیدی موضوعات میں مصنوعی ذہانت اور ٹیکنالوجی کے بارے میں امید، شرح سود میں اضافے کی توقعات، اور چین میں توقع سے سست ترقی شامل ہیں، جبکہ دیگر منتخب ممالک میں معاشی بنیادوں کو بہتر بنانا شامل ہے۔

انکم / منی مارکیٹ کا جائزہ

مالی سال 2024 کے دوران، پیداوار کی توسیع واضح طور پر نیچے کی جانب منتقل ہو گئی، اور پیداوار تمام مدتوں میں زوال پذیر ہوئی۔ 12 ماہ کے سرمایہ کاری کے پیپر میں سب سے واضح کمی دیکھنے میں آئی، جو دسمبر 2023 کے اختتام سے 425 پیس پوائنٹس کی کمی کے ساتھ 18.68 فیصد پر بند ہوا۔ اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی (MPC) نے 10 جون کو اپنے اجلاس میں پالیسی کی شرح میں 150 پیس پوائنٹس کی کمی کی تھی۔ یہ فیصلہ منی کی کلیدی افراط زر کی شرح میں توقع سے زیادہ کمی کے بعد کیا گیا تھا، جو 11.8 فیصد رہی، جس کی بنیادی وجہ غذائی افراط زر میں کمی تھی۔

زیر مبادلہ کے ذخائر کی مستحکم جمع ہونے اور افراط زر میں کمی نے آہستہ آہستہ مارکیٹ کا اعتماد پیدا کیا، جس کی عکاسی 12 ماہ کے ٹریڈری بلز (T - Bills) کی حالیہ نیلامیوں میں اعلیٰ سطحوں کی شرکت سے ہوتی ہے۔ سال کی گزشتہ ششماہی کے مقابلے میں سال کی دوسری ششماہی کے دوران 12 ماہ کی مدت کے لیے نیلامی میں آفر ٹو ٹارگٹ کا تناسب تقریباً دو گنا ہو کر 5.9 گنا ہو گیا ہے۔ ایم ٹو کی نمونہ حکومتی قرضوں کی وجہ سے جاری رہی، جو اوپن مارکیٹ آپریشنز (OMOs) کے ذریعے خالص بقایا لیکویڈٹی انجکشن کے مسلسل بڑھتے ہوئے رجحان سے ظاہر ہوتی ہے۔

فنڈ کی کارکردگی کا جائزہ

فنڈ اہل شرکت کنندگان کی طرف سے حصہ جمع کرانے کے لیے والنٹری پینشن سسٹم رولز، 2005 (VPS Rules, 2005) کے تحت 26 جون 2007 کو لانچ کیا گیا جس کا مقصد انہیں ریٹائرمنٹ کے لیے منصوبہ سازی میں مدد اور سہولت فراہم کرنا تھا۔ یہ فنڈ اس وقت تین ذیلی فنڈ کا حامل ہے جو ایکویٹی سب فنڈ، ڈیبٹ سب فنڈ اور منی مارکیٹ سب فنڈ ہیں۔ 30 جون 2024 کو ختم ہونے والے سال کے لیے ہر ذیلی فنڈ کا منافع اور خالص اثاثے بمطابق 30 جون 2024 درج ذیل ہیں:

30- جون 2024 کو ختم ہونے والے سال کے لیے ایکویٹی سب فنڈ کا منافع 83.62 فیصد رہا۔ 30 جون 2024 کو ایکویٹی سب فنڈ کے خالص اثاثہ جات 114.08 بلین روپے (30 جون 2023) سے 118.01 بلین روپے پر پہنچ گئے۔

-30 جون 2024 کو ختم ہونے والے سال کے لیے ڈیٹ سب- فنڈ کا منافع 21.99 فیصد رہا۔ 30 جون 2024 کو ڈیٹ سب- فنڈ کے خالص اثاثہ جات 202.04 ملین روپے (30 جون 2023) سے 220.76 ملین روپے پر پہنچ گئے۔

-30 جون 2024 کو ختم ہونے والے سال کے لیے منی مارکیٹ سب- فنڈ کا منافع 22.61 فیصد رہا۔ 30 جون 2024 کو منی مارکیٹ سب- فنڈ کے خالص اثاثہ جات 276.99 ملین روپے (30 جون 2023) سے 435.58 ملین روپے پر پہنچ گئے۔

30 جون 2024 کو فنڈ کے 297 شرکت کنندگان ہیں۔

پینشن فنڈ مینجر ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے جے ایس انویسٹمنٹس لمیٹڈ (پینشن فنڈ مینجر) کو مورخہ 27 دسمبر 2023 کو "AM 2+" کی ایسیٹ مینجر ریٹنگ کو "مستحکم" منظر نامے (جون 2023: AM 2+) 'مستحکم منظر نامے' کے ساتھ (کے ساتھ برقرار رکھا ہے۔

آڈیٹرز

ریٹائر ہونے والے بیرونی آڈیٹرز میسرز اے ایف فرگوسن، چارٹرڈ اکاؤنٹنٹس اہلیت کی بنیاد پر خود کو دوبارہ تقرری کے لیے پیش کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے، آڈٹ کمیٹی کی تجویز پر، میسرز اے ایف فرگوسن، چارٹرڈ اکاؤنٹنٹس کی 30 جون 2025 کو ختم ہونے والے سال کے لیے تقرری کی منظوری دی۔

یونٹ ہولڈنگ کا نمونہ

کل سرمایہ کاری	میزان	منی مارکیٹ سب فنڈ			ڈیٹ سب فنڈ			ایکیویٹی سب فنڈ			کیپیٹری
		روپے (روپے ملین میں)	ملکیتی یونٹ کی تعداد	یونٹ ہولڈرز کی تعداد	روپے ملین (روپے ملین میں)	ملکیتی یونٹ کی تعداد	یونٹ ہولڈرز کی تعداد	روپے ملین (روپے ملین میں)	ملکیتی یونٹ کی تعداد	یونٹ ہولڈرز کی تعداد	
95.18	737.06	416.06	1,052,971	269	206.82	432,768	154	114.18	148,710	46	انفرادی
4.82	37.30	19.53	49,417	1	13.94	29,169	3	3.83	4,988	2	ڈائریکٹرز اور اہلیہ
100.00	593.10	435.59	1,102,388	270	220.76	461,934	157	118.01	153,698	48	

اظہار تشکر

ڈائریکٹرز پیش قدمی، مدد اور رہنمائی پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (CDCPL) سے اظہار تشکر کرتے ہیں۔ بورڈ گلن اور انتھک محنت پر پینشن فنڈ مینجر کے ملازمین اور انتظامیہ پر اعتماد پر شرکت کنندگان کا بھی شکریہ ادا کرتا ہے۔



ڈائریکٹر



چیف ایگزیکٹو آفیسر

کراچی: 20 اگست 2024

FUND MANAGER REPORT

Annual Report 2024

- **Description of the Collective Investment Scheme/Voluntary Pension Scheme category and type**

Voluntary Pension Scheme

- **Statement of VPS's investment objective**

JS Pension Savings Fund is designed to provide a secure source of savings and retirement income to individuals. JS PSF is a portable pension scheme allowing individuals the flexibility of contributions and portfolio customization through allocation of such contributions among equity and fixed income investment avenues suited to their specific needs and risk profile.

- **Explanation as to whether the VPS has achieved its stated objective**

The VPS achieved its stated objective.

- **Statement of benchmark(s) relevant to the VPS**

None

- **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	FY24
JSPS-ESF	15.89%	-8.11%	2.91%	9.99%	13.31%	5.97%	2.11%	2.82%	4.97%	6.42%	5.56%	2.45%	83.62%
JSPS-DSF	20.45%	20.13%	19.16%	23.46%	22.14%	18.76%	21.69%	16.48%	16.37%	22.20%	18.89%	20.60%	21.99%
JSPS-MMSF	21.02%	21.12%	21.84%	22.08%	20.78%	20.24%	20.62%	18.34%	18.47%	20.58%	21.09%	20.34%	22.61%

- **Description of the strategies and policies employed during the period under review in relation to the VPS's performance**

Money Market Sub-Fund: During the year, the sub-fund's asset allocation was primarily directed toward short-term money market instruments, such as treasury bills, commercial papers, and bank cash balances. The duration was adjusted upward to capitalize on anticipated monetary easing, allowing the fund to benefit from declining interest rates while maintaining liquidity and risk management in light of improved macroeconomic indicators.

Debt Sub-Fund: During the year, the fund strategically maintained a balanced exposure to a mix of corporate and government debt instruments. The asset allocation was adjusted to leverage the anticipated monetary easing, focusing on increasing the portfolio's weighted average duration while carefully considering instrument ratings, credit risk, and fundamental analysis of underlying securities to optimize returns amid a favorable economic landscape.

Equity Sub-Fund: During the year, the fund shifted its focus toward growth-oriented sectors with strong fundamentals, capturing opportunities in undervalued stocks showing promising recovery potential. The allocation strategy was refined to embrace cyclical sectors benefiting from improved macroeconomic conditions while still applying a disciplined approach to risk management to ensure overall portfolio stability.

Disclosure of the VPS's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Equity Sub Fund	Jun-24	Jun-23
Cash	6.74%	9.27%
Equity	76.88%	90.36%
Other including receivables	16.39%	0.37%
Total	100.00%	100.00%

Debt Sub Fund	Jun-24	Jun-23
Cash	16.09%	3.46%
TFCs / Sukkuks	13.54%	25.60%
T Bills & PIBs	68.30%	68.26%
Other including receivables	2.07%	2.68%
Total	100.00%	100.00%

FUND MANAGER REPORT

Annual Report 2024

Money Market Sub Fund		
Cash	19.53%	5.26%
TFCs / Sukkuks	9.61%	6.83%
T Bills & PIBs	70.12%	86.52%
Other including receivables	0.74%	1.39%
Total	100.00%	100.00%

- Based on changes in total NAV and NAV per unit since the last review period or since commencement (in the case of newly established VPS)

Equity Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-24	118	767.81
30-Jun-23	114	418.16

Debt Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-24	221	477.90
30-Jun-23	202	391.57

Money Market Sub Fund

	Net Assets Excluding JSIL FoFs (PKR mn)	NAV per Unit (PKR)
30-Jun-24	436	395.13
30-Jun-23	277	322.11

- Disclosure of the markets that the Collective Investment Scheme has invested in:

Money Market Sub Fund: The fund invests in short-term debt securities such as treasury bills, cash, and near cash instruments, which includes cash in bank accounts (excluding TDRs), money market placements, deposits, certificate of deposits (COD), certificates of musharakas (COM), Term Deposit Receipt (TDR), commercial papers and reverse repos.

Debt Sub Fund: The fund invests in government securities, cash in bank accounts, money market placements, certificate of deposits (COD), certificate of musharakas (COM), Term Deposit Receipts (TDR), commercial paper, reverse repo, term-finance certificates, sukuks, spread transactions and Margin Trading System.

Equity Sub Fund: The fund invests in equity securities listed on the Pakistan Stock Exchange (PSX).

- Description and explanation of any significant changes in the state of affairs of the VPS during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in the state of affairs during the year under review.

FUND MANAGER REPORT

Annual Report 2024

- Breakdown of unit holdings by size**

Fund Name	Ranges			Number of Folios
JS Pension Savings Fund-Equity Sub-Fund	0.0001	to	9,999.9999	43
	10,000.0000	to	49,999.9999	5
	50,000.0000	to	99,999.9999	-
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			Total	48

Fund Name	Ranges			Number of Folios
JS Pension Savings Fund-Debt Sub-Fund	0.0001	to	9,999.9999	146
	10,000.0000	to	49,999.9999	9
	50,000.0000	to	99,999.9999	2
	100,000.0000	to	499,999.9999	-
	500,000.0000	&	above	-
			Total	157

Fund Name	Ranges			Number of Folios
JS Pension Savings Fund-Money Market Sub-Fund	0.0001	to	9,999.9999	250
	10,000.0000	to	49,999.9999	15
	50,000.0000	to	99,999.9999	3
	100,000.0000	to	499,999.9999	2
	500,000.0000	&	above	-
			Total	270

- Disclosure on unit split (if any), comprising:-**

The Fund has not carried out any unit split exercise during the year.

- Disclosure of circumstances that materially affect any interests of the unit holders**

Investment is subject to market risk.

- Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the VPS, disclosure of the following:-**

The Management Company and / or any of its delegates have not received any soft commission from its brokers / dealers by virtue of transactions conducted by the Fund.

PERFORMANCE TABLE

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
JS Pension Savings Fund										
Equity Sub Fund										
Net assets - Rupees in "000"	118,011	114,079	127,305	217,271	179,777	175,434	227,953	267,317	158,582	154,367
Net income / (loss) - Rupees in "000"	72,669	(1,075)	(25,083)	63,467	(8,784)	(50,135)	(43,395)	78,071	5,147	28,773
NAV per unit	Rs. 767.81	418.16	420.96	496.83	361.12	375.88	482.23	573.25	405.83	392.66
Highest NAV price per unit	Rs. 788.24	436.79	514.08	522.64	450.60	500.57	586.88	636.05	423.40	445.35
Lowest NAV price per unit	Rs. 442.08	385.82	416.64	368.23	280.78	368.04	426.11	409.27	364.04	293.43
Debt Sub Fund										
Net assets - Rupees in "000"	220,758	202,041	227,511	236,581	198,758	168,921	180,484	160,006	146,603	172,956
Net income / (loss) - Rupees in "000"	36,377	32,100	17,523	13,030	24,266	13,423	7,219	7,066	7,365	16,744
NAV per unit	Rs. 477.90	391.57	334.65	310.76	292.89	257.89	238.69	228.68	218.56	207.55
Highest NAV price per unit	Rs. 481.15	391.57	334.65	310.76	292.89	257.89	238.69	228.68	218.56	207.84
Lowest NAV price per unit	Rs. 392.54	335.13	310.89	292.94	257.97	238.68	228.68	218.56	207.55	187.41
Money Market Sub Fund										
Net assets - Rupees in "000"	435,583	276,986	294,454	258,122	200,925	169,949	130,577	113,821	112,336	127,752
Net income / (loss) - Rupees in "000"	76,671	42,806	26,715	14,208	21,464	12,075	4,946	4,761	4,325	7,836
NAV per unit	Rs. 395.13	322.11	275.12	250.51	235.58	208.87	192.26	184.70	176.89	169.90
Highest NAV price per unit	Rs. 397.41	322.11	275.12	250.51	235.58	208.87	192.26	184.84	176.89	169.90
Lowest NAV price per unit	Rs. 322.85	275.53	250.63	235.62	208.94	192.26	184.66	176.89	169.90	159.25

Notes

- JS Pension Savings Fund was launched on June 26, 2007.
- Investment portfolio composition of the Fund is disclosed in note 5 of the financial statements.

Disclaimer

- Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahr-e-Faisal
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

JS PENSION SAVINGS FUND

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of JS Pension Savings Fund (the Fund) are of the opinion that JS Investment Limited being the Pension Fund Manager has in all material respects managed the Fund during the year ended June 30, 2024 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Securities & Exchange Commission of Pakistan and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.


Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, September 24, 2024

INDEPENDENT AUDITOR'S REPORT**To the Participants of JS Pension Savings Fund****Report on the Audit of the Financial Statements****Opinion**

We have audited the financial statements of JS Pension Savings Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2024, and the income statement, statement of comprehensive income, statement of movement in participants' sub-funds and cash flow statement for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2024, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

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

Other Matter

The financial statements of the Fund for the year ended June 30, 2023 were audited by another firm of Chartered Accountants who had expressed an unmodified opinion thereon vide their report dated September 28, 2023.

Other Information

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

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

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



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

■ KARACHI ■ LAHORE ■ ISLAMABAD



Responsibilities of Management and Board of Directors of the Pension Fund Manager for the Financial Statements

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

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

Board of Directors of the Pension Fund Manager is responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Directors of the Pension Fund Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A.F.F.C.O.

**Report on Other Legal and Regulatory Requirements**

Based on our audit, we further report that in our opinion:

- a) the financial statements prepared for the year ended June 30, 2024 have been properly drawn in accordance with the relevant provisions of the Trust Deed and the Voluntary Pension System Rules, 2005 including the guidelines thereunder;
- b) the allocation and reallocation of units of the sub-funds for all the participants have been made in accordance with the Voluntary Pension System Rules, 2005;
- c) the cost and expenses debited to the Fund and apportionment of expenses between sub-funds are as specified in the constitutive documents of the Fund;
- d) the financial statements prepared are in agreement with the Fund's books and records; and
- e) we were able to obtain all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

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

A. Ferguson & Co
A. F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: September 27, 2024

UDIN: AR202410061wqUKyud0a



Financial Position
& Performance

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2024

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Assets					
----- Rupees -----					
Balances with banks	4	9,614,838	35,803,191	85,357,807	130,775,836
Investments	5	109,695,552	182,060,002	348,487,503	640,243,057
Profit / mark-up receivable	6	108,288	4,383,400	3,020,244	7,511,932
Receivable against sale of investments		22,820,781	-	-	22,820,781
Advances and deposits	7	434,016	214,717	213,880	862,613
Total assets		142,673,475	222,461,310	437,079,434	802,214,219
Liabilities					
Payable to JS Investments Limited - Pension Fund Manager	8	1,177,491	1,444,948	1,131,460	3,753,899
Payable to Central Depository Company of Pakistan Limited - Trustee	9	19,723	30,737	59,302	109,762
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	45,238	73,123	150,433	268,794
Payable against redemption of units		23,228,416	-	-	23,228,416
Accrued expenses and other liabilities	11	191,303	154,581	155,082	500,966
Total liabilities		24,662,171	1,703,389	1,496,277	27,861,837
Net assets		118,011,304	220,757,921	435,583,157	774,352,382
Participants' sub - funds (as per statement attached)		118,011,304	220,757,921	435,583,157	774,352,382
Contingencies and commitments	12	----- Number of units -----			
Number of units in issue	13	153,698	461,938	1,102,389	
		----- Rupees -----			
Net asset value per unit		767.81	477.90	395.13	

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF ASSETS AND LIABILITIES

AS AT JUNE 30, 2024

	Note	2023			Total
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	
----- Rupees -----					
Assets					
Balances with banks	4	10,883,726	7,050,894	14,646,803	32,581,423
Investments	5	106,066,538	191,188,645	259,793,545	557,048,728
Dividend receivable		3,709	-	-	3,709
Profit / mark-up receivable	6	-	5,293,600	3,655,632	8,949,232
Advances and deposits	7	434,016	162,633	213,880	810,529
Total assets		117,387,989	203,695,772	278,309,860	599,393,621
Liabilities					
Payable to JS Investments Limited - Pension Fund Manager	8	1,146,196	1,430,727	1,060,866	3,637,789
Payable to Central Depository Company of Pakistan Limited - Trustee	9	16,293	28,540	38,060	82,893
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	47,551	82,246	109,257	239,054
Payable against purchase of investments		1,989,349	-	-	1,989,349
Accrued expenses and other liabilities	11	109,582	113,434	115,409	338,425
Total liabilities		3,308,971	1,654,947	1,323,592	6,287,510
Net assets		114,079,018	202,040,825	276,986,268	593,106,111
Participants' sub - funds (as per statement attached)		114,079,018	202,040,825	276,986,268	593,106,111
Contingencies and commitments					
	12	----- Number of units -----			
Number of units in issue	13	272,808	515,974	859,916	
		----- Rupees -----			
Net asset value per unit		418.16	391.57	322.11	

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

INCOME STATEMENT >

FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees					
Income					
Profit / mark-up income	16	1,820,658	44,963,149	88,497,386	135,281,193
Dividend income		7,365,482	-	-	7,365,482
Net realised gain / (loss) on sale of investments		47,307,273	477,638	(8,476,693)	39,308,218
Net unrealised appreciation / (diminution) on remeasurement of investments classified as financial assets 'at fair value through profit or loss'	5.6	<u>19,703,439</u>	<u>(6,228,101)</u>	<u>(80,449)</u>	<u>13,394,889</u>
Total income		76,196,852	39,212,686	79,940,244	195,349,782
Expenses					
Remuneration of JS Investments Limited -					
Pension Fund Manager	8.1	1,696,479	1,828,086	1,880,413	5,404,978
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	220,542	237,651	244,454	702,647
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	169,646	274,212	564,123	1,007,981
Sindh Sales Tax on remuneration of the Trustee	9.2	22,054	35,648	73,336	131,038
Annual fee to the Securities and Exchange Commission of Pakistan (SECP)	10	45,238	73,123	150,433	268,794
Auditors' remuneration	15	257,400	257,400	257,400	772,200
Securities transaction cost		1,061,833	21,321	43,533	1,126,687
Printing and stationery charges		49,462	49,462	49,462	148,386
Bank and settlement charges		5,412	58,575	6,398	70,385
Total expenses		3,528,066	2,835,478	3,269,552	9,633,096
Net income for the year before taxation		72,668,786	36,377,208	76,670,692	185,716,686
Taxation	3.6	-	-	-	-
Net income for the year after taxation		72,668,786	36,377,208	76,670,692	185,716,686

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

INCOME STATEMENT >

FOR THE YEAR ENDED JUNE 30, 2024

	Note	2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees					
Income					
Profit / mark-up income	16	1,910,783	33,272,984	42,319,726	77,503,493
Dividend income		12,184,448	-	-	12,184,448
Net realised (loss) / gain on sale of investments		(1,547,835)	(359,046)	3,190,589	1,283,708
Net unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets 'at fair value through profit or loss'	5.6	(10,747,875)	2,097,951	(389,434)	(9,039,358)
Total income		<u>1,799,521</u>	<u>35,011,889</u>	<u>45,120,881</u>	<u>81,932,291</u>
Expenses					
Remuneration of JS Investments Limited - Pension Fund Manager	8.1	1,788,266	1,876,170	1,325,113	4,989,549
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	232,475	243,902	172,265	648,642
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	178,315	308,312	410,154	896,781
Sindh Sales Tax on remuneration of the Trustee	9.2	23,181	40,081	53,320	116,582
Annual fee to the Securites and Exchange Commission of Pakistan (SECP)	10	54,998	93,881	123,483	272,362
Auditors' remuneration	15	153,435	153,712	153,439	460,586
Securities transaction cost		407,252	55,803	44,456	507,511
Printing and stationery charges		19,430	19,486	19,377	58,293
Bank and settlement charges		17,100	120,600	13,188	150,888
Total expenses		<u>2,874,452</u>	<u>2,911,947</u>	<u>2,314,795</u>	<u>8,101,194</u>
Net (loss) / income for the year before taxation		<u>(1,074,931)</u>	<u>32,099,942</u>	<u>42,806,086</u>	<u>73,831,097</u>
Taxation	3.6	-	-	-	-
Net (loss) / income for the year before taxation		<u>(1,074,931)</u>	<u>32,099,942</u>	<u>42,806,086</u>	<u>73,831,097</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF COMPREHENSIVE INCOME >

FOR THE YEAR ENDED JUNE 30, 2024

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Net income for the year after taxation	72,668,786	36,377,208	76,670,692	185,716,686
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	<u>72,668,786</u>	<u>36,377,208</u>	<u>76,670,692</u>	<u>185,716,686</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF COMPREHENSIVE INCOME >

FOR THE YEAR ENDED JUNE 30, 2024

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Net (loss) / income for the year after taxation	(1,074,931)	32,099,942	42,806,086	73,831,097
Other comprehensive income for the year	-	-	-	-
Total comprehensive (loss) / income for the year	<u>(1,074,931)</u>	<u>32,099,942</u>	<u>42,806,086</u>	<u>73,831,097</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS >

FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----					
Net assets at the beginning of the year		114,079,018	202,040,825	276,986,268	593,106,111
Issuance of units	13 & 14	184,303,120	302,915,075	586,886,719	1,074,104,914
Redemption of units	13	(240,451,113)	(334,710,653)	(503,413,563)	(1,078,575,329)
Reallocation of units	13	(12,588,507)	14,135,466	(1,546,959)	-
		(68,736,500)	(17,660,112)	81,926,197	(4,470,415)
Net realised gain / (loss) on sale of investments		47,307,273	477,638	(8,476,693)	39,308,218
Net unrealised appreciation / (diminution) on remeasurment of investments classified as financial assets 'at fair through profit or loss'		19,703,439	(6,228,101)	(80,449)	13,394,889
Other income for the year - net of expenses		5,658,074	42,127,671	85,227,834	133,013,579
Total comprehensive income for the year		72,668,786	36,377,208	76,670,692	185,716,686
Net assets at the end of the year		118,011,304	220,757,921	435,583,157	774,352,382

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS >

FOR THE YEAR ENDED JUNE 30, 2024

Note	2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Rupees -----					
Net assets at the beginning of the year	127,304,826	227,511,410	294,453,729	649,269,965	
Issuance of units	13 & 14	55,678,429	226,905,338	312,159,972	594,743,739
Redemption of units	13	(63,453,424)	(256,598,415)	(404,686,851)	(724,738,690)
Reallocation of units	13	(4,375,882)	(27,877,450)	32,253,332	-
		(12,150,877)	(57,570,527)	(60,273,547)	(129,994,951)
Net realised (loss) / gain on sale of investments		(1,547,835)	(359,046)	3,190,589	1,283,708
Net unrealised appreciation / (diminution) on remeasurment of investments classified as financial assets 'at fair through profit or loss'		(10,747,875)	2,097,951	(389,434)	(9,039,358)
Other income for the year - net of expenses		11,220,779	30,361,037	40,004,931	81,586,747
Total comprehensive (loss) / income for the year		(1,074,931)	32,099,942	42,806,086	73,831,097
Net assets at the end of the year		<u>114,079,018</u>	<u>202,040,825</u>	<u>276,986,268</u>	<u>593,106,111</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CASH FLOW STATEMENT >

FOR THE YEAR ENDED JUNE 30, 2024

Note	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the year before taxation	72,668,786	36,377,208	76,670,692	185,716,686
Adjustments for:				
Net realised (gain) / loss on sale of investments	(47,307,273)	(477,638)	8,476,693	(39,308,218)
Net unrealised (appreciation) / diminution on remeasurement of investments classified as financial assets 'at fair value through profit or loss'	5.6 (19,703,439)	6,228,101	80,449	(13,394,889)
	5,658,074	42,127,671	85,227,834	133,013,579
Decrease / (increase) in assets				
Investments - net	38,571,568	(39,962,915)	(188,404,645)	(189,795,992)
Dividend receivable	3,709	-	-	3,709
Profit / mark-up receivable	(108,288)	910,200	635,388	1,437,300
Advances and deposits	-	(52,084)	-	(52,084)
	38,466,989	(39,104,799)	(187,769,257)	(188,407,067)
Increase / (decrease) in liabilities				
Payable to JS Investments Limited - Pension Fund Manager	31,295	14,221	70,594	116,110
Payable to Central Depository Company of Pakistan Limited - Trustee	3,430	2,197	21,242	26,869
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(2,313)	(9,123)	41,176	29,740
Accrued expenses and other liabilities	81,721	41,147	39,673	162,541
	114,133	48,442	172,685	335,260
Net cash generated from / (used in) operating activities	44,239,196	3,071,314	(102,368,738)	(55,058,228)
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received against issuance of units	184,303,120	302,915,075	586,886,719	1,074,104,914
Amount paid against redemption of units	(217,222,697)	(334,710,653)	(503,413,563)	(1,055,346,913)
Reallocation of units	(12,588,507)	14,135,466	(1,546,959)	-
Net cash (used in) / generated from financing activities	(45,508,084)	(17,660,112)	81,926,197	18,758,001
Net decrease in cash and cash equivalents	(1,268,888)	(14,588,798)	(20,442,541)	(36,300,227)
Cash and cash equivalents at the beginning of the year	10,883,726	79,346,429	105,800,348	196,030,503
Cash and cash equivalents at the end of the year	17 9,614,838	64,757,631	85,357,807	159,730,276

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CASH FLOW STATEMENT >

FOR THE YEAR ENDED JUNE 30, 2024

Note	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net (loss) / income for the year before taxation	(1,074,931)	32,099,942	42,806,086	73,831,097
Adjustments for:				
Net realised loss / (gain) on sale of investments	1,547,835	359,046	(3,190,589)	(1,283,708)
Net unrealised diminution / appreciation on remeasurment of investments classified as financial assets 'at fair value through profit or loss'	10,747,875	(2,097,951)	389,434	9,039,358
	11,220,779	30,361,037	40,004,931	81,586,747
(Increase) / decrease in assets				
Investments - net	(10,671,402)	(60,725,038)	(135,838,845)	(207,235,285)
Dividend receivable	(3,709)	-	-	(3,709)
Advances and deposits	331,476	(1,828,810)	801,291	(696,043)
	(10,343,635)	(62,553,848)	(135,037,554)	(207,935,037)
(Decrease) / increase in liabilities				
Payable to JS Investments Limited - Pension Fund Manager	(28,949)	83,221	(6,490)	47,782
Payable to Central Depository Company of Pakistan Limited - Trustee	(3,347)	(3,383)	(2,250)	(8,980)
Payable to the Securities and Exchange Commission of Pakistan (SECP)	(9,035)	2,570	14,775	8,310
Accrued expenses and other liabilities	(23,679)	(1,924)	8,343	(17,260)
	(65,010)	80,484	14,378	29,852
Net cash generated from / (used in) operating activities	812,134	(32,112,327)	(95,018,245)	(126,318,438)
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received against issuance of units	55,678,429	226,905,338	312,159,972	594,743,739
Amount paid against redemption of units	(63,453,424)	(256,598,415)	(404,686,851)	(724,738,690)
Reallocation of units	(4,375,882)	(27,877,450)	32,253,332	-
Net cash used in financing activities	(12,150,877)	(57,570,527)	(60,273,547)	(129,994,951)
Net decrease in cash and cash equivalents during the year	(11,338,743)	(89,682,854)	(155,291,792)	(256,313,389)
Cash and cash equivalents at the beginning of the year	22,222,469	169,029,283	261,092,140	452,343,892
Cash and cash equivalents at the end of the year	17 10,883,726	79,346,429	105,800,348	196,030,503

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Financial Officer



Chief Executive Officer



Director

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 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.

During the year ended June 30, 2021 the Trust Act, 1882 had 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. 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 The Pakistan Credit Rating Agency Limited (PACRA) has maintained an asset manager rating of 'AM2+' with 'stable outlook' dated December 27, 2023 (2023: 'AM2+' with 'stable outlook') to the Pension Fund Manager.

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

1.6 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:

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.

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%) of 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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

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 (4) 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.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (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 Act, along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Act, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of the IFRSs, the provisions of and directives issued under the Act, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

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

During the year certain amendments to IAS 1 'Presentation of Financial Statements' have become applicable to the Fund which require entities to disclose their material accounting policy information rather than their significant accounting policies. These amendments to IAS 1 have been introduced to help entities improve accounting policy disclosures so that these provide more useful information to investors and other primary users of the financial statements. These amendments have been incorporated in these financial statements with the primary impact that the material accounting policy information has been disclosed rather than the significant accounting policies. There are certain other 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 are not considered to be relevant or do not have any material effect on the Fund's financial statements and therefore, have not been disclosed in these financial statements.

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

The new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2024. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements.

2.4 Critical accounting estimates and judgments

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

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification and valuation of financial assets (notes 3.2, 5 and 8.3).

2.5 Accounting convention

These financial statements have been prepared under the historical cost convention, except for certain investments which have been classified as financial assets 'at fair value through profit or loss' which are measured at fair value.

2.6 Functional and presentation currency

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

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

3.1 Cash and cash equivalents

These comprise of balances with bank in saving accounts and other short term highly liquid investments with original maturity of three months or less.

3.2 Financial assets

3.2.1 Initial recognition and measurement

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

3.2.2 Classification and subsequent measurement

3.2.2.1 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 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.

The estimates and judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets (notes 4.2, 6 and 9.3).

3.2.2.2 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.

3.2.3 Impairment (other than debt securities)

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

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

The Fund considers that a financial asset is in default when the counterparty fails to make contractual payments within 90 days of when they fall due. Further, financial assets are written off by the Fund, in whole or part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

3.2.3.1 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.

3.2.4 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 Pakistan Stock Exchange Regulations.

3.2.5 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 the risks and rewards of ownership. Any gain or loss arising on derecognition of financial assets is taken to the Income Statement.

3.3 Financial liabilities

3.3.1 Classification and subsequent measurement

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

3.3.2 Derecognition

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

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are only 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 realize the assets and settle the liabilities simultaneously.

3.5 Provisions

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

3.6 Taxation

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 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.

3.7 Revenue recognition

- Realised gains / (losses) arising on sale of investments are included in the Income Statement as are recognised when the transaction takes place;
- Profit / markup income on balances with banks in saving accounts, government securities, listed debt securities and short term sukuk certificates is recognised on a time proportion 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 profits are recorded on cash basis;
- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the date of commencement of date of book closure of the investee company / institution declaring the dividend; and
- Unrealised appreciation / (diminution) 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 these arise.

3.8 Expenses

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

3.9 Issuance, allocation, reallocation and redemption of units

Contributions received from the participants are allocated to the Sub-Funds on the basis of the allocation scheme selected by each participant out of the allocation schemes offered by the Pension Fund Manager. The Net Asset Value (NAV) per unit of each Sub-Fund is determined at the close of each business day, according to the procedures outlined in the VPS Rules and are applicable for allocation of units in each Sub-Fund for all the contribution amount realized and credited in collection account of the Sub-Fund during the business hours' in that business day.

The Pension Fund Manager makes reallocation of the units between the Sub-Funds at least once a year to ensure that the allocations of the units of all the participants are according to the allocation scheme selected by the participants.

All Sub-Funds units are automatically redeemed at the close of the dealing day at which the retirement date falls or death of a participant has been confirmed. The participants may also withdraw from the scheme prior to retirement. The redemption from the respective Sub-Fund is made at the Net Asset Value per unit prevailing at the close of the dealing day on which the request is received, subject to deduction of zakat and taxes, as applicable.

In case of partial withdrawals, units are redeemed on a pro rata basis by ensuring that the remaining units are in accordance with the allocation scheme last selected by the participant.

Proceeds received on issuance and paid on redemption of units are reflected in the Participants' Sub-Funds. The Voluntary Pension System Rules, 2005 specify that the distribution of dividend shall not be allowed for pension funds and return to participant holders is, therefore, only possible through redemption of units which is based on the Net Asset Value (NAV). Hence, the management believes that creation of income equalization mechanism through separate recording of "element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed" is not required.

3.10 Net asset value 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 circulation of the respective sub-fund at the year end.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

3.11 Earnings / (loss) per unit

Earnings / (loss) per unit (EPU) is calculated by dividing the net income / (loss) of the year after taxation of each sub-fund by the weighted average number of units outstanding during the year for the respective sub-fund.

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

4 BALANCES WITH BANKS

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees					
Balances with banks in:					
Savings accounts	4.1	9,614,838	35,803,191	85,357,807	130,775,836
2023					
Rupees					
Balances with banks in:					
Savings accounts	4.1	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 of Rs. 11,978 (2023: Rs. 152,790) and Rs. 118,907 (2023: Rs. 62) respectively with JS Bank Limited (a related party) carrying profit at the rate of 20.82% per annum (2023: 19.60% per annum) and in Money Market Sub-Fund of Rs. 3,078 (2023: Rs. 2,226) maintained with BankIslami Pakistan Limited (a related party) that carries profit at the rate of 18.50% per annum (2023: 19.75% per annum). Other saving accounts of the Fund carry profit rates ranging from 19.50% to 20.50% per annum (2023: 12.25% to 19.50% per annum).

5 INVESTMENTS

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Rupees					
Financial assets 'at fair value through profit or loss'					
Listed equity securities	5.1	109,695,552	-	-	109,695,552
Government securities	5.2	-	151,942,920	306,487,503	458,430,423
Listed debt securities	5.3	-	28,117,082	-	28,117,082
Unlisted debt securities	5.4	-	-	-	-
Short term sukuk certificates	5.5	-	2,000,000	42,000,000	44,000,000
		<u>109,695,552</u>	<u>182,060,002</u>	<u>348,487,503</u>	<u>640,243,057</u>
2023					
Rupees					
Listed equity securities	5.1	106,066,538	-	-	106,066,538
Government securities	5.2	-	139,036,335	240,793,545	379,829,880
Listed debt securities	5.3	-	52,152,310	-	52,152,310
Unlisted debt securities	5.4	-	-	-	-
Short term sukuk certificates	5.5	-	-	19,000,000	19,000,000
		<u>106,066,538</u>	<u>191,188,645</u>	<u>259,793,545</u>	<u>557,048,728</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

5.1 Listed equity securities - 'at fair value through profit or loss'

Equity Sub-Fund

Ordinary shares have a face value of Rs. 10 each unless stated otherwise.

Name of the investee company	Note	As at July 1, 2023	Purchased during the year	Bonus / sub division / right received during the year	Sold during the year	As at June 30, 2024	Balance as at June 30, 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 appreciation / (diminution)	net assets of the Fund	total investments of the Fund	
Cement												
Cherat Cement Company Limited		-	43,650	-	43,650	-	-	-	-	-	-	-
D.G Khan Cement Company Limited		-	260,600	-	214,300	46,300	3,518,275	4,179,500	661,225	3.54	3.81	0.01
Lucky Cement Limited *		4,593	16,950	-	15,400	6,143	4,967,397	5,570,042	602,645	4.72	5.08	-
Maple Leaf Cement Factory Limited *		212,500	277,300	-	455,800	34,000	1,122,936	1,292,000	169,064	1.09	1.18	-
Pioneer Cement Limited		-	32,000	-	17,700	14,300	1,943,698	2,411,694	467,996	2.04	2.20	0.01
							11,552,306	13,453,236	1,900,930	11.39	12.27	
Chemicals												
Engro Polymer & Chemicals Limited		25,000	58,000	-	83,000	-	-	-	-	-	-	-
							-	-	-	-	-	-
Commercial Banks												
Askari Bank Limited		-	150,000	-	150,000	-	-	-	-	-	-	-
Bank Alfalah Limited *		154,500	18,000	-	131,700	40,800	1,309,415	2,775,216	1,465,801	2.35	2.53	-
Bank Al-Habib Limited		-	61,000	-	25,850	35,150	3,085,991	3,943,127	857,136	3.34	3.59	-
BankIslami Pakistan Limited (related party) *		202,000	125,000	-	310,246	16,754	298,687	372,944	74,257	0.32	0.34	-
Faysal Bank Limited *	5.1.1	3,709	-	-	-	3,709	74,848	194,500	119,652	0.16	0.18	-
Habib Bank Limited		80,300	25,500	-	105,800	-	-	-	-	-	-	-
MCB Bank Limited *		-	19,800	-	9,100	10,700	1,715,303	2,429,114	713,811	2.06	2.21	-
Meezan Bank Limited *		-	46,500	-	34,400	12,100	1,901,803	2,896,619	994,816	2.45	2.64	-
National Bank of Pakistan		-	341,000	-	212,550	128,450	4,429,303	4,771,918	342,615	4.04	4.35	0.01
United Bank Limited *		56,600	10,100	-	52,800	13,900	2,101,514	3,561,736	1,460,222	3.02	3.25	-
							14,916,864	20,945,174	6,028,310	17.74	19.09	
Engineering												
Aisha Steel Mills Limited		328,500	220,000	-	231,000	317,500	1,858,622	2,336,800	478,178	1.98	2.13	0.03
Amreli Steels Limited		-	84,000	-	43,047	40,953	1,087,534	1,105,320	17,786	0.94	1.01	0.01
Mughal Iron & Steel Industries Limited		-	109,500	-	58,800	50,700	3,618,087	4,715,100	1,097,013	4.00	4.30	0.02
							6,564,243	8,157,220	1,592,977	6.92	7.44	
Fertilizers												
Engro Corporation Limited *		5,666	30,050	-	24,666	11,050	3,414,050	3,676,446	262,396	3.12	3.35	-
Engro Fertilizers Limited *		70,200	24,000	-	83,200	11,000	1,331,371	1,828,420	497,049	1.55	1.67	-
Fauji Fertilizer Bin Qasim Limited *		-	142,500	-	26,600	115,900	3,732,271	4,110,973	378,702	3.48	3.75	-
Fauji Fertilizer Company Limited *		105,500	51,300	-	144,009	12,791	1,320,167	2,089,794	769,627	1.77	1.91	-
							9,797,859	11,705,633	1,907,774	9.92	10.68	
Glass & Ceramics												
Ghani Glass Limited		-	85,000	-	85,000	-	-	-	-	-	-	-
Tariq Glass Industries Limited *		-	67,500	-	42,000	25,500	2,689,539	2,972,025	282,486	2.52	2.71	-
							2,689,539	2,972,025	282,486	2.52	2.71	
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited *		5,139	1,950	-	4,540	2,549	4,449,816	6,913,755	2,463,939	5.86	6.30	-
Oil and Gas Development Company Limited *		64,750	133,600	-	136,650	61,700	7,669,998	8,352,329	682,331	7.08	7.61	-
Pakistan Oilfields Limited		15,050	8,400	-	23,450	-	-	-	-	-	-	-
Pakistan Petroleum Limited *		51,354	193,050	-	183,850	60,554	5,992,859	7,091,479	1,098,620	6.01	6.46	-
							18,112,673	22,357,563	4,244,890	18.95	20.37	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Name of the investee company	Note	As at July 1, 2023	Purchased during the year	Bonus / sub division / right received during the year	Sold during the year	As at June 30, 2024	Balance as at June 30, 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 appreciation / (diminution)	net assets of the Fund	total investments of the Fund	
Oil & Gas Marketing Companies												
Pakistan Refinery Limited	-	90,000	-	90,000	-	-	-	-	-	-	-	-
Pakistan State Oil Company Limited	33,000	59,000	-	54,650	37,350	5,865,454	6,207,944	342,490	5.26	5.66	0.01	-
Sui Northern Gas Pipelines Limited *	114,000	85,000	-	194,950	4,050	297,274	257,054	(40,220)	0.22	0.23	-	-
						6,162,728	6,464,998	302,270	5.48	5.89		
Pharmaceuticals												
Citi Pharma Limited	45,000	-	-	45,000	-	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	9,007	-	-	9,007	-	-	-	-	-	-	-	-
Highnoon Laboratories Limited	9,000	-	-	9,000	-	-	-	-	-	-	-	-
Power Generation & Distribution												
K- Electric Limited												
(Face value of Rs. 3.5 each) *	-	2,150,000	-	1,602,500	547,500	2,571,729	2,534,925	(36,804)	2.15	2.31	-	-
Nishat Chunian Power Limited	-	184,000	-	4,000	180,000	4,449,564	5,391,000	941,436	4.57	4.91	0.05	-
The Hub Power Company Limited *	69,596	132,560	-	141,296	60,860	8,132,089	9,925,049	1,792,960	8.41	9.05	-	-
						15,153,382	17,850,974	2,697,592	15.13	16.27		
Property												
TPL Properties Limited	-	100,000	-	100,000	-	-	-	-	-	-	-	-
Refinery												
Attock Refinery Limited	12,500	5,000	-	17,500	-	-	-	-	-	-	-	-
Technology & Communications												
Airlink Communication Limited	65,000	118,500	-	129,200	54,300	3,911,035	4,823,469	912,434	4.09	4.40	0.01	-
Avanceon Limited	40,250	25,000	-	65,250	-	-	-	-	-	-	-	-
Octopus Digital Limited	34,500	-	-	34,500	-	-	-	-	-	-	-	-
Systems Limited	23,900	4,500	-	28,400	-	-	-	-	-	-	-	-
						3,911,035	4,823,469	912,434	4.09	4.40		
Textile Composite												
Nishat Chunian Limited	-	44,828	-	8,000	36,828	1,131,484	965,260	(166,224)	0.82	0.88	0.02	-
Nishat Mills Limited	-	51,000	-	51,000	-	-	-	-	-	-	-	-
						1,131,484	965,260	(166,224)	0.82	0.88		
Transport												
Pakistan International Airlines Corporation	-	467,500	-	467,500	-	-	-	-	-	-	-	-
* Nil figures due to rounding off												
As at June 30, 2024							89,992,113	109,695,552	19,703,439			
As at June 30, 2023							116,814,413	106,066,538	(10,747,875)			

5.1.1 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.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

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 of the Second Schedule to 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.

On June 27, 2018, the Supreme Court of Pakistan passed a judgment 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. The CISs / VPSs have filed a fresh constitutional petition via CP 4653 dated July 11, 2019 and 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 1, 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on 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 since July 1, 2018 were not withheld by the investee companies.

As at June 30, 2024, the following bonus shares of the Equity Sub-Fund were withheld by certain companies at the time of declaration of the bonus shares.

Name of the investee company	2024		2023	
	Bonus Shares			
	Number of shares withheld	Market value	Number of shares withheld	Market value
	(Rupees)		(Rupees)	
Faysal Bank Limited	3,709	194,500	3,709	74,848
	<u>3,709</u>	<u>194,500</u>	<u>3,709</u>	<u>74,848</u>

5.2 Government securities - 'at fair value through profit and loss'

5.2.1 Debt Sub-Fund

Particulars	Issue date	Face value			Balance as at June 30, 2024			Market value as a percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of sub-fund
					Rupees			%	
Market treasury bills									
- 3 months	March 21, 2023	-	7,000,000	7,000,000	-	-	-	-	-
- 3 months	April 20, 2023	10,000,000	-	10,000,000	-	-	-	-	-
- 3 months	June 15, 2023	65,000,000	10,000,000	75,000,000	-	-	-	-	-
- 3 months	June 22, 2023	-	50,000,000	50,000,000	-	-	-	-	-
- 3 months	August 10, 2023	-	23,000,000	23,000,000	-	-	-	-	-
- 3 months	September 21, 2023	-	50,000,000	50,000,000	-	-	-	-	-
- 3 months	October 05, 2023	-	50,000,000	50,000,000	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Particulars	Issue date	Face value				Balance as at June 30, 2024			Market value as a percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of sub-fund	total investments of sub-fund
Rupees ----- % -----										
- 3 months	October 19, 2023	-	23,000,000	23,000,000	-	-	-	-	-	-
- 3 months	November 02, 2023	-	55,000,000	55,000,000	-	-	-	-	-	-
- 3 months	December 14, 2023	-	25,000,000	25,000,000	-	-	-	-	-	-
- 3 months	February 22, 2024	-	20,000,000	20,000,000	-	-	-	-	-	-
- 3 months	March 07, 2024	-	50,000,000	50,000,000	-	-	-	-	-	-
- 3 months	June 13, 2024	-	30,000,000	-	30,000,000	28,963,494	28,954,440	(9,054)	13.12	15.90
Market treasury bills										
- 12 months	November 30, 2023	-	30,000,000	-	30,000,000	27,837,676	27,731,010	(106,666)	12.56	15.23
- 12 months	May 16, 2024	-	20,000,000	-	20,000,000	17,050,952	17,200,660	149,708	7.79	9.45
- 12 months	May 30, 2024	-	35,000,000	-	35,000,000	29,696,428	29,916,810	220,382	13.55	16.43
Pakistan investment bonds										
Pakistan investment bonds - 3 years	October 22, 2020	17,000,000	-	17,000,000	-	-	-	-	-	-
Pakistan investment bonds - 2 years	December 30, 2021	50,000,000	-	50,000,000	-	-	-	-	-	-
Pakistan investment bonds - 5 years	September 21, 2023	-	50,000,000	-	50,000,000	54,542,453	48,140,000	(6,402,453)	21.81	26.44
Total as at June 30, 2024						<u>158,091,003</u>	<u>151,942,920</u>	<u>(6,148,083)</u>		
Total as at June 30, 2023						<u>139,249,019</u>	<u>139,036,335</u>	<u>(212,684)</u>		

5.2.1.1 These will mature latest by September 21, 2028 and carry effective yield rates ranging from 19.98% to 25.43% per annum.

5.2.2 Money Market Sub-Fund

Particulars	Issue date	Face value				Balance as at June 30, 2024			Market value as a percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of sub-fund	total investments of sub-fund
Rupees ----- % -----										
Market treasury bills										
- 3 months	March 7, 2023	-	185,000,000	185,000,000	-	-	-	-	-	-
- 3 months	May 18, 2023	-	50,000,000	50,000,000	-	-	-	-	-	-
- 3 months	June 15, 2023	95,000,000	131,000,000	226,000,000	-	-	-	-	-	-
- 3 months	June 22, 2023	-	75,000,000	75,000,000	-	-	-	-	-	-
- 3 months	August 10, 2023	-	965,000,000	965,000,000	-	-	-	-	-	-
- 3 months	September 21, 2023	-	75,000,000	75,000,000	-	-	-	-	-	-
- 3 months	October 5, 2023	-	125,000,000	125,000,000	-	-	-	-	-	-
- 3 months	November 30, 2023	-	100,000,000	100,000,000	-	-	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Particulars	Issue date	Face value				Balance as at June 30, 2024			Market value as a percentage of	
		As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Carrying value	Market value	Unrealised (diminution) / appreciation	net assets of sub-fund	total investments of sub-fund
					Rupees			%		
- 3 months	February 22, 2024	-	120,000,000	120,000,000	-	-	-	-	-	-
- 3 months	March 21, 2024	-	120,000,000	120,000,000	-	-	-	-	-	-
- 3 months	May 16, 2024	-	50,000,000	50,000,000	-	-	-	-	-	-
Market treasury bills										
- 6 months	March 27, 2023	-	70,000,000	70,000,000	-	-	-	-	-	-
- 6 months	June 15, 2023	-	150,000,000	150,000,000	-	-	-	-	-	-
- 6 months	October 19, 2023	-	100,000,000	100,000,000	-	-	-	-	-	-
- 6 months	November 02, 2023	-	165,000,000	165,000,000	-	-	-	-	-	-
- 6 months	November 30, 2023	-	25,000,000	25,000,000	-	-	-	-	-	-
- 6 months	January 11, 2024	-	99,000,000	-	3,000,000	2,937,072	2,938,089	1,017	0.67	1.61
- 6 months	February 07, 2024	-	3,000,000	-	99,000,000	98,462,952	98,444,907	(18,045)	22.60	54.07
- 6 months	June 13, 2024	-	65,000,000	-	65,000,000	59,705,904	59,662,655	(43,249)	13.70	32.77
Market treasury bills										
- 12 months	August 10, 2023	-	4,000,000	-	4,000,000	3,916,096	3,917,452	1,356	0.90	2.15
- 12 months	October 19, 2023	-	150,000,000	-	150,000,000	141,545,928	141,524,400	(21,528)	32.49	77.74
- 12 months	November 17, 2023	-	150,000,000	150,000,000	-	-	-	-	-	-
Pakistan investment bonds										
Pakistan investment bonds - 2 years	August 26, 2021	15,000,000	-	15,000,000	-	-	-	-	-	-
Total as at June 30, 2024						<u>306,567,952</u>	<u>306,487,503</u>	<u>(80,449)</u>		
Total as at June 30, 2023						<u>241,182,979</u>	<u>240,793,545</u>	<u>(389,434)</u>		

5.2.2.1 These will mature latest by December 12, 2024 and carry effective yield rates ranging from 19.93% to 21.40% per annum.

5.3 Listed debt securities - 'at fair value through profit and loss'

5.3.1 Debt Sub - Fund

Name of the investee company	Issue date	As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Balance as at June 30, 2024			Market value as a percentage of	
						Carrying value	Market value	Unrealised appreciation / (diminution)	net assets of the sub-fund	total investments of the sub-fund
					Rupees			%		
Bank Alfalah Limited AAA (Face value: Rs. 5,000)	January 15, 2021	2,800	-	2,800	-	-	-	-	-	-
K-Electric Limited AA+ (Face value: Rs. 5,000)	November 1, 2022	4,000	-	4,000	-	-	-	-	0.00	-
Hub Power Holdings Limited AA+ (Face value: Rs. 100,000)	November 12, 2020	180	-	10	170	13,197,100	12,998,625	(198,475)	5.89	7.14
K-Electric Limited AA+ (Face value: Rs. 100,000)	November 23, 2022	-	200	50	150	15,000,000	15,118,457	118,457	6.85	8.30
Total as at June 30, 2024						<u>28,197,100</u>	<u>28,117,082</u>	<u>(80,018)</u>		
Total as at June 30, 2023						<u>49,841,675</u>	<u>52,152,310</u>	<u>2,310,635</u>		

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

5.3.1.1 These will mature latest by November 23, 2029 and carry effective yield rates ranging from 21.38% to 23.14% per annum.

5.4 Unlisted debt securities - 'at fair value through profit and loss'

5.4.1 Debt Sub - Fund

Name of the investee company	Issue date	As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Balance as at June 30, 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
Number of certificates						Rupees			%	
Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs) - related party (refer note 5.4.1.1)	April 29, 2021	128	-	-	128	640,000	-	-	-	-
Less: Provision for impairment						(640,000)				
Total as at June 30, 2024						-	-	-		
Total as at June 30, 2023						-	-	-		

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 Money Market Sub - Fund

Name of the investee company	Issue date	As at July 1, 2023	Purchased during the year	Sold / matured during the year	As at June 30, 2024	Balance as at June 30, 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
Number of certificates						Rupees			%	
Azgard Nine Limited - Privately Placed Term Finance Certificate (PPTFCs) - related party (refer note 5.4.2.1)	April 29, 2021	642	-	-	642	3,210,000	-	-	-	-
Less: provision for impairment						(3,210,000)				
Total as at June 30, 2024						-	-	-		
Total as at June 30, 2023						-	-	-		

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 nonperforming status in MUFAP, therefore the management as a matter of prudence, has valued the said PPTFCs at zero.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

5.5 Short term sukuk certificates - 'at fair value through profit and loss'

5.5.1 Debt Sub - Fund

Name of the investee company	Issue date	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Balance as at June 30, 2024			Market value as percentage of	
						Carrying value	Market value	Unrealised gain	net assets of the sub-fund	total investments of the sub-fund
		Number of certificates				Rupees			%	
K- Electric STS XXIV (AA, PACRA) (Face value of Rs 1,000,000 each)	March 28, 2024	-	2	-	2	2,000,000	2,000,000	-	0.91	1.10
Total as at June 30, 2024						2,000,000	2,000,000	-		
Total as at June 30, 2023						-	-	-		

5.5.1.1 This will mature by September 30, 2024 and carries effective yield rate of 21.86% per annum.

5.5.2 Money Market Sub - Fund

Name of the investee company	Issue date	As at July 1, 2023	Purchased during the year	Matured during the year	As at June 30, 2024	Balance as at June 30, 2024			Market value as percentage of	
						Carrying value	Market value	Unrealised gain	net assets of the sub-fund	total investments of the sub-fund
		Number of certificates				Rupees			%	
The Hub Power Company Limited - Running finance (AA, PACRA) (Face value of Rs 1,000,000 each)	May 17, 2023	19	-	19	-	-	-	-	-	-
K- Electric STS XIX (AA, PACRA) (Face value of Rs 1,000,000 each)	August 28, 2023	-	25	25	-	-	-	-	-	-
K- Electric STS XX (AA, PACRA) (Face value of Rs 1,000,000 each)	September 22, 2023	-	12	12	-	-	-	-	-	-
K- Electric STS XXIV (AA, PACRA) (Face value of Rs 1,000,000 each)	March 28, 2024	-	28	-	28	28,000,000	28,000,000	-	6.43	8.03
K- Electric STS XXV (AA, PACRA) (Face value of Rs 1,000,000 each)	May 2, 2024	-	14	-	14	14,000,000	14,000,000	-	3.21	4.02
Total as at June 30, 2024						42,000,000	42,000,000	-		
Total as at June 30, 2023						19,000,000	19,000,000	-		

5.5.2.1 These will mature latest by October 2, 2024 and carry effective yield rates ranging from 21.73% to 21.86% per annum.

5.6 Net unrealised appreciation / (diminution) on remeasurement of investments classified as financial assets 'at fair value through profit or loss' - net

Particulars	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees			
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	109,695,552	182,060,002	348,487,503	640,243,057
Less: Carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5	89,992,113	188,288,103	348,567,952	626,848,168
		19,703,439	(6,228,101)	(80,449)	13,394,889

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Particulars	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Market value of investments	5.1, 5.2, 5.3, 5.4 & 5.5 106,066,538	191,188,645	259,793,545	557,048,728
Less: Carrying value of investments	5.1, 5.2, 5.3, 5.4 & 5.5 116,814,413	189,090,694	260,182,979	566,088,086
	(10,747,875)	2,097,951	(389,434)	(9,039,358)

6 PROFIT / MARK-UP RECEIVABLE

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Profit / markup receivable on:				
- Bank balances	108,288	689,611	945,048	1,742,947
- Investments	-	3,693,789	2,075,196	5,768,985
	108,288	4,383,400	3,020,244	7,511,932

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Profit / markup receivable on:				
- Bank balances	-	162,744	13,103	175,847
- Investments	-	5,130,856	3,642,529	8,773,385
	-	5,293,600	3,655,632	8,949,232

7 ADVANCES AND DEPOSITS

Particulars	Note	2024			
		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
Advance tax	7.1	334,016	114,717	113,880	562,613
		434,016	214,717	213,880	862,613

Particulars	Note	2023			
		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
Advance tax	7.1	334,016	62,633	113,880	510,529
		434,016	162,633	213,880	810,529

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

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 / VPSs are exempt from withholding tax under section 151 and 150. However, during the year and prior years, withholding tax on profit on debt securities and profit on bank deposits 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 withholder. The aggregate tax withheld on profit on debt securities and profit on bank deposits amounts to Rs. 0.563 million (2023: Rs. 0.511 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 / VPSs (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 tax deducted on profit on debt securities and profit on bank deposits have been shown as other receivables as at June 30, 2024 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO JS INVESTMENTS LIMITED - PENSION FUND MANAGER

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----					
Remuneration payable to the Pension Fund Manager	8.1	165,688	178,007	173,268	516,963
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	8.2	145,647	181,145	140,714	467,506
Federal Excise Duty payable on remuneration of the Pension Fund Manager	8.3	839,908	1,059,548	791,230	2,690,686
Payable against printing and stationery		26,248	26,248	26,248	78,744
		<u>1,177,491</u>	<u>1,444,948</u>	<u>1,131,460</u>	<u>3,753,899</u>
----- Rupees -----					
2023					
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----					
Remuneration payable to the Pension Fund Manager	8.1	137,997	165,424	110,797	414,218
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	8.2	142,044	179,508	132,592	454,144
Federal Excise Duty payable on remuneration of the Pension Fund Manager	8.3	839,908	1,059,548	791,230	2,690,686
Payable against printing and stationery		26,247	26,247	26,247	78,741
		<u>1,146,196</u>	<u>1,430,727</u>	<u>1,060,866</u>	<u>3,637,789</u>

8.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. During the year, the Pension Fund Manager charged management fee at the rate of 1.50%

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

(2023: 1.50%) per annum for Equity Sub-Fund, 0.50% to 1.00% (2023: 0.50% to 1.00%) per annum for Debt Sub-Fund and 0.50% (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% (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 provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 0.840 million (2023: Rs. 0.840 million) in Equity Sub-Fund, Rs. 1.060 million (2023: Rs. 1.060 million) for Debt Sub-Fund and Rs. 0.791 million (2023: Rs. 0.791 million) in Money Market Sub-Fund are being retained in the 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 financial statements of the Fund, the net asset value of the Fund as at June 30, 2024 would have been higher by Rs. 5.47 (2023: Rs. 3.08) per unit, Rs. 2.29 (2023: Rs. 2.05) per unit and Re. 0.72 (2023: Re. 0.92) per unit for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively.

	Note	2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		----- Rupees -----			
Remuneration payable to the Trustee	9.1	16,569	26,701	51,980	95,250
Sindh Sales Tax on remuneration of the Trustee	9.2	2,154	3,471	6,757	12,382
Settlement charges payable		1,000	565	565	2,130
		<u>19,723</u>	<u>30,737</u>	<u>59,302</u>	<u>109,762</u>
		----- Rupees -----			
		2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		----- Rupees -----			
Remuneration payable to the Trustee	9.1	13,799	24,814	33,239	71,852
Sindh Sales Tax on remuneration of the Trustee	9.2	1,794	3,226	4,321	9,341
Settlement charges payable		700	500	500	1,700
		<u>16,293</u>	<u>28,540</u>	<u>38,060</u>	<u>82,893</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

- 9.1 The Trustee is entitled to a monthly 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 average daily net assets of the Fund during the year. The tariff structure applicable to the Fund in respect of trustee remuneration is as follows:

Net Assets (Rs.)	Rate
-upto Rs. 1 billion	Rs. 0.3 million or 0.15% per annum of net assets, whichever is higher.
-above Rs. 1 billion to Rs. 3 billion	Rs.1.5 million plus 0.10% per annum of net assets, on amount
-above Rs. 3 billion to Rs. 6 billion	Rs. 3.5 million plus 0.08% per annum of net assets, on amount
-above Rs. 6 billion	Rs. 5.9 million plus 0.06% per annum of net assets, on amount

- 9.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (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

In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent i.e. 0.04% (2023: 0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Auditors' remuneration	154,440	154,440	154,440	463,320
Zakat payable	113	141	642	896
Withholding tax payable	36,750	-	-	36,750
	<u>191,303</u>	<u>154,581</u>	<u>155,082</u>	<u>500,966</u>

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Auditors' remuneration	102,009	102,009	102,009	306,027
Zakat payable	1,199	10,690	11,581	23,470
Withholding tax payable	1,711	85	253	2,049
Brokerage payable	4,663	650	1,566	6,879
	<u>109,582</u>	<u>113,434</u>	<u>115,409</u>	<u>338,425</u>

12 CONTINGENCIES AND COMMITMENTS

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

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

13 NUMBER OF UNITS IN ISSUE

	2024		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	----- Number of units-----		
Total units in issue at the beginning of the year	272,808	515,974	859,916
Units issued during the year	57,573	160,084	597,422
Units redeemed during the year	(186,932)	(227,043)	(330,805)
Reallocation of units during the year	10,249	12,923	(24,144)
Total units in issue at the end of the year	<u>153,698</u>	<u>461,938</u>	<u>1,102,389</u>

	2023		
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	----- Number of units-----		
Total units in issue at the beginning of the year	302,416	679,851	1,070,283
Units issued during the year	131,806	592,784	1,009,877
Units redeemed during the year	(150,423)	(679,891)	(1,328,773)
Reallocation of units during the year	(10,991)	(76,770)	108,529
Total units in issue at the end of the year	<u>272,808</u>	<u>515,974</u>	<u>859,916</u>

14 CONTRIBUTION TABLE

	2024					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
From:						
Individuals / corporate	57,573	184,303,120	160,084	302,915,075	597,422	586,886,719
	<u>57,573</u>	<u>184,303,120</u>	<u>160,084</u>	<u>302,915,075</u>	<u>597,422</u>	<u>586,886,719</u>

	2023					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees
From:						
Individuals / corporate	131,806	55,678,429	592,784	226,905,338	1,009,877	312,159,972
	<u>131,806</u>	<u>55,678,429</u>	<u>592,784</u>	<u>226,905,338</u>	<u>1,009,877</u>	<u>312,159,972</u>

15 AUDITORS' REMUNERATION

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Annual audit fee	130,000	130,000	130,000	390,000
Half yearly review	86,666	86,666	86,666	259,998
Out of pocket expenses	21,667	21,667	21,667	65,001
Sindh Sales Tax	19,067	19,067	19,067	57,201
	<u>257,400</u>	<u>257,400</u>	<u>257,400</u>	<u>772,200</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Annual audit fee	85,867	85,867	85,867	257,601
Half yearly review	44,800	44,800	44,800	134,400
Out of pocket expenses	11,403	11,659	11,406	34,468
Sindh Sales Tax	11,365	11,386	11,366	34,117
	<u>153,435</u>	<u>153,712</u>	<u>153,439</u>	<u>460,586</u>

16 PROFIT / MARK - UP INCOME

2024				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Profit / mark - up income on:				
- Balance with banks	1,820,658	4,675,567	10,121,414	16,617,639
- Listed debt securities	-	8,875,054	8,142,204	17,017,258
- Government securities	-	31,412,528	70,233,768	101,646,296
	<u>1,820,658</u>	<u>44,963,149</u>	<u>88,497,386</u>	<u>135,281,193</u>

2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- Rupees -----				
Profit / mark - up income on:				
- Balance with banks	1,910,783	3,492,535	4,945,106	10,348,424
- Listed debt securities	-	7,208,096	3,609,363	10,817,459
- Government securities	-	21,746,643	29,711,438	51,458,081
- Commercial papers	-	825,710	4,053,819	4,879,529
	<u>1,910,783</u>	<u>33,272,984</u>	<u>42,319,726</u>	<u>77,503,493</u>

17 CASH AND CASH EQUIVALENTS

Note					
2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Rupees -----					
Balances with banks	4.1	9,614,838	35,803,191	85,357,807	130,775,836
Market Treasury Bills (with original maturity of 3 months less)	5.2	-	28,954,440	-	28,954,440
		<u>9,614,838</u>	<u>64,757,631</u>	<u>85,357,807</u>	<u>159,730,276</u>

2023					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- Rupees -----					
Balances with banks	4.1	10,883,726	7,050,894	14,646,803	32,581,423
Market Treasury Bills (with original maturity upto 3 months less)	5.2	-	72,295,535	91,153,545	163,449,080
		<u>10,883,726</u>	<u>79,346,429</u>	<u>105,800,348</u>	<u>196,030,503</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

18 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Sub-Funds for the year ended June 30, 2024 are: Equity Sub-Fund 3.12% (June 30, 2023: 2.42%), Debt Sub-Fund 1.55% (June 30, 2023: 1.42%) and MoneyMarket Sub-Fund 0.87% (June 30, 2023: 0.85%), which includes 0.38%, 0.20% and 0.13% (June 30, 2023: 0.32%, 0.20% and 0.14%) respectively representing government levies on the Sub-Funds such as Sales Taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4.5%, 2.5% and 2% (excluding government levies) respectively for Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund respectively prescribed under the NBFC Regulations.

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons /related parties include JS Investments Limited (JSIL) being the Pension Fund Manager of the Fund, Central Depository Company of Pakistan Limited being the Trustee of the Fund, JS Bank Limited (JSBL) being the holding company of the Pension Fund Manager - holding 84.56% shares of JS Investments Limited, Jahangir Siddiqui & Co. Limited (JSCL) being the holding company of JSBL - holding 71.20 % shares of JS Bank Limited, BankIslami Pakistan Limited (BIPL) which is a fellow subsidiary of JSBL - 75.12% shares are held by JS Bank Limited, JS Global Capital Limited (JSGCL) which is a fellow subsidiary of JSBL - 92.90% shares are held by JS Bank Limited 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 June 30, 2024. It also includes staff retirement benefit Funds of the above related parties / connected persons.

Transactions with connected persons /related parties essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges, sale and purchase of investments 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.

Remunerations of 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.

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

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
JS Investment Limited - Pension Fund Manager	----- Rupees -----			
Remuneration of the Pension Fund Manager	1,696,479	1,828,086	1,880,413	5,404,978
Sindh Sales Tax on remuneration of the Pension Fund Manager	220,542	237,651	244,454	702,647
Printing and stationery charges	49,462	49,462	49,462	148,386
Sales load	1,550	2,900	5,721	10,171
Amount paid against redemption of units	78,657,100	25,414,553	29,431,320	133,502,973
Units redeemed	141,420	61,437	85,028	287,885
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	169,646	274,212	564,123	1,007,981
Sindh Sales Tax on remuneration of the Trustee	22,054	35,648	73,336	131,038
Settlement charges	27,971	7,090	6,845	41,906
JS Global Capital Limited (Fellow subsidiary of JSIL)				
Brokerage expense	133,835	-	-	133,835

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
JS Bank Limited (Parent Company of JSIL)				
Profit on balances with bank	88,433	-	20,849	109,282
BankIslami Pakistan Limited (Fellow subsidiary of JSIL)				
Return on bank balances	-	-	900	900
Proceeding from sale of investments	3,454,464	-	-	3,454,464
Key management personnel				
Amount received against issuance of units	4,486,582	10,229,509	28,320,615	43,036,706
Units issued	7,449	23,596	85,891	116,936
Amount paid against redemption of units	2,380,609	28,211,873	23,936,048	54,528,530
Units redeemed	3,226	68,953	73,010	145,189
Reallocation sale amount	2,455,927	22,453,058	22,403,560	47,312,545
Reallocation - units in	9,933	47,517	57,014	114,464
Reallocation redemption amount	2,516,331	13,772,487	31,649,178	47,937,996
Reallocation - units out	9,168	28,955	80,948	119,071
	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
JS Investments Limited - Pension Fund Manager				
Remuneration of the Pension Fund Manager	1,788,266	1,876,170	1,325,113	4,989,549
Sindh Sales Tax on remuneration of the Pension Fund Manager	232,475	243,902	172,265	648,642
Printing and stationery charges	19,430	19,486	19,377	58,293
Sales load	2,206	3,947	5,456	11,609
Amount paid on redemption of units	-	-	-	-
Units redeemed (Number of units)	-	-	-	-
Central Depository Company of Pakistan Limited - Trustee				
Remuneration of the Trustee	178,315	308,312	410,154	896,781
Sindh Sales Tax on remuneration of the Trustee	23,181	40,081	53,320	116,582
Settlement charges	15,379	6,715	6,715	28,809
JS Global Capital Limited (Fellow subsidiary of JSBL)				
Brokerage expense	53,731	650	1,079	55,460
JS Bank Limited (Parent Company of JSIL)				
Profit on balances with banks	146,064	-	62	146,126
BankIslami Pakistan Limited (Fellow subsidiary of JSBL)				
Profit on balances with banks	-	-	226	226
Proceeding from sale of investments	-	-	-	-

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
Key management personnel				
Amount received against issuance of units	-	3,000,000	3,000,000	6,000,000
Units issued	-	7,851	9,532	17,383
Reallocation amount received	-	38,136,419	38,136,419	76,272,838
Reallocation - units in	-	100,290	121,852	222,142
Reallocation amount paid	6,366,346	42,334,062	27,572,430	76,272,838
Reallocation - units out	15,485	111,566	87,409	214,460

19.2 Details of balances with related parties / connected persons as at year end

	2024			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
JS Investments Limited - Pension Fund Manager				
Remuneration payable to the Pension Fund Manager	165,688	178,007	173,268	516,963
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	145,647	181,145	140,714	467,506
Federal excise duty payable on the remuneration of the Pension Fund Manager	839,908	1,059,548	791,230	2,690,686
Printing and stationery charges payable	26,248	26,248	26,248	78,744
Sales load payable	517	967	1,907	3,391
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable to the Trustee	16,569	26,701	51,980	95,250
Sindh Sales Tax on remuneration of the Trustee	2,154	3,471	6,757	12,382
Settlement charges payable	1,000	565	565	2,130
Security deposit	100,000	100,000	100,000	300,000
BankIslami Pakistan Limited (Fellow subsidiary of JSIL)				
Balances with bank	-	-	3,078	3,078
Profit receivable on balances with bank	-	-	47	47
JS Bank Limited (Parent Company of JSIL)				
Balances with bank	11,978	118,907	-	130,885
Profit receivable on balances with bank	204	2,004	-	2,208
Key management personnel				
Investment at year end	3,829,597	13,939,968	22,527,850	40,297,415
Units outstanding	4,988	29,170	57,013	91,171

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

	2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- Rupees -----			
JS Investments Limited - Pension Fund Manager				
Remuneration payable to the Pension Fund Manager	137,997	165,424	110,797	414,218
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	142,044	179,508	132,592	454,144
Federal excise duty payable on the remuneration of the Pension Fund Manager	839,908	1,059,548	791,230	2,690,686
Printing and stationery charges payable	26,247	26,247	26,247	78,741
Sales load payable	429	768	1,063	2,260
Investment at year end	59,136,320	24,057,000	27,388,467	110,581,787
Units outstanding	141,420	61,437	85,028	287,885
Central Depository Company of Pakistan Limited - Trustee				
Remuneration payable to the Trustee	13,799	24,814	33,239	71,852
Sindh Sales Tax on remuneration of the Trustee	1,794	3,226	4,321	9,341
Settlement charges payable	700	500	500	1,700
Security deposit	100,000	100,000	100,000	300,000
BankIslami Pakistan Limited (Fellow subsidiary of JSIL)				
Balances with bank	-	-	2,226	2,226
JS Global Capital Limited (Fellow subsidiary of JSBL)				
Brokerage payable	2,232	-	-	2,232
JS Bank Limited (Parent Company of JSIL)				
Balances with bank	152,790	-	62	152,852
Profit receivable on balances with bank	-	-	-	-
Key management personnel				
Investment at year end	-	21,914,089	21,924,844	43,838,933
Units outstanding	-	55,965	68,066	124,031

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 on 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.

20.1 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 AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 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 June 30, 2024 and June 30, 2023, the Fund held the following financial instruments measured at fair values:

2024			
Level 1	Level 2	Level 3	Total
Rupees			

Equity Sub-Fund

Financial assets classified at 'fair value through profit and loss'

- Listed equity securities	109,695,552	-	-	109,695,552
	<u>109,695,552</u>	<u>-</u>	<u>-</u>	<u>109,695,552</u>

Debt Sub-Fund

Financial assets classified at 'fair value through profit and loss'

- Government securities	-	151,942,920	-	151,942,920
- Listed debt securities	-	28,117,082	-	28,117,082
- Short term sukuk certificates	-	2,000,000	-	2,000,000
	<u>-</u>	<u>182,060,002</u>	<u>-</u>	<u>182,060,002</u>

Money Market Sub-Fund

Financial assets classified at 'fair value through profit and loss'

- Government securities	-	306,487,503	-	306,487,503
- Short term sukuk certificates	-	42,000,000	-	42,000,000
	<u>-</u>	<u>348,487,503</u>	<u>-</u>	<u>348,487,503</u>

2023			
Level 1	Level 2	Level 3	Total
Rupees			

Equity Sub-Fund

Financial assets classified at 'fair value through profit and loss'

- Listed equity securities	106,066,538	-	-	106,066,538
	<u>106,066,538</u>	<u>-</u>	<u>-</u>	<u>106,066,538</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Debt Sub-Fund

	2023			
	Level 1	Level 2	Level 3	Total
Financial assets classified at 'fair value through profit and loss'	Rupees			
- Government securities	-	139,036,335	-	139,036,335
- Listed debt securities	-	52,152,310	-	52,152,310
	-	191,188,645	-	191,188,645

Money Market Sub-Fund

Financial assets classified at 'fair value through profit and loss'

- Government securities	-	240,793,545	-	240,793,545
- Short term sukuk certificates	-	19,000,000	-	19,000,000
	-	259,793,545	-	259,793,545

21 FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	2024									
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	
	Rupees									
Financial assets										
Balances with banks	9,614,838	-	9,614,838	35,803,191	-	35,803,191	85,357,807	-	85,357,807	130,775,836
Investments	-	109,695,552	109,695,552	-	182,060,002	182,060,002	-	348,487,503	348,487,503	640,243,057
Profit / mark-up receivable	108,288	-	108,288	4,383,400	-	4,383,400	3,020,244	-	3,020,244	7,511,932
Receivable against sale of investments	22,820,781	-	22,820,781	-	-	-	-	-	-	22,820,781
Deposits	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	300,000
	32,643,907	109,695,552	142,339,459	40,286,591	182,060,002	222,346,593	88,478,051	348,487,503	436,965,554	801,651,606
Financial liabilities										
Payable to JS Investments Limited - Pension Fund Manager	1,177,491	-	1,177,491	1,444,948	-	1,444,948	1,131,460	-	1,131,460	3,753,899
Payable to Central Depository Company of Pakistan Limited - Trustee	19,723	-	19,723	30,737	-	30,737	59,302	-	59,302	109,762
Payable against redemption of units	23,228,416	-	23,228,416	-	-	-	-	-	-	23,228,416
Accrued expenses and other liabilities	154,440	-	154,440	154,440	-	154,440	154,440	-	154,440	463,320
	24,580,070	-	24,580,070	1,630,125	-	1,630,125	1,345,202	-	1,345,202	27,555,397

Particulars	2023									
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			Total
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	
	Rupees									
Financial assets										
Balances with banks	10,883,726	-	10,883,726	7,050,894	-	7,050,894	14,646,803	-	14,646,803	32,581,423
Investments	-	106,066,538	106,066,538	-	191,188,645	191,188,645	-	259,793,545	259,793,545	557,048,728
Dividend receivable	3,709	-	3,709	-	-	-	-	-	-	3,709
Profit / mark-up receivable	-	-	-	5,293,600	-	5,293,600	3,655,632	-	3,655,632	8,949,232
Deposits	100,000	-	100,000	100,000	-	100,000	100,000	-	100,000	300,000
	10,987,435	106,066,538	117,053,973	12,444,494	191,188,645	203,633,139	18,402,435	259,793,545	278,195,980	598,883,092

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Particulars	2023									Total
	Equity Sub-Fund			Debt Sub-Fund			Money Market Sub-Fund			
	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	At amortised cost	At fair value through profit or loss	Sub total	
Rupees										
Financial assets										
Financial liabilities										
Payable to JS Investments Limited - Pension Fund Manager	1,146,196	-	1,146,196	1,430,727	-	1,430,727	1,060,866	-	1,060,866	3,637,789
Payable to Central Depository Company of Pakistan Limited - Trustee	16,293	-	16,293	28,540	-	28,540	38,060	-	38,060	82,893
Payable against purchase of investments	1,989,349	-	1,989,349	-	-	-	-	-	-	1,989,349
Accrued expenses and other liabilities	106,672	-	106,672	102,659	-	102,659	103,575	-	103,575	312,906
	<u>3,258,510</u>	<u>-</u>	<u>3,258,510</u>	<u>1,561,926</u>	<u>-</u>	<u>1,561,926</u>	<u>1,202,501</u>	<u>-</u>	<u>1,202,501</u>	<u>6,022,937</u>

22 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

22.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate as a result of 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 regulations laid down by the Securities and Exchange Commission of Pakistan.

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

22.1.1 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 does not have any financial instruments in foreign currencies and hence it is not exposed to such risk.

22.1.2 Interest / profit rate risk

Interest / 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 / profit rates. As of June 30, 2024 the Fund is exposed to such risk on its balances held with banks, government securities, listed debt securities and short term 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.

a) Sensitivity analysis for variable rate instruments

As at June 30, 2024, the Equity Sub-Fund holds balances with banks amounting to Rs. 9.615 million (2023: Rs. 10.884 million), Debt Sub-Fund hold balances with banks, Pakistan investment bonds and listed debt securities amounting to

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Rs. 83.308 million (2023: Rs. 94.240 million) and MoneyMarket Sub-Fund holds balances with banks amounting to Rs. 85.358 million (2023: Rs. 164.287 million) exposing the Fund to cash flow interest rate risk. In case of 100 basis points increase / decrease in applicable rates on the last repricing date with all other variables held constant, the net assets and net income for the year of Equity Sub-Fund, Debt Sub-Fund and MoneyMarket Sub-Fund would have been higher / lower by Rs. 0.962 million (2023: Rs. 1.088 million), Rs. 8.331 million (2023: Rs. 9.424 million) and Rs. 8.536 million (2023: Rs. 16.429 million) respectively.

The composition of the Fund's investment portfolio and interest / profit rates expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the impact on the Fund's net assets of future movements in interest / profit rates.

Interest / profit 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 / profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2024 and June 30, 2023 can be determined as follows:

JS Pension Savings - Equity Sub Fund

	2024					2023						
	Effective interest rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total	Effective interest Rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total
		Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
	%	Rupees				%	Rupees					
Financial assets												
Balances with banks	19.50 - 20.82	9,614,838	-	-	-	9,614,838	12.25 - 19.60	10,883,726	-	-	-	10,883,726
Investments		-	-	-	109,695,552	109,695,552		-	-	-	106,066,538	106,066,538
Dividend receivable		-	-	-	-	-		-	-	-	3,709	3,709
Profit / mark-up receivable		-	-	-	108,288	108,288		-	-	-	-	-
Receivable against sale of investments		22,820,781	-	-	-	22,820,781		-	-	-	-	-
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
		32,435,619	-	-	109,903,840	142,339,459		10,883,726	-	-	106,170,247	117,053,973
Financial liabilities												
Payable to JS Investments Limited - Pension Fund Manager		-	-	-	1,177,491	1,177,491		-	-	-	1,146,196	1,146,196
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	19,723	19,723		-	-	-	16,293	16,293
Payable against purchase of investments		-	-	-	-	-		-	-	-	1,989,349	1,989,349
Payable against redemption of units		-	-	-	23,228,416	23,228,416		-	-	-	-	-
Accrued expenses and other liabilities		-	-	-	154,440	154,440		-	-	-	106,672	106,672
		-	-	-	24,580,070	24,580,070		-	-	-	3,258,510	3,258,510
On-balance sheet gap (a)		32,435,619	-	-	85,323,770	117,759,389		10,883,726	-	-	102,911,737	113,795,463
Off-balance sheet financial instruments		-	-	-	-	-		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-		-	-	-	-	-
Total interest rate sensitivity gap (a+b)		32,435,619	-	-	85,323,770	117,759,389		10,883,726	-	-	102,911,737	113,795,463
Cumulative interest rate sensitivity gap		32,435,619	32,435,619	32,435,619			10,883,726	10,883,726	10,883,726			

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

JS Pension Saving - Debt Sub Fund

2024						2023					
Effective interest rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total	Effective interest Rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
%	Rupees					%	Rupees				

Financial assets

Balances with banks	19.50 - 20.82	35,803,191	-	-	-	35,803,191	12.25 - 19.60	7,050,894	-	-	-	7,050,894
Investments	19.98 - 25.43	30,954,440	74,848,480	76,257,082	-	182,060,002	9.03 - 22.69	-	139,036,335	52,152,310	-	191,188,645
Profit / mark-up receivable		-	-	-	4,383,400	4,383,400		-	-	-	5,293,600	5,293,600
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
		66,757,631	74,848,480	76,257,082	4,483,400	222,346,593		7,050,894	139,036,335	52,152,310	5,393,600	203,633,139

Financial liabilities

Payable to JS Investments Limited - Pension Fund Manager		-	-	-	1,444,948	1,444,948		-	-	-	1,430,727	1,430,727
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	30,737	30,737		-	-	-	28,540	28,540
Accrued expenses and other liabilities		-	-	-	154,440	154,440		-	-	-	102,659	102,659
		-	-	-	1,630,125	1,630,125		-	-	-	1,561,926	1,561,926

On-balance sheet gap (a)

	66,757,631	74,848,480	76,257,082	2,853,275	220,716,468	7,050,894	139,036,335	52,152,310	3,831,674	202,071,213
--	------------	------------	------------	-----------	-------------	-----------	-------------	------------	-----------	-------------

Off-balance sheet financial instruments

	-	-	-	-	-	-	-	-	-	-
--	---	---	---	---	---	---	---	---	---	---

Off-balance sheet gap (b)

	-	-	-	-	-	-	-	-	-	-
--	---	---	---	---	---	---	---	---	---	---

Total interest rate sensitivity gap (a+b)

	66,757,631	74,848,480	76,257,082	2,853,275	220,716,468	7,050,894	139,036,335	52,152,310	3,831,674	202,071,213
--	------------	------------	------------	-----------	-------------	-----------	-------------	------------	-----------	-------------

Cumulative interest rate sensitivity gap

	66,757,631	141,606,111	217,863,193			7,050,894	146,087,229	198,239,539		
--	------------	-------------	-------------	--	--	-----------	-------------	-------------	--	--

JS Pension Saving - Money Market Sub Fund

2024						2023					
Effective interest rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total	Effective interest Rate	Exposed to interest / profit rate risk			Not exposed to interest / profit rate risk	Total
	Upto three months	More than three months and upto one year	More than one year				Upto three months	More than three months and upto one year	More than one year		
%	Rupees					%	Rupees				

Financial assets

Balances with banks	18.50 - 20.82	85,357,807	-	-	-	85,357,807	12.25 - 19.75	14,646,803	-	-	-	14,646,803
Investments	19.93 - 21.86	133,300,448	215,187,055	-	-	348,487,503	21.05 - 22.20	-	240,793,545	-	19,000,000	259,793,545
Profit / mark-up receivable		-	-	-	3,020,244	3,020,244		-	-	-	3,655,632	3,655,632
Deposits		-	-	-	100,000	100,000		-	-	-	100,000	100,000
		218,658,255	215,187,055	-	3,120,244	436,965,554		14,646,803	240,793,545	-	22,755,632	278,195,980

Financial liabilities

Payable to JS Investments Limited - Pension Fund Manager		-	-	-	1,131,460	1,131,460		-	-	-	1,060,866	1,060,866
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	59,302	59,302		-	-	-	38,060	38,060
Accrued expenses and other liabilities		-	-	-	154,440	154,440		-	-	-	103,575	103,575
		-	-	-	1,345,202	1,345,202		-	-	-	1,202,501	1,202,501

On-balance sheet gap (a)

	218,658,255	215,187,055	-	1,775,042	435,620,352	14,646,803	240,793,545	-	21,553,131	276,993,479
--	-------------	-------------	---	-----------	-------------	------------	-------------	---	------------	-------------

Off-balance sheet financial instruments

	-	-	-	-	-	-	-	-	-	-
--	---	---	---	---	---	---	---	---	---	---

Off-balance sheet gap (b)

	-	-	-	-	-	-	-	-	-	-
--	---	---	---	---	---	---	---	---	---	---

Total interest rate sensitivity gap (a+b)

	218,658,255	215,187,055	-	1,775,042	435,620,352	14,646,803	240,793,545	-	21,553,131	276,993,479
--	-------------	-------------	---	-----------	-------------	------------	-------------	---	------------	-------------

Cumulative interest rate sensitivity gap

	218,658,255	433,845,310	433,845,310			14,646,803	255,440,348	255,440,348		
--	-------------	-------------	-------------	--	--	------------	-------------	-------------	--	--

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

22.1.3 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 interest / 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 Equity Sub-Fund (the Fund) is exposed to equity price risk on investments held by the Fund in equity securities and classified as financial asset 'at fair value through profit or loss' to manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Fund's Constitutive Documents, the VPS rules and circulars issued by SECP from time to time.

In case of 1% increase / decrease in PSX-100 index on June 30, 2024, with all other variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 1.097 million (2023: Rs. 1.061 million) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities classified as financial assets 'at fair value through profit or loss'.

The analysis is based on the assumption that equity index had increased / decreased by 1% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX-100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the PSX-100 Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the PSX-100 Index.

22.2 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 profit / mark-up receivable. 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.

22.2.1 Exposure to credit risk

The Fund's maximum exposure to credit risk is as follows:

JS Pension Savings - Equity Sub Fund	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	----- Rupees -----			
Balances with banks	9,614,838	9,614,838	10,883,726	10,883,726
Investments	109,695,552	-	106,066,538	-
Dividend receivable	-	-	3,709	3,709
Profit / mark-up receivable	108,288	108,288	-	-
Receivable against sale of investments	22,820,781	22,820,781	-	-
Deposits	100,000	100,000	100,000	100,000
	<u>142,339,459</u>	<u>32,643,907</u>	<u>117,053,973</u>	<u>10,987,435</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in listed equity securities of Rs. 109.696 million (2023: Rs. 106.067 million) are not exposed to credit risk.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

JS Pension Savings - Debt Sub Fund

	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
----- Rupees -----				
Balances with banks	35,803,191	35,803,191	7,050,894	7,050,894
Investments	182,060,002	30,117,082	191,188,645	52,152,310
Profit / mark-up receivable	4,383,400	4,383,400	5,293,600	5,293,600
Deposits	100,000	100,000	100,000	100,000
	<u>222,346,593</u>	<u>70,403,673</u>	<u>203,633,139</u>	<u>64,596,804</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in government securities of Rs. 151.943 million (2023: Rs. 139.036 million) are not exposed to credit risk.

JS Pension Savings - Money Market Sub Fund

	2024		2023	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
----- Rupees -----				
Balances with banks	85,357,807	85,357,807	14,646,803	14,646,803
Investments	348,487,503	42,000,000	259,793,545	19,000,000
Profit / mark-up receivable	3,020,244	3,020,244	3,655,632	3,655,632
Deposits	100,000	100,000	100,000	100,000
	<u>436,965,554</u>	<u>130,478,051</u>	<u>278,195,980</u>	<u>37,402,435</u>

Difference in the balance as per the "Statement of Assets and Liabilities" and maximum exposure is due to the fact that investments in government securities of Rs. 306.488 million (2023: Rs. 240.794 million) are not exposed to credit risk.

There is a possibility of default by participants or failure of the financial market / stock exchanges, the depositories, the settlements or clearing systems, etc. Settlement risk on equity securities is considered minimal because of inherent controls established in the settlement process. The Fund's policy is to enter into financial contracts in accordance with internal risk management policies and instrument guidelines approved by the Investment Committee.

22.2.2 Credit quality of financial assets

The Fund held bank balances at June 30, 2024 with banks having following credit ratings:

Name of the bank	Rating agency	Latest available published rating	2024	2023
			Percentage of total bank balances	
JS Pension Saving Fund - Equity Sub Fund				
Bank Alfalah Limited	PACRA	AAA	97.96%	96.53%
Habib Metropolitan Bank Limited	PACRA	AA+	0.14%	0.20%
Samba Bank Limited	PACRA	AA	1.56%	0.27%
Dubai Islamic Bank Limited	VIS	AA	0.12%	1.60%
JS Bank Limited	PACRA	AA	0.22%	1.40%
			<u>100.00%</u>	<u>100.00%</u>

* nil due to rounding off

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

Name of the bank	Rating agency	Latest available published rating	2024	2023
			Percentage of total bank balances	
JS Pension Saving Fund - Debt Sub Fund				
Allied Bank Limited	PACRA	AAA	0.05%	2.40%
Bank Al Habib Limited	PACRA	AAA	0.33%	0.10%
United Bank Limited	VIS	AAA	0.05%	0.34%
Zarai Taraqiati Bank Limited	PACRA	AAA	0.03%	7.12%
Habib Bank Limited *	VIS	AAA	0.02%	-
Habib Metropolitan Bank Limited	PACRA	AA+	99.52%	90.04%
<i>* nil due to rounding off</i>			<u>100.00%</u>	<u>100.00%</u>

Name of the bank	Rating agency	Latest available published rating	2024	2023
			Percentage of total bank balances	
JS Pension Saving Fund - Money Market Sub Fund				
Bank Alfalah Limited	PACRA	AAA	99.79%	98.13%
Allied Bank Limited *	PACRA	AAA	-	0.02%
United Bank Limited	VIS	AAA	0.02%	0.37%
Zarai Taraqiati Bank Limited	PACRA	AAA	0.01%	0.06%
Habib Bank Limited *	VIS	AAA	0.01%	-
Samba Bank Limited	PACRA	AA	0.01%	0.05%
JS Bank Limited *	PACRA	AA	0.14%	-
Dubai Islamic Bank Limited	VIS	AA	0.02%	1.27%
Faysal Bank Limited *	PACRA	AA	-	0.08%
BankIslami Pakistan Limited *	PACRA	AA-	-	0.02%
<i>* nil due to rounding off</i>			<u>100.00%</u>	<u>100.00%</u>

22.2.3 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.

As transactions are entered with credit worthy parties and are within the regulatory limits, therefore any significant concentration of credit risk is mitigated.

All financial assets of the Fund as at June 30, 2024 and June 30, 2023 are unsecured and are not impaired.

22.3 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 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. The maximum amount available to the Fund from the borrowing would be limited to fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund. The facility would bear interest at commercial rates. However, no borrowing was obtained by the Fund during the current year.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

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 summarises the maturity profile of the Fund's financial instruments. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date. However, the assets and liabilities that are receivable / payable on demand including bank balances have been included in the maturity grouping of one month.

JS Pension Saving Fund - Equity Sub Fund

----- 2024 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					

Financial Liabilities

Payable to JS Investment Limited - Pension

Fund Manager

1,177,491	-	-	-	-	1,177,491
Payable to Central Depository Company of Pakistan Limited - Trustee	19,723	-	-	-	19,723
Payable against redemption of units	23,228,416	-	-	-	23,228,416
Accrued expenses and other liabilities	154,440	-	-	-	154,440
24,580,070	-	-	-	-	24,580,070

----- 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					

Financial Liabilities

Payable to JS Investment Limited - Pension

Fund Manager

Payable to Central Depository Company of Pakistan Limited - Trustee

Payable against purchase of investments

Accrued expenses and other liabilities

1,146,196	-	-	-	-	1,146,196
16,293	-	-	-	-	16,293
1,989,349	-	-	-	-	1,989,349
106,672	-	-	-	-	106,672
3,258,510	-	-	-	-	3,258,510

JS Pension Saving Fund - Debt Sub Fund

----- 2024 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					

Financial Liabilities

Payable to JS Investment Limited - Pension

Fund Manager

Payable to Central Depository Company of Pakistan Limited - Trustee

Accrued expenses and other liabilities

1,444,948	-	-	-	-	1,444,948
30,737	-	-	-	-	30,737
154,440	-	-	-	-	154,440
1,630,125	-	-	-	-	1,630,125

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 2024

----- 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Liabilities					
Payable to JS Investment Limited - Pension Fund Manager	1,430,727	-	-	-	1,430,727
Payable to Central Depository Company of Pakistan Limited - Trustee	28,540	-	-	-	28,540
Accrued expenses and other liabilities	102,659	-	-	-	102,659
	<u>1,561,926</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,561,926</u>

JS Pension Saving Fund - Money Market Sub Fund

----- 2024 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Liabilities					
Payable to JS Investment Limited - Pension Fund Manager	1,131,460	-	-	-	1,131,460
Payable to Central Depository Company of Pakistan Limited - Trustee	59,302	-	-	-	59,302
Accrued expenses and other liabilities	154,440	-	-	-	154,440
	<u>1,345,202</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,345,202</u>

----- 2023 -----					
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year	Financial instruments with no fixed maturity	Total
----- Rupees -----					
Financial Liabilities					
Payable to JS Investment Limited - Pension Fund Manager	1,060,866	-	-	-	1,060,866
Payable to Central Depository Company of Pakistan Limited - Trustee	38,060	-	-	-	38,060
Accrued expenses and other liabilities	103,575	-	-	-	103,575
	<u>1,202,501</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,202,501</u>

23 PARTICIPANTS' SUB-FUND RISK MANAGEMENT

The Participants' Fund is represented by redeemable units. 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 to meet unexpected losses or opportunities.

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. Since the participants 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 AND FORMING PART OF THE FINANCIAL STATEMENTS >

FOR THE YEAR ENDED JUNE 30, 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.

24 GENERAL

- 24.1 Figures have been rounded off to the nearest rupee. Units have been rounded off to the nearest whole number.
- 24.2 Corresponding figures have been reclassified and rearranged in these financial statements, wherever necessary, for the purpose of better presentation. No significant rearrangements or reclassifications were made in these financial statements.

25 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on August 20, 2024 by Board of Directors of the Pension Fund Manager.



Chief Financial Officer



Chief Executive Officer



Director



JS INVESTMENTS OFFICES

- **Head Office - Karachi**
19th Floor, The Centre, Plot No. 28, SB-5,
Abdullah Haroon Road, Saddar, Karachi.
- **Wealth Centre**
Ground Floor, Plot No. 97-C, Main
Khayaban-e-Shaheen, DHA Phase 8,
Karachi
- **Regional Office - Lahore**
Ground Floor, No. 25, Block 13, Plot No.1-4,
Usman Block, New Garden Town, Lahore
- **Regional Office - Islamabad**
Office No. 414, 4th Floor, PSX Building,
Jinnah Avenue, Islamabad

☎ 0800-00887 ✉ "Invest to 8027 ✉ ir@jsil.com 🌐 www.jsil.com

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

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



QR Code for
website access