



**Atlas Money Market Fund**

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**Atlas Liquid Fund**

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**Atlas Sovereign Fund**

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**Atlas Income Fund**

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**Atlas Stock Market Fund**

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**THIRD QUARTER REPORT**

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**31 MARCH 2022**

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**(UN-AUDITED)**

**Atlas  
funds**  
*Nurturing your investments*



**Managed By**

**Atlas Asset Management**

**Rated AM2+ by PACRA  
(as of December 24, 2021)**



#### **Vision**

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

#### **Mission**

We are committed to offering our investors the best possible risk adjusted returns on a diverse range of products, providing a stimulating and challenging environment for our employees, and committing to the highest ethical and fiduciary standards. We firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders and the communities in which we operate.

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# Atlas Funds

## ORGANISATION

### Management Company

Atlas Asset Management Limited

### Board of Directors of the Management Company

**Chairman** Mr. Iftikhar H. Shirazi  
*(Non-Executive Director)*

**Directors** Mr. Tariq Amin  
*(Independent Director)*  
Ms Zehra Naqvi  
*(Independent Director)*  
Mr. Frahim Ali Khan  
*(Non-Executive Director)*  
Mr. Ali H. Shirazi  
*(Non-Executive Director)*  
Mr. M. Habib-ur-Rahman  
*(Non-Executive Director)*

**Chief Executive Officer** Mr. Muhammad Abdul Samad  
*(Executive Director)*

**Company Secretary** Ms Zainab Kazim

### Board Committees

#### Audit Committee

**Chairman** Mr. Tariq Amin  
**Members** Mr. Frahim Ali Khan  
Mr. M. Habib-ur-Rahman  
**Secretary** Mr. M. Uzair Uddin Siddiqui

#### Human Resource & Remuneration Committee

**Chairperson** Ms. Zehra Naqvi  
**Members** Mr. Frahim Ali Khan  
Mr. Ali H. Shirazi  
Mr. Muhammad Abdul Samad  
**Secretary** Ms Zainab Kazim

### Investment Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Ali H. Shirazi  
Mr. Khalid Mahmood  
Mr. Muhammad Umar Khan  
Mr. Fawad Javaid  
**Secretary** Mr. Faran-ul-Haq

### Management Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Khalid Mahmood  
Ms Qurrat-ul-Ain Jafari  
Ms Mishaal H. Shirazi  
Mr. Tariq Ahmed Siddiqui  
Ms Ayesha Farooq  
Ms Zainab Kazim  
Mr. M. Kamran Ahmed  
Mr. Najam Shehzad  
**Secretary** Mr. Muhammad Umar Khan

### Risk Management Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Khalid Mahmood  
**Secretary** Mr. Shaikh Owais Ahmed

### Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

### Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

### Registered Office

Ground Floor, Federation House Sharae Firdousi,  
Clifton, Karachi - 75600  
Tel: (92-21) 111-MUTUAL (6-888-25)  
(92-21) 35379501-04  
Fax: (92-21) 35379280  
Email: info@atlasfunds.com.pk  
Website: www.atlasfunds.com.pk

# Third Quarter Report 2021-22

## CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Money Market Fund (AMF), Atlas Liquid Fund (ALF), Atlas Sovereign Fund (ASF), Atlas Income Fund (AIF) and Atlas Stock Market Fund (ASMF) for nine months period ended March 31, 2022 of FY22.

## THE ECONOMY

Normalization of demand post global softening of covid led restrictions, disruption in international supply chain due to Russia-Ukraine conflict, closure of some key sea ports and capacity constraints due to low investments over last few years has amplified international energy/commodity prices and exacerbated the domestic inflation and current account deficit. As a result of high prices, growth in domestic demand has witnessed moderation whereas consumer lending has also slowed down due to high borrowing costs. The Jul-Feb FY22 current account balance stood at US \$12.10 billion deficit compared to US \$1.00 billion surplus in same period last year largely on back of 48.63% YoY increase in Jul-Mar FY22 imports of US \$58.70 billion. The Jul-Mar FY22 exports increased by 24.67% YoY to stand at US \$23.30 billion while Jul-Mar FY22 worker's remittances increased by 7.10% YoY to stand at US \$22.95 billion. Total liquid foreign exchange reserves decreased by 9.94% YoY to US \$18.55 billion as of Mar 25, 2022 (SBP's share stood at US \$12.05 billion) largely on the back of deficit payments. The FBR tax collection grew strongly by 29.10% during Jul-Mar FY22 to stand at Rs. 4,382 billion due to depreciated exchange rate and high imports as well as strengthened tax collection efforts. Average CPI inflation for July-Mar FY22 remained at 10.77%. The State Bank's (SBP) Monetary Policy Committee (MPC) raised policy rate by 250bps to 12.25% in its latest meeting, in response to adverse inflation out-turns stemming from fluid Russia-Ukraine situation, sharp rise in secondary market yields, decline in foreign reserves and currency depreciation of 5% resulting from heightened political uncertainty. The current real interest rate on a forward looking basis, in concert with fiscal measures taken in finance supplementary bill, are appropriate to moderate demand and inflation in medium term.

## FUND OPERATIONS - AMF

The Net Asset Value per unit of Atlas Money Market Fund increased by 7.19% to Rs. 508.37 as on March 31, 2022, providing an annualized total return of 9.58%. The AMF's total exposure in Bank Balances, Treasury Bills and Others stood at 77.81%, 22.05% and 0.14%, respectively. AMF presents a good investment opportunity for investors to earn attractive returns while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 11.73 billion, with 23.07 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AMF amounting to Rs. 95.99 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AMF by 0.54%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - ALF

The Atlas Liquid Fund was launched on November 23, 2021 via initial offer at Rs. 500 per unit. The ALF provided 3.51% return on absolute basis (10.02% annualized) as on March 31, 2022. The ALF's total exposure in Bank Balances, Treasury Bills and Others stood at 56.90%, 42.99% and 0.12%, respectively. ALF presents a good investment opportunity for investors to earn competitive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 1.58 billion, with 3.16 million units outstanding as of March 31, 2022.

## FUND OPERATIONS - ASF

The Net Asset Value per unit of Atlas Sovereign Fund increased by 5.06% to Rs. 106.24 as on March 31, 2022, providing an annualized total return of 6.74%. The ASF's total exposure in Pakistan Investment Bonds, Treasury Bills, Commercial Paper, Bank Balances, TFC/Sukuk and Other/Receivables stood at 42.45%, 36.96%, 13.66%, 3.49%, 2.25% and 1.19%, respectively. ASF presents a good investment opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 1.77 billion, with 16.71 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASF amounting to Rs. 13.07 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASF by 0.70%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - AIF

The Net Asset Value per unit of Atlas Income Fund increased by 6.30% to Rs. 555.48 as on March 31, 2022, providing

# Atlas Funds

an annualized total return of 8.39%. AIF's total exposure in Pakistan Investment Bonds, Bank Balances, Treasury Bills, Term Finance Certificates/Sukuk, Commercial Papers and Others stood at 34.42%, 25.81%, 17.75%, 10.85%, 10.47% and 0.70%, respectively. AIF presents a good investment opportunity for investors to earn competitive returns while taking medium risk. The Net Assets of the Fund stood at Rs. 3.95 billion with 7.12 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIF amounting to Rs. 45.73 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIF by 1.11%. This is one-off event and is not likely to be repeated in the future.

## **FUND OPERATIONS - ASMF**

The Net Asset Value per unit of Atlas Stock Market Fund decreased by 3.17% to Rs. 666.30 as on March 31, 2022. The benchmark KSE-100 index decreased by 5.13% during the same period. The KSE-100 index decreased from 47,356.02 points as on June 30, 2021 to 44,928.83 points as on March 31, 2022. The ASMF's equity portfolio exposure stood at 97.69% that mainly comprised of Commercial Banks, Cement, Oil & Gas Exploration and Fertilizer sectors. ASMF strategy will continue to focus on dividend plays and stocks which are trading at relatively cheap multiple with prospects of earnings growth. The Net Assets of your Fund stood at Rs. 10.29 billion, with 15.45 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by ASMF amounting to Rs. 107.31 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the ASMF by 1.05%. This is one-off event and is not likely to be repeated in the future.

## **MUTUAL FUND TAXATION**

### **SINDH WORKER'S WELFARE FUND (SWWF)**

Levy of WWF has become provincial subject and as Sindh Government has imposed SWWF on industrial, service sectors and financial institutions. Sindh Revenue Board (SRB) has demanded SWWF from mutual funds claiming that these are "financial institutions". According to legal and tax advisors' interpretations, obtained by MUFAP, mutual funds do not fall under the definition of "financial institutions". The Companies Act 2017 has also excluded mutual funds from the definition of financial institutions. However, asset management companies are included in the definition of financial institutions. Nevertheless, as abundant precaution mutual funds made provision in respect of SWWF as recommended by MUFAP from the date of enactment (May 21, 2015) of Sindh Workers Welfare Fund Act, 2014.

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds and pension funds do not qualify as Financial Institutions/ Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognized in the financial statements of the Funds.

### **FEDERAL EXCISE DUTY (FED)**

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

### **WITHHOLDING TAX**

After the promulgation of circular dated May 12, 2015, any person required to withhold income tax, may only allow exemption if a valid exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 issued by the concerned Commissioner of Inland Revenue, is produced before him. So far, Mutual Funds and approved Pension Funds were automatically allowed exemption from withholding tax by virtue of clause 47(B) of Part IV of the Second Schedule to Ordinance. The Company along with other AMCs filed a petition in the Honorable Sindh High Court against the new requirement of FBR. The Honorable Sindh High Court decided that the requirement of obtaining exemption certificate will apply to those entities as well whose income are otherwise exempt from tax. Thereafter, a petition was filed in the

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Supreme Court of Pakistan (SCP) on January 28, 2016 by the Company along with other AMCs. The SCP granted the petitioners leave to appeal from initial judgement of the SHC. Pending resolution to the matter, the amount of tax withheld is shown in Other Receivables, which is refundable. In the meanwhile, Mutual Funds are obtaining exemption certificates from Commissioner of Income Tax.

Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part 1 of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). However, in assessment for TY 2018, the said exemption has been denied by The Additional Commissioner Audit (AC) in case of Atlas Income Fund & other Funds of various AMC's, on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income and commented that the distribution by the Fund fell short of 90% threshold. The issue was taken to Commissioner Appeal's office, which upheld the AC decision. Thereafter, subject matter was taken to Tribunal, which in its judgment decided the case in favor of Fund and vacated the previous orders issued by FBR & Appeal office. Later, FBR issued assessment order of AIF for TY: 2015 and the said exemption was denied again citing the charge that the distribution fell short of 90%. The issue was taken to Commissioner Appeals Office, which decided the case in favor of Fund and annulled the previous order issued by FBR. Recently, FBR issued assessment orders for TY: 2016 & 2017 in AIF, on the same issue of distribution of income while withdrawing exemption. Appeal has been filed in Commissioner Appeals office which is pending adjudication, meanwhile stay order has also been obtained from Commissioner Appeals. Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open-ended mutual fund. SECP agrees with MUFAPs interpretation and is also actively following up with FBR to resolve the matter at the earliest.

## RATINGS

- **Asset Manager Rating**

The Pakistan Credit Rating Agency Limited (PACRA) has maintained "AM2+" (AM Two Plus) asset manager rating for Atlas Asset Management Limited (AAML). The rating denotes high quality as the asset manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors.

- **Fund Stability Rating - AMF**

PACRA has assigned a stability rating of "AA+ (f)" (Double A Plus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - ALF**

PACRA has assigned a stability rating of "AA (f)" (Double A fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - ASF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risks.

- **Fund Stability Rating - AIF**

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and very low exposure to risk

## FUTURE OUTLOOK

The leading indicators of domestic demand have all moderated to a sustainable pace. This moderation will likely curtail demand side pressures on inflation and contain non-oil imports. Despite moderation in domestic demand, the SBP forecasts economic growth to remain in 4% to 5% range during FY22. The outlook for domestic inflation and external position shall remain uncertain as international commodity prices are expected to remain volatile due to ongoing Russia-Ukraine conflict and global supply side issues. The SBP forecasts FY22 inflation to average slightly above 11% and suggests the current policy rate is appropriate on a forward-looking basis to moderate inflation in FY23, support growth, and

# Atlas Funds

maintain external stability. The increase in import figures, stemming primarily from upsurge in global commodity prices, is likely to moderate going forward on back of normalization in global supply/demand situation and Russia-Ukraine tensions. In addition, fiscal measures proposed in finance supplementary bill and market-based flexible exchange rate system will further help curb imports, while growth in worker's remittances and encouraging pickup in exports will likely help moderate CAD around 4% of GDP. Going forward, focus towards widening tax base to ease fiscal pressure, and measures to increase exports as well as encourage import substitution will be instrumental in sustaining economic/financial stability and addressing social needs.

دے ولولہ شوق جسے لذت پرواز  
کر سکتا ہے وہ ذرہ مہ و مہر کو تاراج

A mote endowed with strong desire for flight  
Can reach the Sun and Moon with effort slight.

## ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help, support and guidance. I also thank the financial institutions and the unit holders for their help, support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. Muhammad Abdul Samad and his management team for their hard work, dedication, and sincerity of purpose.

Karachi: 28 April 2022

**Iftikhar H. Shirazi**  
Chairman

## Atlas Money Market Fund

### Corporate Information

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#### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

#### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

#### **Legal Advisers**

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Bawaney & Partners

#### **Bankers**

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Allied Bank Limited  
Askari Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Zarai Taraqiyati Bank Limited

# Atlas Money Market Fund

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

AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
		Un-audited	Audited
	Note	Rupees -----	
<b>Assets</b>			
Cash and bank balances	4	11,889,275,796	24,359,094,276
Investments	5	3,368,804,191	-
Profit receivable on bank balances		10,969,459	54,608,057
Prepayments and other receivables	6	10,482,345	3,685,722
<b>Total assets</b>		<b>15,279,531,791</b>	<b>24,417,388,055</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	7	25,721,429	30,378,679
Payable to Central Depository Company of Pakistan Limited - Trustee	8	743,224	1,443,603
Payable to the Securities and Exchange Commission of Pakistan	9	3,177,310	3,602,024
Payable against redemption of units		128,558,422	31,822,945
Payable against purchase of investments		3,368,357,565	-
Accrued expenses and other liabilities	10	27,006,756	121,315,452
<b>Total liabilities</b>		<b>3,553,564,706</b>	<b>188,562,703</b>
<b>NET ASSETS</b>		<b>11,725,967,086</b>	<b>24,228,825,352</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>11,725,967,086</b>	<b>24,228,825,352</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11	-----Number of units-----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>23,065,683</b>	<b>47,894,700</b>
		-----Rupees-----	
<b>NET ASSET VALUE PER UNIT</b>		<b>508.3729</b>	<b>505.8770</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
----- Rupees -----					
<b>Income</b>					
Profit on savings account and term deposits		891,432,363	303,242,758	315,225,568	128,454,897
Income from government securities		479,006,330	604,267,541	136,568,312	194,313,946
Capital gain on sale of investments - net		37,572,050	3,513,094	39,536,222	2,563,029
Net unrealised (diminution) / appreciation on remeasurement of investments classified as financial assets at fair value through profit or loss'		(611,241)	235,910	(611,241)	235,910
		<b>36,960,809</b>	<b>3,749,004</b>	<b>38,924,981</b>	<b>2,798,939</b>
<b>Total Income</b>		<b>1,407,399,502</b>	<b>911,259,303</b>	<b>490,718,861</b>	<b>325,567,782</b>
<b>Expenses</b>					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	19,602,236	38,669,055	7,432,696	11,053,175
Sindh Sales Tax on remuneration of the Management Company	7.2	2,548,291	5,026,977	966,251	1,436,913
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	8.1	9,341,779	8,255,714	2,554,988	2,873,825
Sindh Sales Tax on remuneration of the Trustee	8.2	1,214,432	1,073,243	332,149	373,597
Annual fees to the Securities and Exchange Commission of Pakistan	9.1	3,177,335	2,540,220	929,087	884,254
Accounting and operational charges		-	12,008,924	-	2,873,824
Annual rating fee		391,219	391,219	128,502	152,282
Annual listing fee		20,644	20,645	6,781	6,782
Securities transaction cost		314,311	137,312	133,979	59,962
Auditors' remuneration		547,655	438,035	179,887	179,887
Printing charges		54,347	65,985	10,417	19,208
Legal and professional charges		206,173	85,274	163,273	19,494
Bank charges		78,665	102,212	23,691	28,955
(Reversal) / Provision for Sindh Workers' Welfare Fund	10.1	(91,874,642)	16,848,890	-	6,112,113
		<b>(54,377,556)</b>	<b>85,663,705</b>	<b>12,861,700</b>	<b>26,074,271</b>
<b>Net income for the period before taxation</b>		<b>1,461,777,058</b>	<b>825,595,598</b>	<b>477,857,161</b>	<b>299,493,511</b>
<b>Taxation</b>	13	-	-	-	-
<b>Net income for the period after taxation</b>		<b>1,461,777,058</b>	<b>825,595,598</b>	<b>477,857,161</b>	<b>299,493,511</b>
<b>Allocation of net income for the period:</b>					
Net income for the period after taxation		1,461,777,058	825,595,598	477,857,161	299,493,511
Income already paid on units redeemed		(123,135,720)	(50,073,396)	(55,724,059)	(19,387,370)
		<b>1,338,641,338</b>	<b>775,522,202</b>	<b>422,133,102</b>	<b>280,106,141</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		36,960,809	3,749,004	38,924,981	2,798,939
- Excluding capital gains		1,301,680,529	771,773,198	383,208,121	277,307,202
		<b>1,338,641,338</b>	<b>775,522,202</b>	<b>422,133,102</b>	<b>280,106,141</b>

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

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftekhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Money Market Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	1,461,777,058	825,595,598	477,857,161	299,493,511
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>1,461,777,058</b>	<b>825,595,598</b>	<b>477,857,161</b>	<b>299,493,511</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	31 March 2022		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	24,121,020,637	-	24,121,020,637
<b>Undistributed income brought forward</b>			
- Realised income	-	107,804,715	107,804,715
- Unrealised income	-	-	-
<b>Net assets at the beginning of the period (Units outstanding: 47,894,700) (Rs. 505.8770 per unit)</b>	<b>24,121,020,637</b>	<b>107,804,715</b>	<b>24,228,825,352</b>
Issue of 50,337,235 units	25,631,746,213	-	25,631,746,213
Redemption of 75,166,251 units	(38,124,281,549)	(123,135,720)	(38,247,417,269)
Total comprehensive income for the period		1,461,777,058	1,461,777,058
Refund of capital	(142,666,106)	-	(142,666,106)
First interim distribution of Rs. 2.85 per unit declared on 30 July 2021	-	(117,249,323)	(117,249,323)
Second interim distribution of Rs. 4.85 per unit declared on 27 August 2021	-	(218,841,446)	(218,841,446)
Third interim distribution of Rs. 2.75 per unit declared on 24 September 2021	-	(127,890,777)	(127,890,777)
Fourth interim distribution of Rs. 2.95 per unit declared on 22 October 2021	-	(128,784,806)	(128,784,806)
Fifth interim distribution of Rs. 2.95 per unit declared on 19 November 2021	-	(98,110,627)	(98,110,627)
Sixth interim distribution of Rs. 4.50 per unit declared on 24 December 2021	-	(138,944,295)	(138,944,295)
Seventh interim distribution of Rs. 4.00 per unit declared on 21 January 2022	-	(174,476,395)	(174,476,395)
Eighth interim distribution of Rs. 3.20 per unit declared on 18 February 2022	-	(80,791,835)	(80,791,835)
Ninth interim distribution of Rs. 4.75 per unit declared on 25 March 2022	-	(121,208,658)	(121,208,658)
<b>Net assets at end of the period (Units outstanding: 23,065,682.75) (Rs. 508.3729 per unit)</b>	<b>11,485,819,195</b>	<b>240,147,892</b>	<b>11,725,967,086</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	239,701,266	-
- Unrealised income	-	446,626	-
	-	<b>240,147,892</b>	-
	31 March 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	9,951,851,809	-	9,951,851,809
<b>Undistributed income brought forward</b>			
- Realised income	-	21,477,608	21,477,608
- Unrealised income	-	58,150,798	58,150,798
<b>Net assets at the beginning of the period (Units outstanding: 19,854,239) (Rs. 505.2600 per unit)</b>	<b>9,951,851,809</b>	<b>79,628,406</b>	<b>10,031,480,215</b>
Issue of 50,637,071 units	25,606,387,953	-	25,606,387,953
Redemption of 28,966,715 units	(14,581,149,980)	(50,073,396)	(14,631,223,376)
Total comprehensive income for the period		825,595,598	825,595,598
Refund of capital	(73,931,156)	-	(73,931,156)
First interim distribution of Rs. 2.10 per unit declared on 24 July 2020	-	(49,826,179)	(49,826,179)
Second interim distribution of Rs. 2.50 per unit declared on 28 August 2020	-	(73,589,308)	(73,589,308)
Third interim distribution of Rs. 2.60 per unit declared on 25 September 2020	-	(85,292,026)	(85,292,026)
Fourth interim distribution of Rs. 2.60 per unit declared on 23 October 2020	-	(82,163,478)	(82,163,478)
Fifth interim distribution of Rs. 3.10 per unit declared on 27 November 2020	-	(98,682,874)	(98,682,874)
Sixth interim distribution of Rs. 2.50 per unit declared on 24 December 2020	-	(79,162,119)	(79,162,119)
Seventh interim distribution of Rs. 3.40 per unit declared on 29 January 2021	-	(98,251,901)	(98,251,901)
Eighth interim distribution of Rs. 2.50 per unit declared on 26 February 2021	-	(85,897,723)	(85,897,723)
Ninth interim distribution of Rs. 2.65 per unit declared on 26 March 2021	-	(93,468,762)	(93,468,762)
<b>Net assets at end of the period (Units outstanding: 41,524,595) (Rs. 506.0128 per unit)</b>	<b>20,903,158,626</b>	<b>108,816,238</b>	<b>21,011,974,864</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	105,061,057	-
- Unrealised income	-	3,755,181	-
	-	<b>108,816,238</b>	-

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

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Money Market Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March	
	2022	2021
Note	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	1,461,777,058	825,595,598
<b>Adjustments for:</b>		
Profit on savings account and term deposits	(891,432,363)	(303,242,758)
Income from government securities	(479,006,330)	(604,267,541)
Capital gain on sale of investments - net	(37,572,050)	(3,513,094)
Net unrealised diminution / (appreciation) on remeasurement of investments classified as financial assets at fair value through profit or loss'	611,241	(235,910)
Provision for Sindh Workers' Welfare Fund	(91,874,642)	16,848,890
	<b>(1,499,274,144)</b>	<b>(894,410,413)</b>
<b>Increase in assets</b>		
Prepayments and other receivables	(6,796,623)	(143,020)
<b>Increase / (Decrease) in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(4,657,250)	2,442,078
Payable to Central Depository Company of Pakistan Limited - Trustee	(700,379)	557,377
Payable to the Securities and Exchange Commission of Pakistan	(424,714)	244,543
Payable against purchase of investments	3,368,357,565	-
Accrued expenses and other liabilities	(2,434,054)	(1,250,348)
	<b>3,360,141,168</b>	<b>1,993,650</b>
	<b>3,315,847,458</b>	<b>(66,964,185)</b>
Interest received	1,414,077,291	217,853,473
Investments - net	(3,331,843,382)	428,635,422
<b>Net cash generated from operating activities</b>	<b>1,398,081,368</b>	<b>579,524,710</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	25,631,746,213	25,606,387,953
Net payments against redemption of units	(38,150,681,792)	(14,619,420,393)
Refund of capital	(142,666,106)	(73,931,156)
Cash dividend	(1,206,298,162)	(746,359,522)
<b>Net cash (used in) / generated from financing activities</b>	<b>(13,867,899,847)</b>	<b>10,166,676,882</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(12,469,818,480)</b>	<b>10,746,201,592</b>
Cash and cash equivalents at the beginning of the period	24,359,094,276	7,522,447,993
<b>Cash and cash equivalents at the end of the period</b>	<b>4 11,889,275,796</b>	<b>18,268,649,585</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 4 December 2009 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First Supplement dated 23 May 2017. The offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh and Eighth Supplements dated 24 March 2015, 3 August 2015, 30 September 2016, 2 June 2017, 2 October 2019, 30 October 2019, 1 April 2020 and 21 December 2020 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The registered office of AAML is situated at Ground Floor, Federation House, Shahr-e Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit on 20 January 2010. Thereafter, the units are being offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund.
- 1.3 According to the trust deed, the objective of the Fund is to provide its investors competitive returns from a portfolio of low risk, short duration assets while maintaining high liquidity. The Fund aims to deliver this objective mainly by investing in government securities, cash and near cash instruments which include cash in bank accounts, treasury bills, deposits with scheduled banks, certificates of deposit (CODs), certificates of Musharaka (COMs), commercial papers, and reverse repo; with a weighted average time to maturity of not more than 90 days and in case of a single asset, maximum time to maturity of six months. The investment objectives and policy are explained in the Fund's offering document.
- 1.4 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. Subsequent to the year ended June 30, 2021, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2019: AM2+ (AM Two Plus)] on 24 December 2021 and maintained the Fund rating to AA+(f) on 18 April 2022.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

# Atlas Money Market Fund

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

**2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

## **2.2 Functional and presentation currency**

These condensed interim financial statements have been presented in Pak Rupees which is the functional and presentation currency of the Fund.

## **3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**3.1** The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2021.

**3.2** The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended 30 June 2021.

<b>3.3 Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022

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Standards, interpretations and amendments	Effective date
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

4 CASH AND BANK BALANCES	Note	31 March 2022 Un-audited	30 June 2021 Audited
		Rupees	
Balances with banks in savings accounts	4.1	11,833,720,796	24,356,653,257
Cheques in hand	4.2	55,555,000	2,441,019
		<u>11,889,275,796</u>	<u>24,359,094,276</u>

4.1 The rate of return on these accounts range between 5% to 12.45% (30 June 2021: 5.50% to 7.95%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 06 April 2022 (30 June 2021: 10 July 2021).

5 INVESTMENTS	Note	31 March 2022 Un-audited	30 June 2021 Audited
		Rupees	
<b>At fair value through profit or loss</b>			
<b>Investment in government securities</b>			
- Market Treasury Bills	5.1	3,368,804,191	-
		<u>3,368,804,191</u>	<u>-</u>

## 5.1 Market Treasury Bills

Treasury Bills	As at 01 July 2021	Purchased during the period	Sold / matured during the period	As at 31 March 2022	Amortised cost as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investment	Market value as a percentage of net assets
	Face value			(Rupees)		% age		
3 Months	-	95,658,000,000	95,658,000,000	-	-	-	-	-
6 Months	-	125,103,810,000	121,668,810,000	3,435,000,000	3,369,415,381	3,368,804,191	100.00	28.73
12 Months	-	2,000,000,000	2,000,000,000	-	-	-	-	-
31 March 2022	-	<u>222,761,810,000</u>	<u>219,326,810,000</u>	<u>3,435,000,000</u>	<u>3,369,415,381</u>	<u>3,368,804,191</u>	<u>100.00</u>	<u>28.73</u>
30 June 2021					<u>-</u>	<u>-</u>		

5.1.1 The cost of investments as on 31 March 2022 is Rs. 3,368,357,565 (30 June 2021: Nil).

5.1.2 These Market treasury bills carry purchase yield of 9.8000% to 11.6475% (30 June 2021 : Nil) per annum.

# Atlas Money Market Fund

		31 March 2022	30 June 2021
		Un-audited	Audited
6 PREPAYMENTS AND OTHER RECEIVABLES	Note	Rupees	
Prepaid listing Fee		6,856	-
Prepaid Rating Fee		181,821	-
Prepaid Legal & Professional Charges		94,576	-
Other receivables	6.1	10,199,092	3,685,722
		<b>10,482,345</b>	<b>3,685,722</b>

- 6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received on bank deposits by the Fund has been shown as other receivables as at 31 March 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		31 March 2022	30 June 2021
		Un-audited	Audited
7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	Rupees	
Remuneration of the Management Company	7.1	1,920,325	4,913,531
Sindh Sales Tax payable on remuneration of the Management Company	7.2	3,372,602	3,758,922
Federal Excise Duty payable on remuneration of the Management Company	7.3	20,428,502	20,428,502
Accounting and operational charges payable		-	1,277,724
		<b>25,721,429</b>	<b>30,378,679</b>

- 7.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company is entitled to a remuneration equal to an amount not exceeding 2.5% of the average annual net assets in case of money market schemes. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 0.1% per annum of the average net assets from 01 July 2021 to 30 November 2021 and 0.16% from 01 December 2021 to 31 March 2022. of the average annual net assets of the Fund (30 June 2021: 0.35% per annum of the average annual net assets from 01 July 2020 to 02 December 2020 and 0.25% per annum of the average annual net assets of the fund) . The fee is payable to the Management Company monthly in arrears.

- 7.2 During the period, an amount of Rs. 2,548,291 (2021: Rs. 6,752,410) was charged on account of sales tax on

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management fee levied through Sindh Sales Tax on Services Act, 2011 and , an amount of Rs. 2,934,611 (2021: Rs. 6,507,608) has been paid to the Management Company which acts as a collecting agent.

7.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 above, the Management Company is of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 01 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made till 30 June 2016 amounting to Rs 20.429 million (30 June 2021: 20.429 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been maintained, the net asset value of the Fund as at 31 March 2022 would have been higher by Rs. 0.4920 (30 June 2021: Re. 0.4265) per unit.

8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Remuneration Payable to Trustee	8.1	660,196	1,277,526
SST on Trustee fee Payable	8.2	83,028	166,077
		<b>743,224</b>	<b>1,443,603</b>

8.1 The trustee is entitled to monthly remuneration for services rendered to the fund at a rate of 0.065% from 01 July 2021 to 30 September 2021 and 0.055% from 01 October 2021 to 31 March 2022 per annum (2021: 0.065% per annum) of Net Assets.

8.2 During the year ended 31 March 2021, an amount of Rs 1,214,432 ( 2021 : Rs 1,521,855 was charged on account of sales tax on remuneration of the Trustee leveid through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 1,297,481 (2021 : Rs. 1,428,941) was paid to the Trustee which acts as a collecting agent.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Annual fees payable	9.1	<b>3,177,310</b>	<b>3,602,024</b>

9.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

# Atlas Money Market Fund

		31 March 2022	30 June 2021
		Un-audited	Audited
10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- Rupees -----	-----
Auditors' remuneration payable		325,202	491,697
Printing charges payable		-	59,929
Withholding tax payable		18,352,856	23,790,606
Capital gain tax payable		3,792,919	2,610,406
Provision for Sindh Workers' Welfare Fund	10.1	-	91,874,642
Zakat payable		21,361	12,533
Dividend Payable		4,464,192	2,475,639
Brokerage Payable		50,226	-
		<b>27,006,756</b>	<b>121,315,452</b>

**10.1** As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs/ mutual funds, the MUFAP recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from July 24, 2020 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its letter dated August 30, 2021. The SECP has given its concurrence for prospective reversal of provision of SWWF. Accordingly going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2022 and 30 June 2021.

## 12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 0.24% (30 June 2021: 0.65%) which includes 0.05% (30 June 2021: 0.20%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

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## 13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. 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. The Fund has not recorded tax liability in respect of income relating to the current period as the Management Company intends to distribute in cash atleast 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

## 14 EARNINGS PER UNIT

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

## 15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

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

	For the Nine Months Ended	
	31 March	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
<b>15.1 Transactions for the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	19,602,236	38,669,055
Remuneration paid	22,595,442	3,763,789
Sindh Sales Tax on Remuneration of the Management Company	2,548,291	1,073,243
Accounting and operational charges	-	12,008,924
Issue of 129,396 (2021: 435,433) units	65,910,092	220,523,968
Redemption of 407,352 (2021: 389,738) units	206,800,278	197,500,000
Dividend declared	211,292	4,970,079
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	9,341,779	8,255,714
Sindh Sales Tax on remuneration of the Trustee	1,214,432	1,073,243
Remuneration paid	9,959,109	7,762,460

# Atlas Money Market Fund

For the Nine Months Ended  
31 March

## 15.1 Transactions for the period (Continued...)

### Atlas Battery Limited (Group Company)

	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
Issue of 853 (2021: 1,009,917) units	431,742	510,688,710
Redemption of 853 (2021: 1,009,197) units	433,990	511,616,721
Dividend declared	4,044	11,648,152

### Batool Benefit Trust

Issue of 44,925 (2021: 83,516) units	22,877,743	42,341,636
Redemption of 44,674 (2021: 15,477) units	22,700,000	7,841,961
Dividend declared	3,263,607	2,584,897

### Atlas Fund of Funds (Fund under common management)

Issue of 282,844 (2021: 438,380) units	143,300,000	220,830,000
Redemption of 280,876 (2021: 391,708) units	143,104,985	198,985,984

### Atlas Foundation (Group Company)

Issue of 6,661 (2021: 51,744) units	3,372,193	26,180,985
Redemption of 144,508 (2021: 125,309) units	73,500,000	63,500,000
Dividend declared	3,966,713	6,052,633

### Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)

Issue of 1,707,967 (2021: 9,781,438) units	870,411,339	4,957,640,312
Redemption of 8,181,908 (2021: 1,000,000) units	4,159,000,000	506,500,000
Dividend declared	368,448,626	168,121,156

### Atlas Engineering Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)

Issue of Nil (2021: 113) units	-	56,894
Redemption of Nil (2021: 5,876) units	-	2,982,267
Dividend declared	-	56,894

### Atlas Metals (Private) Limited

Issue of 123,593 (2021: 131,168) units	62,768,595	66,444,862
Redemption of 180,659 (2021: Nil) units	92,100,000	-
Dividend declared	3,638,938	1,498,471

### Atlas Insurance Limited (Group Company)

Issue of Nil (2021: 261,289) units	-	132,371,693
Redemption of Nil (2021: 479,618) units	-	242,710,940
Dividend declared	-	2,374,310

### Atlas Honda Limited - Non-Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)

Issue of 1,073 (2021: 730) units	543,464	368,992
Redemption of Nil (2021: 1,972) units	-	1,000,000
Dividend declared	543,395	368,992

### Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)

Issue of 477,678 (2021: 205,524) units	242,659,273	104,138,522
Redemption of 685,533 (2021: 17,806) units	347,714,236	9,000,000
Dividend declared	1,178,734	4,648,301

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		For the Nine Months Ended 31 March	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
<b>15.1</b>	<b>Transactions for the period (Continued...)</b>	<b>Note</b>	
	<b>Atlas Die Casting (Private) Limited (Group Company)</b>		
	Issue of 3 (2021: 2) units		1,313      1,101
	Dividend declared		1,876      1,296
	<b>Shirazi Investments (Private) Limited (Group Company)</b>		
	Issue of 17,153 (2021: Nil) units		8,678,342      -
	Redemption of 1,066,275 (2021: 394,861) units		541,183,647      200,000,000
	Dividend declared		-      31,207,335
	<b>Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)</b>	15.3	
	Issue of Nil (2021: 14,348,630) units		-      7,271,794,019
	Redemption of Nil (2021: 3,789,045) units		-      1,920,000,000
	Dividend declared		-      172,963,665
	<b>Shirazi Trading Company (Private) Limited - (Employee Provident Fund) (Retirement benefit plan of a Group Company)</b>		
	Issue of 9,853 (2021: 9,935) units		5,000,000      5,021,222
	Redemption of Nil (2021: 9,935) units		-      5,045,592
	Dividend declared		-      23,405
	<b>Shirazi Investment (Private) Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)</b>		
	Issue of Nil (2021: 6,870) units		-      3,479,221
	Redemption of Nil (2021: 31,989) units		-      16,191,157
	Dividend declared		-      471,050
	<b>Atlas Honda Limited (Employee Provident Fund) (Retirement benefit plan of a Group Company)</b>		
	Issue of 6,655 (2021: 6,603) units		3,370,524      3,336,886
	Redemption of 9,868 (2021: 59,218) units		5,000,000      30,000,000
	Dividend declared		3,370,087      3,336,886
	<b>Honda Atlas Cars (Pak.) Ltd. - Emp. Prov. Fund</b>		
	Issue of 4,890 (2021: 151,228) units		2,474,460      76,648,292
	Redemption of 154,218 (2021: 151,218) units		78,621,649      76,489,006
	Dividend declared		2,473,829      1,404,109
	<b>Atlas Energy Limited</b>		
	Issue of 28,817 (2021: Nil) units		14,647,819      -
	Redemption of 27,901 (2021: Nil) units		14,150,497      -
	Dividend declared		160,355      -
	<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>		
	Issue of 6,840 (2021: 100,812) units		3,464,075      51,098,862
	Dividend declared		3,463,639      936,073
	<b>Fauji Fertilizer Company Limited</b>		
	Issue of 24,341,341 (2021: Nil) units		12,402,332,885      -
	Redemption of 35,488,029 (2021: Nil) units		18,070,136,608      -
	Dividend declared		165,173,893      -
	<b>Directors and their close family members and key management personnel of the Management Company</b>	15.4	
	Issue of 140,911 (2021: 207,929) units		71,381,259      105,170,405
	Redemption of 440,073 (2021: 500,445) units		223,493,278      253,920,212
	Dividend declared		30,900,380      15,217,393

# Atlas Money Market Fund

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
<b>15.2 Balances outstanding as at period / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the Management Company	1,920,325	4,913,531
Sindh Sales Tax payable on Remuneration of the Management Company	3,372,602	3,758,922
Federal Excise Duty payable on Remuneration of the Management Company	20,428,502	20,428,502
Accounting and operational charges payable	-	1,277,724
Outstanding Nil (30 June 2021: 277,956) units - at net asset value	-	140,611,520
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	660,196	1,277,526
Sindh Sales Tax payable on Remuneration of the trustee	83,028	166,077
<b>Atlas Foundation (Group Company)</b>		
Outstanding 50,096 (30 June 2021: 187,943) units - at net asset value	25,467,449	95,076,605
<b>Atlas Metals (Private) Limited</b>		
Outstanding 95,881 (30 June 2021: 152,948) units - at net asset value	48,743,302	77,372,860
<b>Atlas Honda Limited (Group Company) (Unit Holder with more than 10% holding)</b>		
Outstanding 5,018,206 (30 June 2021: 11,492,146) units - at net asset value	2,551,119,937	5,813,611,193
<b>Atlas Engineering Limited</b>		
Outstanding Nil (30 June 2021: 767,785) units - at net asset value	-	388,404,793
<b>Atlas Auto Pvt Limited</b>		
Outstanding 2,565,081 (30 June 2021: 818,385) units - at net asset value	1,304,017,667	414,002,196
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 103,296 (30 June 2021: 106,509) units - at net asset value	52,512,887	53,880,443
<b>Shirazi Trading Company (Pvt) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 9,853 (30 June 2021: Nil) units - at net asset value	5,008,998	-
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 28,129 (30 June 2021: Nil) units - at net asset value	14,300,021	-
<b>Atlas Die Casting (Private) Limited (Group Company)</b>		
Outstanding 59 (30 June 2021: 56) units - at net asset value	29,994	28,329
<b>MCFSL Trustee Atlas Fund of Funds</b>		
Outstanding 1,968 (30 June 2021: Nil) units - at net asset value	1,000,478	-
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding Nil (30 June 2021: 1,049,122) units - at net asset value	-	530,726,585
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Outstanding 63,040 (30 June 2021: 117,461) units - at net asset value	32,047,828	137,039,523

# Third Quarter Report 2021-22

		31 March 2022	30 June 2021
		Un-audited	Audited
15.2	Balances outstanding as at period / year end (Continued...)	Note ----- Rupees -----	
	<b>Atlas Honda Limited Non Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
	Outstanding 17,174 (30 June 2021: 16,101) units - at net asset value	8,730,796	8,145,124
	<b>Honda Atlas Cars (Pakistan) Ltd Employees Provident Fund</b>		
	Outstanding Nil (30 June 2021: 149,428) units - at net asset value	-	75,592,173
	<b>Honda Atlas Cars (Pakistan) Ltd Emp. Gratuity. Fund (Retirement benefit plan of a Group Company)</b>		
	Outstanding 109,466 (30 June 2021: 102,626) units - at net asset value	55,649,548	51,916,133
	<b>Atlas Energy Limited</b>		
	Outstanding 17,006 (30 June 2021: 16,090) units - at net asset value	8,645,307	8,139,747
	<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
	Outstanding 113,325 (30 June 2021: 113,073) units - at net asset value	57,611,359	57,201,019
	<b>Fauji Fertilizer Company Limited (Unit Holder with more than 10% holding)</b>	15.3	
	Outstanding Nil (30 June 2021: 11,146,688) units - at net asset value	-	5,638,851,971
	<b>Directors and their close family members and key management personnel of the Management Company</b>	15.4	
	Outstanding 865,111 (30 June 2021: 1,324,489) units - at net asset value	439,798,988	670,028,547
15.3	Holding being more than 10% in the reporting period, disclosure is required.		
15.4	Other balances due to / from related parties / connected persons included in the respective notes to the condensed interim financial statements.		

## 16 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan.

The Fund did not hold any financial instruments carried at fair value as at 31 December 2021. The fair values of all other financial assets and liabilities of the Fund, approximate their carrying amounts due to short-term maturities of these instruments.

## 17 GENERAL

17.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2022 and 31 March 2021 have not been subjected to limited scope review by the statutory auditors of the Fund.

# Atlas Money Market Fund

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

17.3 Number of units have been rounded off to the nearest decimal place.

## 18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

## Atlas Liquid Fund

### Corporate Information

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**Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

**Auditors**

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EY Ford Rhodes  
Chartered Accountants

**Legal Advisers**

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Bawany & Partners

**Bankers**

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Bank Alfalah Limited

# Atlas Liquid Fund

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

AS AT 31 MARCH 2022

		31 March 2022
	Note	----- Rupees -----
<b>Assets</b>		
Bank balances	4	1,226,624,219
Investments	5	926,675,275
Deferred formation cost	6	560,307
Prepaid and other receivables	7	1,925,507
<b>Total assets</b>		<b>2,155,785,308</b>
<b>Liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	8	846,452
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	83,834
Payable to the Securities and Exchange Commission of Pakistan	10	138,012
Payable against purchase of investment		573,650,415
Accrued expenses and other liabilities	11	2,395,149
<b>Total liabilities</b>		<b>577,113,861</b>
<b>NET ASSETS</b>		<b>1,578,671,447</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,578,671,447</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	<b>Number of units</b>
<b>NUMBER OF UNITS IN ISSUE</b>		<b>3,157,343</b>
<b>NET ASSET VALUE PER UNIT</b>		<b>500.0000</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 31 MARCH 2022

		From 23 November 2021 To 31 March 2022	For the Quarter Ended 31 March 2022
	Note	----- Rupees -----	
<b>Income</b>			
Markup income		55,579,271	44,343,113
Capital gain on sale of investments at fair value through income statement - net		15,213,098	3,967,980
Net unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss'		(24,028)	(24,028)
<b>Total income</b>		<b>70,768,341</b>	<b>48,287,064</b>
<b>Expenses</b>			
Remuneration of Atlas Asset Management Company - Management Company	8.1	1,104,098	755,425
Sindh Sales Tax on remuneration of the Management Company	8.2	143,533	98,205
Remuneration to the Central Depository Company of Pakistan Limited	9.1	379,534	259,677
Sindh Sales Tax on remuneration of the Trustee	9.2	49,339	33,758
Annual fee - Securities and Exchange Commission of Pakistan	10.1	138,012	94,428
Auditor's remuneration		189,370	133,151
Transaction Charges		7,766	7,201
Amortization of preliminary expenses and floatation costs	6	42,262	29,715
Annual Listing fee		62,831	44,178
Annual Rating fee		113,499	113,499
Legal and professional charges		28,216	17,716
Bank charges		7,302	-
<b>Total expenses</b>		<b>2,265,762</b>	<b>1,586,953</b>
<b>Net income for the period before taxation</b>		<b>68,502,579</b>	<b>46,700,111</b>
<b>Taxation</b>	14	-	-
<b>Net income for the period after taxation</b>		<b>68,502,579</b>	<b>46,700,111</b>
<b>Allocation of net income for the period:</b>			
Net income for the period after taxation		68,502,579	46,700,110
Income already paid on units redeemed		-	-
		<b>68,502,579</b>	<b>46,700,110</b>
<b>Accounting income available for distribution:</b>			
- Relating to capital gains		15,189,070	3,943,952
- Excluding capital gains		53,313,509	42,756,159
		<b>68,502,579</b>	<b>46,700,110</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 31 MARCH 2022

	From 23 November 2021 To 31 March 2022	For the Quarter Ended 31 March 2022
	----- Rupees -----	
Net income for the period after taxation	68,502,579	46,700,110
Other comprehensive income for the period	-	-
<b>Total comprehensive income for the period</b>	<b>68,502,579</b>	<b>46,700,110</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 31 MARCH 2022

	From 23 November 2021 To 31 March 2022		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Issue of 6,284,435 units	3,142,217,511	-	3,142,217,511
Redemption of 3,127,092 units	(1,563,546,063)	-	(1,563,546,063)
Dividend Distributions	-	(68,502,579)	(68,502,579)
Total comprehensive income for the period	-	68,502,579	68,502,579
<b>Net assets at end of the period (Units outstanding: 3,157,343) (Rs. 500.00 per unit)</b>	<b>1,578,671,447</b>	<b>-</b>	<b>1,578,671,447</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	-	-
- Unrealised income	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Liquid Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 31 MARCH 2022

	From 23 November 2021 To 31 March 2022
Note	---- Rupees ----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Net income for the period after taxation	68,502,579
<b>Adjustments for:</b>	
Markup income	(55,579,271)
Capital gain on sale of investments at fair value through income statement - net	(15,213,098)
Net unrealised diminution appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	24,028
Amortization of preliminary expenses and floatation costs	42,262
	<b>(70,726,080)</b>
<b>Increase in assets</b>	
Prepaid and other receivables	(1,925,507)
	<b>(1,925,507)</b>
<b>Increase in liabilities</b>	
Payable to Atlas Asset Management Company - Management Company	846,452
Payable to Central Depository Company of Pakistan Limited - Trustee	83,834
Payable to the Securities and Exchange Commission of Pakistan	138,012
Payable against purchase of investment	573,650,415
Accrued expenses and other liabilities	1,792,580
	<b>576,511,293</b>
Interest received	55,579,271
Investments - net	(911,486,205)
<b>Net cash generated from operating activities</b>	<b>(283,544,649)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Receipts against issuance of units	3,142,217,511
Cash Dividend Distribution	(68,502,579)
Payments against redemption of units	(1,563,546,063)
<b>Net cash generated from financing activities</b>	<b>1,510,168,868</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,226,624,219</b>
Cash and cash equivalents at the beginning of the period	-
<b>Cash and cash equivalents at the end of the period</b>	<b>1,226,624,219</b>

4

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD FROM 23 NOVEMBER 2021 TO 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Liquid Fund (the Fund) is an open-ended Fund constituted under a trust deed registered dated 30 July 2021 under the Sindh Trust Act, 2020 entered into between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi. The Securities and Exchange Commission of Pakistan (SECP) has authorized the offer of Units of the Fund and registered as a notified entity on 06 September 2021. SECP has approved this Offering Document on 07 September 2021.
- 1.2 The Fund has been categorised as a 'money market scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 23 November 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 The objective of Atlas Liquid Fund (ALF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consist of money market instruments.
- 1.4 The management company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management has distributed as dividend all the income earned by the Fund during the period to the unit holders on daily basis.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) has assigned the Management Company rating of AM2+ (stable outlook) on December 24, 2021 and Fund rating to AA(f) on 29 December 2021.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
  - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
  - Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 March 2022.

# Atlas Liquid Fund

## 2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

<b>Standards</b>	<b>IASB Effective date (annual periods beginning on or after)</b>
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009

## 2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements

# Third Quarter Report 2021-22

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 judgements 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 period in which the estimate is revised if the revision affects only that period, or in the year of revision and future years if the revision affects both current and future years.

The estimates and judgements that have a significant effect on the condensed interim financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as taxes recoverable as disclosed in notes 5.1 respectively.

## 2.5 Accounting convention

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

## 2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed interim financial statements are set out below:

### 3.1 Financial instruments

#### a) Initial recognition and measurement

Financial assets and liabilities, with the exception of bank balances are initially recognised on the trade date, i.e., the date that the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Bank balances are recognised when funds are transferred to the banks.

All financial instruments are measured initially at their fair value plus transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

#### b) Classification

##### Debt instruments

A debt instrument is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt instrument is measured at FVOCI only if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

# Atlas Liquid Fund

A debt instrument held for trading purposes or which does not meet the SPPI criterion is classified as measured at FVTPL. Given the objectives of the Fund, all investments have been classified as FVTPL.

In addition, on initial recognition, the Fund may irrevocably designate a debt instrument that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

## **Business model assessment**

The Fund's business model is not assessed on an instrument by instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as: the objectives for the portfolio; how the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel; the risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed etc.

## **Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)**

As a second step of its classification process the Fund assesses the contractual terms of financial to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium/discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVPL.

## **c) Subsequent Measurement**

### **Debt instruments at fair value through profit or loss**

Debt instruments at FVTPL are recorded in the statement of financial position at fair value. Changes in fair value are recorded in profit and loss. Given the objectives of the Fund, all investments have been classified as FVTPL.

Interest earned on debt instruments designated at FVTPL is accrued in interest income, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

### **Debt instruments at fair value through profit or loss**

Under IFRS 9, after initial measurement, such debt instruments are subsequently measured at amortised cost. Under Regulation 66 of NBFC Regulations, debt securities are required to be carried at fair value. The Fund has not used this classification for its investment portfolio.

### **Debt instruments at FVOCI**

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI. Interest income and foreign exchange gains and losses are recognised in profit or loss in the same manner as for financial assets measured at amortised cost. On derecognition, cumulative

# Third Quarter Report 2021-22

gains or losses previously recognised in OCI are reclassified from OCI to profit or loss. Debt instruments are subject to impairment and the impairment is charged profit or loss. The Fund has not used this classification for its investment portfolio.

## **Financial liabilities**

### **Financial liabilities measured at amortised cost**

This category includes all financial liabilities, other than those measured at fair value through profit or loss.

#### **d) Derecognition**

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- (a) Transferred substantially all of the risks and rewards of the asset; or
- (b) Neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

#### **e) Reclassification of financial assets and liabilities**

From the application date of IFRS 9, the Fund does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line.

#### **f) Impairment of financial assets**

The Fund only considers expected credit losses for bank balances and trade and other receivables. The Fund measures expected credit losses on bank balances using the probability of default (PD) and loss given default (LGD) estimates using the published information about these risk parameters.

#### **g) Offsetting of financial assets and liabilities**

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

## **3.2 Cash and cash equivalents**

Cash and cash equivalents include deposits with banks and other short term highly liquid investments with original maturities of three months or less.

## **3.3 Provisions**

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

# Atlas Liquid Fund

## 3.4 Issue and redemption of units

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

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

## 3.5 Distributions to unit holders

Distribution to unit holders is recognised upon declaring and approval by the Distribution Committee of the Board of Directors of the Management Company under powers delegated to them by the Board of Directors of the Management Company or declaration and approval by the Board of Director of the Management Company.

Distributions declared subsequent to the period 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.

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

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, 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 revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be 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. MUFAP, in consultation with the SECP, specified methodology of determination of income paid on units redeemed under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the period.

## 3.7 Revenue recognition

- Interest income on bank balances, placements and deposits is recognised on effective yield basis.
- Gains or losses on sale of investments are included in the Income Statement in the period in which it arises.
- Unrealised appreciation / (loss) in the value 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.

## 3.8 Expenses

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

## 3.9 Taxation

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to

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the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the period 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 the fund's accounting income available for distribution by the period end, as cash dividend, to the unitholders.

## 3.10 Net asset value per unit

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

## 3.11 Earnings per unit

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

## 3.12 Preliminary expenses and floatation costs

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortized by the Fund over a period of five years commencing from November 23, 2021 in accordance with the Trust Deed and the NBFC Regulations.

31 March  
2022

Un-audited  
---- Rupees ----

## 4 BANK BALANCES

In local currency

- Profit and loss sharing accounts

**1,226,624,219**

4.1 The rate of return on these profit and loss sharing accounts ranges between 8.25% to 11.10% per annum.

## 5 INVESTMENTS

### 5.1 Government securities - Market Treasury Bills

Instrument	As at 23 November 2021	Acquired during the period	Sold / matured during the period	As at 31 March 2022	Carrying value	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- % age -----	
03 Months - T-bills	-	25,959,000,000	25,604,000,000	355,000,000	352,868,732	352,948,810	38.09	22.36
06 Months - T-bills	-	22,673,900,000	22,088,900,000	585,000,000	573,830,567	573,726,465	61.91	36.34
March 31, 2022	-	48,632,900,000	47,692,900,000	940,000,000	926,699,299	926,675,275	100.00	58.70

5.1.1 The cost of investments as on 31 March 2022 is Rs.925,666,640

5.1.2 These Market Treasury Bills carry purchase yields ranging from 9.8000% to 11.6475% per annum and will mature by 2 June 2022.

31 March  
2022

Un-audited  
---- Rupees ----

## 6 DEFERRED FORMATION COST

Opening balance

Formation cost

Less: Amortisation for the period

-

602,569

(42,262)

**560,307**

# Atlas Liquid Fund

- 6.1 Formation cost represents expenditure incurred in connection with the establishment and registration of the Fund. These are being amortised over a period of five years commencing the date of initial offering in accordance with the Trust Deed of the Fund and the NBFC Regulations.

		<b>31 March 2022</b>
		<b>Un-audited</b>
<b>7 PREPAID AND OTHER RECEIVABLES</b>	<b>Note</b>	<b>---- Rupees ----</b>
Prepaid listing fee		44,669
Prepaid legal and professional charges		80,669
Prepaid rating fee		114,761
Other receivables	7.1	1,685,408
		<b><u>1,925,507</u></b>

- 7.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151. However, several banks deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favor of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the cumulative amount of withholding tax deducted from profit on bank deposits by the banks has been shown as other receivable as at 31 December 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		<b>31 March 2022</b>
		<b>Un-audited</b>
<b>8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - Management Company</b>	<b>Note</b>	<b>---- Rupees ----</b>
Remuneration of the Management Company	8.1	215,825
Sindh Sales Tax on remuneration of the Management Company	8.2	28,058
Preliminary Expenses and Flotation Cost	6.1	602,569
		<b><u>846,452</u></b>

- 8.1 As per the section 61 of the NBFC Regulations, 2008, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio limit. The Management Company has charged management fee at the rate of 0.16% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.
- 8.2 During the period, an amount of Rs. 143,533 was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 115,475 has been paid to the Management Company which acts as the collecting agent.

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		31 March 2022
		Un-audited
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	---- Rupees ----
Payable To Trustee	9.1	74,190
Sindh Sales Tax payable on trustee fee	9.2	9,645
		<u>83,834</u>

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.055% p.a. of Net Assets based on the letter no. CDC/CEO/L-112/01/2019 dated June 27, 2019 issued by CDC.

9.2 During the period, an amount of Rs.49,339 was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 39,695 was paid to the Trustee which acts as a collecting agent.

		31 March 2022
		Un-audited
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	---- Rupees ----
Annual fees payable	10.1	<u>138,012</u>

10.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee equal to 0.02% of the average annual net assets of the Fund to the Securities and Exchange Commission of Pakistan (SECP).

		31 March 2022
		Un-audited
11 ACCRUED EXPENSES AND OTHER LIABILITIES	---- Rupees ----	
Auditors' remuneration payable		54,370
Withholding tax payable		2,337,597
Other payable		3,182
		<u>2,395,149</u>

## 12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2022.

## 13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 0.18% which includes 0.02% representing government levies on the Fund such as provision for sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

## 14 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. 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. Since the management has distributed the income earned by the Fund during the period to the unit holders in the manner as explained above, accordingly, no provision for taxation has been made in these condensed interim financial statements.

# Atlas Liquid Fund

## 15 RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

	Audited 30-Jun-21	Cash Outflows	'Non-Cash Changes		Un-audited 31-Mar-22
			Redemption of Units	Dividend Distribution	
			Rupees		
Payable against redemption of units	-	(1,563,546,063)	1,563,546,063	-	-

## 16 EARNINGS PER UNIT

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

## 17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

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

	From 23 November 2021 To 31 March 2022 Un-audited Rupees
<b>17.1 Transactions during the period</b>	
<b>Atlas Asset Management Limited (Management Company)</b>	
Remuneration for the period	1,104,098
Sindh sales tax on remuneration of the Management Company	143,533
Remuneration paid	888,273
Formation cost	602,569
<b>Central Depository Company of Pakistan Limited</b>	
Remuneration of the Trustee	379,534
Sindh Sales Tax on remuneration of the Trustee	49,339
Remuneration paid	305,344
<b>Atlas Group of Companies - Management Staff Gratuity Fund</b>	
Issue of 200,166 units	100,083,003
Redemption of 200,166 units	100,083,003
Dividend Entitlement	83,003
<b>Atlas Honda Limited - Employee Provident Fund</b>	
Issue of 129,267 units	64,633,723
Dividend Entitlement	1,371,887

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	From 23 November 2021 To 31 March 2022 Un-audited ---- Rupees ----
<b>Atlas Honda Limited</b>	
Issue of 5,106,173 units	2,553,086,531
Redemption of 2,200,000 units	1,100,000,000
Dividend Entitlement	54,979,673
<b>Atlas Asset Management Limited (Management Company)</b>	
Remuneration payable to the management company	215,825
Sindh Sales tax payable on remuneration of the Management Company	28,058
<b>Central Depository Company of Pakistan Limited (Trustee)</b>	
Trustee fee payable	74,190
Sindh Sales tax payable on remuneration of trustee	9,645
<b>Atlas Honda Limited</b>	
Outstanding 2,906,173 units	1,453,086,500
<b>Atlas Honda Limited - Employees Provident Fund</b>	
Outstanding 129,267 units	64,633,500

## 18 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

### 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 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 a majority of its assets in short-term instruments in order to maintain liquidity.

As at the reporting date, Atlas Honda Limited - a related party held 2,906,173 units in issue which constitute 92.04% of the unitholders' Fund. This expose liquidity risk to redemption of major unitholder.

## 19. UNIT HOLDERS' FUND RISK MANAGEMENT

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

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

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

As disclosed in note 18, in case of redemption from major unitholder the Fund size will fall below the minimum limit of one hundred million rupees as per the requirement of NBFC Regulation.

# Atlas Liquid Fund

## 20. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan.

The Fund did not hold any financial instruments carried at par value as at 31 March 2022. The fair values of all other financial assets and liabilities of the Fund, approximate their carrying amounts due to short-term maturities of these instruments.

## 21. GENERAL

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

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

21.3 This is the first year of operations of the Fund, hence there is no comparative information to report in these financial statements.

## 22 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

## Atlas Sovereign Fund

### Corporate Information

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#### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

#### **Auditors**

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A.F. Ferguson & Co.  
Chartered Accountants

#### **Legal Advisers**

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Bawaney & Partners

#### **Bankers**

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
The First Microfinance Bank Limited  
Zarai Taraqiati Bank Limited

# Atlas Sovereign Fund

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

AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
	Note	Un-audited ----- (Rupees) -----	Audited -----
<b>Assets</b>			
Bank balances	4	62,279,264	1,054,508,016
Investments	5	1,702,152,465	1,187,198,151
Mark-up receivable	6	18,073,217	19,723,378
Prepayments and other receivables		3,284,633	3,197,602
<b>Total assets</b>		<b>1,785,789,579</b>	<b>2,264,627,147</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	7	2,681,736	2,767,104
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	115,940	135,046
Payable to the Securities and Exchange Commission of Pakistan	9	330,393	431,255
Redemption Payable		-	1,611,019
Accrued expenses and other liabilities	10	7,838,116	34,369,690
<b>Total liabilities</b>		<b>10,966,185</b>	<b>39,314,114</b>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<b>1,774,823,394</b>	<b>2,225,313,033</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,774,823,394</b>	<b>2,225,313,033</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11	----- (Number of units) -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>16,706,411</b>	<b>22,006,687</b>
		----- (Rupees) -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>106.2361</b>	<b>101.1199</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Month Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
(Rupees)					
<b>Income</b>					
Profit on bank balances		24,980,247	12,461,060	24,980,247	5,656,788
Income on Investments		124,762,661	114,774,627	30,388,557	37,275,926
Loss on sale of investments - net		(29,124,874)	(12,733,743)	(26,873,221)	(10,349,188)
Net unrealised (diminution) / appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss'		(8,168,093)	(12,899,223)	22,731,095	(3,846,291)
<b>Total income</b>		<b>112,449,942</b>	<b>101,602,721</b>	<b>51,226,679</b>	<b>28,737,235</b>
<b>Expenses</b>					
Remuneration of the Management Company	7.1	8,024,005	10,420,846	3,201,265	3,299,154
Sindh sales tax on remuneration of the Management Company	7.2	1,043,123	1,354,710	416,165	428,890
Remuneration of the Trustee		969,615	1,045,674	293,450	354,387
Sindh sales tax on remuneration of the Trustee		126,045	135,938	38,145	46,071
Annual fee to the Securities and Exchange Commission of Pakistan		330,858	321,742	106,709	109,042
Accounting and operational charges	7.4	2,907,226	2,734,849	1,067,088	926,860
Annual rating fee		302,250	302,250	99,279	117,627
Annual listing fee		20,644	20,644	6,781	6,781
Securities transaction cost		184,404	2,824	76,819	2,824
Auditors' remuneration		274,030	182,230	90,009	(1,790)
Printing charges		52,275	11,854	10,413	2,139
Legal and professional charges		86,550	115,450	43,650	49,670
Bank charges		5,882	27,145	823	(1,600)
(Reversal) / Provision for Sindh Workers' Welfare Fund	10.1	(12,565,416)	1,698,531	-	467,944
<b>Total expenses</b>		<b>1,761,490</b>	<b>18,374,687</b>	<b>5,450,596</b>	<b>5,807,999</b>
<b>Net income for the period before taxation</b>		<b>110,688,451</b>	<b>83,228,034</b>	<b>45,776,083</b>	<b>22,929,236</b>
<b>Taxation</b>	13	-	-	-	-
<b>Net income for the period after taxation</b>		<b>110,688,451</b>	<b>83,228,034</b>	<b>45,776,083</b>	<b>22,929,236</b>
<b>Allocation of net income for the period</b>					
Net income for the period after taxation		110,688,451	83,228,034	45,776,083	22,929,236
Income already paid on units redeemed		(38,748,173)	(4,421,650)	(27,506,954)	(1,723,247)
		<b>71,940,278</b>	<b>78,806,384</b>	<b>18,269,129</b>	<b>21,205,989</b>
<b>Accounting income available for distribution</b>					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		71,940,278	78,806,384	18,269,129	21,205,989
		<b>71,940,278</b>	<b>78,806,384</b>	<b>18,269,129</b>	<b>21,205,989</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifthikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	<u>For the Nine Month Ended</u>		<u>For the Quarter Ended</u>	
	31 March		31 March	
	2022	2021	2022	2021
	----- (Rupees) -----			
Net income for the period after taxation	110,688,451	83,228,034	45,776,083	22,929,236
Other comprehensive income / (loss) for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>110,688,451</b>	<b>83,228,034</b>	<b>45,776,083</b>	<b>22,929,236</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	31 March 2022			31 March 2021		
	Capital value	Undistributed income	Net assets	Capital value	Undistributed income	Net assets
	----- (Rupees) -----			----- (Rupees) -----		
Capital Value	2,212,324,575	-	2,212,324,575	2,073,891,942	-	2,073,891,942
<b>Undistributed income brought forward</b>						
- Realized Income	-	-	-	-	-	-
- Un-realized Income	-	12,988,458	12,988,458	-	9,579,631	9,579,631
<b>Net assets at the beginning of the period</b> [Units outstanding: 22,006,687 @ Rs. 101.1199 per unit (2020: 20,635,635 @ Rs. 100.9600 per unit)]	2,212,324,575	12,988,458	2,225,313,033	2,073,891,942	9,579,631	2,083,471,573
Issue of 6,869,215 (2021: 5,959,906) units	713,686,892	-	713,686,892	613,796,833	-	613,796,833
Redemption of 12,169,491 (2021: 6,315,580) units	(1,236,116,809)	(38,748,173)	(1,274,864,982)	(645,683,274)	(4,421,650)	(650,104,924)
Total comprehensive income for the period	-	110,688,451	110,688,451	-	83,228,034	83,228,034
<b>Net assets at end of the period</b> [Units outstanding: 16,706,411 @ Rs. 106.2361 per unit (2021: 22,006,687 @ Rs. 101.1199 per unit )]	1,689,894,658	84,928,736	1,774,823,394	2,042,005,501	88,386,015	2,130,391,516
<b>Undistributed income carried forward</b>						
- Realised income	-	80,393,012	-	-	87,629,109	-
- Unrealised (loss) / income	-	4,535,724	-	-	756,906	-
	-	84,928,736	-	-	88,386,015	-

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifthikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Sovereign Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

	<b>For the Nine Month Ended</b>	
	<b>31 March</b>	
	<b>2022</b>	<b>2021</b>
<b>Note</b>	<b>----- (Rupees) -----</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	110,688,451	83,228,034
<b>Adjustments for:</b>		
Interest income	(149,742,908)	(127,235,687)
Loss on sale of investments - net	29,124,874	12,733,743
Net unrealised diminution appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	8,168,093	12,899,223
Provision for Sindh Workers' Welfare Fund	(12,565,416)	1,698,531
	<b>(125,015,358)</b>	<b>(99,904,190)</b>
<b>(Increase) / Decrease in assets</b>		
Investments	(552,247,281)	552,956,408
Mark-up receivable	151,393,069	125,809,579
Prepayments and other receivables	(87,031)	(522,179)
	<b>(400,941,243)</b>	<b>678,243,808</b>
<b>Decrease in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(85,368)	(1,029,355)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(19,106)	(2,577)
Payable to the Securities and Exchange Commission of Pakistan	(100,862)	(173,450)
Redemption payable	(1,611,019)	-
Accrued expenses and other liabilities	(13,966,158)	(86,090,881)
	<b>(15,782,513)</b>	<b>(87,296,263)</b>
<b>Net cash (used in) / generated from operating activities</b>	<b>(431,050,662)</b>	<b>574,271,389</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received against issuance of units	713,686,892	613,796,833
Amount paid against redemption of units	(1,274,864,982)	(650,104,924)
<b>Net cash used in from financing activities</b>	<b>(561,178,090)</b>	<b>(36,308,091)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(992,228,752)</b>	<b>537,963,298</b>
Cash and cash equivalents at the beginning of the period	1,054,508,016	301,477,720
<b>Cash and cash equivalents at the end of the period</b>	<b>4 62,279,264</b>	<b>839,441,018</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Sovereign Fund (the Fund) is an open ended Fund constituted by a trust deed entered into on 19 August, 2014 between Atlas Asset Management Limited (AAML) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First and Second Supplemental Trust Deeds dated May 23, 2017 and September 3, 2018 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth and Tenth Supplements dated March 24, 2015, August 3, 2015, June 23, 2016, October 13, 2016, June 2, 2017, April 18, 2018, August 20, 2018, October 8, 2019, October 30, 2019 and 1 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund was launched as a money market scheme. Effective from January 2, 2019 the Funds' category was changed to Income Scheme with approval of the SECP. The Fund is listed on Pakistan Stock Exchange Limited. The units of the Fund are being offered for public subscription on a continuous basis from December 1, 2014 and are transferable and redeemable by surrendering them to the Fund.
- 1.3 The objective of the Fund is to provide unit holders competitive returns by investing in low risk, liquid securities including investments in Government securities, bank deposits including TDRs, money market placements, certificates of deposits (CoDs), certificate of musharikas (CoMs), commercial papers and reverse repo transactions. The investment objectives and policies are more fully defined in Fund's Offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) has assigned the management company rating of AM2+ (Stable outlook) on December 24, 2021 and the fund rating of AA-(f) on 15 April 2022.
- 1.5 The title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 During the current period, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in the consultation with the MUFAP and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the fund.

### 2 STATEMENT OF COMPLIANCE

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

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

- 2.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

# Atlas Sovereign Fund

2.3 In compliance of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at March 31, 2022.

The Condensed Interim Financial Statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In Compliance with the Schedule V of the NBFC Regulations, the directives of the Management Company declare that these interim financial statements give a true and fair view of the state of the affairs of the Fund as at March 31, 2022.

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

3.1 The accounting policies adopted and the methods of computation of balance used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended 30 June 2021.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2021. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2021.

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

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2021. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

### 3.4 Amendments to published accounting and reporting standards that are not yet effective

There are certain amendments to the accounting and reporting standards that are mandatory for the Fund's annual accounting periods beginning on or after July 1, 2021. However, these are not expected to have any significant impacts on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

4 BANK BALANCES	Note	31 March 2022	30 June 2021
		Un-audited (Rupees)	Audited
- Saving accounts	4.1	62,279,264	1,054,508,016
		<b>62,279,264</b>	<b>1,054,508,016</b>

4.1 The rate of return on these balances range from 5.5% to 12.10% (30 June 2021: 5.50% to 8.80%) per annum.

5 INVESTMENTS	Note	31 March 2022	30 June 2021
		Un-audited (Rupees)	Audited
<b>At fair value through profit or loss</b>			
<b>Investment in government securities</b>			
Market Treasury Bills	5.1	660,111,500	-
Pakistan Investment Bonds	5.2	758,024,250	1,162,799,909
Commercial papers	5.3	243,880,596	24,398,242
Sukuk Certificates	5.4	40,136,119	-
		<b>1,702,152,465</b>	<b>1,187,198,151</b>

# Third Quarter Report 2021-22

## 5.1 Market Treasury Bills - at fair value through profit or loss

Treasury bills	As at 1 July 2021	Acquired during the period	Sold / matured during the period	As at 31 March 2022	Carrying Cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- age % -----	
03 Months - T-bills	-	4,426,000,000	3,926,000,000	500,000,000	497,216,757	497,111,000	29.20	28.01
06 Months - T-bills	-	2,487,000,000	2,487,000,000	-	-	-	-	-
12 Months - T-bills	-	287,000,000	107,000,000	180,000,000	165,166,505	163,000,500	9.58	9.18
<b>March 31, 2022</b>	<b>-</b>	<b>7,200,000,000</b>	<b>6,520,000,000</b>	<b>680,000,000</b>	<b>662,383,262</b>	<b>660,111,500</b>	<b>38.78</b>	<b>37.19</b>
June 30, 2021					-	-	-	-

5.1.1 The cost of investments as on 31 March 2022 is Rs. 657,218,100 (June 30, 2021: Nil)

5.1.2 These Market Treasury Bills carry purchase yields ranging from 9.8% to 10.9% per annum and will mature on February 09, 2023.

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

Pakistan Investment Bond	As at 1 July 2021	Acquired during the period	Sold / matured during the period	As at 31 March 2022	Carrying Cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- age % -----	
03 Years PIB - fixed rate	195,500,000	495,500,000	341,000,000	350,000,000	350,920,450	344,778,000	20.26	19.43
03 Years PIB - floating rate	175,000,000	-	-	175,000,000	175,210,000	175,525,000	10.31	9.89
05 Years PIB - fixed rate	510,000,000	-	510,000,000	-	-	-	-	-
05 Years PIB - floating rate	162,500,000	-	-	162,500,000	162,678,750	162,841,250	9.57	9.18
10 Years PIB - fixed rate	50,000,000	-	50,000,000	-	-	-	-	-
10 Years PIB - floating rate	75,000,000	-	-	75,000,000	75,247,500	74,880,000	4.40	4.22
<b>March 31, 2022</b>	<b>1,168,000,000</b>	<b>495,500,000</b>	<b>901,000,000</b>	<b>762,500,000</b>	<b>764,056,700</b>	<b>758,024,250</b>	<b>40.13</b>	<b>38.49</b>
June 30, 2021					1,167,748,164	1,162,799,909	97.94	52.25

5.2.1 The cost of investments as on 31 March 2022 is Rs. 765,228,465 (30 June 2021: Rs. 1,154,340,064).

5.2.2 These Pakistan Investment Bonds carry purchase yields ranging from 7.7% to 8.6% per annum and 3 Years PIB will mature on 18 June 2023 and 5 Years PIB will mature on 15 October 2025 and 10 year PIB will mature on 18 June 2030.

## 5.3 Commercial papers

Name of security	As at 1 July 2021	Acquired during the period	Sold / matured during the period	As at 31 March 2022	Carrying Cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- age % -----	
K-Electric Limited - ICP	25,000,000	-	25,000,000	-	-	-	-	-
Mughal Iron & steel Industries Limited - ICP	-	62,000,000	-	62,000,000	60,351,054	60,351,054	3.55	3.40
Lucky Electric Power Company Limited - ICP	-	190,000,000	-	190,000,000	183,529,543	183,529,543	10.78	10.34
<b>March 31, 2022</b>	<b>25,000,000</b>	<b>252,000,000</b>	<b>25,000,000</b>	<b>252,000,000</b>	<b>243,880,596</b>	<b>243,880,596</b>	<b>14.33</b>	<b>13.74</b>
June 30, 2021					24,398,342	24,398,242		

# Atlas Sovereign Fund

5.3.1 The cost of investment as on March 31, 2022 is Rs. 235,170,176 (June 30, 2021: Rs.23,998,900).

5.3.2 The commercial paper carries profit ranging from 9.57% to 12.97% (June 30, 2021: 8.32%) per annum and will mature on 12-July-2022 and 21-July-2022 (June 30, 2021: October 19, 2021).

## 5.4 Sukuk Certificates

Name of security	As at 1 July 2021	Acquired during the period	Sold / matured during the period	As at 31 March 2022	Carrying Cost	Market value	Market value as a percentage of total investment	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- (Rupees) -----		----- age % -----	
OBS AGP (PRIVATE) LIMITED - March 31, 2022	-	400,000,000	-	400,000,000	40,000,000	40,136,119	2.36	2.26
	-	400,000,000	-	400,000,000	40,000,000	40,136,119	2.36	2.26

6 MARK-UP RECEIVABLE	Note	31 March 2022	30 June 2021
		Un-audited (Rupees)	Audited
<b>Mark-up receivable on:</b>			
Banks balances		2,318,254	538,566
Pakistan Investment Bonds		14,758,856	19,184,812
Sukuk Certificates		996,107	-
		<b>18,073,217</b>	<b>19,723,378</b>

## 7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - RELATED PARTY

Remuneration of the Management Company	7.1	1,118,992	1,248,121
Sindh sales tax payable on remuneration of the Management Company	7.2	284,304	297,284
Federal Excise Duty payable on remuneration of the Management Company	7.3	905,341	905,341
Accounting and operational charges payable	7.4	373,099	316,358
		<b>2,681,736</b>	<b>2,767,104</b>

7.1 During the current period, the Management Company has charged remuneration at the following rates:

From July 01, 2021 to November 31, 2021	0.40%
From December 01, 2021 to March 31, 2022	0.60%

Previously, the Management Fee was charged at the rate of 0.40% of average daily net assets of the Fund.

7.2 During the period, an amount of Rs. 1,043,123 (2021: Rs.1,354,710) was charged on account of sales tax on remuneration of Management Company management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 1,056,103 (2021: Rs. 1,465,761) has been paid to the Management Company which acts as a collecting agent.

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 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 0.905 million is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Re 0.04 (June 30, 2021: Re 0.04) per unit.

- 7.4 In accordance with Regulation 60 of NBFC regulations, the management company entitled to charge fees and expenses related to register services, accounting, operation and valuation services, related to a collective investment scheme (CIS).

The Management Company has charged expenses at the rate 0.12% of the average annual net assets of the Fund from July 1, 2021 to September 14, 2021 and 0.2% from of the average annual net assets of the Fund from September 15, 2021 to March 31, 2022. Previously, the Management Company has charged expenses at the rate of 0.17% of the average annual net assets of the Fund.

8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- (Rupees) -----	
Remuneration payable to the Trustee	8.1	102,605	119,509
Sindh sales tax payable on remuneration of the Trustee	8.2	13,340	15,537
		<u>115,945</u>	<u>135,046</u>

- 8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed. The Fund has charged Trustee Fee at the rate of 0.065% from July 01, 2021 to September 30, 2021 and 0.055% from October 01, 2021 to March 31, 2022 (31 March 2021: 0.065%) of average daily net assets of the Fund during the period.

- 8.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2021: 13%) on the remuneration of Trustee through the Sindh Sales Tax on Services Act, 2011.

9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- (Rupees) -----	
Annual fee payable	9.1	<u>330,393</u>	<u>431,255</u>

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

In accordance with the SRO No. 685(I)/2019 dated June 28, 2019, issued by SECP, the fund has charged SECP fee at the rate of 0.02% (31 March 2021 :0.02%) of average net assets of the fund during the period.

# Atlas Sovereign Fund

		31 March 2022	30 June 2021
		Un-audited	Audited
10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Rupees)	
Auditors' remuneration payable		420,910	259,740
Printing charges payable		-	2,071
Transaction charges payable		1,204	1,204
Withholding tax payable		206,552	16,760,259
Capital gain tax payable		7,198,465	1,830
Dividend payable		-	4,768,186
Other payable	10.1	10,985	10,984
Provision for Sindh Workers' Welfare Fund		-	12,565,416
		<b>7,838,116</b>	<b>34,369,690</b>

**10.1** As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs/ mutual funds, the MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act (i.e. starting from May 21, 2015).

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from August 11, 2020 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Going forward, no provision for SWWF has been recognised in the financial statements of the Fund.

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at March 31, 2022 and June 30, 2021.

## 12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at March 31, 2022 is 0.87% (June 30, 2021: 1.17%) which includes 0.09% (June 30, 2021: 0.21%) on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

## 13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income available for distribution by the year end, as cash dividend, to the unit holders. Accordingly, no provision for taxation has been made in these condensed interim financial statements.

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

## 14 EARNINGS PER UNIT

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

## 15 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

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

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

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

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

	For the Nine Months Ended 31 March	
	2022 Un-audited ----- (Rupees) -----	2021 Un-audited -----
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	8,024,005	10,420,846
Remuneration paid	8,153,134	11,333,170
Sindh Sales Tax on remuneration of the Management Company	1,043,123	1,354,710
Accounting and operational charges	2,907,226	2,734,849
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	969,615	1,045,674
Remuneration paid	986,518	1,047,955
Sindh Sales Tax on Remuneration of the Trustee	126,045	135,938
<b>Atlas Foundation (Group Company)</b>		
Issue of Nil (2021: 108,423) units	-	11,000,000
<b>Atlas Honda Limited (Group Company)</b>		
Issue of 2,836,940 (2021: 49,072) units	299,192,173	5,005,257
Redemption of 4,716,505 (2021: Nil) units	500,000,000	-
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Redemption of 585,755 (2021: Nil) units	61,426,647	-

# Atlas Sovereign Fund

	For the Nine Months Ended	
	31 March	
	2022	2021
	Un-audited	Un-audited
	(Rupees)	
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
Issue of 242,407 (2021: 187,565) units	25,000,000	19,000,000
Redemption of 338,218 (2021: 343,763) units	35,000,000	35,000,000
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Issue of Nil (2021: 50,535) units	-	5,154,393
Redemption of 966,883 (2021: Nil) units	100,000,000	-
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>		
Issue of Nil (2021: 13,400) units	-	1,360,000
Redemption of Nil (2021: 102,284) units	-	10,552,020
<b>Batools Benefit Trust</b>		
Issue of Nil (2021: 181,492) units	-	18,500,000
Redemption of 190,986 (2021: Nil) units	20,160,181	-
<b>Atlas Metals (Private) Limited</b>		
Issue of 86,889 (2021: 389,227) units	9,000,000	40,000,000
Redemption of 272,645 (2021: Nil) units	28,200,000	-
<b>Honda Atlas Cars (Pak.) Ltd. - Employees Provident Fund</b>		
Issue of Nil (2021: 723,875) units	-	75,000,000
Redemption of Nil (2021: 723,875) units	-	75,952,040
<b>Honda Atlas Cars (Pakistan) Ltd.- Employees Gratuity Fund</b>		
Issue of Nil (2021: 1,171,461) units	-	120,000,000
<b>Atlas Insurance (Group Company)</b>		
Issue of Nil (2021: 986,539) units	-	100,000,000
Redemption of Nil (2021: 1,813,662) units	-	184,784,214
<b>Directors, their close family members and key management personnel of the Management Company</b>		
Issue of 36,931 (2021: 11,362) units	3,979,880	1,158,869
Redemption of 55,077 (2021: Nil) units	5,909,326	-

15.6 Details of balances outstanding at the period / year end with connected persons/related parties are as follows:

	31 March	30 June
	2022	2021
	Un-audited	Audited
	(Rupees)	
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the Management Company	1,118,992	1,248,121
Sindh Sales Tax payable on Remuneration of the Management Company	284,304	297,284
Federal Excise Duty payable on Remuneration of the Management Company	905,341	905,341
Accounting and operational charges payable	373,099	316,358

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	31 March 2022	30 June 2021
	Un-audited	Audited
	----- (Rupees) -----	
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	102,605	119,509
Sindh Sales Tax payable on remuneration of the trustee	13,335	15,537
<b>Atlas Foundation (Group Company)</b>		
Outstanding 937,186 (30 June 2021: 937,187) units	99,562,986	94,768,256
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of a Group Company)</b>	-	
Outstanding Nil (30 June 2021: 585,755) units		59,231,487
<b>Atlas Honda Limited (Group Company)</b>	942,571,617	
Outstanding 8,872,423 (30 June 2021: 10,751,988) units		1,087,239,951
<b>Shirazi Investments (Private) Limited (Group Company)</b>	211,729,822	
Outstanding 1,993,012 (30 June 2021: 2,959,895) units		299,304,286
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>	85,176,280	
Outstanding 801,764 (30 June 2021: 897,575) units		90,762,694
<b>Batools Benefit Trust</b>	19,281,002	
Outstanding 181,492 (30 June 2021: 190,986) units		19,312,485
<b>Atlas Metals (Private) Limited</b>	34,344,750	
Outstanding 323,287 (30 June 2021: 509,042) units		51,474,276
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund</b>	211,197,367	
Outstanding 1,988,000 (30 June 2021: Nil) units		201,026,361
<b>Directors, their close family members and key management Personnel and executive of the Management Company</b>	79,771,731	
Outstanding 750,891 (30 June 2021: 814,723) units		82,384,708

## 16 FAIR VALUE MEASUREMENT

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

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

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

### 16.1 Fair value hierarchy

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

# Atlas Sovereign Fund

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

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

As at March 31, 2022 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

----- Un-audited -----				
As at 31 March 2022				
ASSETS	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
<b>Financial assets 'at fair value through profit or loss'</b>				
Market Treasury Bills	-	660,111,500	-	660,111,500
Pakistan Investment Bonds	-	758,024,250	-	758,024,250
Commercial papers	-	243,880,596	-	243,880,596
Sukuk Certificates	-	40,136,119	-	40,136,119
	-	<b>1,702,152,465</b>	-	<b>1,702,152,465</b>
----- Audited -----				
As at 30 June 2021				
	Level 1	Level 2	Level 3	Total
----- (Rupees) -----				
<b>Financial assets 'at fair value through profit or loss'</b>				
Market Treasury Bills	-	-	-	-
Pakistan Investment Bonds	-	1,162,799,909	-	1,162,799,909
Commercial paper	-	24,398,242	-	24,398,242
Sukuk Certificates	-	-	-	-
	-	<b>1,187,198,151</b>	-	<b>1,187,198,151</b>

## 17 GENERAL

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

17.2 Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure. There have been no significant reclassifications during the period.

## 18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 28, 2022 by the Board of Directors of the Management Company.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

## Atlas Income Fund

### Corporate Information

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#### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

#### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

#### **Legal Advisers**

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Mohsin Tayebaly & Co.

#### **Bankers**

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Allied Bank Limited  
Bank Alfalah Limited  
Bank Al Habib Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
JS Bank Limited  
MCB Bank Limited  
Samba Bank Limited  
Soneri Bank Limited  
The First Microfinance Bank Limited  
Zarai Taraqjati Bank Limited

# Atlas Income Fund

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

AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
		Un-audited	Audited
	Note	----- Rupees -----	
<b>Assets</b>			
Bank balances	4	1,092,541,681	2,146,464,962
Receivable against Margin Trading System	5	-	527,223,489
Investments	5	3,109,668,865	2,383,532,813
Interest / profit accrued	6	19,737,248	45,277,174
Deposits, prepayment and other receivables	7	10,298,188	56,721,155
<b>Total assets</b>		<b>4,232,245,982</b>	<b>5,159,219,593</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	8	30,261,538	32,526,165
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	286,419	353,376
Payable to the Securities and Exchange Commission of Pakistan	10	717,581	853,312
Payable against redemption of units		136,681	1,374,017
Payable against purchase of investments		245,149,750	18,957,296
Unclaimed dividend		69,123	32,852,713
Accrued expenses and other liabilities	11	1,077,979	83,871,854
<b>Total liabilities</b>		<b>277,699,071</b>	<b>170,788,733</b>
<b>NET ASSETS</b>		<b>3,954,546,910</b>	<b>4,988,430,856</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>3,954,546,910</b>	<b>4,988,430,856</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	-----Number of units-----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>7,119,128</b>	<b>9,546,130</b>
		-----Rupees-----	
<b>NET ASSET VALUE PER UNIT</b>		<b>555.4819</b>	<b>522.5605</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Month Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
----- Rupees -----					
<b>Income</b>					
Interest income	14	312,499,889	246,381,411	97,479,999	72,448,179
Capital (loss) / gain on sale of investments - net		(20,425,981)	9,652,057	(18,552,102)	7,655,218
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(8,297,252)	(5,900,271)	25,244,399	(1,742,874)
		<b>(28,723,233)</b>	<b>3,751,786</b>	<b>6,692,297</b>	<b>5,912,344</b>
<b>Total income</b>		<b>283,776,656</b>	<b>250,133,197</b>	<b>104,172,296</b>	<b>78,360,524</b>
<b>Expenses</b>					
Remuneration of Atlas Asset Management Limited - Management Company	8.1	19,960,166	30,349,709	6,328,992	10,727,373
Sindh Sales Tax on remuneration of the Management Company	8.2	2,594,822	3,945,462	822,769	1,394,558
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	2,690,928	2,276,227	730,268	804,553
Sindh Sales Tax on remuneration of the Trustee	9.2	349,821	295,910	94,935	104,592
Annual fees to the Securities and Exchange Commission of Pakistan	10.1	717,581	606,994	194,739	214,548
Accounting and operational charges	13	6,291,996	5,159,450	1,947,383	1,823,656
Auditors' remuneration		548,709	469,853	180,233	180,233
Annual rating fee		392,642	392,643	128,969	152,837
Annual listing fee		20,644	20,644	6,706	6,781
Securities transaction cost		2,778,262	4,720,548	445,022	2,905,961
Printing charges		50,083	21,506	6,153	4,181
Legal and professional charges		1,290,845	753,599	803,288	597,839
Bank charges		14,807	41,990	1,340	5,828
(Reversal) / Provision for Sindh Workers' Welfare Fund	11.1	(44,638,021)	4,021,573	-	1,188,751
<b>Total expenses</b>		<b>(6,936,716)</b>	<b>53,076,106</b>	<b>11,690,796</b>	<b>20,111,689</b>
<b>Net income for the period before taxation</b>		<b>290,713,372</b>	<b>197,057,091</b>	<b>92,481,500</b>	<b>58,248,835</b>
<b>Taxation</b>	16	-	-	-	-
<b>Net income for the period after taxation</b>		<b>290,713,372</b>	<b>197,057,091</b>	<b>92,481,500</b>	<b>58,248,835</b>
<b>Allocation of net income for the period:</b>					
Net income for the period after taxation		290,713,372	197,057,091	92,481,500	58,248,835
Income already paid on units redeemed		(107,103,238)	(6,775,267)	(25,017,211)	(3,878,791)
		<b>183,610,134</b>	<b>190,281,825</b>	<b>67,464,289</b>	<b>54,370,045</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		-	3,751,786	6,692,297	5,912,344
- Excluding capital gains		183,610,134	186,530,039	67,464,289	48,457,701
		<b>183,610,134</b>	<b>190,281,825</b>	<b>67,464,289</b>	<b>54,370,045</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Income Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Month Ended 31 March		For the Quarter Ended 31 March	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	290,713,372	197,057,091	92,481,500	58,248,835
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>290,713,372</b>	<b>197,057,091</b>	<b>92,481,500</b>	<b>58,248,835</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



# Atlas Income Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

	For the Nine Months Ended	
	31 March	
	2022	2021
Note	----- Rupees -----	-----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	290,713,372	197,057,091
<b>Adjustments for:</b>		
Interest income	(312,499,889)	(246,381,411)
Capital loss / (gain) on sale of investments - net	20,425,981	(9,652,057)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' (Reversal) / Provision for Sindh Workers' Welfare Fund	8,297,252	5,900,271
	(44,638,021)	4,021,573
	<b>(328,414,677)</b>	<b>(246,111,624)</b>
<b>Decrease in assets</b>		
Interest / profit accrued	25,539,926	25,884,554
Receivable against MTS	527,223,489	-
Deposits, prepayment and other receivables	46,422,967	(264,860)
	<b>599,186,382</b>	<b>25,619,694</b>
<b>Decrease in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(2,264,627)	885,713
Payable to the Central Depository Company of Pakistan Limited - Trustee	(66,957)	56,614
Payable to the Securities and Exchange Commission of Pakistan	(135,731)	(58,770)
Unclaimed dividend	(32,783,590)	(291,471,122)
Accrued expenses and other liabilities	(38,155,855)	(40,194,745)
	<b>(73,406,760)</b>	<b>(330,782,310)</b>
	<b>488,078,317</b>	<b>(354,217,148)</b>
Interest received	312,499,889	246,381,411
Investment purchased / sold / redeemed / matured during the period	(528,666,831)	135,262,873
<b>Net cash generated from operating activities</b>	<b>271,911,375</b>	<b>27,427,136</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	2,455,856,551	3,693,398,089
Net payments against redemption of units	(3,781,691,207)	(3,214,977,826)
<b>Net cash (used in) / generated from financing activities</b>	<b>(1,325,834,655)</b>	<b>478,420,263</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,053,923,280)</b>	<b>505,847,399</b>
Cash and cash equivalents at the beginning of the period	2,146,464,962	1,318,246,149
<b>Cash and cash equivalents at the end of the period</b>	<b>4 1,092,541,682</b>	<b>1,824,093,548</b>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

Qurrat-ul-Ain Jafari  
Chief Financial Officer

Muhammad Abdul Samad  
Chief Executive Officer

Iftikhar H. Shirazi  
Chairman

Tariq Amin  
Director

# Third Quarter Report 2021-22

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Income Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered into on 20 February 2003 between Atlas Asset Management Limited (AAML) as the Management Company and MCB Financial Services Limited (MCBFSL) as the Trustee. MCBFSL resigned on 11 June 2005 as the trustee and the Central Depository Company of Pakistan Limited (CDC) was appointed in its place with effect from that date. The Trust Deed has been revised through the Deed of Change of Trustee and the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 11 June 2005, 29 October 2007, 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the Offering Document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteenth and Fourteenth Supplements dated 21 June 2005, 29 October 2007, 29 February 2008, 23 June 2010, 12 November 2010, 14 October 2013, 24 March 2015, 3 August 2015, 13 April 2016, 29 September 2016, 2 June 2017, 2 October 2020, 30 October 2020 and 1 April 2020 respectively with the approval of the SECP. The investment activities and administration of the Fund are managed by Atlas Asset Management Limited situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'income scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from 22 March 2004 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio offering good returns and consistent growth. The Fund aims to deliver this objective mainly by investing in Government securities, cash in bank accounts, Certificate of Investments (COIs), money market placements, deposits, Certificates of Deposits (CODs), Certificates of Musharikas (COMs), Term Deposit Receipts (TDRs), commercial papers, reverse repos, term finance certificates (TFCs) / sukuks, transactions on Margin Trading System (MTS), spread transactions and any other instruments that may be allowed by the SECP. The investment objectives and policies are explained in the Fund's offering document.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021 and maintained stability rating of the Fund to AA-(f) on 15 April 2022.
- 1.5 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.6 The Trust Act, 1882 has been repealed due to promulgation of Provincial Act "Sindh Act 2020" as empowered under the eighteenth amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The management company submitted the Collective Investment Scheme Trust Deed to the Registrar (Acting under Sindh Trust Act, 2020) to fulfil the requirement of registration of Trust Deed under Sindh Trust Act, 2020. During the year, the Trust Deed has been registered under the Sindh Trust Act, 2020

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

# Atlas Income Fund

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed; and
- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

2.1.3 The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2020.

2.1.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 December 2021.

## 2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023

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<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

<b>Standards</b>	<b>IASB Effective date (annual periods beginning on or after)</b>
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009

## 2.3 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 11.1 and 7.1 respectively.

## 2.4 Accounting convention

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

## 2.5 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

# Atlas Income Fund

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- 3.1 The accounting policies adopted and the methods of computation of the of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2021.
- 3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended 30 June 2021.

4 BANK BALANCES	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- Rupees -----	----- Rupees -----
In local currency			
- Profit and loss sharing accounts	4.1	1,092,421,230	2,145,467,153
- Current account		5,000	5,000
- Cheques in hand	4.2	115,451	992,808
		<u>1,092,541,681</u>	<u>2,146,464,962</u>

- 4.1 The rate of return on these accounts ranges between 5.5% and 11.10% (30 June 2021: 5.5% and 7.95%) per annum.
- 4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 07 April 2022 (30 June 2021: 28 July 2021).

5 INVESTMENTS	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- Rupees -----	----- Rupees -----
<b>At fair value through profit or loss</b>			
Term finance certificates - listed	5.1	38,606,669	37,058,292
Term finance certificates - unlisted	5.2	310,050,564	298,812,248
Sukuk certificates	5.3	110,374,330	201,665,984
Government securities - Market Treasury Bills	5.4	751,105,184	396,979,395
Government securities - Pakistan Investment Bonds	5.5	1,456,590,000	1,277,512,883
Commercial paper	5.6	442,942,118	24,398,246
Investments in Ordinary shares	5.7	-	143,201,863
Investments in Future Contracts		-	3,903,900
		<u>3,109,668,865</u>	<u>2,383,532,812</u>

### 5.1 Term finance certificates - Listed

(Certificates having a face value of Rs 5,000 each unless stated otherwise)

Name of Investee Company	Note	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
<b>BANKS</b>										
Soneri Bank Limited		7,428	-	-	7,428	37,043,436	38,606,669	1.24	0.98	1.24
<b>TELECOMMUNICATION</b>										
Telecard Limited	5.6.1	4,000	-	-	4,000	-	-	-	-	-
<b>PERSONAL GOODS</b>										
Azgard Nine Limited	5.6.1	5,000	-	-	5,000	-	-	-	-	-
<b>Total - 31 March 2022</b>						<u>37,043,436</u>	<u>38,606,669</u>	<u>1.24</u>	<u>0.98</u>	
<b>Total - 30 June 2021</b>						<u>36,825,928</u>	<u>37,058,292</u>			

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5.1.1 The terms and conditions of listed term finance certificates outstanding as at 31 March 2022 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
<b>BANKS</b>					
Soneri Bank Limited	A+	8 years	Semi-annually	Jul 2023	6 month KIBOR + 1.35%
<b>TELECOMMUNICATION</b>					
Telecard Limited	NPA	15 years	Semi-annually	Dec 2020	3 month KIBOR
<b>PERSONAL GOODS</b>					
Azgard Nine Limited	NPA	7 years	Semi-annually	Sep 2012	6 month KIBOR + 2.40%

## 5.2 Term finance certificates - Unlisted

(Certificates having a face value of Rs. 5,000 each unless stated otherwise)

Name of Investee Company	Note	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
		----- Number of certificates -----				----- Rupees -----		----- % age -----		
<b>BANKS</b>										
Askari Bank Limited - TFC VII (Face Value Rs. 1,000,000)		150	-	-	150	150,671,100	152,250,000	4.90	3.85	2.14
Samba Bank Limited TFC (Face Value Rs. 1,000,000)		95	-	-	95	94,962,000	102,891,802	3.31	2.60	0.19
The Bank of Punjab Limited - TFC (Face Value Rs. 100,000)		527	-	-	527	53,120,555	54,908,762	1.77	1.39	2.11
<b>CHEMICALS</b>										
Agritech Limited- I	5.6.1	2,000	-	-	2,000	-	-	-	-	-
Agritech Limited - II	5.6.1	8,000	-	-	8,000	-	-	-	-	-
Agritech Limited- IV	5.6.1	2,203	-	-	2,203	-	-	-	-	-
<b>PERSONAL GOODS</b>										
Azgard Nine Limited-VI	5.6.1	1,208	-	-	1,208	-	-	-	-	-
Azgard Nine Limited-VII	5.6.1	2,770	-	-	2,770	-	-	-	-	-
Total - 31 March 2022						298,753,655	310,050,564	9.97	7.84	
Total - 30 June 2021						295,049,779	298,812,248			

5.2.1 The terms and conditions of unlisted term finance certificates outstanding as at 31 March 2022 are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
<b>BANKS</b>					
Askari Bank Limited - TFC VII	AA	10 years	Quarterly	Mar 2030	3 month KIBOR +1.20%
Samba Bank Limited - TFC	AA-	10 years	Quarterly	Mar 2031	6 month KIBOR +1.35%
The Bank of Punjab Limited - TFC	AA-	10 years	Semi-annually	Dec 2026	6 month KIBOR +1.00%
<b>CHEMICALS</b>					
Agritech Limited - I	NPA	7 years	Semi-annually	Nov 2014	6 month KIBOR + 1.75%
Agritech Limited - II	NPA	7 years	Semi-annually	Jan 2015	6 month KIBOR + 1.75%
Agritech Limited - IV	NPA	3.5 years	Semi-annually	Jan 2015	-
<b>PERSONAL GOODS</b>					
Azgard Nine Limited - VI	NPA	7 years	Annually / quarterly with 2 year grace period	April 2028	5%
Azgard Nine Limited - VII	NPA	10 years	At maturity	Mar 2031	Zero Coupon

# Atlas Income Fund

## 5.3 Sukuk Certificates

(Certificates having a face value of Rs 5,000 each unless stated otherwise)

Name of Investee Company	As at 01 July 2021	Purchased during the year	Disposed during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Market value as a percentage of total issue size
	----- Number of sukuk certificates -----				----- Rupees -----		----- % age -----		
<b>Unlisted</b>									
<b>FERTILIZERS</b>									
AgriTech Limited (note 6.6.1)	4,060	-	-	4,060	-	-	-	-	-
<b>BANKS</b>									
Meezan Bank Limited Tier - II - Unlisted (face value of Rs. 1,000,000 per certificate)	47	-	47	-	-	-	-	-	-
<b>PHARMACEUTICAL</b>									
The Hub Power Company Limited Listed (face value of Rs. 100,000 per certificate)	1,500	-	1,500	-	-	-	-	-	-
<b>Listed</b>									
<b>POWER GENERATION &amp; DISTRIBUTION</b>									
OBS AGP Private Limited Sukuk Certificates (note 6.3.1) (Face Value Rs. 100,000)	-	1,100	-	1,100	110,000,000	110,374,330	3.55	2.79	4.25
<b>Total - 31 March 2022</b>					<b>110,000,000</b>	<b>110,374,330</b>	<b>3.55</b>	<b>2.79</b>	<b>4.25</b>
<b>Total - 30 June 2021</b>					<b>201,392,200</b>	<b>201,665,984</b>			

5.3.1 The terms and conditions of these sukuk certificates are as follows:

Name of the Investee Company	Rating	Tenure	Profit payments / principal redemptions	Maturity date	Rate of return
OBS AGP Private Limited - Sukuk	NPA	7 years	Semi-annually	Aug-15	6 month KIBOR + 2.00%

5.3.2 OBS AGP Private Limited Sukuk have been measured at their initial investment value, as their market values are not available at MUFAP.

## 5.4 Government securities - Market Treasury Bills

Tenor	As at 01 July 2021	Purchased during the year	Disposed / Matured during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- Percentage -----	
3 months	400,000,000	8,207,250,000	8,098,250,000	509,000,000	505,852,380	505,922,934	16.27	12.79
6 months	-	2,273,000,000	2,023,000,000	250,000,000	245,226,738	245,182,250	7.88	6.20
12 months	-	355,000,000	355,000,000	-	-	-	-	-
<b>Total - 31 March 2022</b>	<b>400,000,000</b>	<b>10,835,250,000</b>	<b>10,476,250,000</b>	<b>759,000,000</b>	<b>751,079,118</b>	<b>751,105,184</b>	<b>24.15</b>	<b>18.99</b>
<b>Total - 30 June 2021</b>					<b>396,954,566</b>	<b>396,979,395</b>		

5.4.1 Market treasury bills carry purchase yield of 7.05% to 11.65% (30 June 2021: 7.33% to 7.34%) per annum. The cost of investments these treasury bill is Rs. 749,051,947 (30 June 2021: Rs. 393,256,100).

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## 5.5 Government securities - Pakistan Investment Bonds

Tenor	As at 01 July 2021	Purchased during the year	Disposed / Matured during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Face value (Rupees) -----				----- Rupees -----		----- Percentage -----	
3 Years - Fixed	439,000,000	1,485,000,000	674,000,000	1,250,000,000	1,252,730,290	1,231,350,000	39.60	31.14
3 Years - Floating	50,000,000	-	-	50,000,000	50,060,000	50,150,000	1.61	1.27
5 Years - Fixed	540,000,000	-	540,000,000	-	-	-	-	-
5 Years - Floating	100,000,000	-	-	100,000,000	100,110,000	100,210,000	3.22	2.53
10 Years - Fixed	100,000,000	-	100,000,000	-	-	-	-	-
10 Years - Floating	75,000,000	-	-	75,000,000	75,247,500	74,880,000	2.41	1.89
<b>Total - 31 March 2022</b>	<b>1,304,000,000</b>	<b>1,485,000,000</b>	<b>1,314,000,000</b>	<b>1,475,000,000</b>	<b>1,478,147,790</b>	<b>1,456,590,000</b>	<b>46.84</b>	<b>36.83</b>
<b>Total - 30 June 2021</b>					<b>1,282,786,465</b>	<b>1,277,512,883</b>		

5.5.1 Pakistan Investment Bonds carry purchase yield of 7.7% to 8.8% (30 June 2021: 7.83% to 9.78%) per annum and will mature on 10 December 2030 (30 June 2021: 12 July 2021 and 19 September 2024). The cost of these investments is Rs. 1,478,147,790 (30 June 2021: Rs.1,259,749,272).

## 5.6 Commercial paper

(Certificates having a face value of Rs. 100,000 each unless stated otherwise.)

Tenor	As at 01 July 2021	Purchased during the year	Disposed / matured during the year	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets
	----- Number of certificates -----				----- Rupees -----		----- % age -----	
K-Electric - ICP-18		25	-	25	-	-	-	-
K-Electric - ICP 21		-	150	150	-	-	-	-
Mughal Iron & Steel Industries Limited - CP		-	63	-	63	61,324,458	1.97	1.55
Lucky Electric Power Company Limited - ICP I		-	200	-	200	198,088,117	6.37	5.01
Lucky Electric Power Company Limited - ICP II		-	190	-	190	183,529,543	5.90	4.64
<b>Total - 31 March 2022</b>					<b>442,942,118</b>	<b>442,942,118</b>	<b>14.24</b>	<b>11.20</b>
<b>Total as at 30 June 2021</b>					<b>24,398,246</b>	<b>24,398,246</b>		

5.6.1 The nominal value of these commercial papers is Rs. 1,000,000 per certificate with 9.57% to 12.97% (30 June 2021: 8.41%) expected profit rate.

5.6.2 The securities are valued on the basis of amortization on its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non trade debt securities with residual maturity of up to six months.

## 5.6 Particulars of non-compliant investments

5.6.1 The Securities and Exchange Commission of Pakistan (SECP), vide its circular No. 16 dated 07 July 2010, prescribed certain disclosures for the schemes holding investments that are non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents. The following are the details of non-compliant investments:

# Atlas Income Fund

Non-compliant investment	Type of investment	Principal Value	Valuation Loss	Value of Investment before Provision	Provision held	Value of Investment after provision	Percentage of		Suspended Mark up	Payments after declared NPA/Financial Structuring	Payment after June 30, 2021
							Net assets	Gross assets			
-----Rupees----- % % -----Rupees-----											
<b>Listed</b>											
Azgard Nine Limited *	TFC	1,735,255	-	1,735,255	1,735,255	-	-	-	82,213	2,125,163	-
Telecard Limited	TFC	6,225,320	1,556,330	4,668,990	4,668,990	-	-	-	2,095,344	3,845,938	-
		<b>7,960,575</b>	<b>1,556,330</b>	<b>6,404,245</b>	<b>6,404,245</b>	-	-	-	<b>2,177,557</b>	<b>5,971,101</b>	-
Agritech Limited-I	TFC	9,992,000	2,498,000	7,494,000	7,494,000	-	-	-	11,800,398	2,154,995	-
Agritech Limited-II	TFC	39,968,000	9,992,000	29,976,000	29,976,000	-	-	-	45,763,806	5,915,011	-
Agritech Limited-IV	TFC	11,015,000	-	11,015,000	11,015,000	-	-	-	-	2,949,016	-
Azgard Nine Limited-VI	TFC	6,040,000	-	6,040,000	6,040,000	-	-	-	286,165	-	-
Azgard Nine Limited-VII	TFC	13,850,000	-	13,850,000	13,850,000	-	-	-	-	-	-
		<b>80,865,000</b>	<b>12,490,000</b>	<b>68,375,000</b>	<b>68,375,000</b>	-	-	-	<b>57,850,369</b>	<b>11,019,022</b>	-
<b>Unlisted</b>											
Agritech Limited	Sukuk	20,300,000	5,075,000	15,225,000	15,225,000	-	-	-	23,961,649	1,594,375	-
<b>As at 31 March 2022 (Un-audited)</b>		<b>109,125,575</b>	<b>19,121,330</b>	<b>90,004,245</b>	<b>90,004,245</b>	-	-	-	<b>83,989,575</b>	<b>18,584,498</b>	-
<b>As at 30 June 2021 (Audited)</b>				<b>81,888,584</b>	<b>81,888,584</b>						

**5.6.2** The securities stated above have been classified as non-performing as per the requirements of SECP's Circular 1 of 2009 read with SECP's Circular 33 of 2012 dated 24 October 2012, and an aggregate provision of Rs. 90 million (30 June 2021: Rs 81.89 million), has been made in accordance with the provisioning requirements specified by the SECP.

**5.6.3** During the FY 2012-13, the Fund received zero coupon term finance certificates of Azgard Nine Limited having face value of Rs.5,375,000. These TFCs were received against outstanding mark-up of Azgard Nine Limited's TFCs payable as of 31 March 2012.

**5.6.4** Atlas Income Fund (AIF) has opted for Option C (of Creditors' Scheme of Arrangement as approved by Lahore High Court (LHC) was implemented from April 29, 2021), which is no waiver of principal or mark-up amount amongst other options available i.e. Option A (waiver of principal and mark-up amount) and Option B (no waiver of principal and but waiver of mark-up amount). AIF hold TFC of Rs.13,509,594 (fully provided for) at face value out of which TFC valuing Rs. 5,375,000 are Zero Coupon TFCs received through conversion of overdue mark-up up till March 31, 2012. Furthermore, accrued mark-up as at April 29, 2021 stands at Rs.8,479,650.

**Settlement of Accrued Markup and Zero Coupon PPTFC:** During the period, total accrued mark-up till April 29, 2021 of Rs. 13,850,000 is converted into zero coupon secured PPTFC (2,770 certificates having face value of Rs. 5,000) having one time bullet payment on 10th anniversary of the issuance date (i.e. April 28, 2031) as per the arrangement. Following are the details of the option selected by AIF:

Description	Amount
	-----Rupees-----
Outstanding Markup	8,479,650
Zero Coupon PPTFC	5,375,000
Payment received	(4,650)
<b>New Zero Coupon PPTFC</b>	<b>13,850,000</b>

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Settlement of Principal Amount: During the period, Principal portion is converted into Sub PPTFC (1,208 certificates having face value of Rs. 5,000) with repayment period of 7 years having 2 years of Grace period while remaining amount of Rs. 1,939,375 will be paid against the sale of Muzaffargah Unit, both accruing annual markup at 5% p.a.

## Description

Outstanding Principal

Amount (Rs.)

8,134,594

Payment Received by AIF post settlement of Markup for option A & B creditors and Principal amount for option A creditors from cash proceeds of right issue and sale of Ferozpur property.

(154,858)

Payment against sale of Muzaffargah Unit (within 2 years) \*

(1,735,255)

Payment received

(204,480)

(1,939,735)

## Issuance of Sub PPTFC

6,040,000

The instrument will continue to remain non-performing as per the provisioning policy for non-performing exposure of collective investment scheme dated February 12,2013 which states that” The terms and conditions of rescheduled/restructured debt security are fully met for a period of at least one year”

## 5.7 Investments in Ordinary shares

Shares of listed companies - fully paid up ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Average cost as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
	Number of shares				Rupees		Percentage			
<b>Engineering</b>										
International Steels Limited	-	1,000,000	-	1,000,000	-	-	-	-	-	-
Mughal Iron And Steel Industries Ltd	90,000	90,000	-	180,000	-	-	-	-	-	-
	90,000	1,090,000	-	1,180,000	-	-	-	-	-	-
<b>Cement</b>										
D.G. Khan Cement Company Limited	332,500	787,500	-	1,120,000	-	-	-	-	-	-
Fauji Cement Company Limited	127,000	-	-	127,000	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	1,427,000	3,466,000	-	4,893,000	-	-	-	-	-	-
Lucky Cement Limited	-	29,000	-	29,000	-	-	-	-	-	-
	1,886,500	4,282,500	-	6,169,000	-	-	-	-	-	-
<b>Oil &amp; Gas Marketing Companies</b>										
Sui Northern Gas Pipelines Limited	117,000	-	-	117,000	-	-	-	-	-	-
Pakistan State Oil Company Limited	-	5,000	-	5,000	-	-	-	-	-	-
	117,000	5,000	-	122,000	-	-	-	-	-	-
<b>Oil &amp; Gas Exploration Companies</b>										
Pakistan Petroleum Limited	7,500	-	-	7,500	-	-	-	-	-	-
Oil & Gas Development Company Limited	-	400,000	-	400,000	-	-	-	-	-	-
	7,500	400,000	-	407,500	-	-	-	-	-	-
<b>Technology &amp; Communication</b>										
Pakistan Telecommunication Company Limited	200,000	-	-	200,000	-	-	-	-	-	-
	200,000	-	-	200,000	-	-	-	-	-	-

# Atlas Income Fund

Name of Investee Company	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Average cost as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
	----- Number of shares -----				----- Rupees -----		----- Percentage -----			
<b>Fertilizer</b>										
Engro Fertilizers Limited	100,000	-	-	100,000	-	-	-	-	-	-
	100,000	-	-	100,000	-	-	-	-	-	-
<b>Chemicals</b>										
Lotte Chemical Pakistan Limited	32,500	44,500	-	77,000	-	-	-	-	-	-
	32,500	44,500	-	77,000	-	-	-	-	-	-
<b>Transport</b>										
Pakistan International Bulk Terminal Limited	738,500	50,000	-	788,500	-	-	-	-	-	-
	738,500	50,000	-	788,500	-	-	-	-	-	-
<b>Foods &amp; Personal Care Products</b>										
Unity Foods Limited	-	1,918,001	-	1,918,001	-	-	-	-	-	-
	-	1,918,001	-	1,918,001	-	-	-	-	-	-
Total as at 31 March 2022						-	-	-	-	-
Total as at 30 June 2021						144,061,078	143,201,863			

**31 March 2022**  
**Un-audited**

**30 June 2021**  
**Audited**

## 6 INTEREST / PROFIT ACCRUED

Note -----Rupees-----

Interest / profit on:

Savings and term deposits	956,836	11,784,176
Margin Trading System	-	1,445,307
Term finance certificates	4,596,182	4,998,463
Pakistan Investment Bonds	11,444,899	24,182,681
Sukuk certificates	2,739,332	2,866,548
	<b>19,737,248</b>	<b>45,277,175</b>

## 7 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Central Depository Company of Pakistan Limited (CDC)	100,000	100,000
National Clearing Company of Pakistan Limited (NCCPL)	2,750,000	2,750,000
Margin Deposit - Futures	-	47,681,770
Prepaid rating fee	182,499	-
Prepaid listing fee	6,856	-
Prepaid Legal & Professional Fees	1,069,447	-
Other receivables	7.1 6,189,385	6,189,385
	<b>10,298,188</b>	<b>56,721,155</b>

7.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds

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(including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received on bank deposits by the Fund has been shown as other receivables as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- Rupees -----	-----
Remuneration of the Management Company	8.1	2,195,005	4,169,613
Sindh Sales Tax payable on remuneration of the Management Company	8.2	3,808,049	4,064,748
Federal Excise Duty payable on remuneration of the Management Company	8.3	23,582,971	23,582,971
Accounting and operational charges payable	13	675,513	708,833
		<b>30,261,538</b>	<b>32,526,165</b>

- 8.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 0.5% from 01 July 2021 to 30 November 2021 and 0.65% from 01 December 2021 to 31 March 2022 of the average annual net assets of the Fund. The fee is payable to the Management Company monthly in arrears.
- 8.2 During the period, an amount of Rs. 2,594,922 (2021: Rs. 3,945,462) was charged on account of sales tax on remuneration of management company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 2,851,520 (2021: Rs. 2,644,041) has been paid to the Management Company which acts as a collecting agent.
- 8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board (as explained in note 8.2 above) which is being charged to the Fund, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

# Atlas Income Fund

With effect from 01 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 23.583 million (30 June 2021: Rs 23.583 million) is being retained in the financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Has the said provision for FED not been recorded in the financial statements of the Fund, the net asset value of the Fund as at 31 March 2022 would have been higher by Rs. 2.47 per unit (30 June 2021: Rs 2.47 per unit).

	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
<b>9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY</b>			
Trustee fee payable	9.1	253,271	312,722
Sindh sales tax payable on trustee fee		33,148	40,654
		<b>286,419</b>	<b>353,376</b>

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% per annum of the average annual net Net Assets of the Fund based on the letter no.CDC/ CEO/L-112/01/2019 dated june 27, 2019 issued by CDC.

9.2 During the period, an amount of Rs. 349,821 (2021: Rs. 295,910 ) was charged on accounts of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 357,327 (2021: 289,265 ) was paid to trustee which acts as collecting agent.

	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
<b>10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>			
Annual fees payable	10.1	<b>717,581</b>	853,312

10.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.02% of net assets per annum.

	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
<b>11 ACCRUED EXPENSES AND OTHER LIABILITIES</b>			
Auditors' remuneration payable		308,782	488,258
NCCPL charges payable		-	147,733
Printing charges payable		-	4,263
Brokerage payable		158,463	3,631,447
Withholding tax payable		163,891	34,002,269
Capital gain tax payable		107,334	220,353
Zakat payable		5,167	5,167
Legal and professional charges payable		-	400,000
Provision for Sindh Workers' Welfare Fund	11.1	-	44,638,021
Other payables		334,343	334,343
		<b>1,077,979</b>	<b>83,871,854</b>

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11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP recommended that as a matter of abundant caution, provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from July 24, 2020 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its letter dated August 30, 2021. The SECP has given its concurrence for prospective reversal of provision of SWWF. Accordingly going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2022 and on 30 June 2021.

## 13 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management company has charged expense at the rate of 0.12% from July 01, 2021 to September 14, 2021 and 0.2 % from September 15, 2021 to 31 December 2021 of the average annual net assets of the Fund for the period for allocation of such expenses to the Fund.

	Note	For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
		Un-audited		Un-audited	
		Rupees		Rupees	
<b>14 INTEREST INCOME</b>					
Interest on:					
Saving and term deposits		79,835,266	22,703,275	15,458,371	9,378,521
Margin Trading System		14,253,209	27,995,982	-	3,785,971
Term finance certificates	14.1	24,667,499	41,712,670	9,568,649	10,462,723
Sukuk certificates		10,602,859	21,918,621	3,140,576	6,192,821
Government Securities		160,701,036	132,050,864	55,767,304	42,628,145
Commercial Papers		22,440,020	-	13,545,099	-
		<b>312,499,889</b>	<b>246,381,411</b>	<b>97,479,999</b>	<b>72,448,180</b>

# Atlas Income Fund

- 14.1 This includes mark-up received on non-performing term finance certificates amounting to Rs. Nil (31 March 2021: Rs. Nil million). Furthermore in accordance with the requirements specified by the SECP, mark-up on non performing securities amounting to Rs. 80.45 million (31 March 2021: Rs. 83.8 million) based on outstanding principal has not been recognised during the period.

## 15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 1.05% (30 June 2021: 1.79%) which includes 0.1% (30 June 2021: 0.29%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

## 16 TAXATION

- 16.1 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% net accounting income other than capital gains to the unit holders. 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. The Fund has not recorded tax liability in respect of income relating to the current period as the Management Company intends to distribute atleast 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised).

- 16.2 On December 21, 2018, an income tax order was issued through which a tax demand including penalty and default surcharge of Rs. 15,863,027 was raised by the Deputy Commissioner Inland Revenue (ACIR) under section 161 of the Income Tax Ordinance, 2001 in respect of monitoring of withholding taxes paid/deducted under various sections of the Income Tax Ordinance, 2001 for tax year 2017 along with reconciliation under rule 44(4) of the Income Tax Rules, 2002.

An appeal was filed before the Commissioner Inland Revenue (CIR-A) against the said order (Appeals). The CIR has passed appellate order dated April 24, 2019 and upheld the action of Deputy Commissioner Inland Revenue (DCIR) in computing default of withholding tax on amounts inclusive of accruals yet to be paid instead of actual payment as required under section 158 of the Ordinance. He, however, has accepted the Fund's contention that the DCIR had worked out the default by applying incorrect withholding rates. Therefore, he has directed the DCIR to rework the alleged default. The CIR-A has further acknowledged the tax advisor's argument that default was erroneously computed without excluding dividends which were exempted from withholding tax. The DCIR has been directed to rework the default, if any, in respect of payment of dividend.

Furthermore, the CIR-A has not given specific findings on non-consideration of reconciliation of expenses furnished under rule 44(4) and non-application of withholding provisions on reimbursement of certain expenses to the Management Company. However, he remanded back the matter of non-deduction of tax on payments of securities transaction cost which were subject to separate withholding of tax under section 233A by Pakistan Stock Exchange Limited. He has also set aside the default surcharge and penalty for re-adjudication by the tax officer. The effect to the appellate order of the CIR-A is pending.

An appeal has been filed before the Appellate Tribunal against the appellate order of the Commissioner (Appeals) which is pending for hearing. Based on consultation with the tax advisor, the Management Company of the fund is confident that the matter will be decided favorably and hence, no provision is considered necessary in the condensed interim financial statements.

- 16.3 **Tax cases related to income tax exemption under clause (99), Part I of the Second Schedule to the Income Tax Ordinance, 2001**

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**16.3.1** On December 2, 2020, an income tax order was passed through which a tax demand of Rs. 138,242,375 was raised by the concerned Additional Commissioner Inland Revenue (ACIR) of Federal Board of Revenue (FBR) by rejecting the Fund's claim for income tax exemption under clause (99) contained in Part I of the Second Schedule to the Income Tax Ordinance, 2001 for tax year 2018. The order was passed by misconstruing that the Fund allegedly distributed less than 90% of its income to its unitholders which is the sole criterion for income tax exemption claim under clause (99). Whilst reaching this conclusion, the ACIR disregarded the distributions made during the year to outgoing unitholders on redemption of units. The order was maintained by CIR-A though order dated December 08, 2020 upheld Assessment Order passed by CIR.

An appeal was filed against the order of CIR-A before the Appellate Tribunal Inland Revenue (ATIR).

The ATIR decided the matter in favor of the Fund and has remanded back the matter for re-adjudication in light of the FBR Chairman's order vide Appellate Order dated August 31, 2021.

**16.3.2** On June 28, 2021, ACIR passed order in which a tax demand of Rs. 186,101,310 has been raised by rejecting the Fund's claim for income tax exemption under clause (99) contained in Part I of the Second Schedule to the Income Tax Ordinance, 2001 on alleged failure to distribute at least 90% of income to its unitholders. The order has been passed by the ACIR by misconstruing 'element of loss' of Rs. 395,794,812 appearing in the audited financial statements to be 'element of income'. Based on this, the ACIR has held that this amount should have been added whilst determining the distribution required for purposes of clause (99). The Fund obtained stay from the CIR-A against recovery of impugned tax demand.

The Fund filed appeal against order with the Commissioner Inland Revenue - Appeals. Based on the facts of the case, the matter was decided in favour of the Fund and remanded back for re-adjudication through Appellate Order dated October 28, 2021. The Fund is also directed to furnish relevant details / evidence to the ACIR, in order to get verified the claim of 'element of loss' unit holder wise, on the date of transaction.

**16.3.3** During the period, the ACIR passed orders dated December 1, 2021 through which tax demands of Rs. 177,181,627 and 150,148,048 against tax year 2016 and 2017 were raised, respectively, by rejecting the Fund's claim for income tax exemption under clause (99) contained in Part I of the Second Schedule to the Income Tax Ordinance, 2001 on alleged failure to distribute at least 90% of income to its unitholders. The orders were passed by the ACIR by misconstruing 'element of loss' of Rs. 134,064,111 and 271,103,485 in the tax year 2016 and 2017 respectively appearing in the annual financial statements to be 'element of income'. Based on this, the ACIR has held that these amount should have been added whilst determining the distribution required for purposes of clause. The Fund has already obtained stay from the CIR-A against recovery of impugned tax demands with whom the matter is presently pending in appeal. Based on consultation with the tax advisor, the Management Company of the fund is confident that the matter will be decided in favor of the Fund and hence, no provision is considered necessary in the financial statements.

It is worth mentioning here that subsequent to passing of the impugned order, the Chairman of FBR was approached for intervention and order dated February 25, 2021 was passed from his office under section 7 of the FBR Act, 2007 holding that redemption payments are to be construed as 'distribution' for purposes of clause (99).

## 17 RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

	<u>Audited</u>		<u>Un-audited</u>
	<u>30-Jun-21</u>	Cash Outflows	<u>31-Mar-22</u>
		<u>Non-Cash Changes</u>	
		<u>Redemption of Unit</u>	
	----- Rupees -----		
Payable against redemption of units	<u>1,374,017</u>	<u>(3,781,691,207)</u>	<u>3,780,453,871</u>
			<u>136,681</u>

## 18 EARNINGS PER UNIT

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

# Atlas Income Fund

## 19 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

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

	For the Nine Months Ended 31 March	
	2022	2021
	----- Rupees -----	
<b>19.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	19,960,166	30,349,709
Remuneration paid	21,934,774	29,668,387
Sindh Sales Tax on remuneration of the Management Company	2,594,822	3,945,462
Accounting and operational charges	6,291,996	5,159,450
Issue of 108,738 (2021: Nil) units	59,602,098	-
Redemption of 176,163 (2021: Nil) units	94,975,675	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee	2,690,928	2,276,227
Sindh Sales Tax on remuneration of the Trustee	349,821	295,910
Trustee fee paid	2,750,380	2,225,127
<b>Atlas Foundation (Trust having common Director / Trustee)</b>		
Issue of 70,168 (2021: 63,320) units	37,000,000	33,000,000
Redemption of Nil (2021: 30,426) units	-	16,500,000
<b>Shirazi Investments (Private) Limited - Employees Provident Fund</b>		
Issue of 5,729 (2021: Nil) units	3,000,000	-
Redemption of 5,729 (2021: Nil) units	3,073,090	-
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of group company)</b>		
Redemption of 27,266 (2021: Nil) units	14,751,365	-
<b>Atlas Honda Limited (Group Company)</b>		
Issue of 2,222,199 (2021: Nil) units	1,199,796,172	-
<b>Atlas Metals (Private) Limited</b>		
Issue of 18,447 (2021: 74,930) units	10,000,000	40,000,000
Redemption of 52,577 (2021: Nil) units	28,200,000	-

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	For the Nine Months Ended	
	31 March	
	2022	2021
	----- Rupees -----	
<b>19.1 Transactions during the period (Cont...)</b>		
<b>Batool Benefit Trust (Trust having common Director / Trustee)</b>		
Issue of Nil (2021: 56,853) units	-	30,041,703
Redemption of Nil (2021: 5,814) units	-	3,036,000
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>		
Issue of 227,644 (2021: 48,470) units	120,000,000	25,500,000
Redemption of 95,837 (2021: Nil) units	51,649,942	-
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Gratuity. Fund (Retirement benefit plan of Group Company)</b>		
Issue of Nil (2021: 225,117) units	-	120,000,000
<b>Honda Atlas Cars (Pakistan) Ltd.- Emp. Provident Fund</b>		
Redemption of 16,038 (2021: Nil)	87,913,196	-
<b>Atlas Honda Limited - Non-Management Staff Gratuity Fund (Retirement Benefit Plan of a Group Company)</b>		
Issue of Nil (2021: 1,855) units	-	1,000,000
Redemption of 3,703 (2021: Nil) units	2,000,000	-
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Issue of Nil (2021: 3,868) units	-	2,015,774
Redemption of 2,586,346 (2021: Nil)	1,400,000,000	-
<b>Atlas Autos (Private) Limited</b>		
Issue of Nil (2021: 840,232) units	-	450,000,000
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Issue of 17,067 (2021: 20,291) units	9,000,000	10,751,301
Redemption of 23 (2021: 48,440) units	150,770	25,943,742
	<b>31 March</b>	<b>30 June</b>
	<b>2022</b>	<b>2021</b>
	<b>Un-audited</b>	<b>Audited</b>
	----- Rupees -----	
<b>19.2 Balances as at period / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the Management Company	2,195,005	4,169,613
Sindh Sales Tax payable on remuneration of the Management Company	3,808,049	4,064,748
Federal Excise Duty payable on remuneration of the Management Company	23,582,971	23,582,971
Accounting and operational charges payable	675,513	708,833
Outstanding 32,909 (30 June 2021: 100,335) units - at net asset value	18,280,354	52,430,926
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	253,271	312,722
Sindh Sales Tax payable on remuneration of the trustee	33,148	40,654
<b>Atlas Foundation (Trust having common Director / Trustee)</b>		
Outstanding 606,740 (30 June 2021 : 536,572) units - at net asset value	337,033,088	280,391,373
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 2,816,725 (30 June 2021: 594,525) units - at net asset value	1,564,639,755	310,675,541

# Atlas Income Fund

	31 March 2022 Un-audited	30 June 2021 Audited
	----- Rupees -----	
<b>19.2 Balances as at period / year end (Cont...)</b>		
<b>Atlas Insurance Limited (Group Company)</b>		
Outstanding 103,900 (30 June 2021: 103,900) units - at net asset value	57,714,569	54,294,061
<b>Atlas Autos (Private) Limited</b>		
Outstanding Nil (30 June 2021: 1,569,589) units - at net asset value	-	820,205,472
<b>Atlas Metals (Private) Limited</b>		
Outstanding 64,312 (30 June 2021: 98,441) units - at net asset value	35,724,152	51,441,626
<b>Atlas Group of Companies - Management Staff Gratuity Fund (Retirement benefit plan of group company)</b>		
Outstanding 183,364 (30 June 2021: 51,558) units - at net asset value	101,855,383	26,941,964
<b>Atlas Honda Limited - Non-management Staff Gratuity Fund (Retirement benefit plan of group company)</b>		
Outstanding 29,190 (30 June 2021: 32,894) units - at net asset value	16,214,517	17,188,871
<b>Atlas Honda Limited - Employees Provident Fund (Retirement benefit plan of group company)</b>		
Outstanding Nil (30 June 2021: 27,266) units - at net asset value	-	14,248,124
<b>Atlas Energy Limited</b>		
Outstanding Nil (30 June 2021: 10,695) units - at net asset value	-	5,588,874
<b>Batool Benefit Trust (Trust having common Director / Trustee)</b>		
Outstanding 71,241 (30 June 2021: 71,241) units - at net asset value	39,573,086	37,227,920
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement benefit plan of group company)</b>		
Outstanding 278,826 (30 June 2021: 278,826) units - at net asset value	154,882,796	145,703,317
<b>Honda Atlas Cars (Pakistan) Limited - Employees Provident Fund (Retirement benefit plan of group company)</b>		
Outstanding Nil (30 June 2021: 162,038) units - at net asset value	-	84,674,812
<b>Shirazi Investments (Private) Limited (Group company)</b>		
Outstanding 1,339,297 (30 June 2021: 3,925,643) units - at net asset value	743,955,242	2,051,385,734
<b>Key Management Personnel of Management Company</b>		
Outstanding 150,770 (30 June 2021: 488,479) units -at net asset value	83,750,006	255,259,992

## 20 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The investments of the Fund in debt securities are valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities. In the determination of the rates MUFAP takes into account the holding pattern of these securities and

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categorises them as traded, thinly traded and non-traded securities. The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan. The investment of the Fund in equity securities is valued on the basis of rates quoted on Stock Exchange. The valuation of commercial papers has been done based on amortisation of commercial paper to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

## **Fair value hierarchy**

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

- Level 1: Quoted price (unadjusted) in an active market 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).

## **21 GENERAL**

**21.1** Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2022 and 31 March 2021 have not been subjected to limited scope review by the statutory auditors of the Fund.

**21.2** Figures have been rounded off to the nearest Rupee unless otherwise stated.

**21.3** Units have been rounded off to the nearest decimal places.

## **22 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## Corporate Information

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### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

### **Legal Advisers**

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Mohsin Tayebaly & Co.

### **Bankers**

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Bank Alfalah Limited  
Habib Bank Limited  
MCB Bank Limited

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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
		Un-audited	Audited
	Note	----- Rupees -----	-----
<b>Assets</b>			
Cash and Bank balances	4	183,235,954	311,116,752
Investments	5	10,162,752,918	9,840,526,442
Dividend receivable		43,831,616	-
Profit receivable on bank balances		-	914,389
Receivable against sale of investments		-	98,787,808
Advances, deposits, prepayments and other receivables	6	13,592,894	13,529,987
<b>Total assets</b>		<b>10,403,413,382</b>	<b>10,264,875,378</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	7	51,795,514	48,685,188
Payable to the Central Depository Company of Pakistan Limited - Trustee	8	1,061,649	1,046,330
Payable to the Securities and Exchange Commission of Pakistan	9	1,521,477	1,804,473
Payable against redemption of units		47,821	114,849
Payable against purchase of investments		49,327,940	-
Unclaimed dividend		401,732	401,732
Accrued expenses and other liabilities	10	6,857,790	350,353,228
<b>Total liabilities</b>		<b>111,013,924</b>	<b>402,405,800</b>
<b>NET ASSETS</b>		<b>10,292,399,458</b>	<b>9,862,469,578</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>10,292,399,458</b>	<b>9,862,469,578</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11	----- Number of units -----	-----
<b>NUMBER OF UNITS IN ISSUE</b>		<b>15,447,133</b>	<b>14,333,327</b>
		----- Rupees -----	-----
<b>NET ASSET VALUE PER UNIT</b>		<b>666.2984</b>	<b>688.0795</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
		2022	2021	2022	2021
----- Rupees -----					
<b>Income</b>					
Profit on bank balances		6,909,332	6,464,413	2,574,879	2,370,674
Dividend income		645,664,817	332,197,407	260,815,439	155,565,874
Capital (loss) / gain on sale of investments - net		(123,606,338)	1,097,665,947	(195,642,394)	385,948,928
Net unrealised (diminution) / appreciation on re-measurement of investments classified as "financial assets at fair value through profit or loss"		(706,839,217)	1,303,165,853	16,294,986	(199,361,964)
		<b>(830,445,555)</b>	<b>2,400,831,801</b>	<b>(179,347,408)</b>	<b>186,586,965</b>
<b>Total (loss) / income</b>		<b>(177,871,406)</b>	<b>2,739,493,620</b>	<b>84,042,910</b>	<b>344,523,512</b>
<b>Expenses</b>					
Remuneration of Atlas Asset Management Limited - Management Company	7.1	187,603,637	158,975,168	62,115,306	55,472,907
Sindh sales tax on remuneration of the Management Company	7.2	24,388,473	20,666,772	8,074,990	7,211,478
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	8,358,193	7,374,650	2,731,187	2,557,947
Sindh sales tax on remuneration of the trustee	8.2	1,086,565	958,705	355,055	332,534
Annual fee to the Securities and Exchange Commission of Pakistan	9	1,521,502	1,324,793	496,923	462,274
Accounting and operational charges	14	35,897,834	15,219,886	12,423,061	6,934,113
Auditors' remuneration		505,760	374,074	166,125	166,434
Annual listing fee		20,644	20,644	6,781	6,792
Securities transaction cost		10,356,432	12,395,340	4,311,722	4,177,091
Printing charges		45,611	41,375	10,416	9,472
Legal and professional charges		130,474	131,560	87,574	30,780
(Reversal) / Provision for Sindh Workers' Welfare Fund	10.1	(105,137,220)	50,438,056	-	5,343,146
Bank charges		20,920	107,846	5,254	4,402
<b>Total expenses</b>		<b>164,798,827</b>	<b>268,028,870</b>	<b>90,784,396</b>	<b>82,709,371</b>
<b>Net (loss) / income for the period before taxation</b>		<b>(342,670,233)</b>	<b>2,471,464,750</b>	<b>(6,741,486)</b>	<b>261,814,141</b>
<b>Taxation</b>	13	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>(342,670,233)</b>	<b>2,471,464,750</b>	<b>(6,741,486)</b>	<b>261,814,141</b>
<b>Allocation of net income / (loss) for the period</b>					
Net income for the period after taxation		-	2,471,464,750	-	261,814,141
Income already paid on units redeemed		-	(449,695,399)	-	(281,026,514)
		-	<b>2,021,769,351</b>	-	<b>(19,212,373)</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		-	2,400,831,801	-	186,586,965
- Excluding capital gains		-	(379,062,450)	-	(205,799,338)
		-	<b>2,021,769,351</b>	-	<b>(19,212,373)</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2022	2021	2022	2021
	----- Rupees -----			
Net (loss) / income for the period after taxation	(342,670,233)	2,471,464,750	(6,741,486)	261,814,141
Other comprehensive income / (loss)	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(342,670,233)</b>	<b>2,471,464,750</b>	<b>(6,741,486)</b>	<b>261,814,141</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	31 March 2022		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	7,557,133,362	-	7,557,133,362
<b>Undistributed income brought forward</b>			
- Realised income	-	1,331,130,189	1,331,130,189
- Unrealised loss	-	974,206,027	974,206,027
<b>Net assets at the beginning of the period (Units outstanding: 14,333,327) (Rs. 688.0795 per unit)</b>	<b>7,557,133,362</b>	<b>2,305,336,216</b>	<b>9,862,469,578</b>
Issue of 2,885,791 units	1,970,867,473	-	1,970,867,473
Redemption of 1,771,985 units	(1,198,267,359)	-	(1,198,267,359)
Total comprehensive Income for the period	-	(342,670,233)	(342,670,233)
<b>Net assets at end of the period (Units outstanding: 15,447,133) (Rs. 666.2984 per unit)</b>	<b>8,329,733,475</b>	<b>1,962,665,983</b>	<b>10,292,399,458</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	2,261,852,286	-
- Unrealised loss	-	(299,186,304)	-
	-	<b>1,962,665,983</b>	-
	31 March 2021		
	Capital value	Undistributed income	Net assets
	-----Rupees-----		
Capital value	6,499,701,211	-	6,499,701,211
<b>Undistributed income brought forward</b>			
- Realised income	-	909,302,970	909,302,970
- Unrealised income	-	(567,334,642)	(567,334,642)
<b>Net assets at the beginning of the period (Units outstanding: 13,240,837) (Rs. 516.7100 per unit)</b>	<b>6,499,701,211</b>	<b>341,968,328</b>	<b>6,841,669,539</b>
Issue of 6,588,868 units	4,282,393,582	-	4,282,393,582
Redemption of 6,920,890 units	(4,160,457,237)	(449,695,399)	(4,610,152,636)
Total comprehensive income for the period	-	2,471,464,750	2,471,464,750
<b>Net assets at end of the period (Units outstanding: 12,908,815) (Rs. 696.0651 per unit)</b>	<b>6,621,637,556</b>	<b>2,363,737,679</b>	<b>8,985,375,235</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	1,563,078,976	-
- Unrealised loss	-	800,658,703	-
	-	<b>2,363,737,679</b>	-

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftekhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March	
	2022	2021
Note	-----	Rupees -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (loss) / Profit for the period after taxation	(342,670,233)	2,471,464,750
<b>Adjustment for:</b>		
Profit on bank balances	(6,909,332)	(6,464,413)
Dividend income	(645,664,817)	(332,197,407)
Capital loss / (gain) on sale of investments - net	123,606,338	(1,097,665,947)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	706,839,217	(1,303,165,853)
(Reversal) / Provision for Sindh Workers' Welfare Fund	(105,137,220)	50,438,056
	<b>72,734,186</b>	<b>(2,689,055,564)</b>
<b>Decrease / (Increase) in assets</b>		
Receivable against sale of investments	98,787,808	(67,408,683)
Advances, deposits, prepayments and other receivables	(62,907)	-
	<b>98,724,900</b>	<b>(67,408,683)</b>
<b>Decrease in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	3,110,326	7,010,292
Payable to the Central Depository Company of Pakistan Limited - Trustee	15,320	235,307
Payable to the Securities and Exchange Commission of Pakistan	(282,996)	79,321
Payable against redemption of units	(67,028)	(104,817,049)
Payable against purchase of investments	49,327,940	8,404,930
Unclaimed dividend	-	-
Accrued expenses and other liabilities	(238,358,218)	(10,166,471)
	<b>(186,254,656)</b>	<b>(99,253,669)</b>
Profit received on bank balances	7,823,721	5,764,426
Dividend received	601,833,201	193,842,036
Investments made during the period	(4,832,323,299)	(5,585,611,704)
Investments sold during the period	3,679,651,269	6,049,620,749
<b>Net cash (used in) / generated from operating activities</b>	<b>(900,480,911)</b>	<b>279,362,341</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	1,970,867,473	4,282,393,582
Net payments against redemption of units	(1,198,267,359)	(4,610,152,636)
<b>Net cash generated from / (used in) financing activities</b>	<b>772,600,113</b>	<b>(327,759,054)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(127,880,798)</b>	<b>(48,396,712)</b>
Cash and cash equivalents at the beginning of the period	311,116,752	75,706,293
<b>Cash and cash equivalents at the end of the period</b>	<b>4 183,235,954</b>	<b>27,309,580</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Stock Market Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Stock Market Fund (the Fund) is an open ended Mutual Fund constituted under a trust deed entered into on 29 May 2004 between Atlas Asset Management Limited (AAML) as the management company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth, Fifth and Sixth Supplemental Trust Deeds dated 21 June 2005, 24 July 2006, 29 October 2007, 6 March 2008, 4 December 2009 and 23 May 2017 respectively, with the approval of the Securities and Exchange Commission of Pakistan (SECP). The Offering Document has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth, Thirteenth and Fourteenth Supplements dated 21 June 2005, 24 July 2006, 29 October 2007, 6 March 2008, 4 December 2009, 14 October, 2013, 24 March 2015, 03 August 2015, 29 September 2016, 2 June 2017, 25 May 2018, 5 September 2020, 25 November 2020 and 01 April 2020 respectively, with the approval of the SECP. The registered office of AAML is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as an 'equity scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors one window facility to invest in a diversified portfolio of equity securities offering consistent returns and growth. The Fund aims to deliver this objective mainly by investing in equity securities of companies that are paying regular dividend, have growth prospects or are actively traded. Any amounts which have not been invested in equity securities may be invested in liquid instruments including bank deposits (excluding TDRs) and treasury bills not exceeding 90 days maturity. The investment objectives and policies are more fully defined in the Fund's Offering Document.
- 1.4 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Act "Sindh Act 2020" as empowered under the eighteenth amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The management company submitted the Collective Investment Scheme Trust Deed to the Registrar (Acting under Sindh Trust Act, 2020) to fulfil the requirement of registration of Trust Deed under Sindh Trust Act, 2020. During the year, the Trust Deed has been registered under the Sindh Trust Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020-21: AM2+ (AM Two plus)] on 24 December 2021.

### 2 BASIS FOR PREPARATION

#### 2.1 Statement of compliance

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

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- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

**2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

**2.1.3** The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2020.

**2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 December 2021.

## **2.2 New / Revised Standards, Interpretations and Amendments**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022

# Atlas Stock Market Fund

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

<b>Standards</b>	<b>IASB Effective date (annual periods beginning on or after)</b>
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009

## 2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate

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to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 10.1 and 6.1 respectively.

## 2.5 Accounting convention

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

## 2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2021.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended 30 June 2021.

## 4 CASH AND BANK BALANCES

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees	
In local currency			
- Profit and loss sharing accounts	4.1	176,725,974	278,461,795
- Current account		5,000	5,000
- Cheque in hand	4.2	6,504,980	32,649,957
		<u>183,235,954</u>	<u>311,116,752</u>

4.1 This rate of return on these accounts ranges between 5.5% and 11.10% (30 June 2021: 5.50% and 7.80%) per annum.

4.2 These cheques were received against issue of units which were deposited and cleared subsequent to the period end by 1 April 2022 (30 June 2021: 06 July 2021).

## 5 INVESTMENTS

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees	
<b>At fair value through profit or loss</b>			
- Investment in listed equity securities	5.1	<u>10,162,752,918</u>	<u>9,840,526,442</u>

# Atlas Stock Market Fund

## 5.1 At fair value through profit or loss - Listed equity securities

Shares of listed companies - fully paid ordinary shares with a face value of Rs. 10 each unless stated otherwise

Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of the Investee Company
						----- Number of shares -----	----- Rupees -----	----- % age -----			
<b>COMMERCIAL BANKS</b>											
Bank Alfalah Limited		-	10,150,001	-	1,780,129	8,369,872	278,419,446	283,906,058	2.79	2.76	0.47
Bank Al Habib Limited		3,306,292	2,676,290	-	190,100	5,792,482	411,294,710	393,541,227	3.87	3.82	0.52
Faysal Bank Limited		994,943	2,189,000	-	1,294,943	1,889,000	50,166,947	49,718,480	0.49	0.48	0.12
Habib Bank Limited (Note 5.3)		4,705,400	2,637,769	-	315,000	7,028,169	852,507,443	793,550,562	7.81	7.71	0.48
Habib Metropolitan Bank Limited		5,713,500	718,000	-	5,813,000	618,500	27,357,509	27,523,250	0.27	0.27	0.06
MCB Bank Limited		785,915	909,911	-	1,692,417	3,409	541,850	496,555	-	-	-
Meezan Bank Limited		3,577,898	1,495,398	547,934	2,422,341	3,198,889	371,276,502	418,926,503	4.12	4.07	0.20
United Bank Limited (Note 5.3)	5.3	4,958,463	1,257,199	-	255,000	5,960,662	745,113,778	812,974,690	8.00	7.90	0.49
		<b>24,042,411</b>	<b>22,033,568</b>	<b>547,934</b>	<b>13,762,930</b>	<b>32,860,983</b>	<b>2,736,678,185</b>	<b>2,780,637,326</b>	<b>27.36</b>	<b>27.02</b>	
<b>INSURANCE</b>											
Adamjee Insurance Company Limited		670,000	-	-	617,000	53,000	2,197,910	1,774,44	0.02	0.02	0.02
IGI Holding Ltd		263,900	15,000	-	-	278,900	53,690,485	38,326,438	0.38	0.37	0.20
Jubilee Life Insurance Company Limited		95,200	126,600	-	-	221,800	56,781,215	44,360,000	0.44	0.43	0.25
Pakistan Reinsurance Company Limited		1,178,500	-	-	-	1,178,500	28,672,905	25,809,150	0.25	0.25	0.39
		<b>2,207,600</b>	<b>141,600</b>	<b>-</b>	<b>617,000</b>	<b>1,732,200</b>	<b>141,342,515</b>	<b>110,270,028</b>	<b>1.09</b>	<b>1.07</b>	
<b>TEXTILE COMPOSITE</b>											
Gul Ahmed Textile Mills Limited		1,218,000	1,492,874	-	80,000	2,630,874	133,416,970	124,834,971	1.23	1.21	0.43
Interloop Limited		1,117,500	711,000	43,455	115,000	1,756,955	122,314,698	129,838,975	1.28	1.26	0.20
Kohinoor Textile Mills Limited		1,306,000	462,500	-	40,000	1,728,500	130,913,658	107,599,125	1.06	1.05	0.58
Nishat (Chunian) Limited		-	1,975,000	-	25,000	1,950,000	100,726,647	101,322,000	1.00	0.98	0.81
Nishat Mills Limited		1,971,500	1,060,700	-	126,200	2,906,000	269,634,294	248,986,080	2.45	2.42	0.83
		<b>5,613,000</b>	<b>5,702,074</b>	<b>43,455</b>	<b>386,200</b>	<b>10,972,329</b>	<b>757,006,267</b>	<b>712,581,151</b>	<b>7.01</b>	<b>6.92</b>	
<b>CEMENT</b>											
Attock Cement Pakistan Limited		431,100	-	-	418,200	12,900	2,319,678	1,632,108	0.02	0.02	0.01
Cherat Cement Company Limited		597,900	892,489	-	385,500	1,104,889	164,984,858	155,656,762	1.53	1.51	0.57
D.G. Khan Cement Company Limited		1,665,000	425,000	-	2,089,646	354	40,645	26,922	-	-	-
Fauji Cement Company Limited		7,914,000	4,000,000	-	990,000	10,924,000	234,149,982	197,942,880	1.95	1.92	0.79
Kohat Cement Company Limited		683,000	115,700	-	42,000	756,700	156,672,824	130,076,730	1.28	1.26	0.38
Lucky Cement Limited		737,000	237,000	-	148,500	825,500	677,947,350	525,306,925	5.17	5.10	0.26
Maple Leaf Cement Factory Limited		1,090,000	8,608,828	-	795,000	8,903,828	305,169,378	320,982,999	3.16	3.12	0.81
Pioneer Cement Limited		190,000	605,337	-	355,000	440,337	41,708,856	35,469,145	0.35	0.34	0.19
		<b>13,308,000</b>	<b>14,884,354</b>	<b>-</b>	<b>5,223,846</b>	<b>22,968,508</b>	<b>1,582,993,570</b>	<b>1,367,094,472</b>	<b>13.45</b>	<b>13.28</b>	
<b>REFINERY</b>											
Attock Refinery Limited		285,500	-	-	285,500	-	-	-	-	-	-
National Refinery		48,000	-	-	48,000	-	-	-	-	-	-
		<b>333,500</b>	<b>-</b>	<b>-</b>	<b>333,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>POWER GENERATION AND DISTRIBUTION</b>											
The Hub Power Company Limited		6,223,808	1,105,000	-	1,040,000	6,288,808	497,049,306	450,152,877	4.43	4.37	0.48
K-Electric Limited (face value Rs. 3.5 per share)		9,500,000	-	-	-	9,500,000	39,710,000	29,830,000	0.29	0.29	0.03
Kot Addu Power Company Limited		1,335,000	-	-	-	1,335,000	59,207,250	41,758,800	0.41	0.41	0.15
Lalpur Power Limited		7,464,000	-	-	-	7,464,000	133,307,040	99,942,960	0.98	0.97	1.97
Pakgen Power Limited		3,248,000	-	-	3,248,000	80,095,680	65,739,520	0.65	0.64	0.87	
		<b>27,770,808</b>	<b>1,105,000</b>	<b>-</b>	<b>1,040,000</b>	<b>27,835,808</b>	<b>809,369,276</b>	<b>687,424,157</b>	<b>6.76</b>	<b>6.68</b>	
<b>OIL &amp; GAS MARKETING COMPANIES</b>											
Pakistan State Oil Company Limited		1,433,177	237,500	-	105,000	1,565,677	346,441,928	260,951,386	2.57	2.54	0.33
Sui Northern Gas Pipelines Limited	5.3	2,074,098	1,350,000	-	125,000	3,299,098	151,733,542	104,845,334	1.03	1.02	0.52
		<b>3,507,275</b>	<b>1,587,500</b>	<b>-</b>	<b>230,000</b>	<b>4,864,775</b>	<b>498,175,470</b>	<b>365,796,720</b>	<b>3.60</b>	<b>3.55</b>	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>											
Mari Petroleum Company Limited		265,049	64,260	-	18,534	310,775	489,830,923	549,922,578	5.41	5.34	0.23
Oil & Gas Development Company Limited		4,918,100	1,458,745	-	407,000	5,969,845	560,406,183	496,273,215	4.88	4.82	0.14
Pakistan Oilfield Limited		256,020	-	-	4,000	252,020	99,260,597	93,922,814	0.92	0.91	0.09
Pakistan Petroleum Limited (Note 5.3)		2,767,602	628,862	-	171,000	3,225,464	277,852,290	234,813,779	2.31	2.28	0.12
		<b>8,206,771</b>	<b>2,151,867</b>	<b>-</b>	<b>600,534</b>	<b>9,758,104</b>	<b>1,427,349,994</b>	<b>1,374,932,386</b>	<b>13.53</b>	<b>13.36</b>	

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Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of the Investee Company
----- Number of shares -----						----- Rupees -----		----- % age -----			
<b>INDUSTRIAL ENGINEERING</b>											
Agha Steel Industries Limited		-	4,443,000	-	40,000	4,403,000	84,318,926	62,698,720	0.62	0.61	0.73
Amreli steel		-	864,500	-	22,000	842,500	40,097,559	27,541,325	0.27	0.27	0.28
Crescent Steel & Allied Products Limited		405,000	-	-	7,500	397,500	33,382,050	16,885,800	0.17	0.16	0.51
International Industries Limited		469,000	50,000	-	231,300	287,700	59,486,910	34,285,209	0.34	0.33	0.22
International Steels Limited		494,000	100,000	-	593,616	384	35,836	25,025	0.00	0.00	-
Ittefaq Iron Industries Limited		-	727,000	-	51,500	675,500	12,556,872	6,991,425	0.07	0.07	0.47
Mughal Iron And Steel Industries Limited		591,213	370,000	103,681	215,000	849,894	80,228,515	77,510,333	0.76	0.75	0.27
		<b>1,959,213</b>	<b>6,554,500</b>	<b>103,681</b>	<b>1,160,916</b>	<b>7,456,478</b>	<b>310,106,668</b>	<b>225,937,837</b>	<b>2.22</b>	<b>2.20</b>	
<b>AUTOMOBILE ASSEMBLER</b>											
Indus Motor Company Limited		56,200	54,640	-	73,500	37,340	47,906,387	48,751,851	0.48	0.47	0.05
Millat Tractors Limited		90,000	-	1,062	91,000	62	46,783	53,751	0.00	0.00	-
Pak Suzuki Motor Company Limited		215,000	128,500	-	343,500	-	-	-	-	-	-
		<b>361,200</b>	<b>183,140</b>	<b>1,062</b>	<b>508,000</b>	<b>37,402</b>	<b>47,953,170</b>	<b>48,805,602</b>	<b>0.48</b>	<b>0.47</b>	
<b>AUTOMOBILE PARTS AND ACCESSORIES</b>											
Panther Tyres Limited		1,025,363	64,500	205,072	25,000	1,269,935	72,134,344	43,419,078	0.43	0.42	0.76
Thal Limited (face value of Rs. 5 per share)		395,700	37,300	-	8,500	424,500	178,834,493	155,057,115	1.53	1.51	0.52
		<b>1,421,063</b>	<b>101,800</b>	<b>205,072</b>	<b>33,500</b>	<b>1,694,435</b>	<b>250,968,838</b>	<b>198,476,193</b>	<b>1.95</b>	<b>1.93</b>	
<b>TRANSPORT</b>											
Pakistan International Bulk Terminal Limited		7,400,000	-	-	7,400,000	-	-	-	-	-	-
		<b>7,400,000</b>	-	-	<b>7,400,000</b>	-	-	-	-	-	-
<b>TECHNOLOGY AND COMMUNICATIONS</b>											
Air Link Communication Limited		-	786,525	58,989	845,500	14	895	755	-	-	-
Hum Network		-	10,417,000	-	1,300,000	9,117,000	68,287,383	61,630,920	0.61	0.60	0.96
Octopus Digital Limited		-	74,336	-	74,000	336	13,642	25,385	0.00	0.00	-
Pakistan Telecommunication Company Limited		5,226,000	-	-	100,000	5,126,000	60,691,840	39,982,800	0.39	0.39	0.14
Systems Limited		451,700	97,200	-	354,500	194,400	54,453,384	73,652,328	0.72	0.72	0.07
TRG Pakistan Limited - Class 'A'		865,000	802,500	-	1,183,608	483,892	52,970,638	37,670,992	0.37	0.37	0.09
		<b>6,542,700</b>	<b>12,177,561</b>	<b>58,989</b>	<b>3,857,608</b>	<b>14,921,642</b>	<b>236,417,781</b>	<b>212,963,180</b>	<b>2.10</b>	<b>2.07</b>	
<b>FERTILIZER</b>											
Engro Fertilizers Limited (Note 5.3)	5.3	3,153,500	110,000	1,301,400	4,564,900	-	-	-	-	-	0.10
Engro Corporation Limited		1,544,701	374,022	-	130,500	1,788,223	523,390,513	478,528,475	4.71	4.65	0.31
Fauji Fertilizer Bin Qasim Limited		1,700,000	2,209,500	-	60,000	3,849,500	97,123,019	86,960,205	0.86	0.84	0.34
Fauji Fertilizer Company Limited		955,000	4,218,531	-	905,711	4,267,820	448,310,722	485,336,490	4.78	4.72	0.34
		<b>7,353,201</b>	<b>6,912,053</b>	<b>1,301,400</b>	<b>5,661,111</b>	<b>9,905,543</b>	<b>1,068,824,254</b>	<b>1,050,825,170</b>	<b>10.34</b>	<b>10.21</b>	
<b>PHARMACEUTICALS</b>											
Abbott Laboratories (Pakistan) Limited		113,500	81,000	-	-	194,500	152,447,910	135,759,055	1.34	1.32	0.20
Ferozsons Laboratories Limited		15,700	-	-	15,700	-	-	-	-	-	-
Glaxosmithkline Pakistan Limited		210,800	-	-	53,000	157,800	26,142,726	21,568,104	0.21	0.21	0.05
Highnoon Laboratories Limited		259,542	-	-	5,200	254,342	152,605,200	160,103,202	1.58	1.56	0.67
The Searle Company Limited		201,572	-	18,471	201,572	18,471	3,447,281	2,290,219	0.02	0.02	0.01
		<b>801,114</b>	<b>81,000</b>	<b>18,471</b>	<b>275,472</b>	<b>625,113</b>	<b>334,643,117</b>	<b>319,720,580</b>	<b>3.15</b>	<b>3.11</b>	
<b>CHEMICALS</b>											
Engro Polymer & Chemicals Limited		2,428,500	3,834,500	-	2,501,000	3,762,000	199,490,248	250,022,520	2.46	2.43	0.41
ICI Pakistan Limited		40,000	-	-	40,000	-	-	-	-	-	-
		<b>2,468,500</b>	<b>3,834,500</b>	-	<b>2,541,000</b>	<b>3,762,000</b>	<b>199,490,248</b>	<b>250,022,520</b>	<b>2.46</b>	<b>2.43</b>	
<b>PAPER &amp; BOARD</b>											
Packages Limited		208,000	-	-	99,550	108,450	59,126,940	47,753,789	0.47	0.46	0.12
		<b>208,000</b>	-	-	<b>99,550</b>	<b>108,450</b>	<b>59,126,940</b>	<b>47,753,789</b>	<b>0.47</b>	<b>0.46</b>	

# Atlas Stock Market Fund

Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of the Investee Company
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----- Number of shares ----- Rupees ----- % age -----

## LEATHER AND TANNERIES

Bata Pakistan Limited		35,440	-	-	35,360	80	137,152	194,114	0.00	0.00	-
Service Global Footwear Limited		915,837	125,000	-	28,000	1,012,837	58,808,958	47,856,548	0.47	0.46	0.50
Service Industries Limited		120,836	221,200	-	120,800	221,236	103,404,704	110,447,648	1.09	1.07	0.47
		<b>1,072,113</b>	<b>346,200</b>	<b>-</b>	<b>184,160</b>	<b>1,234,153</b>	<b>162,350,814</b>	<b>158,498,311</b>	<b>1.56</b>	<b>1.54</b>	

## FOODS & PERSONAL CARE PRODUCTS

At-Tahur Limited		3,933,750	50,000	478,050	3,113,500	1,348,300	28,113,087	32,359,200	0.32	0.31	0.68
Shezan International Limited		76,000	-	7,600	-	83,600	25,183,360	13,626,800	0.13	0.13	0.87
Treet Corporation Limited		1,156,500	-	-	1,156,500	-	-	-	-	-	-
Unity Foods Limited		831,800	-	-	831,800	-	-	-	-	-	-
		<b>5,998,050</b>	<b>50,000</b>	<b>485,650</b>	<b>5,101,800</b>	<b>1,431,900</b>	<b>53,296,447</b>	<b>45,986,000</b>	<b>0.45</b>	<b>0.45</b>	

## GLASS AND CERAMICS

Shabbir Tiles & Ceramics Limited (face value Rs.5)		1,157,000	1,691,500	-	1,348,500	1,500,000	24,228,767	26,310,000	0.26	0.26	0.63
Tariq Glass Industries Limited		-	1,414,239	-	10,000	1,404,239	169,269,624	178,717,498	1.76	1.74	1.02
		<b>1,157,000</b>	<b>3,105,739</b>	<b>-</b>	<b>1,358,500</b>	<b>2,904,239</b>	<b>193,498,391</b>	<b>205,027,498</b>	<b>2.02</b>	<b>1.99</b>	

Total 31 March 2022

10,869,591,944 10,162,752,918 100.00 98.74

Total 30 June 2021

8,373,929,774 9,840,526,442

5.2 The cost of listed equity securities as at 31 March 2022 is Rs. 10,461,939,221.12 (30 June 2021: Rs. 8,866,320,415).

5.3 The above investments include following shares which have been pledged with the National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the SECP:

	31 March 2022	30 June 2021	31 March 2022	30 June 2021
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Engro Fertilizers Limited	-	425,000	-	29,864,750
Engro Corporation Limited	125,000	-	33,450,000	-
Habib Bank Limited	60,000	60,000	6,774,600	7,342,200
United Bank Limited	170,000	170,000	23,186,300	20,774,000
Oil & Gas Development Company	100,000	100,000	8,313,000	9,503,000
Pakistan Petroleum Limited	297,000	297,000	21,621,600	25,788,510
	<b>752,000</b>	<b>1,052,000</b>	<b>93,345,500</b>	<b>93,272,460</b>

## 6 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Note ----- Rupees -----

Security deposits with:

- National Clearing Company of Pakistan Limited (NCCPL)

- Central Depository Company of Pakistan Limited (CDC)

Prepaid listing fee

Prepaid legal and professional charges

Other Receivables

	31 March 2022	30 June 2021
	Un-audited	Audited
	2,500,000	2,500,000
	100,000	100,000
	7,121	-
	55,787	-
6.1	10,929,987	10,929,987
	<b>13,592,894</b>	<b>13,529,987</b>

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6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received on bank deposits by the Fund has been shown as other receivables as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Remuneration of the Management Company	7.1	21,446,883	20,250,329
Sindh Sales Tax payable on remuneration of the Management Company	7.2	5,757,141	5,601,589
Federal Excise Duty payable on remuneration of the Management Company	7.3	20,301,988	20,301,988
Accounting and operational charges payable	14	4,289,503	2,531,282
		<b>51,795,514</b>	<b>48,685,188</b>

7.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (1) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to collective investment scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 2.4% from 01 July 2021 to 30 September 2021 and 2.5% from 01 October 2021 to 31 March 2022 (30 June 2021: 2.4%) per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.

7.2 During the period, an amount of Rs. 24,388,473 (2021: Rs.28,150,169) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 24,232,921 (2021: Rs. 27,286,699) has been paid to the Management Company which acts as a collecting agent.

7.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2, the Management Company was of the view that further levy of FED was not justified.

# Atlas Stock Market Fund

On 4 September 2013, a Constitutional Petition was filed in the Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 20.302 million (30 June 2021: Rs 20.302 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2022 would have been higher by Rs. 1.31 (30 June 2021: Rs. 1.42) per unit.

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
<b>8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE - RELATED PARTY</b>		
Remuneration Payable to Trustee	942,802	925,955
SST on Trustee fee payable	118,847	120,374
	<b>1,061,649</b>	<b>1,046,330</b>

8.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows

On net assets:

up to Rs 1,000 million                      Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher

On an amount exceeding                      Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding  
Rs 1,000 million                                      Rs 1,000 million.

8.2 During the period, an amount of Rs. 1,086,565 (2021: Rs.1,302,924) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 1,088,092 (2021 : 1,266,917) was paid to the Trustee which acts as a collecting agent.

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
<b>9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>		
Annual fees payable	<b>1,521,477</b>	<b>1,804,473</b>

In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

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10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
Auditors' remuneration payable		312,792	457,002
Printing charges payable		-	8,736
NCCPL charges payable		25,000	25,000
Withholding and capital gain tax payable		726,394	50,110,148
Transaction charges payable		5,231,184	10,051,896
Sales load payable		57,920	68,090
Zakat payable		38,697	83,816
Dividend payable		398,983	184,344,500
Provision for Sindh Workers' Welfare Fund	10.1	-	105,137,220
Other payable		66,820	66,820
		<b>6,857,790</b>	<b>350,353,228</b>

**10.1** As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP recommended that as a matter of abundant caution, provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

'During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, amounting to Rs. 105 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2022 and 30 June 2021.

## 12 TOTAL EXPENSE RATIO

'The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 3.55% (30 June 2021: 3.96%) which includes 0.38% (30 June 2021: 1.05%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

# Atlas Stock Market Fund

## 13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. 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. Based on the above, no provision in respect of taxation have been made in these condensed interim financial statements, as the Fund does not have income during the period.

## 14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2020 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.4% of the average annual net assets of the Fund upto 14 September 2021 and charged expenses at the rate of 0.5% of the average annual net assets afterwards.

## 15 EARNING PER UNIT

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

## 16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	For the Nine Months Period Ended	
	31 March	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
<b>16.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	187,603,637	158,975,168
Sindh Sales Tax on remuneration of the Management Company	24,388,473	20,666,772
Remuneration paid	186,407,084	153,976,618
Accounting and operational charges	35,897,834	15,219,886
Issue of 24,421 (2021: 28,121) units	16,531,696	14,984,586
Redemption of Nil (2021: 151,059) units	-	98,000,000

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For the Nine Months Period Ended  
31 March

	2022	2021
	Un-audited	Un-audited
	Rupees	
<b>16.1 Transactions during the period (Cont...)</b>		
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	8,358,193	7,374,650
Sindh Sales Tax on remuneration of the Trustee	1,086,565	958,705
Remuneration paid	8,341,347	7,163,414
Settlement charges	-	435,007
Sindh Sales Tax on settlement charges	-	56,551
<b>Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund</b>		
Issue of Nil (2021: Nil) units	-	-
Redemption of 3,462 (2021: 11,310) units	2,400,936	7,246,299
<b>Atlas Foundation</b>		
Issue of Nil (2021: 23,822) units	-	14,000,000
<b>Atlas Insurance Limited (Group Company)</b>		
Issue of 317,221 (2021: 162,581) units	207,412,432	100,000,000
Redemption of 287,031 (2021: 49,863) units	187,412,432	35,000,000
<b>Atlas Metals (Private) Limited (Group Company)</b>		
Issue of 3,778 (2021: 58,099) units	2,500,000	40,000,000
Redemption of 32,394 (2021: Nil) units	22,150,000	-
<b>Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)</b>		
Redemption of Nil (2021: 14,380) units	-	10,000,000
<b>Honda Atlas Cars (Pakistan) Ltd. - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Issuance of Nil (2021: 92,485) units	-	60,000,000
<b>Atlas Insurance Limited - Non-Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Redemption of Nil (2021: 2,782) units	-	2,000,000
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Issue of 15,907 (2021: 7,613) units	10,500,000	5,350,000
Redemption of 5,042 (2021: 19,161) units	3,500,000	12,470,000
<b>Shirazi Investments (Private) Limited (Group Company) (Unit Holder with more than 10% holding)</b>		
Redemption of Nil (2021: 900,747) units	-	600,000,000
<b>CDC Trustee Punjab Pension Fund Trust (Unit Holder with more than 10% holding)</b>		
Issue of 214,280 (2021: Nil) units	150,000,000	-
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Issue of 14,519 (2021: 194,868) units	8,584,598	137,639,304
Redemption of 28,948 (2021: 16,028) units	20,400,000	11,275,000

# Atlas Stock Market Fund

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
<b>16.2 Details of balances with related parties as at the period / year end are as follows:</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the management company	21,446,883	20,250,329
Sindh Sales tax payable on remuneration of the Management Company	5,757,141	5,601,589
Federal Excise Duty payable on remuneration of the Management Company	20,301,988	-
Accounting and operational charges payable	4,289,503	20,301,988
Outstanding 115,955 (30 June 2021: 91,534) units - at net asset value	77,020,764	62,982,893
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	942,802	925,955
Sindh Sales tax payable on remuneration of trustee	118,847	120,374
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 29,783 (30 June 2021: 29,783) units - at net asset value	19,844,365	20,493,072
<b>Atlas Foundation (Group Company)</b>		
Outstanding 894,455 (30 June 2021: 894,455) units - at net asset value	595,973,935	615,465,149
<b>Atlas Honda Limited - Non Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 20,726 (30 June 2021: 20,725) units - at net asset value	13,809,701	14,261,052
<b>Atlas Honda Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 90,998 (30 June 2021: 90,998) units - at net asset value	60,631,822	62,613,838
<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 143,089 (30 June 2021: 132,224) units - at net asset value	95,339,972	90,980,624
<b>Atlas Insurance Limited (Group Company)</b>		
Outstanding 317,221 (30 June 2021: 287,031) units - at net asset value	211,363,845	197,499,863
<b>Atlas Metals (Private) Limited</b>		
Outstanding 33,281 (30 June 2021: 61,896) units - at net asset value	22,175,077	42,589,708
<b>Batools Benefit Trust (Trust having common Director / Trustee)</b>		
Outstanding 225,620 (30 June 2021: 225,620) units - at net asset value	150,330,245	155,244,767
<b>Honda Atlas Cars (Pakistan) Limited - Employees Gratuity Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 132,660 (30 June 2021: 132,660) units - at net asset value	88,391,146	91,280,656
<b>Shirazi Investments (Private) Limited - Employees Provident Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 5,253 (30 June 2021: 3,462) units - at net asset value	3,500,065	2,382,131
<b>Shirazi Investments (Private) Limited (Group Company) (Unit Holder with more than 10% holding)</b>		
Outstanding 3,829,218 (30 June 2021: 3,829,218) units - at net asset value	2,551,401,827	2,634,806,675
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Outstanding 1,848,987 (30 June 2021: 2,117,293) units - at net asset value	1,231,977,080	1,456,866,235

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## 17 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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.

The fair values of listed equity securities quoted on the stock exchange are valued at the closing prices determined by such exchange. The fair value of all other financial assets and financial liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

### Fair value hierarchy

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

- Level 1: Quoted price (unadjusted) in an active market 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 31 March 2022 and 30 June 2021, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3
	----- Rupees -----		
<b><u>31 March 2022</u></b>			
At fair value through profit or loss	10,162,752,918	-	-
	<b><u>10,162,752,918</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>30 June 2021</u></b>			
At fair value through profit or loss	9,840,526,442	-	-
	<b><u>9,840,526,442</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

## 18 GENERAL

18.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2022 and 31 March 2021 have not been subjected to limited scope review by the statutory auditors of the Fund.

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

18.3 Number of units have been rounded off to the nearest decimal places.

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

**Head Office- Karachi**

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**Landhi Office- Karachi**

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**Atlas Islamic Money Market Fund**

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**Atlas Islamic Income Fund**

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**Atlas Islamic Stock Fund**

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**Atlas Islamic Dedicated Stock Fund**

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**Atlas Islamic Fund of Funds**

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**THIRD QUARTER REPORT**

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**31 MARCH 2022**

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**(UN-AUDITED)**



**Managed By**

**Atlas Asset Management**

**Rated AM2+ by PACRA  
(as of December 24, 2021)**



#### **Vision**

To be a market leader in providing quality fund management services with customer satisfaction as our premier goal.

#### **Mission**

We are committed to offering our investors the best possible risk adjusted returns on a diverse range of products, providing a stimulating and challenging environment for our employees, and committing to the highest ethical and fiduciary standards. We firmly believe that by placing the best interests of our clients first, we will also serve the best interest of our employees, our shareholders and the communities in which we operate.

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# Atlas Meraj

## ORGANISATION

### Management Company

Atlas Asset Management Limited

### Board of Directors of the Management Company

**Chairman** Mr. Iftikhar H. Shirazi  
*(Non-Executive Director)*

**Directors** Mr. Tariq Amin  
*(Independent Director)*  
Ms Zehra Naqvi  
*(Independent Director)*  
Mr. Frahim Ali Khan  
*(Non-Executive Director)*  
Mr. Ali H. Shirazi  
*(Non-Executive Director)*  
Mr. M. Habib-ur-Rahman  
*(Non-Executive Director)*

**Chief Executive Officer** Mr. Muhammad Abdul Samad  
*(Executive Director)*

**Company Secretary** Ms Zainab Kazim

### Board Committees

#### Audit Committee

**Chairman** Mr. Tariq Amin  
**Members** Mr. Frahim Ali Khan  
Mr. M. Habib-ur-Rahman  
**Secretary** Mr. M. Uzair Uddin Siddiqui

#### Human Resource & Remuneration Committee

**Chairperson** Ms. Zehra Naqvi  
**Members** Mr. Frahim Ali Khan  
Mr. Ali H. Shirazi  
Mr. Muhammad Abdul Samad  
**Secretary** Ms Zainab Kazim

### Investment Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Ali H. Shirazi  
Mr. Khalid Mahmood  
Mr. Muhammad Umar Khan  
Mr. Fawad Javaid  
**Secretary** Mr. Faran-ul-Haq

### Management Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Khalid Mahmood  
Ms Qurrat-ul-Ain Jafari  
Ms Mishaal H. Shirazi  
Mr. Tariq Ahmed Siddiqui  
Ms Ayesha Farooq  
Ms Zainab Kazim  
Mr. M. Kamran Ahmed  
Mr. Najam Shehzad  
**Secretary** Mr. Muhammad Umar Khan

### Risk Management Committee

**Chairman** Mr. Muhammad Abdul Samad  
**Members** Mr. Khalid Mahmood  
**Secretary** Mr. Shaikh Owais Ahmed

### Chief Financial Officer

Ms Qurrat-ul-Ain Jafari

### Chief Internal Auditor

Mr. M. Uzair Uddin Siddiqui

### Registered Office

Ground Floor, Federation House Sharae Firdousi,  
Clifton, Karachi - 75600  
Tel: (92-21) 111-MUTUAL (6-888-25)  
(92-21) 35379501-04  
Fax: (92-21) 35379280  
Email: info@atlasfunds.com.pk  
Website: www.atlasfunds.com.pk

# Third Quarter Report 2021-22

## CHAIRMAN'S REVIEWS

It is my pleasure to present you the un-audited Financial Statements of Atlas Islamic Money Market Fund (AIMF), Atlas Islamic Income Fund (AIIF), Atlas Islamic Stock Fund (AISF), Atlas Islamic Dedicated Stock Fund (AIDSF) and Atlas Islamic Fund of Funds (AIFOF) for the nine months period ended March 31, 2022 of FY22.

## THE ECONOMY

Normalization of demand post global softening of covid led restrictions, disruption in international supply chain due to Russia-Ukraine conflict, closure of some key sea ports and capacity constraints due to low investments over last few years has amplified international energy/commodity prices and exacerbated the domestic inflation and current account deficit. As a result of high prices, growth in domestic demand has witnessed moderation whereas consumer lending has also slowed down due to high borrowing costs. The Jul-Feb FY22 current account balance stood at US \$12.10 billion deficit compared to US \$1.00 billion surplus in same period last year largely on back of 48.63% YoY increase in Jul-Mar FY22 imports of US \$58.70 billion. The Jul-Mar FY22 exports increased by 24.67% YoY to stand at US \$23.30 billion while Jul-Mar FY22 worker's remittances increased by 7.10% YoY to stand at US \$22.95 billion. Total liquid foreign exchange reserves decreased by 9.94% YoY to US \$18.55 billion as of Mar 25, 2022 (SBP's share stood at US \$12.05 billion) largely on the back of deficit payments. The FBR tax collection grew strongly by 29.10% during Jul-Mar FY22 to stand at Rs. 4,382 billion due to depreciated exchange rate and high imports as well as strengthened tax collection efforts. Average CPI inflation for July-Mar FY22 remained at 10.77%. The State Bank's (SBP) Monetary Policy Committee (MPC) raised policy rate by 250bps to 12.25% in its latest meeting, in response to adverse inflation out-turns stemming from fluid Russia-Ukraine situation, sharp rise in secondary market yields, decline in foreign reserves and currency depreciation of 5% resulting from heightened political uncertainty. The current real interest rate on a forward looking basis, in concert with fiscal measures taken in finance supplementary bill, are appropriate to moderate demand and inflation in medium term.

## FUND OPERATIONS - AIMF

Atlas Islamic Money Market Fund increased by 6.22% on absolute basis (8.29% annualized) as on March 31, 2022. The AIMF's total exposure in high yielding Shariah Compliant Bank Balances, Shariah Compliant Term Deposit, Sukuk, Commercial Paper and others stood at 74.11%, 16.30%, 7.61%, 1.00% and 0.98% respectively. AIMF presents a good investment opportunity for investors to earn attractive returns (with a periodic payout) while maintaining high liquidity. The Net Assets of the Fund stood at Rs. 1.29 billion, with 2.57 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIMF amounting to Rs. 0.46 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIMF by 0.07%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - AIIF

The Net Asset Value per unit of Atlas Islamic Income Fund (AIIF) increased by 6.51% to Rs. 538.80 as on March 31, 2022, providing an annualized total return of 8.67%. The AIIF's total exposure in high yielding Shariah Compliant Bank Balances/Others, Sukuks, Commercial Paper and Placement with Banks stood at 45.00%, 35.81% and 19.19%, respectively. The Net Assets of your Fund stood at Rs. 2.11 billion, with 3.92 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIIF amounting to Rs. 11.19 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIIF by 0.61%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - AISF

The Net Asset Value per unit of Atlas Islamic Stock Fund (AISF) decreased by 4.53% to Rs. 547.15 as on March 31, 2022. The benchmark KMI-30 index decreased by 4.84% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 72,914.93 points as on March 31, 2022. AISF's strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospect of earnings growth. AISF equity portfolio exposure stood at 98.81% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of your Fund stood at Rs. 4.29 billion, with 7.83 million units outstanding as of March

# Atlas Meraj

31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AISF amounting to Rs. 34.63 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AISF by 1.24%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - AIDSF

The Net Asset Value per unit of Atlas Islamic Dedicated Stock Fund (AIDSF) decreased by 4.65% to Rs. 568.31 as on March 31, 2022. The benchmark KMI-30 index decreased by 4.84% during the same period. The KMI-30 index decreased from 76,621.54 points as on June 30, 2021 to 72,914.93 points as on March 31, 2022. AIDSF's strategy will continue to focus on dividend plays and stocks that are trading at relatively cheap multiple with prospects of earnings growth. AIDSF equity portfolio exposure stood at 97.31% that mainly comprised of Oil & Gas Exploration, Cement, Fertilizer and Islamic Commercial Banks. The Net Assets of your Fund stood at Rs. 508.91 million, with 0.90 million units outstanding as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AIDSF amounting to Rs. 3.13 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AIDSF by 1.06%. This is one-off event and is not likely to be repeated in the future.

## FUND OPERATIONS - AIFO

The Net Asset Value of Atlas Aggressive Allocation Islamic Plan (AAAIP) decreased by 0.81% to Rs. 589.68 as on March 31, 2022. AAAIP was 20.54% and 72.61% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Moderate Allocation Islamic Plan (AMAIP) increased by 1.10% to Rs. 589.78 as on March 31, 2022. AMAIP was 40.25% and 54.31% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Conservative Allocation Islamic Plan (ACAIP) increased by 3.90% to Rs. 589.20 as on March 31, 2022. ACAIP was 64.77% and 29.69% invested in AIIF and AIDSF, respectively. The Net Asset Value of Atlas Islamic Capital Preservation Plan (AICPP II) increased by 2.48% to Rs. 512.40 as on March 31, 2022. AICPP II was 58.39% and 40.90% invested in AIMF and AIDSF, respectively. During the period, Atlas Islamic Dividend Plan (AIDP) provided 6.31% return (8.41% annualized basis). AIDP was 88.99% invested in AIIF. During the period under review, Atlas Islamic Capital Preservation Plan II (AICPP-II) reached its maturity providing since inception return of 23.15% against benchmark of 15.84%. The Net Assets of AIFO stood at Rs. 924.30 million as of March 31, 2022. During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AAAIP, AMAIP, ACAIP, AICPP and AIDP amounting to Rs. 0.79, 0.79, 0.72, 2.11 and 0.07 million respectively, has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an unusual increase in NAV of the AAAIP, AMAIP, ACAIP and AIDP by 0.59%, 0.58%, 0.51% and 0.36%, respectively. This is one-off event and is not likely to be repeated in the future.

## MUTUAL FUND TAXATION

### SINDH WORKER'S WELFARE FUND (SWWF)

Levy of WWF has become provincial subject and as Sindh Government has imposed SWWF on industrial, service sectors and financial institutions. Sindh Revenue Board (SRB) has demanded SWWF from mutual funds claiming that these are "financial institutions". According to legal and tax advisors' interpretations, obtained by MUFAP, mutual funds do not fall under the definition of "financial institutions". The Companies Act 2017 has also excluded mutual funds from the definition of financial institutions. However, asset management companies are included in the definition of financial institutions. Nevertheless, as abundant precaution mutual funds made provision in respect of SWWF as recommended by MUFAP from the date of enactment (May 21, 2015) of Sindh Workers Welfare Fund Act, 2014.

Subsequent to the year ended June 30, 2021, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds and pension funds do not qualify as Financial Institutions/ Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognized in the financial statements of the Funds, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognized in the financial statements of the Funds.

# Third Quarter Report 2021-22

## **FEDERAL EXCISE DUTY (FED)**

The Finance Act, 2013 imposed Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013 and this was withdrawn on June 30, 2016. On September 04, 2013, a constitutional petition was filed in SHC jointly by various AMCs, challenging the levy of FED. In a separate petition the Honorable Sindh High Court declared that the FED was unconstitutional and cannot be charged where provinces are collecting sales tax. FBR has challenged the decision of SHC in the Honorable Supreme Court of Pakistan (SCP). However, without prejudice, the mutual funds and pension funds have on prudent basis maintained the provision for FED till June 30, 2016.

## **WITHHOLDING TAX**

After the promulgation of circular dated May 12, 2015, any person required to withhold income tax, may only allow exemption if a valid exemption certificate under section 159(1) of the Income Tax Ordinance, 2001 issued by the concerned Commissioner of Inland Revenue, is produced before him. So far, Mutual Funds and approved Pension Funds were automatically allowed exemption from withholding tax by virtue of clause 47(B) of Part IV of the Second Schedule to Ordinance. The Company along with other AMCs filed a petition in the Honorable Sindh High Court against the new requirement of FBR. The Honorable Sindh High Court decided that the requirement of obtaining exemption certificate will apply to those entities as well whose income are otherwise exempt from tax. Thereafter, a petition was filed in the Supreme Court of Pakistan (SCP) on January 28, 2016 by the Company along with other AMCs. The SCP granted the petitioners leave to appeal from initial judgement of the SHC. Pending resolution to the matter, the amount of tax withheld is shown in Other Receivables, which is refundable. In the meanwhile, Mutual Funds are obtaining exemption certificates from Commissioner of Income Tax.

Mutual Funds are exempt from income tax on their Income if they distribute at least 90% of their accounting income as per clause 99 of Part 1 of the Second Schedule of the Income Tax Ordinance 2001 (Ordinance). However, in assessment for TY 2018, the said exemption has been denied by The Additional Commissioner Audit (AC) in case of Atlas Income Fund & other Funds of various AMC's, on the ground that the amount paid as income on units redeemed by investors during the tax year cannot be treated as distribution of income and commented that the distribution by the Fund fell short of 90% threshold. The issue was taken to Commissioner Appeal's office, which upheld the AC decision. Thereafter, subject matter was taken to Tribunal, which in its judgment decided the case in favor of Fund and vacated the previous orders issued by FBR & Appeal office. Later, FBR issued assessment order of AIF for TY: 2015 and the said exemption was denied again citing the charge that the distribution fell short of 90%. The issue was taken to Commissioner Appeals Office, which decided the case in favor of Fund and annulled the previous order issued by FBR. Recently, FBR issued assessment orders for TY: 2016 & 2017 in AIF, on the same issue of distribution of income while withdrawing exemption. Appeal has been filed in Commissioner Appeals office which is pending adjudication, meanwhile stay order has also been obtained from Commissioner Appeals. Further, the issue of distribution of income is also being contested by MUFAP on behalf of the mutual funds industry at various regulatory and Government levels and are very hopeful that the matter will be resolved soon as the matter has merely arisen due to incorrect interpretation by the relevant commissioners as to what construes as distribution of profit by an open-ended mutual fund. SECP agrees with MUFAP's interpretation and is also actively following up with FBR to resolve the matter at the earliest.

## **RATINGS**

### **• ASSET MANAGER RATING**

The Pakistan Credit Rating Agency Limited (PACRA) has maintained "AM2+" (AM Two Plus) asset manager rating for Atlas Asset Management Limited (AAML). The rating denotes high quality as the asset manager meets high investment management industry standards and benchmarks with noted strengths in several of the rating factors.

### **• FUND STABILITY RATING - AIMF**

PACRA has assigned a stability rating of "AA (f)" (Double A fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and low exposure to risks.

# Atlas Meraj

## • FUND STABILITY RATING - AIIF

PACRA has assigned a stability rating of "AA- (f)" (Double A Minus fund rating) to the Fund. The Fund's rating denotes a very strong capacity to manage relative stability in returns and low exposure to risks.

## FUTURE OUTLOOK

The leading indicators of domestic demand have all moderated to a sustainable pace. This moderation will likely curtail demand side pressures on inflation and contain non-oil imports. Despite moderation in domestic demand, the SBP forecasts economic growth to remain in 4% to 5% range during FY22. The outlook for domestic inflation and external position shall remain uncertain as international commodity prices are expected to remain volatile due to ongoing Russia-Ukraine conflict and global supply side issues. The SBP forecasts FY22 inflation to average slightly above 11% and suggests the current policy rate is appropriate on a forward-looking basis to moderate inflation in FY23, support growth, and maintain external stability. The increase in import figures, stemming primarily from upsurge in global commodity prices, is likely to moderate going forward on back of normalization in global supply/demand situation and Russia-Ukraine tensions. In addition, fiscal measures proposed in finance supplementary bill and market-based flexible exchange rate system will further help curb imports, while growth in worker's remittances and encouraging pickup in exports will likely help moderate CAD around 4% of GDP. Going forward, focus towards widening tax base to ease fiscal pressure, and measures to increase exports as well as encourage import substitution will be instrumental in sustaining economic/financial stability and addressing social needs.

دے ولولہ شوق جسے لذت پرواز  
کر سکتا ہے وہ ذرہ مہ کو تاراج

A mote endowed with strong desire for flight  
Can reach the Sun and Moon with effort slight.

## ACKNOWLEDGEMENT

I would like to thank the Securities and Exchange Commission of Pakistan and other Regulatory Bodies, the Board of Directors, and the Group Executive Committee for their help and guidance. I also thank the financial institutions and the unit holders for their help, support and the confidence reposed in the Fund and the Chief Executive Officer, Mr. Muhammad Abdul Samad and his management team for their hard work, dedication, and sincerity of purpose.

Karachi: 28 April 2022

Iftikhar H. Shirazi  
Chairman

## Atlas Islamic Money Market Fund

### Corporate Information

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#### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

#### **Shariah Advisor**

---

Dr. Mufti Hassan Usmani

#### **Auditors**

---

EY Ford Rhodes  
Chartered Accountants

#### **Legal Advisers**

---

Bawaney & Partners

#### **Bankers**

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Askari Bank Limited - Islamic Banking  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited

# Atlas Islamic Money Market Fund

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
	Note	Un-audited ----- (Rupees) -----	Audited -----
<b>Assets</b>			
Bank balances	4	954,887,657	282,877,302
Investments	5	320,894,331	350,806,346
Markup accrued	6	11,487,505	3,364,300
Prepayments and other receivables	7	614,719	494,442
Defferd Formation Cost		543,900	782,291
<b>Total assets</b>		<b>1,288,428,112</b>	<b>638,324,680</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	8	169,067	897,018
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	78,889	53,922
Payable to the Securities and Exchange Commission of Pakistan	10	167,173	53,533
Accrued expenses and other liabilities	11	650,118	707,270
<b>Total liabilities</b>		<b>1,065,248</b>	<b>1,711,743</b>
<b>NET ASSETS</b>		<b>1,287,362,863</b>	<b>636,612,937</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>1,287,362,863</b>	<b>636,612,937</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	-----Number of units-----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>2,574,726</b>	<b>1,273,226</b>
		-----Rupees-----	
<b>NET ASSET VALUE PER UNIT</b>		<b>500.000</b>	<b>500.000</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

		For the Nine Months Ended 31 March 2022	For the Quarter Ended 31 March 2022	For The Period From 07 January 2021 To 31 March 2021
	Note	(Rupees)		
<b>Income</b>				
Mark up Income	13	71,844,533	34,554,636	8,028,067
Capital loss on sale of investments at fair value through income statement - net		(106,782)	-	(21,632)
		<b>(106,782)</b>	<b>-</b>	<b>(21,632)</b>
<b>Total income</b>		<b>71,737,751</b>	<b>34,554,636</b>	<b>8,006,435</b>
<b>Expenses</b>				
Remuneration to Atlas Asset Management Limited '- Management Company	8.1	591,068	346,767	59,198
Sindh sales tax on remuneration of the Management Company	8.2	76,839	45,079	7,696
Remuneration to the Central Depository Company of Pakistan Limited	9.1	480,703	190,722	76,958
Sindh sales tax on remuneration of the Trustee	9.2	62,491	24,793	10,005
Annual fee - Securities and Exchange Commission of Pakistan	10	167,074	69,354	23,679
Accounting & Operational charges	14	224,123	74,123	70,573
Auditor's remuneration		316,594	103,991	87,341
Transaction Charges		19,439	565	4,380
Amortization of preliminary expenses and floatation costs		115,858	35,549	19,419
Annual Listing fee		20,644	6,781	92,855
Fund Rating Fee		128,938	42,352	37,348
Shariah advisory fee		60,000	20,000	20,000
Bank charges		14,668	1,122	3,315
Printing charges		39,263	8,733	-
Legal and professional charges		104,240	50,540	-
(Reversal) / Provision for Sindh Workers' Welfare Fund	11.1	(338,463)	-	149,873
<b>Total expenses</b>		<b>2,083,479</b>	<b>1,020,472</b>	<b>662,639</b>
<b>Net income for the period before taxation</b>		<b>69,654,271</b>	<b>33,534,164</b>	<b>7,343,796</b>
<b>Taxation</b>	16	-	-	-
<b>Net income for the period after taxation</b>		<b>69,654,271</b>	<b>33,534,164</b>	<b>7,343,796</b>
<b>Allocation of net income for the period:</b>				
Net income for the period after taxation		69,654,271	33,534,164	7,343,796
Income already paid on units redeemed		-	-	-
		<b>69,654,271</b>	<b>33,534,164</b>	<b>7,343,796</b>
<b>Accounting income available for distribution:</b>				
- Relating to capital gains		-	-	-
- Excluding capital gains		69,654,271	33,534,164	7,343,796
		<b>69,654,271</b>	<b>33,534,164</b>	<b>7,343,796</b>

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

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Money Market Fund

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March 2022	For the Quarter Ended 31 March 2022	For The Period From 07 January 2021 To 31 March 2021
	----- (Rupees) -----		
Net income for the period after taxation	69,654,271	33,534,164	7,343,796
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	<b>69,654,271</b>	<b>33,534,164</b>	<b>7,343,796</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



# Atlas Islamic Money Market Fund

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March 2022	For The Period From 07 January 2021 To 31 March 2021
	(Rupees)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period after taxation	69,654,271	17,343,796
<b>Adjustments for:</b>		
Interest income	(71,844,533)	(8,028,067)
Loss on sale of investments at fair value through income statement - net	106,782	21,632
Amortization of preliminary expenses and floatation costs	115,858	19,419
(Reversal) / Provision for Sindh Workers' Welfare Fund	(338,463)	149,873
	<b>(71,960,356)</b>	<b>(7,837,143)</b>
<b>Decrease / (increase) in assets</b>		
Prepaid and other receivables	(120,277)	(741,467)
Deferred formation cost	238,391	-
	<b>118,113</b>	<b>(741,467)</b>
<b>(Decrease) / increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(727,951)	73,554
Payable to Central Depository Company of Pakistan limited -Trustee	24,967	35,277
Payable to the Securities and Exchange Commission of Pakistan	113,640	23,679
Accrued expenses and other liabilities	165,454	386,001
	<b>(423,889)</b>	<b>518,511</b>
Investments-net	29,805,233	(227,097,908)
Markup accrued	63,721,328	5,892,996
	<b>93,526,560</b>	<b>(221,204,912)</b>
<b>Net cash generated from / (used in) operating activities</b>	<b>90,914,700</b>	<b>(221,921,215)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts against issuance of units	1,800,895,821	624,820,545
Cash dividend	(69,654,271)	(7,343,796)
Payments against redemption of units	(1,150,145,896)	(39,436,746)
<b>Net cash generated from financing activities</b>	<b>581,095,655</b>	<b>578,040,003</b>
<b>Net increase in cash and cash equivalents</b>	<b>672,010,355</b>	<b>356,118,788</b>
Cash and cash equivalents at the beginning of the period	282,877,302	-
<b>Cash and cash equivalents at the end of the period</b>	<b>954,887,657</b>	<b>356,118,788</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Money Market Fund (the Fund) is an open-ended Fund constituted under a trust deed entered into on 17 September 2020 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant money market scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 07 January 2021, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the Trust Deed, the objective of Atlas Islamic Money Market Fund (AIMF) is to provide competitive return to its investors (with a periodic payout) by investing in low risk, highly liquid and short duration portfolio consist of Shariah Compliant money market instruments.
- 1.4 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.6 As per the offering document of the Fund, the management company may decide to distribute all net profit (after deducting all expenses of the Fund) on a periodic basis (that is Daily, Weekly, Monthly, Quarterly and Yearly) as 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. The management has distributed as dividend all the net income earned by the Fund during the period to the unit holders on daily basis.
- 1.7 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two plus) [2020: AM2+ (AM Two plus)] on 24 December 2021 and maintain the Fund rating to AA(f) on 15 April 2022.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the period ended 30 June 2021.
- 2.1.3 The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021.

# Atlas Islamic Money Market Fund

2.1.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2021.

## 2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

2.3 Standards, interpretations and amendments	Effective date
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009

## 2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the

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basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 11.1 and 7.1 respectively.

## 2.5 Accounting convention

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

## 2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the period ended 30 June 2021.

3.2 The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2021.

3.4 The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the period ended 30 June 2021.

## 4 BANK BALANCES

In local currency

- Profit and loss sharing accounts

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- (Rupees) -----	
	954,887,657	282,877,302
	<u>954,887,657</u>	<u>282,877,302</u>

4.1 The rate of return on these profit and loss sharing accounts ranges between 6.50% to 10.00% (June 2021: 4.5% to 6.5%) per annum.

## 5 INVESTMENTS

At fair value through profit or loss

Commerical Paper

Sukuk

Bai Muajjal

Certificate of investment

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- (Rupees) -----	
Note		
5.1	12,894,331	83,519,658
5.2	98,000,000	-
5.3	-	267,286,688
5.4	210,000,000	-
	<u>320,894,331</u>	<u>350,806,346</u>

# Atlas Islamic Money Market Fund

## 5.1 Commercial paper

Name of the Investee Company	As at 01 July 2021	Purchases during the period	Sold / matured during the period	As at 31 March 2022	Carrying Value as at 31 March 2022	Market Value as at 31 March 2022	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
				Rupees		% age		
K-Electric - Islamic Commercial paper CP-16	80,000,000	-	80,000,000	-	-	-	-	-
K-Electric - Islamic Commercial paper CP-17	5,000,000	-	5,000,000	-	-	-	-	-
K-Electric - Islamic Commercial paper CP-18	-	160,000,000	160,000,000	-	-	-	-	-
K-Electric - Islamic Commercial paper CP-20	-	50,000,000	50,000,000	-	-	-	-	-
K-Electric - Islamic Commercial paper CP-21	-	100,000,000	100,000,000	-	-	-	-	-
K-Electric - Islamic Commercial paper CP-23	-	13,000,000	-	13,000,000	12,894,331	12,894,331	1.00%	4.02%
<b>Total as at 31 March 2022</b>	<b>85,000,000</b>	<b>323,000,000</b>	<b>395,000,000</b>	<b>13,000,000</b>	<b>12,894,331</b>	<b>12,894,331</b>	<b>1.00%</b>	<b>4.02%</b>
<b>Total as at 30 June 2021</b>					<b>83,519,662</b>	<b>83,519,662</b>	<b>13.12%</b>	<b>23.81%</b>

5.1.1 The nominal value of these commercial papers is Rs. 1,000,000 (June 2021: Rs 1,000,000) per certificate with 8.05% to 9.41% (June 2021: 8.37% to 8.48%) expected profit rate.

5.1.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thin and non traded debt securities with residual maturity of upto six months.

## 5.2 Sukuk

Name of the Investee Company	As at 01 July 2021	Purchases during the period	Sold / matured during the period	As at 31 March 2022	Carrying Value as at 31 March 2022	Market Value as at 31 March 2022	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
				Rupees		% age		
K-Electric Limited - Short term Sukuk - II	-	85,000,000	-	85,000,000	85,000,000	85,000,000	6.60%	26.49%
K-Electric Limited - Short term Sukuk - III	-	13,000,000	-	13,000,000	13,000,000	13,000,000	1.01%	4.05%
<b>Total as at 31 March 2022</b>	<b>-</b>	<b>98,000,000</b>	<b>-</b>	<b>98,000,000</b>	<b>98,000,000</b>	<b>98,000,000</b>	<b>7.61%</b>	<b>30.54%</b>
<b>Total as at 30 June 2021</b>					<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 5.3 Bai Muajjal

Name of the Investee Company	As at 01 July 2021	Purchases during the period	Sold / matured during the period	As at 31 March 2022	Carrying Value as at 31 March 2022	Market Value as at 31 March 2022	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
				Rupees		% age		
Bai Muajjal (18.05.2021)	88,650,000	-	88,650,000	-	-	-	-	-
Bai Muajjal (19.05.2021)	88,677,000	-	88,677,000	-	-	-	-	-
Bai Muajjal (17.06.2021)	88,959,688	-	88,959,688	-	-	-	-	-
Bai Muajjal (27.09.2021)	-	159,256,800	159,256,800	-	-	-	-	-
<b>Total as at 31 March 2022</b>					<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total as at 30 June 2021</b>					<b>267,286,688</b>	<b>267,286,688</b>	<b>41.99</b>	<b>76.19</b>

5.3.1 The rate of return on these investments is Nil (June 2021: 7%).

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## 5.4 Certificate of investment

Counterparty name	Acquired during the period	Maturity	As at 31 March 2022	Issue Date	Maturity Date	Market Value as a % of net assets of fund	Market Value as a % of total value of investments of fund
----- Rupees -----							
Faysal Bank Limited	150,000,000	150,000,000	-	16-Dec-21	16-Mar-22	-	-
Askari Bank Limited	190,000,000	190,000,000	-	29-Dec-21	31-Jan-22	-	-
Askari Bank Limited	202,000,000	202,000,000	-	3-Feb-22	3-Mar-22	-	-
Askari Bank Limited	210,000,000	-	210,000,000	3-Mar-22	1-Apr-22	16.31	65.44
<b>Total as at 31 March 2022</b>	<b>752,000,000</b>	<b>542,000,000</b>	<b>210,000,000</b>			<b>16.31</b>	<b>65.44</b>
<b>Total as at 30 June 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 6 MARKUP ACCRUED

Markup accrued on:

- Bai Muajjal
- Sukuk certificates
- Certificate of investment
- Profit and loss sharing accounts

**31 March 2022**      **30 June 2021**  
**Un-audited**      **Audited**  
**Note ----- (Rupees) -----**

-	1,720,878
1,350,976	-
2,066,929	-
8,069,599	1,643,422
<b>11,487,505</b>	<b>3,364,300</b>

## 7 PREPAYMENTS AND OTHER RECEIVABLES

Prepaid listing fee

Unamortized premium on Bai Muajjal

Security deposit with CDC

Advance tax

Prepaid rating fee

Prepaid legal and professional

7.1

6,793	-
-	53,390
102,534	-
344,291	344,291
153,473	96,760
7,627	-
<b>614,719</b>	<b>494,442</b>

7.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 151. However, several banks deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds 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 favor of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal

# Atlas Islamic Money Market Fund

from the initial judgement of the SHC. Pending resolution of the matter, the cumulative amount of withholding tax deducted from profit on bank deposits by the banks has been shown as other receivable as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - Management Company	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- (Rupees) -----	
Remuneration of the Management Company	8.1	125,364	24,987
Sindh Sales Tax on remuneration of the Management Company	8.2	16,284	3,248
Accounting and operational charges reimbursable by the Fund		27,419	25,000
Preliminary Expenses and Flotation Cost		-	843,783
		<b>169,067</b>	<b>897,018</b>

8.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the maximum limit of 1% of average annual net assets, within allowed expense ratio. With effect from 07 January 2020 Management Company decided the management fee 0.5%. The fee is payable to the Management Company monthly in arrears.

8.2 During the year, an amount of Rs. 76,839 (2021: 17,411) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 63,803 (2021: 14,163) has been paid to the Management Company which acts as the collecting agent.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- (Rupees) -----	
Payable To Trustee	9.1	69,939	32,482
SST on Trustee fee Payable	9.2	8,950	4,223
Settlement charges payable		-	15,236
SST on settlement charges		-	1,981
		<b>78,889</b>	<b>53,922</b>

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund. The trustee charged 0.065% p.a of net assets from 01 July 2021 to 30 September 2021 & 0.055% p.a of net assets from 01 October 2021 to 31 March 2022.

9.2 During the year, an amount of Rs. 62,491 (2021: 22,634) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 57,764 (2021: 18,411) was paid to the Trustee which acts as a collecting agent.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		----- (Rupees) -----	
Annual fees payable	10.1	<b>167,173</b>	<b>53,533</b>

10.1 In accordance with NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP). With effect from 01 July 2019, the SECP vide SRO No.685(1 )2019 dated 28 June 2019 revised the rate of annual fee to 0.02% of net assets on all categories of CISs.

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		31 March 2022	30 June 2021
		Un-audited	Audited
11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	----- (Rupees) -----	
Auditors' remuneration payable		249,766	162,000
Shariah advisory fee payable		20,000	20,000
Withholding tax payable		377,204	175,747
Transaction charges payable		-	11,060
Provision for Sindh Workers' Welfare Fund	11.1	-	338,463
Other payable		3,148	-
		<b>650,118</b>	<b>707,270</b>

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP recommended that as a matter of abundant caution, provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from 21 May 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from July 24, 2020 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its letter dated August 30, 2021. The SECP has given its concurrence for prospective reversal of provision of SWWF. Accordingly going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2022 and 30 June 2021.

		31 March 2022	For the Period From 07 January 2021 To 31 March 2021
		Un-audited	Un-audited
13 MARKUP INCOME		----- (Rupees) -----	
Markup income on:			
- Profit and loss sharing accounts		43,265,290	6,487,506
- Bai Muajjal		5,578,693	1,540,561
- Sukuk Certificates		1,350,976	-
- Commercial paper		7,815,636	-
- Islamic Term Deposit Receipts		13,833,937	-
		<b>71,844,533</b>	<b>8,028,067</b>

## 14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations

# Atlas Islamic Money Market Fund

and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019. The Management Company has charged actual expenses within the limit of Rs. 300,000 for one year.

## 15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 0.29% (June 2021: 0.66%) which includes 0.04 (June 2021: 0.16%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

## 16 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 net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. 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. Based on the above, no provision in respect of taxation have been made in these condensed interim financial statements. Since the management has distributed the income earned by the Fund during the period to the unit holders, no provision for taxation has been made in these condensed interim financial statements.

## 17 EARNINGS PER UNIT

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

## 18 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

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

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

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

	For the Period From	
	31 March 2022	07 January 2021 To 31 March 2021
	Un-audited	Un-audited
	----- (Rupees) -----	
<b>18.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration for the period	591,068	59,198
Sindh sales tax on remuneration of the Management Company	76,839	7,696
Remuneration paid	490,691	35,184
Formation cost	115,858	19,419
Accounting & operational charges	224,123	70,573
Issue of 357,799 (2021: 202,240) units	178,899,723	101,119,752
Redemption of 438,177 (2021: 53,000) units	219,088,279	26,500,000
Dividend Declared	2,388,366	1,317,353

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18.1 Transactions during the period (Continued...)	31 March	For the
	2022	Period From
	Un-audited	07 January 2021
		To 31 March 2021
		Un-audited
	(Rupees)	
<b>Central Depository Company of Pakistan Limited</b>		
Remuneration of the Trustee	480,703	76,958
Sindh Sales Tax on remuneration of the Trustee	62,491	10,005
Remuneration paid	7,019	45,739
<b>Atlas Foundation</b>		
Issue of 5,399 (2021:101,202) units	2,699,332	50,600,827
Redemption Nil (2021: Nil) units	-	-
Dividend Declared	-	706,855
<b>Atlas Honda Limited (Emp.Prov.Fund) (Retirement Benefit plan of a Group Company)</b>		
Issue of 128,986 (2021: 101,415) units	64,492,890	50,707,584
Dividend Declared	3,066,242	707,584
<b>Atlas Honda Cars Pakistan Limited (Employees Provident Fund)</b>		
Issue of 161,556 (2021: Nil) units	80,777,934	-
Redemption 161,556 (2021: Nil) units	80,777,934	-
Dividend Declared	2,156,285	-
<b>Atlas Group of Companies, M.S.G.Fund (Retirement Benefit plan of a Group Company)</b>		
Issue of 779,117 (2021: 40,504) units	389,558,591	20,252,140
Dividend Declared	7,793,707	252,140
Redemption of 426,441 (2021: Nil) units	213,220,543	-
<b>Atlas Honda Limited (Group Company)</b>		
Issue of 3,239 (2021: 60,721) units	1,619,603	30,360,497
Dividend Declared	1,619,603	424,113
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Issue of 21,595 (2021: 404,807) units	10,797,323	202,403,307
Dividend Declared	10,797,323	2,827,419
<b>Shirazi Investments (Private) Limited - Employees Provident Fund</b>		
Issue of 8,224 (2021: Nil) units	4,112,042	-
Dividend Declared	112,042	-
<b>The University of Lahore (Unit Holder with more than 10% holding)</b>		
Issue of Nil (2021: 130,529) units	-	65,264,728
Dividend Declared	-	264,728
<b>Atlas Insurance Ltd., Staff Provident Fund Trust (Retirement Benefit plan of a Group Company)</b>		
Issue of 767 (2021: 12,146) units	383,742	6,072,775
Dividend Declared	383,472	72,775
<b>Key management personnel of Management Company (Unit Holder with more than 10% holding)</b>		
Issue of 21,696 (2021: Nil) units	10,848,097	-
Dividend Declared	73,097	-
Redemption of 20,696 (2021: Nil) units	10,348,097	-

# Atlas Islamic Money Market Fund

## 18.2 Details of balances with related parties as at the period / year end are as follows:

	31 March 2022 Un-audited ----- (Rupees) -----	30 June 2021 Audited -----
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the management company	125,364	24,987
Sindh Sales tax payable on remuneration of the Management Company	16,284	3,248
Accounting and operational charges reimbursable by the Fund	27,419	25,000
Preliminary Expenses and Flotation Cost	-	843,783
Outstanding 70,028 (2021: 151,206) units	35,014,000	75,602,748
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Trustee fee payable	69,939	32,482
Sindh Sales tax payable on remuneration of trustee	8,950	4,223
<b>Atlas Foundation</b>		
Outstanding 107,933 (2021:102,535) units	53,966,500	51,267,413
<b>Atlas Honda Limited (Emp.Prov.Fund) (Retirement Benefit plan of a Group Company)</b>		
Outstanding 124,954 (2021: 102,989) units	62,477,000	51,494,345
<b>Atlas Group of Companies, M.S.G.Fund (Retirement Benefit plan of a Group Company)</b>		
Outstanding 393,809 (2021: 41,133) units	196,904,500	20,566,365
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 64,760 (2021: 61,521) units	32,380,000	30,760,451
<b>Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding 431,734 (2021: 410,139) units	215,867,000	205,069,643
<b>Shirazi Investments (Private) Limited (Employees Provident Fund)</b>		
Outstanding 8,224 (2021: Nil) units	4,112,000	-
<b>Atlas Insurance Ltd., Staff Provident Fund Trust (Retirement Benefit plan of a Group Company)</b>		
Outstanding 13,101 (2021: 12,334) units	6,550,500	6,166,998
<b>The University of Lahore (Unit Holder with more than 10% holding)</b>		
Outstanding Nil (2021: 132,535) units	-	66,267,426

## 19. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

The valuation of commercial papers has been done based on amortisation of commercial paper to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

The fair values of financial assets and liabilities of the Fund approximate their carrying amounts due to short-term maturities of these instruments.

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## 20. GENERAL

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

## 21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Income Fund

## Corporate Information

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### Trustee

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal,  
Karachi - 74400

### Shariah Advisor

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Dr. Mufti Hassan Usmani

### Auditors

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EY Ford Rhodes  
Chartered Accountants

### Legal Advisers

---

Mohsin Tayebaly & Co.

### Bankers

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Al-Baraka Bank (Pakistan) Limited  
Allied Bank Limited - Islamic Banking  
Askari Bank Limited - Islamic Banking  
Bank Al Habib Limited - Islamic Banking  
BankIslami Pakistan Limited  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited - Islamic Banking  
Habib Bank Limited - Islamic Banking  
MCB Bank Limited - Islamic Banking  
Meezan Bank Limited  
Soneri Bank Limited - Islamic Banking

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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		----- Rupees -----	
<b>Assets</b>			
Cash and bank balances	4	919,556,472	1,161,547,092
Investments	5	1,170,523,880	1,066,779,465
Mark-up accrued	6	37,246,801	27,394,594
Security deposits, prepayments and other receivables	7	736,889	580,800
<b>Total assets</b>		<b>2,128,064,041</b>	<b>2,256,301,951</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	8	2,901,802	3,206,990
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	148,019	164,233
Payable to the Securities and Exchange Commission of Pakistan	10	327,571	427,796
Payable against redemption of units		9,968,892	75,723,636
Unclaimed dividend		448,433	448,433
Accrued expenses and other liabilities	11	1,227,946	19,297,347
<b>Total liabilities</b>		<b>15,022,663</b>	<b>99,268,435</b>
<b>NET ASSETS</b>		<b>2,113,041,378</b>	<b>2,157,033,516</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>2,113,041,378</b>	<b>2,157,033,516</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	----- Number of units -----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>3,921,740</b>	<b>4,263,884</b>
		----- Rupees -----	
<b>NET ASSET VALUE PER UNIT</b>		<b>538.8020</b>	<b>505.8846</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Income Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Months Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
<b>Income</b>		----- Rupees -----			
Mark-up income	13	140,007,021	107,117,283	51,948,875	35,959,038
Capital (loss) / gain on investments - net		(1,956,544)	(175,607)	(274,244)	87,986
Net unrealised (diminution) / appreciation / on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(2,512,566)	(640,699)	1,178,229	1,494,832
		<b>(4,469,110)</b>	<b>(816,306)</b>	<b>903,985</b>	<b>1,582,818</b>
<b>Total income</b>		<b>135,537,911</b>	<b>106,300,977</b>	<b>52,852,860</b>	<b>37,541,856</b>
<b>Expenses</b>					
Remuneration of Atlas Asset Management Limited - Management Company	8.1	5,732,470	6,259,423	1,795,846	2,019,367
Sindh Sales Tax on remuneration of the Management Company	8.2	745,231	813,725	233,466	262,518
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	9.1	1,228,388	1,173,641	384,825	378,631
Sindh Sales Tax on remuneration of the Trustee	9.2	159,704	152,573	50,033	49,222
Annual fees to the Securities and Exchange Commission of Pakistan	10.1	327,570	312,971	102,614	100,970
Accounting and operational charges	14	1,965,422	2,660,255	615,727	858,231
Auditors' remuneration		304,433	191,843	99,993	99,996
Securities transaction cost		280,887	283,563	124,984	127,673
Annual listing fee		20,646	20,644	6,784	6,781
Annual rating fee		272,669	272,669	89,565	106,105
Printing charges		34,408	49,643	8,734	11,403
Shariah advisory fee		135,000	135,000	45,000	45,046
Bank charges		30,197	28,018	23,788	7,314
Legal and professional charges		113,437	196,177	52,177	75,417
(Reversal) / Provision for Sindh Workers' Welfare Fund		(10,817,933)	1,875,017	-	667,864
<b>Total expenses</b>		<b>532,527</b>	<b>14,425,162</b>	<b>3,633,535</b>	<b>4,816,538</b>
<b>Net income for the period before taxation</b>		<b>135,005,384</b>	<b>91,875,816</b>	<b>49,219,325</b>	<b>32,725,319</b>
<b>Taxation</b>	16	-	-	-	-
<b>Net income for the period after taxation</b>		<b>135,005,384</b>	<b>91,875,816</b>	<b>49,219,325</b>	<b>32,725,319</b>
<b>Allocation of net income for the period:</b>					
Net income for the period after taxation		135,005,384	91,875,816	49,219,325	32,725,319
Income already paid on units redeemed		(36,044,136)	(14,316,508)	(7,041,021)	(4,688,738)
		<b>98,961,248</b>	<b>77,559,308</b>	<b>42,178,305</b>	<b>28,036,581</b>
<b>Accounting income available for distribution:</b>					
- Relating to capital gains		-	-	903,985	1,582,818
- Excluding capital gains		98,961,248	77,559,308	41,274,320	26,453,763
		<b>98,961,248</b>	<b>77,559,308</b>	<b>42,178,305</b>	<b>28,036,581</b>

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

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2022	2021	2022	2021
	----- Rupees -----			
Net income for the period after taxation	135,005,384	91,875,816	49,219,325	32,725,319
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>135,005,384</b>	<b>91,875,816</b>	<b>49,219,325</b>	<b>32,725,319</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Income Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	31 March 2022		
	Capital value	Undistributed income	Net assets
	----- Rupees -----		
Capital value	2,139,275,085	-	2,139,275,085
<b>Undistributed income brought forward</b>			
- Realised income	-	16,233,656	16,233,656
- Unrealised (loss)	-	1,524,775	1,524,775
<b>Net assets at the beginning of the period (Units outstanding: 4,263,884) (Rs. 505.8846 per unit)</b>	<b>2,139,275,085</b>	<b>17,758,431</b>	<b>2,157,033,516</b>
Issue of 5,254,498 units	2,722,417,111	-	2,722,417,111
Redemption of 5,596,643 units	(2,865,370,497)	(36,044,136)	(2,901,414,633)
Total comprehensive income for the period	-	135,005,384	135,005,384
<b>Net assets at end of the period (Units outstanding: 3,921,740) (Rs. 538.8020 per unit)</b>	<b>1,996,321,699</b>	<b>116,719,679</b>	<b>2,113,041,378</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	131,266,414	-
- Unrealised (loss)	-	(14,546,735)	-
	<b>-</b>	<b>116,719,679</b>	<b>-</b>
	31 March 2021		
	Capital value	Undistributed income	Net assets
	----- Rupees -----		
Capital value	2,122,558,890	-	2,122,558,890
<b>Undistributed income brought forward</b>			
- Realised income	-	43,071,903	43,071,903
- Unrealised loss	-	(31,029,698)	(31,029,698)
<b>Net assets at the beginning of the period (Units outstanding: 4,227,883) (Rs. 504.8865 per unit)</b>	<b>2,122,558,890</b>	<b>12,042,205</b>	<b>2,134,601,095</b>
Issue of 4,508,203 units	2,326,050,535	-	2,326,050,535
Redemption of 4,772,419 units	(2,446,104,327)	(14,316,508)	(2,460,420,835)
Total comprehensive income for the period	-	91,875,816	91,875,816
<b>Net assets at end of the period (Units outstanding: 3,963,667) (Rs. 527.8209 per unit)</b>	<b>2,002,505,098</b>	<b>89,601,512</b>	<b>2,092,106,610</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	92,504,087	-
- Unrealised income	-	(2,902,575)	-
	<b>-</b>	<b>89,601,512</b>	<b>-</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March	
	2022	2021
Note	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the period before taxation	135,005,384	91,875,816
<b>Adjustments for:</b>		
Mark-up income	(140,007,021)	(107,117,283)
Capital loss / (gain) on sale of investments - net	1,956,544	175,607
Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	2,512,566	640,699
(Reversal) / Provision for Sindh Workers' Welfare Fund	(10,817,933)	1,875,017
	<b>(146,355,844)</b>	<b>(104,425,961)</b>
<b>Increase in assets</b>		
Security deposits, prepayments and other receivables	(156,089)	(132,627)
<b>Decrease in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	(305,188)	6,860
Payable to Central Depository Company of Pakistan Limited - Trustee	(16,214)	439
Payable to the Securities and Exchange Commission of Pakistan	(100,225)	(60,510)
Payable against redemption of units	(65,754,744)	825,020
Unclaimed dividend	-	(55,105)
Accrued expenses and other liabilities	(7,251,468)	(12,965,933)
	<b>(73,427,839)</b>	<b>(12,249,229)</b>
Mark-up received	130,154,814	104,444,865
Investments made during the period	(882,619,944)	(573,164,398)
Investments sold / matured during the period	774,406,419	300,690,000
<b>Net cash used in from operating activities</b>	<b>(62,993,099)</b>	<b>(192,961,535)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	2,722,417,111	2,326,050,535
Net payments against redemption of units	(2,901,414,633)	(2,460,420,835)
<b>Net cash used in from financing activities</b>	<b>(178,997,522)</b>	<b>(134,370,300)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(241,990,621)</b>	<b>(327,331,835)</b>
Cash and cash equivalents at the beginning of the period	1,161,547,092	1,584,796,999
<b>Cash and cash equivalents at the end of the period</b>	<b>4 919,556,471</b>	<b>1,257,465,164</b>

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

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Income Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Income Fund (the Fund) is an open ended Fund constituted under a trust deed entered into on 7 May 2008 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The Trust Deed has been revised through the First, Second and third Supplemental Trust Deeds dated 23 June 2010, 12 November 2010 and 23 May 2017 respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). Furthermore, the offering document of the Fund has been revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh Eighth, Ninth, Tenth, Eleventh and Twelfth supplements dated 23 June 2010, 12 November 2010, 20 September 2013, 24 March 2015, 3 August 2015, 30 September 2016, 2 June 2017, 2 October 2020, 30 October 2020, 1 April 2020, 1 June 2020 and 21 December 2020 respectively with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant income scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis since 14 October 2008, and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide investors with a good and stable rate of current income consistent with long term preservation of capital in a Shariah Compliant manner. A secondary objective is to take advantage of opportunities to realise capital appreciation. The Fund shall seek to provide the investors with a rate of return consistent with a broadly diversified portfolio of long medium, and short term, high quality Islamic income instruments.
- 1.4 Titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Act "Sindh Act 2020" as empowered under the eighteenth amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The management company submitted the Collective Investment Scheme Trust Deed to the Registrar (Acting under Sindh Trust Act, 2020) to fulfil the requirement of registration of Trust Deed under Sindh Trust Act, 2020. During the year, the Trust Deed has been registered under the Sindh Trust Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2021: AM2+ (AM Two Plus)] on 24 December 2021 and maintained the stability rating of the Fund at "AA- (f)" [2021: "AA- (f)"] on 15 April 2022.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

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- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
  - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.
- 2.1.3 The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended March 31, 2021.
- 2.1.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 March 2022.

## 2.2 New / Revised Standards, Interpretations and Amendments

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

2.3 Standards, interpretations and amendments	Effective date
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023

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<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

<b>Standards</b>	<b>IASB Effective date (annual periods beginning on or after)</b>
IFRS 1 - First-time Adoption of International Financial Reporting Standards	01 July 2009

## 2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 11.1 and 8.1 respectively.

## 2.5 Accounting convention

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

## 2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2021.

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3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the nine month ended 31 Mar 2022.

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees	Rupees
<b>4 CASH AND BANK BALANCES</b>			
Balances with banks in:			
- Profit and loss sharing accounts	4.1	910,372,153	1,151,880,873
- Current account		5,000	5,000
Cheques in hand	4.2	9,179,319	9,661,219
		<b>919,556,472</b>	<b>1,161,547,092</b>

4.1 The rate of return on these profit & loss sharing accounts ranges between 6.6% to 10.85% (30 June 2021: 5.5% to 6.9%) per annum.

4.2 These denote cheques received against issue of units which were cleared latest by 08 April 2022 (30 June 2021: 28 July 2021).

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees	Rupees
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss</b>			
Debt securities - Sukuk certificates	5.1	448,343,515	242,211,575
Commercial Papers	5.2	408,407,315	240,591,390
Certificate of Musharika		-	300,000,000
Government of Pakistan - Ijarah Sukuk	5.3	313,773,050	283,976,500
		<b>1,170,523,880</b>	<b>1,066,779,465</b>

## 5.1 Debt securities - Sukuk Certificates

Particulars	Note	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Unrealised appreciation as at 31 March 2022	Market Value as % of Net Assets as at 31 March 2022	Market Value as % of Total Investments as at 31 March 2022
<b>Unlisted</b>										
<b>BANKS</b>										
Meezan Bank Limited - Tier I (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	50	-	-	-	-	0.00%	0.00%
Meezan Bank Limited - Tier II (Face Value Rs. 1,000,000)	5.1.1 & 5.1.2	50	-	-	50	51,875,000	52,000,000	125,000	2.46%	4.44%
Albaraka Bank (Pakistan) Limited - Tier II (Face Value Rs. 1,000,000)		-	75	-	75	75,000,000	75,000,000	-	3.55%	6.41%
<b>Pharmaceutical</b>										
OBS AGP (Private) Limited - SUKUK Certificate (Face value Rs. 100,000)		-	1,150	-	1,150	115,000,000	115,391,345	391,345	5.46%	9.86%
<b>Listed</b>										
<b>Power Generation &amp; Distribution</b>										
The Hub Power Company Limited (Face Value Rs. 100,000)		550	-	-	550	42,072,714	43,493,670	1,420,956	2.06%	3.72%
Hub Power Holding Limited (Face Value Rs. 100,000)	5.2.1	1,000	-	-	1,000	82,458,500	82,458,500	-	3.90%	7.04%
<b>K-Electric Limited</b>										
(Face Value Rs. 1,000,000)		-	80	-	80	80,000,000	80,000,000	-	3.79%	6.83%
<b>Total - March 31, 2022</b>						<b>446,406,214</b>	<b>448,343,515</b>	<b>1,937,301</b>	<b>21.22%</b>	<b>38.30%</b>
<b>Total - June 30, 2021</b>						<b>240,605,940</b>	<b>242,211,575</b>	<b>1,605,635</b>	<b>22.70%</b>	<b>11.23%</b>

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- 5.1.1 The cost of these investments at 31 March 2022 amounted to Rs. 446,406,214 (30 June 2021: Rs. 237,458,500).
- 5.1.2 These carry quarterly and semi annually rate of return ranging from "3 months Kibor + 1%" to "3 months Kibor + 1.9%" and "6 months Kibor + 0.5% to 6 months Kibor + 2.50%" (30 June 2021: "3 months Kibor + 1%" and "6 months Kibor + 0.5%" to "6 months Kibor + 0.90%") respectively, having maturity upto 09 January 2030 (30 June 2020: 09 January 2030).
- 5.1.3 OBS AGP Private Limited and Albaraka Bank (Pakistan) Limited Sukuk have been measured at their initial investment value, as their market values are not available at MUFAP.

## 5.2 Commercial Papers

Particulars	Note	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Unrealised appreciation as at 31 March 2022	Market Value as % of Net Assets as at 31 March 2022	Market Value as % of Total Investments as at 31 March 2022
K-Electric Limited - CP-16	(Note 5.2.1)	-	-	-	-	-	-	-	-	-
K-Electric Limited - ICP 16		40	-	40	-	-	-	-	-	-
K-Electric Limited - ICP 17		130	-	130	-	-	-	-	-	-
K-Electric Limited - ICP 18		75	-	75	-	-	-	-	-	-
K-Electric Limited - ICP-20		-	75	75	-	-	-	-	-	-
K-Electric Limited - ICP-21		-	25	25	-	-	-	-	-	-
K-Electric Limited - ICP-23		-	63	-	63	62,487,911	62,487,911	-	2.96%	5.34%
MUGHAL-CP		-	75	-	75	73,005,307	73,005,307	-	3.45%	6.24%
Lucky Electric Power Limited - ICP-I		-	100	-	100	99,044,059	99,044,059	-	4.69%	8.46%
Lucky Electric Power Limited - ICP-II		-	180	-	180	173,870,038	173,870,038	-	8.23%	14.85%
<b>Total - March 31, 2022</b>						<b>408,407,315</b>	<b>408,407,315</b>	<b>-</b>	<b>19.33%</b>	<b>34.89%</b>
<b>Total - June 30, 2021</b>						<b>240,591,390</b>	<b>240,591,390</b>	<b>-</b>	<b>22.55%</b>	<b>11.15%</b>

- 5.2.1 The nominal value of these commercial papers is Rs 1,000,0000 per certificate with 9.41% to 12.97% (7.48% to 9.21%) expected profit rate.
- 5.2.2 The securities are valued on the basis of amortization to its face value as per the requirements of Circular 33 of 2012 with respect to thinly and non traded debt securities with residual maturity of upto six months.
- 5.3 **Government of Pakistan - Ijarah Sukuk**

Script	As at 01 July 2021	Acquired during the period	Disposed during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Unrealised appreciation as at 31 March 2022	Market Value as % of Net Assets of Fund	Market Value as % of total value of investments of fund
Government of Pakistan Ijarah Sukuks 30-Apr-20	1,225	-	780	445	43,218,400	42,804,550	(413,850)	2.03%	3.66%
Government of Pakistan Ijarah Sukuks 29-May-20	750	-	-	750	75,472,500	75,112,500	(360,000)	3.55%	6.42%
Government of Pakistan Ijarah Sukuks 29-Jul-20	900	-	-	900	89,532,000	86,076,000	(3,456,000)	4.07%	7.35%
Government of Pakistan Ijarah Sukuks 6-Oct-21	-	1,100	-	1,100	110,000,000	109,780,000	(220,000)	5.20%	9.38%
<b>Total - 31 March 2022</b>					<b>318,222,900</b>	<b>313,773,050</b>	<b>(4,449,850)</b>	<b>14.8%</b>	<b>26.8%</b>
<b>Total - 30 June 2021</b>					<b>283,732,300</b>	<b>283,976,500</b>	<b>244,200</b>	<b>26.62%</b>	<b>13.17%</b>

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5.3.1 Investment in GOP Ijarah Sukuks carried mark up ranging between 5.95% to 8.37% (30 June 2021: 6.40% to 8.37%) per annum and were due to mature between 30 April 2025 to 29 July 2025 (30 June 2021: 30 April 2025 to 29 July 2025). As at 31 March 2022, the cost of investments amounted to Rs. 318,222,900 (30 June 2021: Rs. 287,204,800).

6 MARK-UP ACCRUED	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
Mark-up accrued on:			
- Profit and loss sharing accounts		5,920,495	6,844,088
- Sukuk certificates and GoP Ijarah		30,672,333	17,094,342
- Term Deposit Receipt		653,973	-
- Certificates of Musharika		-	3,456,164
		<b>37,246,801</b>	<b>27,394,594</b>
<b>7 SECURITY DEPOSIT AND OTHER RECEIVABLES</b>			
Deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Prepayments legal and professional charges		21,556	-
Prepaid rating fee		127,678	-
Prepaid listing fee		6,854	-
Tax recoverable	7.1	480,800	480,800
		<b>736,889</b>	<b>580,800</b>

7.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 150 and 151. However, several Companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favor of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the cumulative amount of withholding tax deducted from profit on bank deposits by the Funds has been shown as other receivable as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax Recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 31 December 2021 would have been lower by Rs. 0.14 per unit (30 June 2021: Rs. 0.11 Per unit).

8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY (RELATED PARTY)	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
Remuneration of the Management Company	8.1	611,268	775,248
Sindh Sales Tax payable on remuneration of the Management Company	8.2	347,052	368,362
Federal Excise Duty payable on remuneration of the Management Company	8.3	1,733,902	1,733,902
Accounting and operational charges reimbursable by the Fund	14	209,580	329,478
		<b>2,901,802</b>	<b>3,206,990</b>

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8.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company set the maximum limit of 1.5% of average annual net assets, within allowed expense. The Management Company has charged its remuneration at rate of 0.35% (2021: 0.3% from 01 July 2020 to 31 December 2020 and 0.40% from 01 January 2021 to 30 June 2021) per annum of the average annual net assets. The Management Company is entitled to an amount not exceeding 2% of the average annual net assets, within allowed expense.

8.2 During the nine months period ended 31 March 2022, an amount of Rs. 745,231 (2021: Rs. 813,725) was charged on account of sales tax on management fee levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 766,540 (2021: Rs. 813,109) has been paid to the Management Company which acts as the collecting agent.

8.3 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund were already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 8.2 above, the Management Company was of the view that further levy of FED was not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year ended 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 1.734 million (30 June 2021: Rs 1.734 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2022 would have been higher by Rs. 0.44 per unit (30 June 2021: Rs. 0.41 per unit).

## 9 PAYABLE TO CENTRAL DEPOSITORY OF COMPANY PAKISTAN LIMITED - TRUSTEE

Remuneration Payable to Trustee  
SST on Trustee fee Payable

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
	130,986	145,338
	17,033	18,895
	<b>148,019</b>	<b>164,233</b>

9.1 The trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.075% p.a. of Net Assets.

9.2 During the year, an amount of Rs 159,704 (2021: Rs 152,573) was charged on an account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs 161,566 (2021: Rs 152,457) was paid to trustee which acts as a collecting agent.

## 10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee payable

	31 March 2022	30 June 2021
	Un-audited	Audited
	----- Rupees -----	
	327,571	427,796

10.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

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11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		Rupees	
Auditors' remuneration payable		238,013	287,550
Payable to Shariah Advisor		45,000	45,000
Withholding and capital gain tax payable		316,343	7,540,917
Printing charges payable		-	12,357
Provision for Sindh Workers' Welfare Fund	11.1	-	10,817,933
Transaction cost payable		35,000	-
Zakat payable		49,036	49,036
Other payable		544,554	544,554
		<b>1,227,946</b>	<b>19,297,347</b>

11.1 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / pension funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / pension funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, amounting to Rs. 10.8 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2022 and as at 30 June 2021.

13 MARK-UP INCOME	For the Nine Months Ended		For the Quarter Ended	
	31 March		31 March	
	2022	2021	2022	2021
	Un-audited	Un-audited	Un-audited	Un-audited
	Rupees		Rupees	
Mark-up income on:				
- Profit and loss sharing accounts	52,584,442	57,840,813	16,689,277	16,585,408
- Bai Muajjal	-	1,653,055	-	1,653,055
- Term Deposit Receipt	4,111,644	1,664,384	4,111,644	1,664,384
- Commercial Papers	23,478,313	142,973	10,002,586	142,973
- Government of Pakistan (GoP) ijarah sukuks	17,739,728	21,363,590	6,667,176	5,630,585
- Sukuk certificates	28,207,243	24,452,468	11,886,616	10,282,633
- Profit on placements	13,885,651	-	2,591,576	-
	<b>140,007,021</b>	<b>107,117,283</b>	<b>51,948,875</b>	<b>35,959,038</b>

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## 14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company charged actual expenses within the limit of 0.17% of average annual net assets of the fund till 31 March 2022.

## 15 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 0.69% (30 June 2021: 0.93%) which includes 0.07% (30 June 2021: 0.21%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a shariah compliant income scheme.

## 16 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% net accounting income other than capital gains to the unit holders. 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. The Fund has not recorded tax liability in respect of income relating to the current period as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

## 17 EARNINGS PER UNIT

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

## 18 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

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

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

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

	For the Nine Months Ended	
	31 March	
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
<b>18.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	5,732,470	6,259,423
Remuneration paid	5,896,450	6,254,688
Sindh Sales Tax on remuneration of the Management Company	745,231	813,725
Accounting and operational charges	1,965,422	2,660,255
Issue of 447,895 (2021: Nil) units	231,109,354	-
Redemption of 176,744 (2021: Nil) units	93,000,000	-

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		For the Nine Months Ended 31 March	
		2022	2021
		Un-audited	Un-audited
18.1 Transactions during the period (Cont...)	Note	----- Rupees -----	-----
<b>Central Depository Company of Pakistan Limited (Trustee)</b>			
Remuneration of the Trustee		1,228,388	1,173,641
Remuneration paid to the Trustee		1,242,739	1,172,754
Sindh Sales Tax on remuneration of the Trustee		159,704	152,573
<b>Atlas Group of Companies - Management Staff Gratuity Fund</b>			
Issue of 161,916 (2021: Nil) units		84,083,003	-
Redemption of 8,851 (2021: Nil) units		4,629,516	-
<b>Atlas Insurance Limited Window Takaful Operations</b>			
Issue of Nil (2021: 98,415) units		-	50,000,000
Redemption of Nil (2021: 98,415) units		-	50,388,503
<b>Shirazi Investments (Private) Limited (Group Company)</b>			
Issue of 8 (2021: Nil) units		4,038	-
Redemption of 8 (2021: 3,983) units		4,126	2,019,812
<b>CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>			
Issue of 2,589 (2021: 12,382) units		1,350,000	6,360,000
Redemption of 16,980 (2021: 1,185) units		9,000,000	600,000
<b>CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>			
Issue of Nil (2021: 17,540) units		-	8,990,000
Redemption of 20,954 (2021: 4,147) units		11,100,000	2,100,000
<b>CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>			
Issue of Nil (2021: 15,027) units		-	7,720,000
Redemption of 26,969 (2021: 11,256) units		14,100,000	5,700,000
<b>CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)</b>			
Issue of 40,782 (2021: 157,966) units		20,777,273	81,500,000
Redemption of 991,845 (2021: 34,559) units		510,176,351	17,500,000
<b>CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)</b>			
Issue of Nil (2021: 19,287) units		-	9,900,000
Redemption of Nil (2021: 20,124) units		-	10,350,000
<b>Honda Atlas Cars (Pak.) Ltd. - Emp. Prov. Fund</b>			
Issue of 167,868 (2021: Nil) units		87,913,196	-
<b>Directors and their close family members and key management personnel of the Management Company</b>			
Issue of 10,843 (2021: 5,117) units	18.3	5,519,806	2,627,087
Redemption of 15,370 (2021: 9,484) units		7,905,373	4,846,824

# Atlas Islamic Income Fund

18.2 Details of balances with related parties as at the period / year end are as follows:	31 March	30 June
	2022	2021
	Un-audited	Audited
	Note -----	Rupees -----
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration payable to the Management Company	611,268	775,248
Sindh Sales Tax payable on Remuneration of the Management Company	347,052	368,362
Federal Excise Duty payable on Remuneration of the Management Company	1,733,902	1,733,902
Accounting and operational charges payable	209,580	329,478
Outstanding 271,151 (30 June 2021: Nil) units - at net asset value	146,096,701	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	130,986	145,338
Sindh Sales Tax payable on Remuneration of the trustee	17,033	18,895
<b>Atlas Honda Limited (Group Company)</b>		
Outstanding 39 (30 June 2021: 39) units - at net asset value	21,013	19,549
<b>Honda Atlas Power Product (Pvt) Limited (Group Company)</b>		
Outstanding 76 (30 June 2021: 76) units - at net asset value	40,949	38,464
<b>CDC - Trustee Atlas Islamic Capital Preservation Plan (Atlas Islamic Fund of Fund)</b>		
Outstanding Nil (30 June 2021: 951,064) units - at net asset value	18.3 -	481,128,597
<b>CDC - Trustee Atlas Aggressive Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>		
Outstanding 49,744 (30 June 2021: 64,135) units - at net asset value	26,802,022	32,444,798
<b>CDC - Trustee Atlas Moderate Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>		
Outstanding 101,860 (30 June 2021: 122,815) units - at net asset value	54,882,372	62,129,986
<b>CDC - Trustee Atlas Conservative Allocation Islamic Plan (Atlas Islamic Fund of Fund)</b>		
Outstanding 174,576 (30 June 2021: 201,272) units - at net asset value	94,061,898	101,820,596
<b>CDC - Trustee Atlas Islamic Dividend Plan (Atlas Islamic Fund of Fund)</b>		
Outstanding 47,352 (30 June 2021: 45,352) units - at net asset value	25,513,352	23,954,692
<b>Atlas Group of Companies, M.S.G.Fund</b>		
Outstanding 153,065 (30 June 2021: Nil) units - at net asset value	82,471,728	-
<b>Honda Atlas Cars (Pak.) Ltd. - Emp. Prov. Fund</b>		
Outstanding 167,868 (30 June 2021: Nil) units - at net asset value	90,447,614	-
<b>Directors and their close family members and key management personnel of the Management Company</b>		
Outstanding 225 (30 June 2021: 8,457) units - at net asset value	121,361	4,278,266

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18.3 Holding being more than 10% in the reporting period, disclosure is required.

## 19 FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in an arm's length transaction. 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.

The investments of the Fund in government securities are valued on the basis of rates announced by the Financial Markets Association of Pakistan. Corporate Sukuks are valued on the basis of prices announced by the Mutual Funds Association of Pakistan (MUFAP) which are calculated in accordance with the provisions contained in various circulars issued by the Securities and Exchange Commission of Pakistan. The valuation of commercial papers has been done based on amortisation of commercial paper to its fair value as per the guidelines given in Circular 33 of 2012 since the residual maturity of this investment is less than six months and they are placed with counterparties which have high credit rating.

### Fair value hierarchy

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

## 20 GENERAL

20.1 Figures of the condensed interim income statement and the condensed interim statement of comprehensive income for the quarters ended 31 March 2022 and 31 March 2021 have not been subjected to limited scope review by the statutory auditors of the Fund.

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

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

## 21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited**  
**(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Stock Fund

## Corporate Information

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### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal  
Karachi - 74400

### **Shariah Advisor**

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Dr. Mufti Hassan Usmani

### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

### **Legal Advisers**

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Mohsin Tayebaly & Co.

### **Bankers**

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Al-Baraka Bank (Pakistan) Limited  
Bank Alfalah Limited - Islamic Banking  
Bank Al Habib Limited - Islamic Banking  
BankIslami Pakistan Limited  
Dubai Islamic Bank Pakistan Limited  
Habib Bank Limited - Islamic Banking  
MCB Bank Limited - Islamic Banking

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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		31 March 2022 Un-audited	30 June 2021 Audited
	Note	----- Rupees -----	----- Rupees -----
<b>Assets</b>			
Bank balances	4	36,098,945	79,257,880
Investments	5	4,266,953,588	2,680,575,760
Receivable against sale of investment		-	38,060,666
Dividend receivable		9,314,322	3,801,825
Profit receivable on bank balances		403,942	352,047
Security deposits, prepayment and other receivables	6	5,431,768	5,197,419
<b>Total assets</b>		<b>4,318,202,566</b>	<b>2,807,245,597</b>
<b>Liabilities</b>			
Payable to Atlas Asset Management Limited - Management Company	7	23,910,842	18,770,072
Payable to Central Depository Company of Pakistan Limited - Trustee	8	504,619	346,485
Payable to the Securities and Exchange Commission of Pakistan	9	541,098	476,814
Payable against purchase of investments		2,028,540	-
Payable against redemption of units		481,538	1,384,692
Accrued expenses and other liabilities	10	5,415,478	79,526,084
<b>Total liabilities</b>		<b>32,882,116</b>	<b>100,504,147</b>
<b>NET ASSETS</b>		<b>4,285,320,450</b>	<b>2,706,741,450</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>4,285,320,450</b>	<b>2,706,741,450</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11		
		-----Number of units-----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>7,832,039</b>	<b>4,722,705</b>
		-----Rupees-----	
<b>NET ASSET VALUE PER UNIT</b>		<b>547.1526</b>	<b>573.1337</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Stock Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended		For the Quarter Ended	
	31 March		31 March	
	2022	2021	2022	2021
<b>Note</b>	<b>Rupees</b>			
<b>Income</b>				
Profit on bank balances	5,696,391	2,100,793	1,289,117	733,621
Dividend income	189,676,895	70,594,120	82,965,859	17,687,643
Capital (loss) / gain on sale of investments - net	(63,737,214)	291,935,685	(33,295,118)	130,616,189
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(257,932,525)	319,025,429	(43,893,566)	(50,899,172)
	<b>(321,669,739)</b>	<b>610,961,114</b>	<b>(77,188,684)</b>	<b>79,717,017</b>
<b>Total (loss) / income</b>	<b>(126,296,454)</b>	<b>683,656,027</b>	<b>7,066,291</b>	<b>98,138,281</b>
<b>Expenses</b>				
Remuneration of Atlas Asset Management Limited - Management Company	7.1	66,911,135	41,906,400	26,280,710
Sindh Sales Tax on remuneration of the Management Company	7.2	8,698,442	5,447,832	3,416,489
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		3,456,303	2,496,785	1,297,804
Sindh Sales Tax on remuneration of the Trustee		449,320	324,582	168,728
Annual fee to the Securities and Exchange Commission of Pakistan		541,124	349,219	210,246
Accounting and operational charges	14	12,938,534	4,032,881	5,256,148
Shariah advisory fee		150,000	150,000	50,000
Auditors' remuneration		351,533	233,166	115,467
Securities transaction cost		5,981,522	3,732,006	1,600,150
Annual listing fee		20,644	20,646	6,781
Printing charges		23,997	44,479	-
Legal and professional charges		97,781	131,560	54,881
Bank charges		22,048	14,598	7,204
(Reversal) / Provision for Sindh Workers Welfare Fund		(33,881,485)	12,495,437	-
<b>Total expenses</b>		<b>65,760,899</b>	<b>71,379,591</b>	<b>38,464,609</b>
<b>Net (loss) / income for the period before taxation</b>		<b>(192,057,353)</b>	<b>612,276,436</b>	<b>(31,398,318)</b>
<b>Taxation</b>	13	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>(192,057,353)</b>	<b>612,276,436</b>	<b>(31,398,318)</b>
<b>Allocation of net income for the period</b>				
Net income for the period after taxation		-	612,276,436	-
Income already paid on units redeemed		-	(137,893,728)	-
		-	<b>474,382,709</b>	-
<b>Accounting income available for distribution:</b>				
- Relating to capital gains		-	610,961,114	-
- Excluding capital gains		-	(136,578,406)	-
		-	<b>474,382,709</b>	-

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2022

	For the Nine Months Ended 31 March		For the Quarter Ended 31 March	
	2022	2021	2022	2021
	----- Rupees -----			
Net (loss) / income for the period after taxation	(192,057,353)	612,276,436	(31,398,318)	75,580,253
Other comprehensive income / (loss)	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(192,057,353)</b>	<b>612,276,436</b>	<b>(31,398,318)</b>	<b>75,580,253</b>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Stock Fund

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	31 March 2022		
	Capital value	Undistributed income	Net assets
	----- Rupees -----		
Capital value	1,956,495,995	-	1,956,495,995
<b>Undistributed income brought forward</b>			
- Realised income	-	443,117,090	443,117,090
- Unrealised loss	-	307,128,365	307,128,365
<b>Net assets at the beginning of the period (Units outstanding: 4,722,705) (Rs. 573.1337 per unit)</b>	<b>1,956,495,995</b>	<b>750,245,455</b>	<b>2,706,741,450</b>
Issue of 4,725,103 units	2,681,334,335	-	2,681,334,335
Redemption of 1,615,769 units	(904,027,499)	-	(904,027,499)
Total comprehensive income for the period	-	(192,057,353)	(192,057,353)
Shariah non-compliant income set-aside for charity	-	(6,670,483)	(6,670,483)
<b>Net assets at end of the period (Units outstanding: 7,832,039) (Rs. 547.1526 per unit)</b>	<b>3,733,802,832</b>	<b>551,517,619</b>	<b>4,285,320,450</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	614,642,049	-
- Unrealised gain	-	(63,124,431)	-
	-	<b>551,517,619</b>	-
	31 March 2021		
	Capital value	Undistributed income	Net assets
	----- Rupees -----		
Capital value	1,452,346,030	-	1,452,346,030
<b>Undistributed income brought forward</b>			
- Realised income	-	410,531,817	410,531,817
- Unrealised income	-	(39,562,729)	(39,562,729)
<b>Net assets at the beginning of the period (Units outstanding: 4,001,514) (Rs. 455.6600 per unit)</b>	<b>1,452,346,030</b>	<b>370,969,088</b>	<b>1,823,315,118</b>
Issue of 2,388,162 units	1,318,182,170	-	1,318,182,170
Redemption of 2,468,684 units	(1,262,989,112)	(137,893,728)	(1,400,882,840)
Total comprehensive loss for the period	-	612,276,436	612,276,436
Shariah non-compliant income set-aside for charity	-	(2,700,426)	(2,700,426)
<b>Net assets at end of the period (Units outstanding: 3,920,993) (Rs. 599.3866 per unit)</b>	<b>1,507,539,088</b>	<b>842,651,371</b>	<b>2,350,190,458</b>
<b>Undistributed income carried forward</b>			
- Realised income	-	554,258,979	-
- Unrealised loss	-	288,392,392	-
	-	<b>842,651,371</b>	-

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS ENDED 31 MARCH 2022

	For the Nine Months Ended March 31	
	2022	2021
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss / (income) for the period before taxation	(192,057,353)	612,276,436
<b>Adjustments for:</b>		
Profit on bank balances	(5,696,391)	(2,100,793)
Dividend income	(189,676,895)	(70,594,120)
Capital loss / (gain) on sale of investments - net	63,737,214	(291,935,685)
Net unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	257,932,525	(319,025,429)
	<b>126,296,454</b>	<b>(683,656,027)</b>
<b>Decrease / (Increase) in assets</b>		
Receivable against sale of investment	38,060,666	(17,673,978)
Security deposits, prepayment and other receivables	(234,349)	-
	<b>37,826,317</b>	<b>(17,673,978)</b>
<b>(Decrease) / Increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	5,140,770	1,850,356
Payable to the Central Depository Company of Pakistan Limited - Trustee	158,134	62,008
Payable to the Securities and Exchange Commission of Pakistan	64,284	59,867
Payable against purchase of investments	2,028,540	24,966,883
Payable against redemption of units	(903,154)	(4,746,692)
Accrued expenses and other liabilities	(74,110,605)	11,142,142
	<b>(67,622,031)</b>	<b>33,334,564</b>
Profit received on bank balances	5,644,495	2,107,245
Dividend received	184,164,398	65,590,196
Investments made during the period	(2,963,104,242)	(1,633,226,778)
Investments sold during the period	1,055,056,675	1,726,435,563
	<b>(1,718,238,674)</b>	<b>160,906,226</b>
<b>Net cash (used in) / generated from operating activities</b>	<b>(1,813,795,288)</b>	<b>105,187,221</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net receipts from issuance of units	2,681,334,335	1,330,317,515
Shariah non-compliant income set-aside for charity	(6,670,483)	(2,700,426)
Net payments against redemption of units	(904,027,499)	(1,413,018,185)
<b>Net cash generated from / (used in) financing activities</b>	<b>1,770,636,354</b>	<b>(85,401,096)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(43,158,934)</b>	<b>19,786,125</b>
Cash and cash equivalents at the beginning of the period	79,257,880	42,077,624
<b>Cash and cash equivalents at the end of the period</b>	<b>36,098,945</b>	<b>61,863,749</b>

The annexed notes from 1 to19 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Stock Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Stock Fund (the Fund) is an open-ended collective investment scheme constituted under a trust deed entered into on 12 September 2006 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been revised through the First, Second, Third, Fourth and Fifth Supplemental Trust Deeds dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010 and 23 May 2017, respectively with the approval of the Securities and Exchange Commission of Pakistan (SECP). In addition, the Offering Document of the Fund was also revised through the First, Second, Third, Fourth, Fifth, Sixth, Seventh, Eighth, Ninth, Tenth, Eleventh, Twelfth and Thirteen Supplements dated 29 October 2007, 6 March 2008, 4 December 2009, 23 June 2010, 20 September 2013, 24 March 2015, 29 September 2016, 2 June 2017, 25 May 2018, 5 September 2019, 25 November 2019, 01 April 2020 and 01 June 2020 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi.
- 1.2 The Fund has been categorised as a 'shariah compliant equity scheme' by the Board of Directors of the Management Company pursuant to the provision contained in Circular 07 of 2009. The Fund is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 500 per unit. Thereafter, the units are being offered to the public for subscription on a continuous basis from 15 January 2007 and are transferable and redeemable by surrendering them to the Fund. The Fund is listed on the Pakistan Stock Exchange Limited.
- 1.3 According to the trust deed, the objective of the Fund is to provide one window facility to investors to invest in diversified and professionally managed investment portfolio of shariah compliant securities such as equities, cash and/or near cash Shariah Compliant instruments including cash in bank accounts (excluding term deposit receipts) and Shariah Compliant government securities not exceeding 90 days' maturity. The investment objectives and policies are fully defined in the Fund's Offering Document.
- 1.4 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.5 The Trust Act, 1882 has been repealed due to promulgation of Provincial Act "Sindh Act 2020" as empowered under the eighteenth amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The management company submitted the Collective Investment Scheme Trust Deed to the Registrar (Acting under Sindh Trust Act, 2020) to fulfil the requirement of registration of Trust Deed under Sindh Trust Act, 2020. During the year, the Trust Deed has been registered under the Sindh Trust Act, 2020.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two plus)] on 24 December 2021.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
  - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
  - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed

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differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

- 2.1.2** The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.
- 2.1.3** The comparative statement of assets and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2021, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, and condensed interim statement of movement in unit holders' fund are extracted from the un-audited condensed interim financial statements for the period ended December 31, 2020.
- 2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 December 2021.

## **2.2 Functional and presentation currency**

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>2.3 Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

# Atlas Islamic Stock Fund

## Standards

IASB Effective date (annual periods beginning on or after)

IFRS 1 - First-time Adoption of International Financial Reporting Standards

01 July 2009

### 2.4 Critical accounting estimates and judgements

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 10.2 and 7.1 respectively.

### 2.5 Accounting convention

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

### 2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES THEREIN

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2021.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended 30 June 2021.

4 BANK BALANCES	Note	31 March 2022	30 June 2021
		Un-audited Rupees	Audited Rupees
Balances with banks in:			
- Profit and loss sharing accounts	4.1	34,559,499	47,467,565
- Current account		867,815	1,477,487
Cheques in hand	4.2	671,632	30,312,828
		<b>36,098,945</b>	<b>79,257,880</b>

4.1 The rate of return on these accounts range between 6.75% to 10.85% (30 June 2021: 5.00% to 6.90%) per annum.

4.2 These denote cheques received against issue of units which were cleared latest by April 7, 2022 (30 June 2021: 06 August 2021).

5 INVESTMENTS	Note	31 March 2022	30 June 2021
		Un-audited Rupees	Audited Rupees
At fair value through profit or loss			
- Listed equity securities	5.1	<b>4,266,953,588</b>	<b>2,680,575,760</b>

# Third Quarter Report 2021-22

## 5.1 Listed equity securities

Shares of listed companies - fully paid ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of investee company
		----- Number of shares -----				----- Rupees -----		----- % age -----			
<b>BANKS</b>											
Mezzan Bank Limited		2,227,795	1,308,388	337,169	455,704	3,417,648	392,470,864	447,575,182	10.49	10.44	0.21
		<b>2,227,795</b>	<b>1,308,388</b>	<b>337,169</b>	<b>455,704</b>	<b>3,417,648</b>	<b>392,470,864</b>	<b>447,575,182</b>	<b>10.49</b>	<b>10.44</b>	
<b>TEXTILE COMPOSITE</b>											
Interloop Limited		371,938	1,142,926	21,643	30,000	1,506,507	107,459,305	111,330,867	2.61	2.60	0.17
Kohinoor Textile Mills Limited		442,000	456,500	-	-	898,500	69,869,960	55,931,625	1.31	1.31	0.30
Nishat Mills Limited		600,500	1,312,280	-	67,000	1,845,780	165,793,654	158,146,430	3.71	3.69	0.52
		<b>1,414,438</b>	<b>2,911,706</b>	<b>21,643</b>	<b>97,000</b>	<b>4,250,787</b>	<b>343,122,920</b>	<b>325,408,923</b>	<b>7.63</b>	<b>7.59</b>	
<b>CEMENT</b>											
Attock Cement Pakistan Limited		127,500	-	-	127,500	-	-	-	-	-	-
Cheerat Cement Company Limited		133,000	866,300	-	387,000	612,300	86,853,836	86,260,824	2.02	2.01	0.32
D.G. Khan Cement Company Limited		482,000	363,420	-	843,000	2,420	253,552	184,041	-	-	-
Fauji Cement Company Limited		2,402,000	4,270,500	-	440,000	6,232,500	125,358,463	112,932,900	2.65	2.64	0.45
Kohat Cement Company Limited		246,050	80,900	-	22,500	304,450	61,326,084	52,334,955	1.23	1.22	0.15
Lucky Cement Limited	5.3	329,200	287,500	-	57,000	559,700	445,210,195	356,165,095	8.35	8.31	0.17
Maple Leaf Cement Factory Limited		495,000	3,675,000	-	765,000	3,405,000	119,694,476	122,750,250	2.88	2.86	0.31
Pioneer Cement Limited		-	225,000	-	75,000	150,000	12,777,184	12,082,500	0.28	0.28	0.07
		<b>4,214,750</b>	<b>9,768,620</b>	<b>-</b>	<b>2,717,000</b>	<b>11,266,370</b>	<b>851,473,790</b>	<b>742,710,565</b>	<b>17.41</b>	<b>17.33</b>	
<b>Refinery</b>											
Attock Refinery Limited		100,000	15,000	-	115,000	-	-	-	-	-	-
National Refinery Limited		14,000	5,000	-	500	18,500	9,258,900	3,835,420	0.09	0.09	0.02
		<b>114,000</b>	<b>20,000</b>	<b>-</b>	<b>115,500</b>	<b>18,500</b>	<b>9,258,900</b>	<b>3,835,420</b>	<b>0.09</b>	<b>0.09</b>	
<b>POWER GENERATION &amp; DISTRIBUTION</b>											
K-Electric Limited (Face Value Rs.3.5)		5,265,000	-	-	-	5,265,000	22,007,700	16,532,100	0.39	0.39	0.02
The Hub Power Company Limited		1,593,689	3,430,146	-	449,707	4,574,128	355,699,464	327,416,082	7.67	7.64	0.35
		<b>6,858,689</b>	<b>3,430,146</b>	<b>-</b>	<b>449,707</b>	<b>9,839,128</b>	<b>377,707,164</b>	<b>343,948,182</b>	<b>8.06</b>	<b>8.03</b>	
<b>OIL &amp; GAS MARKETING COMPANIES</b>											
Attock Petroleum Limited		-	12,000	-	12,000	-	-	-	-	-	-
Pakistan State Oil Company Limited	5.3	451,012	441,001	-	70,000	822,013	173,485,936	137,004,907	3.21	3.20	0.18
Sui Northern Gas Pipelines Limited		702,776	735,000	-	55,000	1,382,776	62,721,735	43,944,621	1.03	1.03	0.22
		<b>1,153,788</b>	<b>1,188,001</b>	<b>-</b>	<b>137,000</b>	<b>2,204,789</b>	<b>236,207,671</b>	<b>180,949,528</b>	<b>4.24</b>	<b>4.22</b>	
<b>OIL &amp; GAS EXPLORATION COMPANIES</b>											
Mari Petroleum Company Limited		95,790	113,000	-	10,180	198,610	321,874,497	351,444,367	8.24	8.20	0.15
Oil & Gas Development Company Limited		2,395,177	1,959,500	-	338,500	4,016,177	366,702,391	333,864,794	7.82	7.79	0.09
Pakistan Oilfields Limited		82,594	18,000	-	5,000	95,594	37,282,248	35,625,972	0.83	0.83	0.03
Pakistan Petroleum Limited	5.3	1,605,970	1,242,000	-	199,500	2,648,470	218,187,552	192,808,616	4.52	4.50	0.10
		<b>4,179,531</b>	<b>3,332,500</b>	<b>-</b>	<b>553,180</b>	<b>6,958,851</b>	<b>944,046,687</b>	<b>913,743,749</b>	<b>21.41</b>	<b>21.32</b>	
<b>ENGINEERING</b>											
Aisha Steel Mills Limited		-	3,111,841	-	60,000	3,051,841	54,583,793	43,458,216	1.02	1.01	0.33
International Industries Limited		152,500	86,300	-	125,000	113,800	21,788,489	13,561,546	0.32	0.32	0.09
International Steels Limited		157,000	50,000	-	207,000	-	-	-	-	-	-
Intefaq Iron Industries Limited		-	649,500	-	-	649,500	10,852,070	6,722,325	0.16	0.16	0.45
Mughal Iron And Steel Industries Ltd		158,000	638,200	36,945	349,050	484,095	47,638,126	44,149,464	1.03	1.03	0.14
		<b>467,500</b>	<b>4,535,841</b>	<b>36,945</b>	<b>741,050</b>	<b>4,299,236</b>	<b>134,862,479</b>	<b>107,891,551</b>	<b>2.53</b>	<b>2.52</b>	
<b>AUTOMOBILE ASSEMBLER</b>											
Pak Suzuki Motor Company Limited		84,500	190,300	-	274,800	-	-	-	-	-	-
Millat Tractors Limited		32,850	29,000	36	61,850	36	26,817	31,210	-	-	-
		<b>117,350</b>	<b>219,300</b>	<b>36</b>	<b>336,650</b>	<b>36</b>	<b>26,817</b>	<b>31,210</b>	<b>-</b>	<b>-</b>	

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Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Carrying value as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid up capital of investee company
		----- Number of shares -----				----- Rupees -----		----- % age -----			
<b>AUTOMOBILE PARTS &amp; ACCESSORIES</b>											
Panther Tyres Limited		351,506	570,000	99,301	10,000	1,010,807	53,866,190	34,559,491	0.81	0.81	0.60
Thal Limited (Face Value Rs.5)		113,000	83,600	-	2,000	194,600	79,307,893	71,081,542	1.67	1.66	0.24
		<b>464,506</b>	<b>653,600</b>	<b>99,301</b>	<b>12,000</b>	<b>1,205,407</b>	<b>133,174,083</b>	<b>105,641,033</b>	<b>2.48</b>	<b>2.47</b>	
<b>TECHNOLOGY &amp; COMMUNICATIONS</b>											
Air Link Communication Limited		-	361,725	15,879	361,000	16,604	1,097,555	895,454	0.02	0.02	0.00
Octopus Digital Limited		-	27,532	-	27,000	532	21,599	40,193	-	-	-
Pakistan Telecommunication Company Limited		2,353,000	100,000	-	-	2,453,000	28,769,340	19,133,400	0.45	0.45	0.06
Systems Limited		122,000	65,000	-	77,000	110,000	31,894,477	41,675,700	0.98	0.97	0.08
		<b>2,475,000</b>	<b>554,257</b>	<b>15,879</b>	<b>465,000</b>	<b>2,580,136</b>	<b>61,782,971</b>	<b>61,744,746</b>	<b>1.45</b>	<b>1.44</b>	
<b>FERTILIZER</b>											
Engro Fertilizers Limited		1,205,456	1,256,040	444,661	1,923,587	982,570	74,480,443	90,170,449	2.11	2.10	0.07
Engro Corporation Limited	5.3	637,500	948,397	-	101,000	1,484,897	428,447,283	397,358,437	9.31	9.27	0.26
Fauji Fertilizer Bin Qasim Limited		-	3,659,000	-	40,000	3,619,000	92,264,915	81,753,210	1.92	1.91	0.28
		<b>1,842,956</b>	<b>5,863,437</b>	<b>444,661</b>	<b>2,064,587</b>	<b>6,086,467</b>	<b>595,192,641</b>	<b>569,282,096</b>	<b>13.34</b>	<b>13.28</b>	
<b>PHARMACEUTICALS</b>											
Abbott Laboratories (Pakistan) Limited		33,550	63,000	-	-	96,550	74,612,341	67,390,935	1.58	1.57	0.10
Glaxosmithkline Pakistan Limited		65,000	-	-	5,000	60,000	9,940,200	8,200,800	0.19	0.19	0.02
Glaxosmithkline Consumer Healthcare Pakistan Limited		-	27,000	-	25,000	2,000	570,277	506,880	0.01	0.01	-
Highnoon Laboratories Limited		103,240	23,100	-	-	126,340	76,653,714	79,528,503	1.86	1.86	0.33
The Searle Company Limited		105,872	5,000	2,061	110,500	2,433	452,346	301,668	0.01	0.01	-
		<b>307,662</b>	<b>118,100</b>	<b>2,061</b>	<b>140,500</b>	<b>287,323</b>	<b>162,228,878</b>	<b>155,928,785</b>	<b>3.65</b>	<b>3.64</b>	
<b>CHEMICALS</b>											
Engro Polymer & Chemicals Limited		1,150,000	1,690,500	-	890,000	1,950,500	103,149,759	129,630,230	3.04	3.02	0.21
ICI Pakistan Limited		21,000	-	-	21,000	-	-	-	-	-	-
Sitara Chemical Industries Limited		8,000	-	-	8,000	-	-	-	-	-	-
		<b>1,179,000</b>	<b>1,690,500</b>	<b>-</b>	<b>919,000</b>	<b>1,950,500</b>	<b>103,149,759</b>	<b>129,630,230</b>	<b>3.04</b>	<b>3.02</b>	
<b>PAPER &amp; BOARD</b>											
Packages Limited		77,500	17,500	-	27,500	67,500	36,565,335	29,722,275	0.70	0.69	0.08
		<b>77,500</b>	<b>17,500</b>	<b>-</b>	<b>27,500</b>	<b>67,500</b>	<b>36,565,335</b>	<b>29,722,275</b>	<b>0.70</b>	<b>0.69</b>	
<b>LEATHER &amp; TANNERIES</b>											
Bata Pakistan Limited		8,780	-	-	8,780	-	-	-	-	-	-
Service Global Footwear Limited		261,014	504,000	-	-	765,014	38,946,795	36,146,912	0.85	0.84	0.37
		<b>269,794</b>	<b>504,000</b>	<b>-</b>	<b>8,780</b>	<b>765,014</b>	<b>38,946,795</b>	<b>36,146,912</b>	<b>0.85</b>	<b>0.84</b>	
<b>FOODS &amp; PERSONAL CARE PRODUCTS</b>											
Ae-Tahur Limited		1,404,250	200,000	137,910	429,500	1,312,660	28,521,386	31,503,840	0.70	0.69	0.66
Treet Corporation Limited		275,000	-	-	275,000	-	-	-	-	-	-
Unity Foods Limited		348,500	100,000	-	448,500	-	-	-	-	-	-
		<b>2,027,750</b>	<b>300,000</b>	<b>137,910</b>	<b>1,153,000</b>	<b>1,312,660</b>	<b>28,521,386</b>	<b>31,503,840</b>	<b>0.70</b>	<b>0.69</b>	
<b>GLASS &amp; CERAMICS</b>											
Shabbir Tiles & Ceramics Limited (Face value Rs. 5)		400,000	266,500	-	400,000	266,500	4,462,625	4,674,410	0.11	0.11	0.11
Tariq Glass Industries Ltd		-	605,000	-	5,000	600,000	71,327,861	76,362,000	1.79	1.78	0.44
		<b>400,000</b>	<b>871,500</b>	<b>-</b>	<b>405,000</b>	<b>866,500</b>	<b>75,790,486</b>	<b>81,036,410</b>	<b>1.90</b>	<b>1.89</b>	
<b>Transport</b>											
Pakistan International Bulk Terminal Limited		950,000	1,050,000	-	1,965,000	35,000	356,488	222,950	0.01	0.01	-
		<b>950,000</b>	<b>1,050,000</b>	<b>-</b>	<b>1,965,000</b>	<b>35,000</b>	<b>356,488</b>	<b>222,950</b>	<b>0.01</b>	<b>0.01</b>	
<b>Total as at 31 March 2022</b>							<b>4,524,886,111</b>	<b>4,266,953,588</b>	<b>100</b>	<b>100</b>	
<b>Total as at 30 June 2021</b>							<b>1,781,020,716</b>	<b>2,680,575,760</b>			

5.2 The cost of listed equity securities as at 31 March 2022 is Rs. 4,330,078,019 (30 June 2021: Rs. 2,373,447,395).

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- 5.3 The above investments include following shares which have been pledged with the National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the SECP:

	31 March 2022	30 June 2021	31 March 2022	30 June 2021
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Pakistan Petroleum Company Limited	135,000	135,000	9,828,000	11,722,050
Pakistan State Oil Company Limited	110,000	110,000	18,333,700	24,667,500
Lucky Cement Limited	75,000	75,000	47,726,250	64,758,000
Engro Corporation Limited	55,000	55,000	14,718,000	16,203,550
	<b>375,000</b>	<b>375,000</b>	<b>90,605,950</b>	<b>117,351,100</b>

## 6 SECURITY DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

Security deposit held with:

- the National Clearing Company of Pakistan Limited (NCCPL)
- the Central Depository Company of Pakistan Limited (CDC)

Prepaid legal & Professional

Prepaid listing fee

Other receivable

	31 March 2022	30 June 2021
	Un-audited	Audited
Note	-----Rupees -----	
	2,500,000	2,500,000
	100,000	100,000
	22,857	-
	6,856	-
6.1	2,802,055	2,597,419
	<b>5,431,768</b>	<b>5,197,419</b>

- 6.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, several companies (including banks) deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Fund together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit received on bank deposits by the Fund has been shown as other receivables as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

## 7 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)

		31 March 2022	30 June 2021
		Un-audited	Audited
Note	-----Rupees -----		
Remuneration of the Management Company	7.1	8,944,791	5,386,550
Sindh Sales Tax payable on remuneration of the Management Company	7.2	2,715,032	2,256,816
Federal Excise Duty payable on remuneration of the Management Company	7.3	10,453,385	10,453,385
Accounting and operational charges	14	1,797,633	673,321
		<b>23,910,842</b>	<b>18,770,072</b>

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- 7.1 As per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The Management Company has charged management fee at the rate of 2.4% per annum of the average annual net assets. The fee is payable to the Management Company monthly in arrears.
- 7.2 During the period, an amount of Rs. 8,698,442 (2021: Rs. 5,447,832) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 8,240,226 (2021: Rs. 5,276,500) has been paid to the Management Company which acts as the collecting agent.
- 7.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 7.2 above, the Management Company is of the view that further levy of FED is not justified.

On 4 September 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED.

During the year 30 June 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.

With effect from 1 July 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.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from 1 July 2016. However, as a matter of abundant caution the provision for FED made for the period from 13 June 2013 till 30 June 2016 amounting to Rs 10.453 million (30 June 2021: Rs 10.453 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the said provision for FED not been recorded in the condensed interim financial statements of the Fund, the net asset value of the Fund as at 31 March 2022 would have been higher by Rs. 1.33 (30 June 2021: Rs 2.21 per unit)

	31 March 2022	30 June 2021
	Un-audited	Audited
	-----Rupees -----	
<b>8 PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY</b>		
Trustee fee	442,723	306,631
Sindh sales tax payable on trustee fee	61,897	39,854
	<b>504,619</b>	<b>346,485</b>
<b>8.1</b>	The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:	
	On net assets:	
	up to Rs 1,000 million	Rs. 0.7 million or 0.20% per annum of Net Assets Value whichever is higher
	On an amount exceeding Rs 1,000 million	Rs. 2.0 million plus 0.10% per annum of Net Assets Value exceeding Rs 1,000 million.
<b>8.2</b>	During the period, an amount of Rs. 449,320 (2021: Rs. 324,582) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 427,278 (2021: Rs. 317,061) was paid to the Trustee which acts as a collecting agent.	
<b>9 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	31 March 2022	30 June 2021
	Un-audited	Audited
	-----Rupees -----	
Annual fees payable	9.1 <b>541,098</b>	<b>476,814</b>

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9.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

10 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March	30 June
		2022	2021
		Un-audited	Audited
		-----Rupees -----	-----
Auditors' remuneration payable		268,244	330,421
Printing charges payable		-	14,033
Rating fee payable		140,000	140,000
Charity payable		2,711,264	1,579,943
Transaction charges payable	10.1	1,118,504	2,324,516
Withholding tax and capital gain payable		530,937	14,830,976
Payable to shariah advisor		50,000	50,001
Provision for Sindh Workers' Welfare Fund	10.2	-	33,881,485
Zakat payable		68,153	57,205
Dividend payable		185,722	26,047,520
Others		342,654	269,984
		<b>5,415,478</b>	<b>79,526,084</b>

10.1 The Shariah Advisor of the Fund, has certified an amount of Rs. (30 June 2021: Rs. 4,280,368) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.

10.2 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, was required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP had taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP recommended that as a matter of abundant caution, provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the SWWF Act, 2014 (i.e. starting from May 21, 2015). The funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institution / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP. All the Asset Management Companies in consultation with SECP have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, for the period from July 24, 2020 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF vide its letter dated August 30, 2021. The SECP has given its concurrence for prospective reversal of provision of SWWF. Accordingly going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 31 March 2022 and as at 30 June 2021.

## 12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 3.68% (30 June 2021: 4.0%) which includes 0.39% (30 June 2021: 1.0%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

# Atlas Islamic Stock Fund

## 13 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its net accounting income available for distribution for the year derived from sources other than capital gains, to the unitholders. 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. Based on the above, no provision in respect of taxation have been made in these condensed interim financial statements, as the Fund does not have income during the period.

## 14 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.40% of the average annual net assets of the Fund upto 14 September 2021 and charged expenses at the rate of 0.50% of the average annual net assets afterwards.

## 15 EARNING PER UNIT

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

## 16 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	<b>For the Nine Months Ended</b>	
	<b>31 March</b>	
	<b>2022</b>	<b>2021</b>
	<b>Un-audited</b>	<b>Un-audited</b>
	<b>----- Rupees -----</b>	
<b>16.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	66,911,135	41,906,400
Remuneration paid	63,352,894	40,588,502
Sindh Sales Tax on remuneration of the Management Company	8,698,442	5,447,832
Accounting and operational charges	12,938,534	4,032,881
Issue of 44,013 (2021: Nil) units	24,998,765	-
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	3,456,303	2,496,785
Sindh Sales Tax on remuneration of the Trustee	449,320	324,582
Remuneration paid	3,320,211	2,438,908
Settlement charges	167,947	143,445
Sindh sales tax on settlement charges	17,973	18,648

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		For the Nine Months Ended 31 March	
		2022	2021
		Un-audited	Un-audited
		----- Rupees -----	
<b>16.1</b>	<b>Transactions during the period (Continued...)</b>		
	<b>Atlas Group of Companies Management Staff Gratuity Fund (Retirement benefit plan of a Group Company)</b>		
	Issue of 20,371 (2021: 3,377) units	11,149,942	2,150,000
	Redemption of 3,488 (2021: 3,138) units	2,000,000	1,969,716
	<b>Atlas Honda Limited (Group Company)</b>		
	Issue of 104,532 (2021: Nil) units	58,821,286	-
	<b>Atlas Honda Limited (Emp.Prov.Fund)</b>		
	Redemption of Nil (2021: 16,748) units	-	10,000,000
	<b>Atlas Insurance Limited (Group Company)</b>		
	Issue of 715,419 (2021: Nil) units	393,129,657	-
	Redemption of 672,438 (2021: 32,137) units	368,129,657	20,000,000
	<b>M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund</b>		
	Redemption of 5,545 (2021: Nil) units	3,202,710	-
	<b>Atlas Foundation (Group company)</b>		
	Issue of 51,214 (2021: Nil) units	3,000,000	-
	<b>Key Management Personnel of the Management Company</b>		
	Issue of 113,223 (2021: 3,177) units	63,042,122	1,925,000
	Redemption of 6,849 (2021: 3,032) units	3,920,016	1,910,000
	<b>Unit holder with more than 10% holding - Shirazi Investments (Pvt.) Limited</b>		
	Issue of 1,522,221 (2021: Nil) units	869,444,774	-
		<b>31 March 2022</b>	<b>30 June 2021</b>
		<b>Un-audited</b>	<b>Audited</b>
		----- Rupees -----	
<b>16.2</b>	<b>Balances as at period / year end</b>		
	<b>Atlas Asset Management Limited (Management Company)</b>		
	Remuneration payable to the Management Company	8,944,791	5,386,550
	Sindh Sales Tax payable on remuneration of the management company	2,715,032	2,256,816
	Federal Excise Duty payable on remuneration of the Management Company	10,453,385	10,453,385
	Accounting and operational charges payable	1,797,633	673,321
	Outstanding 102,635 (30 June 2021: 58,622) units at net asset value	56,157,280	33,598,630
	<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
	Remuneration payable to the Trustee	442,723	306,631
	Sindh sales tax payable on remuneration of the Trustee	61,897	39,854
	Settlement charges payable	-	192,075
	Sindh sales tax payable on settlement charges	-	24,970
	<b>Atlas Insurance Limited (Group Company)</b>		
	Outstanding 672,438 (30 June 2021: 629,456) units - at net asset value	367,926,043	360,762,619
	<b>Atlas Foundation (Group company)</b>		
	Outstanding 156,149 (2021: 104,935) units - at net asset value	85,437,222	60,141,610
	<b>Atlas Honda Limited (Group Company)</b>		
	Outstanding 295,684 (2021: 191,152) units - at net asset value	161,784,253	109,555,795

# Atlas Islamic Stock Fund

	31 March 2022	30 June 2021
	Un-audited	Audited
16.2 Balances as at period / year end (Continued...)	Note	Rupees
<b>Atlas Honda Limited Employee Provident Fund (Retirement benefit plan of group company)</b>		
Outstanding 108,026 (2021: 108,026) units - at net asset value	59,106,559	61,913,186
<b>Atlas Group of Companies, Management Staff Gratuity Fund (Retirement benefit plan of group company)</b>		
Outstanding 173,184 (2021: 156,301) units - at net asset value	94,758,284	89,581,735
<b>Batoos Benefit Trust (Trust having common Director / Trustee)</b>		
Outstanding 118,832 (2021: 110,706) units - at net asset value	65,019,316	68,106,706
<b>Unit holder with more than 10% holding Shirazi Investments (Private) Limited (Group Company)</b>		
Outstanding 1,964,413 (30 June 2021: 442,192) units - at net asset value	1,074,833,712	253,435,088
<b>Shirazi Investments (Private) Limited -Employee Provident Fund (Retirement benefit plan of group company)</b>		
Outstanding NIL (30 June 2021: 5,545) units - at net asset value	-	3,178,203
<b>Directors and their close family members and key management personnel of the Management Company</b>	16.3	
Outstanding 262,610 (2021: 180,136) units - at net asset value	143,687,954	103,243,267

16.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

## 17 FAIR VALUE MEASUREMENTS

Fair value is the amount for which an asset could be exchanged, or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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 significantly different from book value.

### Fair value hierarchy

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

- Level 1: Quoted price (unadjusted) in an active market 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);
- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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As at 31 March 2022 and 30 June 2021, the Fund held the following instruments measured at fair values:

	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>31 March 2022</b>				
At fair value through profit or loss	4,266,953,588	-	-	4,266,953,588
	<u>4,266,953,588</u>	<u>-</u>	<u>-</u>	<u>4,266,953,588</u>
<b>30 June 2021</b>				
At fair value through profit or loss	2,680,575,760	-	-	2,680,575,760
	<u>2,680,575,760</u>	<u>-</u>	<u>-</u>	<u>2,680,575,760</u>

## 18 GENERAL

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

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

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

## 19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Dedicated Stock Fund

## Corporate Information

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### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal  
Karachi - 74400

### **Shariah Advisor**

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Dr. Mufti Muhammad Wasih Fasih Butt

### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

### **Legal Advisers**

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Bawaney & Partners

### **Bankers**

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Al-Baraka Bank (Pakistan) Limited  
BankIslami Pakistan Limited

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		31 March 2022	30 June 2021
		Un-audited	Audited
	Note	----- Rupees -----	
<b>ASSETS</b>			
Bank balances	4	8,693,732	13,799,438
Investments	5	499,133,086	310,475,376
Receivable against sale of investments		-	8,924,517
Profit receivable on bank balances		71,588	21,761
Dividend receivable		1,339,282	121,000
Deferred formation cost	6	277,616	444,430
Advances, deposits, prepayment and other receivables	7	3,422,350	3,412,741
<b>Total assets</b>		<b>512,937,654</b>	<b>337,199,262</b>
<b>LIABILITIES</b>			
Payable to Atlas Asset Management Limited - Management Company	8	1,491,790	852,066
Payable to Central Depository Company of Pakistan Limited - Trustee	9	93,456	63,934
Payable to the Securities and Exchange Commission of Pakistan	10	63,492	75,204
Payable against redemption of units		-	4,795,000
Payable against purchase of investments		1,562,005	-
Accrued expenses and other liabilities	11	818,595	4,092,386
<b>Total liabilities</b>		<b>4,029,338</b>	<b>9,878,590</b>
<b>NET ASSETS</b>		<b>508,908,316</b>	<b>327,320,672</b>
<b>UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)</b>		<b>508,908,316</b>	<b>327,320,672</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	12	-----Number of units-----	
<b>NUMBER OF UNITS IN ISSUE</b>		<b>895,480</b>	<b>549,177</b>
		-----Rupees-----	
<b>NET ASSET VALUE PER UNIT</b>		<b>568.3081</b>	<b>596.0206</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Dedicated Stock Fund

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTH AND QUARTER ENDED 31 MARCH 2022

	Note	For the Nine Month Ended		For the Quarter Ended	
		31 March		31 March	
		2022	2021	2022	2021
		Rupees		Rupees	
<b>INCOME</b>					
Profit on bank balances		502,457	186,835	127,802	75,215
Dividend income		22,117,127	12,051,894	9,269,613	3,027,798
Capital (loss) / gain on sale of investments - net		(1,872,802)	54,206,161	(2,625,586)	17,786,994
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(24,771,293)	55,201,151	(4,035,435)	(5,066,093)
		<b>(26,644,094)</b>	<b>109,407,312</b>	<b>(6,661,020)</b>	<b>12,720,901</b>
<b>Total income</b>		<b>(4,024,511)</b>	<b>121,646,041</b>	<b>2,736,394</b>	<b>15,823,914</b>
<b>EXPENSES</b>					
Remuneration of Atlas Asset Management Limited - Management Company	8.1	8,166,666	6,937,058	3,337,939	2,218,718
Sindh Sales Tax on remuneration of the Management Company	8.2	1,061,664	901,818	433,930	288,434
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	9.1	635,168	578,089	242,758	184,893
Sindh Sales Tax on remuneration of the Trustee		82,572	75,152	31,559	24,037
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	63,517	57,808	24,276	18,488
Accounting and operational charges	12	1,524,069	650,835	606,897	277,341
Shariah advisory fee		60,000	60,000	20,000	20,000
Auditors' remuneration		228,630	148,060	75,098	75,098
Annual listing fee		20,646	20,644	6,782	6,781
Securities transaction cost		878,210	677,401	199,795	192,270
Printing and postage charges		34,242	6,494	8,733	-
Legal and professional charges		99,332	142,000	45,900	28,800
Amortization of formation cost	6	166,814	166,814	54,793	54,793
Bank charges		3,685	11,262	2,386	3,136
Provision for Sindh Workers Welfare Fund		(3,063,673)	2,224,252	-	248,622
<b>Total expenses</b>		<b>9,961,541</b>	<b>12,657,687</b>	<b>5,090,846</b>	<b>3,641,411</b>
<b>Net (loss) / income for the period before taxation</b>		<b>(13,986,052)</b>	<b>108,988,354</b>	<b>(2,354,451)</b>	<b>12,182,503</b>
<b>Taxation</b>	14	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>(13,986,052)</b>	<b>108,988,354</b>	<b>(2,354,451)</b>	<b>12,182,503</b>
<b>Allocation of (Loss) / Net Income for the period</b>					
Net Income for the period		-	108,988,354	-	12,182,503
Income already paid on units redeemed		-	(22,121,747)	-	(6,096,757)
		-	<b>86,866,607</b>	-	<b>6,085,746</b>
<b>Accounting (Loss) / Income available for distribution</b>					
-Relating to Capital Gains		-	109,407,312	-	12,720,901
-Excluding Capital Gains		-	(22,540,705)	-	(6,635,155)
		-	<b>86,866,607</b>	-	<b>6,085,746</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTH AND QUARTER ENDED 31 MARCH 2022

	For the Nine Month Ended		For the Quarter Ended	
	31 March		31 March	
	2022	2021	2022	2021
	----- Rupees -----	----- Rupees -----	----- Rupees -----	----- Rupees -----
Net (loss) / income for the period after taxation	(13,986,052)	108,988,354	(2,354,451)	12,182,503
Other comprehensive (loss) / income	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b><u>(13,986,052)</u></b>	<b><u>108,988,354</u></b>	<b><u>(2,354,451)</u></b>	<b><u>12,182,503</u></b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director



# Third Quarter Report 2021-22

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTH ENDED 31 MARCH 2022

	For the Nine Months Period Ended	
	31 March 2022	31 March 2021
	Note	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (loss) / income for the period before taxation	(13,986,052)	108,988,354
<b>Adjustments for:</b>		
Mark-up on bank deposits with banks	(502,457)	(186,835)
Dividend income	(22,117,127)	(12,051,894)
Capital loss / (gain) on sale of investments - net	1,872,802	(54,206,161)
Net unrealised diminution/ (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	24,771,293	(55,201,151)
Amortization of formation cost	166,814	166,814
(Reversal) / Provision for Sindh Workers Welfare Fund	(3,063,673)	2,224,252
	<b>1,127,651</b>	<b>(119,254,975)</b>
<b>Decrease / (increase) in assets</b>		
Receivable against sale of investments	8,924,517	(3,512,817)
Advances, deposits, prepayment and other receivables	(9,609)	(14,405)
	<b>8,914,908</b>	<b>(3,527,222)</b>
<b>(Decrease) / Increase in liabilities</b>		
Payable to Atlas Asset Management Limited - Management Company	639,724	70,322
Payable to the Central Depository Company of Pakistan Limited - Trustee	29,522	(1,054)
Payable to the Securities and Exchange Commission of Pakistan	(11,712)	(11,112)
Payable against redemption of units	(4,795,000)	-
Payable against purchase of investments	1,562,005	1,814,113
Accrued expenses and other liabilities	(938,665)	(660,856)
	<b>(3,514,126)</b>	<b>1,211,413</b>
Profit received on bank balances	452,630	320,712
Dividend received	20,898,845	10,447,864
Investments made during the period	(335,109,878)	(201,320,689)
Investments sold during the period	119,808,074	314,895,843
	<b>(193,950,329)</b>	<b>124,343,730</b>
<b>Net cash (used in) / generated from operating activities</b>	<b>(201,407,948)</b>	<b>111,761,300</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Amount received on issue of units	235,429,516	13,011,571
Payment against redemption of units	(39,127,273)	(133,020,125)
<b>Net cash generated from / (used in) financing activities</b>	<b>196,302,243</b>	<b>(120,008,554)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(5,105,706)</b>	<b>(8,247,255)</b>
Cash and cash equivalents at the beginning of the period	13,799,438	11,892,473
<b>Cash and cash equivalents at the end of the period</b>	<b>8,693,732</b>	<b>3,645,218</b>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Dedicated Stock Fund

## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTH ENDED 31 MARCH 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Atlas Islamic Dedicated Stock Fund (the Fund) is an open-ended shariah compliant scheme constituted under a trust deed entered into on 03 September 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The offering document of the Fund has been revised through the First, Second, Third and Fourth supplements date 8 August 2020, 5 September 2020, 25 November 2020 and 01 April 2020 respectively with the approval of SECP. The investment activities and administration of the Fund are managed by AAML whose registered office is situated at Ground Floor, Federation House, Shahrah-e-Firdousi, Clifton, Karachi. The Fund was authorised by the Securities and Exchange Commission of Pakistan as a unit trust scheme on 09 October 2018.
- 1.2 The Fund is an open-ended Shariah compliant fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on January 10, 2020. The units are transferable and can also be redeemed by surrendering to the Fund.
- 1.3 According to the Trust Deed, the principal activity of the Fund is to provide capital appreciation to investors schemes by investing in Shariah Compliant equity securities.
- 1.4 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) on 24 December 2021.
- 1.5 The titles of the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 March 2022.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
  - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
  - Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
  - Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

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2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

## 2.2 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements at and for the year ended June 30, 2021.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual published audited financial statements of the Fund for the year ended 30 June 2021.

## 3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current period:

### Standard or Interpretation

IFRS 3 - Amendments to Definition of a Business.

IFRS 9 - Interest Rate Benchmark Reform

IAS 1 - Definition of Material

The Conceptual Framework for Financial Reporting

The adoption of the above amendments to accounting standards and interpretations did not have any effect on these condensed interim financial statements.

		31 March 2022	30 June 2021
		Un-audited	Audited
4 BANK BALANCES	Note	----- Rupees -----	-----
Balances with banks in:			
- Profit and loss sharing accounts	4.1	8,693,732	13,799,438
		<u>8,693,732</u>	<u>13,799,438</u>

4.1 The rate of return on these profit and loss sharing accounts ranges between 6.00% and 10.50% (30 June 2021: 6% to 6.90%) per annum.

		31 March 2022	30 June 2021
		Un-audited	Audited
5 INVESTMENTS	Note	----- Rupees -----	-----
<b>Financial assets at fair value through profit or loss account</b>			
- Listed equity securities	5.1	499,133,086	310,475,376
		<u>499,133,086</u>	<u>310,475,376</u>

# Atlas Islamic Dedicated Stock Fund

## 5.1 At fair value through profit or loss - Listed equity securities

Shares of listed companies - fully paid up ordinary shares with a face value of Rs 10 each unless stated otherwise.

Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Average cost as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
		Number of shares					Rupees		% age		
<b>Banks</b>											
Meccan Bank Limited	5.3	263,240	197,500	34,611	94,500	400,851	46,982,743	52,495,447	10.52	10.32	0.02
		263,240	197,500	34,611	94,500	400,851	46,982,743	52,495,447	10.52	10.32	
<b>Textile Composite</b>											
Interloop Limited		20,000	135,000	2,850	-	157,850	11,135,575	11,665,115	2.34	2.29	0.02
Kohinoor Textile Mills Limited		45,500	90,000	-	-	135,500	9,687,930	8,434,875	1.69	1.66	0.05
Nishat Mills Limited		57,500	150,100	-	1,000	206,600	18,757,824	17,701,488	3.55	3.48	0.06
		123,000	375,100	2,850	1,000	499,950	39,581,329	37,801,478	7.57	7.43	
<b>Cement</b>											
Attock Cement Pakistan Limited		17,000	-	-	17,000	-	-	-	-	-	-
Cherat Cement Company Limited		17,450	86,500	-	26,500	77,450	11,019,817	10,911,156	2.19	2.14	0.04
D.G. Khan Cement Company Limited		53,000	-	-	53,000	-	-	-	-	-	-
Fauji Cement Company Limited		331,500	697,000	-	145,000	883,500	17,036,455	16,009,020	3.21	3.15	0.06
Kohat Cement Company Limited		17,500	42,500	-	5,000	55,000	10,325,313	15,159,025	3.04	2.98	0.03
Mappale leaf cement Factory limited		70,000	425,500	-	75,000	420,500	14,416,346	9,454,500	1.89	1.86	0.04
Pioneer cement Limited		-	10,000	-	10,000	-	-	-	-	-	-
Lucky Cement Limited		37,350	22,400	-	5,400	54,350	43,533,421	34,585,622	6.93	6.80	0.02
		543,800	1,283,900	-	336,900	1,490,800	96,331,351	86,119,323	17.25	16.92	
<b>Refinery</b>											
Attock Refinery Limited		10,300	-	-	10,000	300	76,935	38,604	0.01	0.01	0.00
National Refinery Limited		2,000	-	-	-	2,000	1,046,380	414,640	0.08	0.08	0.00
		10,300	-	-	10,000	2,300	1,123,315	453,244	0.09	0.01	
<b>Power Generation &amp; Distribution</b>											
K-Electric Limited (face value Rs. 3.5)		715,000	-	-	-	715,000	2,990,790	2,246,670	0.45	0.44	0.00
The Hub Power Company Limited		171,000	365,000	-	45,500	490,500	37,554,028	35,109,990	7.03	6.90	0.04
		886,000	365,000	-	45,500	1,205,500	40,544,818	37,356,660	7.48	7.34	
<b>Oil &amp; Gas Marketing Companies</b>											
Pakistan State Oil Company Limited		51,500	56,500	-	7,500	100,500	20,954,798	16,750,335	3.36	3.29	0.02
Sui Northern Gas Pipelines Limited		45,000	117,500	-	2,000	160,500	7,485,435	5,100,690	1.02	1.00	0.03
		96,500	174,000	-	9,500	261,000	28,440,234	21,851,025	4.38	4.29	
<b>Oil &amp; Gas Exploration Companies</b>											
Mari Petroleum Company Limited		11,528	10,780	-	1,100	21,208	34,205,364	37,527,980	7.52	7.37	0.02
Oil & Gas Development Company Limited	5.3	290,900	237,000	-	57,500	470,400	42,150,766	39,104,352	7.83	7.68	0.01
Pakistan Oilfields Limited		12,500	1,000	-	500	13,000	5,114,270	4,844,840	0.97	0.95	-
Pakistan Petroleum Limited	5.3	214,040	165,000	-	47,500	331,540	26,540,090	24,136,112	4.84	4.74	0.01
		528,968	413,780	-	106,600	836,148	108,010,491	105,613,284	21.16	20.75	
<b>Engineering</b>											
Aisha Steel Mills Limited		-	362,500	-	-	362,500	6,381,170	5,162,000	1.03	1.01	0.04
International Industries Limited		12,000	16,500	-	16,000	12,500	2,390,889	1,489,625	0.30	0.29	0.01
International Steels Limited		11,500	7,500	-	19,000	-	-	-	-	-	-
Ittefaq Iron Industries Limited		-	45,000	-	-	45,000	821,250	465,750	0.09	0.09	0.03
Mughal Iron And Steel Industries Ltd		8,000	69,000	2,775	26,400	53,375	5,189,366	4,867,800	0.98	0.96	0.02
		31,500	500,500	2,775	61,400	473,375	14,782,675	11,985,175	2.40	2.36	
<b>Automobile Assembler</b>											
Milat Tractors Limited		5,775	2,080	377	7,500	732	548,155	634,607	0.13	0.12	-
Pak Suzuki Motor Company Limited		9,500	16,500	-	26,000	-	-	-	-	-	-
		15,275	18,580	377	33,500	732	548,155	634,607	0.13	-	
<b>Automobile Parts &amp; Accessories</b>											
Thal Limited (face value Rs. 5)		17,900	8,000	-	-	25,900	10,487,762	3,005,164	0.60	0.59	0.03
Panther Tyres Limited		31,580	50,000	6,316	-	87,896	4,508,210	9,460,493	1.90	1.86	0.05
		49,480	58,000	6,316	-	113,796	14,995,972	12,465,657	2.50	2.45	

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Name of Investee Company	Note	As at 01 July 2021	Purchases during the period	Bonus / right shares issued during the period	Sales during the period	As at 31 March 2022	Average cost as at 31 March 2022	Market value as at 31 March 2022	Market value as a percentage of total investments	Market value as a percentage of net assets	Paid-up value of shares held as a percentage of total paid up capital of the Investee Company
		Number of shares					Rupees		% age		
<b>Technology &amp; Communications</b>											
Air Link Communication Limited		-	20,100	1,507	20,900	1,607	106,886	86,666	0.02	0.02	-
Octopus Digital Limited		-	2,753	-	2,500	253	10,272	19,114	0.00	0.00	-
Pakistan Telecommunication Communication Limited		295,000	-	-	5,000	290,000	3,433,600	2,262,000	0.45	0.44	0.01
Systems Limited		14,800	8,000	-	6,800	16,000	4,481,760	6,061,920	1.21	1.19	0.01
		<b>309,800</b>	<b>30,853</b>	<b>1,507</b>	<b>34,300</b>	<b>307,860</b>	<b>8,032,518</b>	<b>8,429,700</b>	<b>1.69</b>	<b>1.64</b>	
<b>Fertilizer</b>											
Engro Corporation Limited	5.3	70,000	105,000	-	8,800	166,200	47,512,480	44,475,120	8.91	8.74	0.03
Fauji Fertilizers Bin Qasim Limited		-	400,000	-	-	400,000	10,039,480	9,036,000	1.81	1.78	0.03
Engro Fertilizers Limited		129,500	192,001	36,000	225,000	132,501	9,736,775	12,159,617	2.44	2.39	0.01
		<b>199,500</b>	<b>697,001</b>	<b>36,000</b>	<b>233,800</b>	<b>698,701</b>	<b>67,288,735</b>	<b>65,670,737</b>	<b>13.16</b>	<b>12.90</b>	
<b>Pharmaceuticals</b>											
Abbott Laboratories (Pakistan) Limited		-	11,500	-	-	11,500	8,963,732	8,026,885	1.61	1.58	0.01
Glaxosmithkline Pakistan Limited		21,000	-	-	5,000	16,000	2,650,720	2,186,880	0.44	0.43	0.01
Highnoon Laboratories Limited		14,184	2,000	-	500	15,684	9,450,400	9,872,764	1.98	1.94	0.04
The Searle Company Limited		17,500	-	1,500	17,500	1,500	279,946	185,985	0.04	0.04	-
		<b>52,684</b>	<b>13,500</b>	<b>1,500</b>	<b>23,000</b>	<b>44,684</b>	<b>21,344,798</b>	<b>20,272,514</b>	<b>4.06</b>	<b>3.98</b>	
<b>Chemicals</b>											
Engro Polymer & Chemicals Limited		99,500	210,000	-	65,000	244,500	13,376,786	16,249,470	3.26	3.19	0.03
Sitara Chemical Industries Limited		3,800	-	-	3,800	-	-	-	-	-	-
		<b>103,300</b>	<b>210,000</b>	<b>-</b>	<b>68,800</b>	<b>244,500</b>	<b>13,376,786</b>	<b>16,249,470</b>	<b>3.26</b>	<b>3.19</b>	
<b>Paper &amp; Board</b>											
Packages Limited		11,400	-	-	1,000	10,400	5,670,080	4,579,432	0.92	0.90	0.01
		<b>11,400</b>	<b>-</b>	<b>-</b>	<b>1,000</b>	<b>10,400</b>	<b>5,670,080</b>	<b>4,579,432</b>	<b>0.92</b>	<b>0.90</b>	
<b>Transport</b>											
Pakistan international bulk terminal limited		145,000	-	-	140,000	5,000	56,900	31,850	0.01	0.01	-
		<b>145,000</b>	<b>-</b>	<b>-</b>	<b>140,000</b>	<b>5,000</b>	<b>56,900</b>	<b>31,850</b>	<b>0.01</b>	<b>0.01</b>	
<b>Leather &amp; Tanneries</b>											
Bata Pakistan Limited		1,020	-	-	1,020	-	-	-	-	-	-
Service Global Footwear Limited		25,000	65,000	-	-	90,000	4,486,110	4,252,500	0.85	0.84	0.04
		<b>26,020</b>	<b>65,000</b>	<b>-</b>	<b>1,020</b>	<b>90,000</b>	<b>4,486,110</b>	<b>4,252,500</b>	<b>0.85</b>	<b>-</b>	
<b>Foods &amp; Personal Care Products</b>											
At-Tahur Limited		209,350	50,000	21,522	163,000	117,872	2,618,589	2,828,928	0.57	0.56	0.06
Treet corporation limited		27,000	-	-	27,000	-	-	-	-	-	-
Unity Foods Limited		35,000	-	-	35,000	-	-	-	-	-	-
		<b>271,350</b>	<b>50,000</b>	<b>21,522</b>	<b>225,000</b>	<b>117,872</b>	<b>2,618,589</b>	<b>2,828,928</b>	<b>0.57</b>	<b>0.56</b>	
<b>GLASS &amp; CERAMICS</b>											
Shabbir Tiles & Ceramics Limited (Face value Rs. 5)		46,500	90,000	-	46,500	90,000	1,562,004	1,578,600	0.32	-	0.04
Tariq Glass Industries Limited		-	66,500	-	-	66,500	8,126,775	8,463,455	1.70	0.02	0.05
		<b>46,500</b>	<b>156,500</b>	<b>-</b>	<b>46,500</b>	<b>156,500</b>	<b>9,688,779</b>	<b>10,042,055</b>	<b>2.01</b>	<b>0.02</b>	
<b>Total as at 31 March 2022</b>							<b>523,904,379</b>	<b>499,133,086</b>	<b>100</b>	<b>96</b>	
<b>Total as at 30 June 2021</b>							<b>260,988,012</b>	<b>310,475,376</b>	<b>100.00</b>	<b>94.85</b>	

5.2 The cost of listed equity securities as at 31 March 2022 is Rs.502,761,454 (30 June 2021: 277,559,667).

# Atlas Islamic Dedicated Stock Fund

- 5.3 The above investments include following shares which have been pledged with the National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 dated October 23, 2007 issued by the SECP:

	31 March 2022	30 June 2021	31 March 2022	30 June 2021
	Un-audited	Audited	Un-audited	Audited
	Number of shares		Market value (Rupees)	
Engro Corporation Limited	24,500	4,500	6,556,200	1,325,745
Meezan Bank Limited	37,500	7,500	4,911,000	865,575
Oil & Gas Development Company Limited	100,000	50,000	8,313,000	4,751,500
Pakistan Petroleum Limited	30,000	30,000	2,184,000	2,604,900
	<b>192,000</b>	<b>92,000</b>	<b>21,964,200</b>	<b>9,547,720</b>

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees -----	
<b>6 DEFERRED FORMATION COST</b>			
Opening balance	6.1	444,430	666,645
Less: Amortisation for the period		(166,814)	(222,215)
		<b>277,616</b>	<b>444,430</b>

- 6.1 Formation costs represents expenditure incurred prior to the commencement of the operations of the Fund. These are being amortized over a period of five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

		31 March 2022	30 June 2021
	Note	Un-audited	Audited
		Rupees -----	
<b>7 ADVANCES, SECURITY DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES</b>			
<b>Security deposits held with:</b>			
- National Clearing Company of Pakistan Limited (NCCPL)		2,500,000	2,500,000
- Central Depository Company of Pakistan Limited (CDC)		100,000	100,000
Withholding tax deducted	7.1	812,746	812,741
Prepayments and other receivable		9,604	-
		<b>3,422,350</b>	<b>3,412,741</b>

- 7.1 As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 150 and 151. However, several Companies (including banks) deducted withholding tax on dividend and profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT) /2008-VOL.II-66417-R dated 12 May 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 by the withholder.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favor of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all CISs to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISs being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement

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of the SHC. Pending resolution of the matter, the cumulative amount of withholding tax deducted from profit on bank deposits by the Funds has been shown as other receivable as at 31 March 2022 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

8 PAYABLE TO ATLAS ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY - (RELATED PARTY)	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Remuneration of the Management Company	8.1	1,137,199	678,938
Sindh Sales Tax payable on remuneration of the Management Company	8.2	147,833	88,261
Accounting and operational charges payable		206,758	84,867
		<b>1,491,790</b>	<b>852,066</b>

8.1 During the nine months period ended 31 March 2022, the Management Company has charged its remuneration at the rate of 2.40% from July 01, 2021 to September 30, 2021, 2.50% October 01, 2021 to December 31, 2021 and 2.75% from January 01, 2022 to March 31, 2022 (30 June 2021: 2.40%) per annum of the average annual net assets of the Fund for the period. The fee is payable to the Management Company monthly in arrears.

8.2 During the period, an amount of Rs. 1,061,664 (2021: 627,734) was charged on account of sales tax on remuneration of Management Company levied through Sindh Sales Tax on Services Act, 2011, and an amount of Rs. 1,002,092 (2021: 9,023,172) has been paid to the Management Company which acts as the collecting agent.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Trustee Fee	9.1	82,704	56,578
Sindh Sales tax payable on Trustee Fee		10,752	7,356
		<b>93,456</b>	<b>63,934</b>

9.1 The Trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.2% p.a. of Net Assets.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Annual fees payable	10.1	63,492	75,204
		<b>63,492</b>	<b>75,204</b>

10.1 In accordance with the NBFC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP).

11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March 2022	30 June 2021
		Un-audited	Audited
		Rupees	
Auditors' remuneration payable		196,609	249,913
Printing charges payable		-	12,520
Charity payable	11.1	300,860	211,224
Transaction charges payable		230,851	479,905
Withholding tax payable		70,275	55,141
Payable to Shariah Advisor		20,000	20,010
Provision for Sindh Workers' Welfare Fund	11.2	-	3,063,673
		<b>818,595</b>	<b>4,092,386</b>

# Atlas Islamic Dedicated Stock Fund

- 11.1 The Shariah Advisor of the Fund, has certified an amount of Rs. 728,547 (30 June 2021: Rs. 653,206) against dividend income, as Shariah non-compliant income during the period, which has accordingly been marked to charity.
- 11.2 As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Fund amounting to Rs. 3.06 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

## 12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at 31 March 2022 and 30 June 2021.

## 13 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) /2019 dated 20 June 2019.

The Management Company has charged expenses at the rate of 0.17% of average annual net assets of the Fund upto 2 December 2020 and charged expenses at the rate of 0.30% of the average annual net assets afterwards.

## 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 31 March 2022 is 4.09% (30 June 2021: 4.36%) which includes 0.40% (30 June 2021: 1.07%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

## 15 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these condensed interim financial statements.

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## 16 EARNING PER UNIT

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

## 17 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

	For the Nine Months ended	
	31 March 2022	31 March 2021
	Un-audited	Un-audited
	----- Rupees -----	
<b>17.1 Transactions during the period</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	8,166,666	6,937,058
Sindh Sales Tax on remuneration of the Management Company	1,061,664	901,818
Remuneration paid	7,708,404	6,912,228
Formation cost	166,814	166,814
Accounting and operational charges	1,524,069	650,835
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration of the Trustee	635,168	578,089
Sindh Sales Tax on remuneration of the Trustee	82,572	75,152
Remuneration paid	609,042	576,019
Settlement charges	-	25,156
Sindh sales tax on settlement charges	-	3,270
<b>Atlas Group of Companies Management Staff Gratuity Fund</b>		
Issue of 18,734 (2021:5,920) units	10,629,516	3,410,000
Redemption of 851 (2021: 9,051) units	500,000	4,970,000
<b>M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund</b>		
Issue of Nil (2021: 19,548) units	-	9,813,177
Redemption of 1,717 (2021: 11,894) units	1,000,000	6,380,733
<b>Atlas Aggressive Allocation Islamic Plan</b>		
Issue of 16,171 (2021: Nil) units	9,000,000	-
Redemption of 7,288 (2021: 15,552) units	4,350,000	8,060,000
<b>Atlas Moderate Allocation Islamic Plan</b>		
Issue of 13,846 (2021: Nil) units	7,700,000	-
Redemption of 5,023 (2021: 21,263) units	3,000,000	10,990,000

# Atlas Islamic Dedicated Stock Fund

	For the Nine Months ended	
	31 March	31 March
	2022	2021
	Un-audited	Un-audited
	----- Rupees -----	
<b>Atlas Conservative Allocation Islamic Plan</b>		
Issue of 14,566 (2021: Nil) units	81,000,000	-
Redemption of 6,697 (2021: 19,569) units	4,000,000	10,120,000
<b>Atlas Islamic Capital Preservation Plan</b>		
Redemption of 43,639 (2021: 153,298) units	26,277,273	83,500,000
	<b>31 March</b>	<b>30 June</b>
	<b>2022</b>	<b>2021</b>
	<b>Un-audited</b>	<b>Audited</b>
	----- Rupees -----	
<b>17.2 Balances as at period / year end</b>		
<b>Atlas Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	1,137,199	678,938
Sindh Sales Tax payable on remuneration of the management company	147,833	88,261
Accounting and operational charges payable	206,758	84,867
<b>Central Depository Company of Pakistan Limited (Trustee)</b>		
Remuneration payable to the Trustee	82,704	56,578
Sindh sales tax payable on remuneration of the Trustee	10,752	7,356
<b>Atlas Group of Companies Management Staff Gratuity Fund</b>		
Outstanding 167,401 (30 June 2021: 149,518) units at net asset value	95,135,344	89,115,763
<b>M/S. Shirazi Investments (Pvt.) Ltd. - Emp. Prov. Fund</b>		
Outstanding 6,964 (30 June 2021: 8,681) units at net asset value	3,957,698	5,173,787
<b>Atlas Aggressive Allocation Islamic Plan</b>		
Outstanding 166,745 (30 June 2021: 157,862) units at net asset value	94,762,534	94,088,818
<b>Atlas Moderate Allocation Islamic Plan</b>		
Outstanding 130,294 (30 June 2020: 121,471) units at net asset value	74,047,136	72,399,074
<b>Atlas Conservative Allocation Islamic Plan</b>		
Outstanding 75,875 (30 June 2021: 68,006) units at net asset value	43,120,377	40,533,210
<b>Atlas Islamic Capital Preservation Plan</b>		
Outstanding Nil (30 June 2021: 53,846) units at net asset value	-	32,093,325

17.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

## 18 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction.

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.

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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 significantly different from book value.

## 18.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value of the following financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The Fund recognises equity securities at fair value which is determined using the rate at which they are quoted on Pakistan Stock Exchange Limited (Level 1). Fair value of remaining financial assets is not significantly different from their carrying value.

## 19 GENERAL

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

19.2 Units have been rounded off to the nearest decimal place

## 20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## Corporate Information

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### **Trustee**

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Central Depository Company of Pakistan Limited  
99-B, Block 'B', S.M.C.H.S, Main Shahrah-e-Faisal  
Karachi - 74400

### **Shariah Advisor**

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Dr. Mufti Muhammad Wasih Fasih Butt

### **Auditors**

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EY Ford Rhodes  
Chartered Accountants

### **Legal Advisers**

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Bawaney & Partners

### **Bankers**

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Al-Baraka Bank (Pakistan) Limited  
Allied Bank Limited - Islamic Banking  
Bank Al Habib Limited - Islamic Banking  
BankIslami Pakistan Limited  
Dubai Islamic Bank Pakistan Limited  
MCB Bank Limited - Islamic Banking

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## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

31 March 2022 (Un-audited)

		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
Note		----- Rupees -----						
<b>ASSETS</b>								
Bank balances	4	8,804,557	7,302,419	7,815,917	3,132,974	3,634,781	25,939	30,716,588
Investments - net	5	121,564,304	128,929,646	137,182,187	25,513,400	480,403,185	-	893,592,722
Receivable against sale of investments		-	-	-	-	-	-	-
Profit receivable on deposit with banks		49,140	22,756	128,228	76,884	24,357	150	301,515
Other receivables	6	15,260	13,106	22,917	19,380	20,192	43,057	133,913
Deferred Formation cost	7	70,030	70,030	70,030	-	-	-	210,091
<b>Total assets</b>		<b>130,503,292</b>	<b>136,337,957</b>	<b>145,219,280</b>	<b>28,742,639</b>	<b>484,082,516</b>	<b>69,146</b>	<b>924,954,829</b>
<b>LIABILITIES</b>								
Payable to Atlas Asset Management Company - Management Company	8	27,892	26,665	28,938	9,151	76,445	-	169,092
Payable to the Central Depository Company of Pakistan Limited - Trustee	9	8,591	8,745	9,618	1,918	32,185	-	61,057
Payable to the Securities and Exchange Commission of Pakistan	10	19,696	20,378	21,337	4,164	55,694	15,301	136,570
Payable to unit holders	20	-	-	-	-	-	39,078	39,078
Accrued expenses and other liabilities	11	33,284	34,153	36,972	58,841	75,147	14,767	253,164
<b>Total liabilities</b>		<b>89,463</b>	<b>89,942</b>	<b>96,865</b>	<b>74,074</b>	<b>239,471</b>	<b>69,146</b>	<b>658,961</b>
<b>NET ASSETS</b>		<b>130,413,829</b>	<b>136,248,015</b>	<b>145,122,415</b>	<b>28,668,565</b>	<b>483,843,045</b>	<b>-</b>	<b>924,295,869</b>
<b>UNIT HOLDER'S FUND</b>								
(AS PER STATEMENT ATTACHED)		<b>130,413,829</b>	<b>136,248,015</b>	<b>145,122,415</b>	<b>28,668,565</b>	<b>483,843,045</b>	<b>-</b>	<b>924,295,869</b>
<b>NUMBER OF UNITS IN ISSUE</b>		<b>221,162</b>	<b>231,017</b>	<b>246,304</b>	<b>57,337</b>	<b>944,261</b>		
<b>NET ASSET VALUE PER UNIT</b>		<b>589.6750</b>	<b>589.7753</b>	<b>589.1998</b>	<b>500.0000</b>	<b>512.4041</b>		
<b>FACE VALUE PER UNIT</b>		<b>500.00</b>	<b>500.00</b>	<b>500.00</b>	<b>500.00</b>	<b>500.00</b>		

Contingencies and commitments 12

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED) AS AT 31 MARCH 2022

		30 June 2021 (Audited)					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
Note		----- Rupees -----					
<b>ASSETS</b>							
	4	4,258,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918
	5	126,533,606	134,529,047	142,353,795	23,954,693	507,138,596	934,509,737
		2,110,000	-	1,825,000	-	-	3,935,000
		8,042	17,536	16,468	18,658	192,708	253,412
		11,150	9,063	10,318	66,875	43,037	140,443
	7	112,109	112,109	112,109	-	112,109	448,436
		<b>133,032,962</b>	<b>138,587,890</b>	<b>144,872,238</b>	<b>27,301,048</b>	<b>511,437,808</b>	<b>955,231,946</b>
<b>LIABILITIES</b>							
	8	39,205	21,759	42,521	6,864	81,082	191,432
		8,555	8,726	9,382	1,763	33,046	61,472
		23,851	25,904	27,688	5,414	98,034	180,891
		-	-	-	-	-	-
	11	4,470,390	4,759,599	6,537,206	119,025	15,455,269	31,341,489
		<b>4,542,001</b>	<b>4,815,988</b>	<b>6,616,798</b>	<b>133,066</b>	<b>15,667,431</b>	<b>31,775,285</b>
		<b>128,490,961</b>	<b>133,771,902</b>	<b>138,255,440</b>	<b>27,167,982</b>	<b>495,770,377</b>	<b>923,456,662</b>
<b>UNIT HOLDER'S FUND</b>							
	(AS PER STATEMENT ATTACHED)	<b>128,490,961</b>	<b>133,771,902</b>	<b>138,255,440</b>	<b>27,167,982</b>	<b>495,770,377</b>	<b>923,456,662</b>
	NUMBER OF UNITS IN ISSUE	<b>216,140</b>	<b>229,306</b>	<b>243,795</b>	<b>54,336</b>	<b>933,099</b>	
	NET ASSET VALUE PER UNIT	<b>594.4797</b>	<b>583.3773</b>	<b>567.0963</b>	<b>500.0000</b>	<b>531.3157</b>	
	FACE VALUE PER UNIT	<b>500.00</b>	<b>500.00</b>	<b>500.00</b>	<b>500.00</b>	<b>500.00</b>	

Contingencies and commitments 12

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2022				For the period from 01 September 2021 to 31 March 2022	For the period from 01 July 2021 to 31 August 2021	Total	
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)		
Note ----- Rupees -----								
<b>INCOME</b>								
Profit on deposits with banks	570,124	345,557	360,056	196,290	185,976	(114,245)	1,543,758	
Dividend income	-	-	-	-	13,497,696	-	13,497,696	
Capital gain on sale of investments at fair value through income statement - net	406,651	505,797	603,102	-	1,058,280	8,537,771	11,111,602	
Net unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets' at fair value through profit or loss'	(2,375,953)	294,801	4,225,289	1,558,707	(2,114,231)	-	1,588,614	
	<b>(1,969,302)</b>	<b>800,599</b>	<b>4,828,391</b>	<b>1,558,707</b>	<b>(1,055,951)</b>	<b>8,537,771</b>	<b>12,700,216</b>	
	<b>(1,399,178)</b>	<b>1,146,156</b>	<b>5,188,447</b>	<b>1,754,997</b>	<b>12,627,721</b>	<b>8,423,526</b>	<b>27,741,670</b>	
<b>EXPENDITURE</b>								
Remuneration to Atlas Asset Management Company - Management Company	8.1	74,203	43,794	37,442	24,235	22,008	14,537	216,219
Sindh sales tax on remuneration of the Management Company	8.2	9,646	5,693	4,868	3,151	2,861	1,890	28,109
Accounting & Operational charges	15	167,619	173,433	181,580	35,606	473,400	71,661	1,103,299
Remuneration to the Central Depository Company of Pakistan Limited	9.1	69,019	71,414	74,768	14,661	194,929	59,445	484,236
Sindh sales tax on remuneration of the Trustee	9.2	8,972	9,284	9,720	1,906	25,341	7,728	62,951
Annual fee - Securities and Exchange Commission of Pakistan	10.1	19,720	20,403	21,362	4,189	55,694	16,984	138,353
Auditor's remuneration		32,502	33,044	35,219	6,907	91,464	(14,500)	184,637
Amortization of preliminary expenses and floatation costs		42,079	42,079	42,079	-	-	112,108	238,344
Annual Listing fee		2,935	2,984	3,180	624	8,259	-	17,981
Printing charges		10,505	10,505	10,505	10,505	1,747	-	43,765
Legal and Professional Charges		16,751	16,998	17,208	12,011	10,740	23,186	96,894
Shariah advisory fee		10,672	10,850	11,564	2,268	30,032	-	65,385
Bank charges		812	812	1,785	116	1,009	156	4,690
(Reversal) / Provision of Sindh Workers' Welfare Fund	11.1	(761,966)	(763,895)	(693,415)	(68,845)	-	(2,028,833)	(4,316,954)
		<b>(296,530)</b>	<b>(322,603)</b>	<b>(242,136)</b>	<b>47,333</b>	<b>917,482</b>	<b>(1,735,637)</b>	<b>(1,632,092)</b>
Net (loss) / income for the period before taxation		<b>(1,102,648)</b>	<b>1,468,759</b>	<b>5,430,583</b>	<b>1,707,665</b>	<b>11,710,239</b>	<b>10,159,163</b>	<b>29,373,762</b>
Taxation	14	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation		<b>(1,102,648)</b>	<b>1,468,759</b>	<b>5,430,583</b>	<b>1,707,665</b>	<b>11,710,239</b>	<b>10,159,163</b>	<b>29,373,762</b>
<b>Allocation of net income for the period:</b>								
Net income for the period after taxation		-	1,468,759	5,430,583	1,707,665	11,710,239	10,159,163	
Income already paid on units redeemed		-	(2)	(4,683)	-	-	(10,159,163)	
		<b>-</b>	<b>1,468,757</b>	<b>5,425,900</b>	<b>1,707,665</b>	<b>11,710,239</b>	<b>-</b>	
<b>Accounting income available for distribution:</b>								
-Relating to capital gains		-	800,599	4,828,391	1,558,707	-	-	
-Excluding capital gains		-	668,158	597,509	148,958	11,710,239	-	
		<b>-</b>	<b>1,468,757</b>	<b>5,425,900</b>	<b>1,707,665</b>	<b>11,710,239</b>	<b>-</b>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total	
Note ----- Rupees -----							
<b>INCOME</b>							
Profit on deposits with banks	22,514	105,867	71,803	158,378	307,233	665,794	
Dividend income	-	-	-	-	-	-	
Capital gain on sale of investments at fair value through income statement - net	1,205,788	1,604,136	1,493,030	142,826	15,839,901	20,285,681	
Net unrealised appreciation on re-measurement of investments classified as 'financial assets' at fair value through profit or loss'	23,576,774	19,729,372	13,939,172	907,601	32,683,692	90,836,611	
	<b>24,782,562</b>	<b>21,333,508</b>	<b>15,432,202</b>	<b>1,050,427</b>	<b>48,523,593</b>	<b>111,122,292</b>	
	<b>24,805,076</b>	<b>21,439,375</b>	<b>15,504,005</b>	<b>1,208,805</b>	<b>48,830,825</b>	<b>111,788,086</b>	
<b>EXPENDITURE</b>							
Remuneration to Atlas Asset Management Company - Management Company	8.1	755	11,420	7,082	25,990	34,578	79,825
Sindh sales tax on remuneration of the Management Company	8.2	98	1,485	921	3,379	4,495	10,377
Accounting & Operational charges	15	149,745	163,451	175,008	34,576	619,596	1,142,377
Remuneration to the Central Depository Company of Pakistan Limited	9.1	61,660	67,303	72,061	14,237	255,128	470,389
Sindh sales tax on remuneration of the Trustee	9.2	8,016	8,749	9,368	1,851	33,167	61,151
Annual fee - Securities and Exchange Commission of Pakistan	10.1	17,617	19,230	20,589	4,068	72,894	134,398
Auditor's remuneration		6,757	23,371	23,147	4,604	87,193	145,072
Amortization of preliminary expenses and floatation costs		42,079	42,079	42,079	-	42,079	168,317
Annual Listing fee		2,694	2,941	3,151	623	11,161	20,570
Printing charges		2,402	2,690	2,983	611	10,739	19,425
Legal and Professional Charges		28,400	28,400	28,400	28,400	28,400	142,000
Shariah advisory fee		9,396	10,380	11,265	1,634	42,072	74,748
Bank charges		20,006	4,811	3,246	14,805	3,897	46,764
Provision for Sindh Workers' Welfare Fund	11.1	489,109	421,062	302,094	21,480	951,709	2,185,454
		<b>838,734</b>	<b>807,373</b>	<b>701,395</b>	<b>156,258</b>	<b>2,197,107</b>	<b>4,700,867</b>
Net (loss) / income for the period before taxation		<b>23,966,342</b>	<b>20,632,002</b>	<b>14,802,609</b>	<b>1,052,546</b>	<b>46,633,718</b>	<b>107,087,219</b>
Taxation	14	-	-	-	-	-	-
Net (loss) / income for the period after taxation		<b>23,966,342</b>	<b>20,632,002</b>	<b>14,802,609</b>	<b>1,052,546</b>	<b>46,633,718</b>	<b>107,087,219</b>
<b>Allocation of net income for the period:</b>							
Net income for the period after taxation		23,966,342	20,632,002	14,802,609	1,052,546	46,633,718	
Income already paid on units redeemed		(7,753)	(69,692)	(94,424)	-	(194,766)	
		<b>23,958,589</b>	<b>20,562,310</b>	<b>14,708,186</b>	<b>1,052,546</b>	<b>46,438,952</b>	
<b>Accounting income available for distribution:</b>							
-Relating to capital gains		24,782,562	21,333,508	15,432,202	1,050,427	48,523,593	
-Excluding capital gains		(823,973)	(771,198)	(724,016)	2,119	(2,084,640)	
		<b>23,958,589</b>	<b>20,562,310</b>	<b>14,708,186</b>	<b>1,052,546</b>	<b>46,438,952</b>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2022

		For the Quarter Ended March 31, 2022					
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Total
Note		Rupees					
<b>INCOME</b>							
Profit on deposits with banks		249,951	170,725	258,711	76,305	85,635	841,327
Dividend income		-	-	-	-	6,651,931	6,651,931
Capital gain on sale of investments at fair value through income statement - net		282,976	321,654	378,293	-	-	982,924
Net unrealised (diminution) / appreciation on re-measurement of investments 'classified as' financial assets 'at fair value through profit or loss'		83,478	835,505	1,953,745	611,927	(1,307,115)	2,177,541
<b>Total (loss) / income</b>		<b>366,454</b>	<b>1,157,160</b>	<b>2,332,038</b>	<b>611,927</b>	<b>(1,307,115)</b>	<b>3,160,465</b>
		<b>616,405</b>	<b>1,327,885</b>	<b>2,590,749</b>	<b>688,232</b>	<b>5,430,452</b>	<b>10,653,723</b>
<b>EXPENDITURE</b>							
Remuneration to Atlas Asset Management Company - Management Company	7.1	29,083	21,891	21,790	7,761	8,926	89,451
Sindh Sales Tax on remuneration of the Management Company	7.2	3,780	2,846	2,834	1,009	1,161	11,630
Accounting & Operational charges	15	54,705	56,956	60,264	11,887	202,247	386,059
Remuneration of The Central Depository Company of Pakistan Limited	9.1	22,525	23,453	24,815	4,891	83,278	158,962
Sindh Sales Tax on remuneration of the Trustee	9.2	2,928	3,050	3,226	636	10,826	20,666
Annual fee to Securities and Exchange Commission of Pakistan	10.1	6,436	6,700	7,090	1,398	23,794	45,419
Auditor's remuneration		10,521	10,956	11,593	2,286	38,907	74,264
Amortization of preliminary expenses and floatation costs		13,821	13,822	13,822	-	-	41,464
Annual listing fee		760	799	843	167	3,059	5,627
Printing charges		1,812	1,813	1,813	(1,812)	1,747	5,371
Legal and professional charges		8,640	8,641	8,641	8,641	8,640	43,203
Shariah advisory fee		(996)	3,598	3,808	751	12,775	19,935
Bank charges		366	403	1,253	0	1	2,023
Provision for Sindh Workers' Welfare Fund	10.1	0	(2)	(0)	(0)	-	(2)
<b>Total expenses</b>		<b>154,381</b>	<b>154,926</b>	<b>161,791</b>	<b>37,614</b>	<b>395,359</b>	<b>904,071</b>
<b>Net (loss) / income for the period before taxation</b>		<b>462,024</b>	<b>1,172,959</b>	<b>2,428,959</b>	<b>650,618</b>	<b>5,035,092</b>	<b>9,749,652</b>
<b>Taxation</b>	13	-	-	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>462,024</b>	<b>1,172,959</b>	<b>2,428,959</b>	<b>650,618</b>	<b>5,035,092</b>	<b>9,749,652</b>
<b>Allocation of net income for the period:</b>							
-Net income for the period after taxation		-	1,172,960	2,428,961	650,618	5,035,095	
-Income already paid on Units redeemed		-	(2)	(0)	-	-	
		<b>-</b>	<b>1,172,958</b>	<b>2,428,961</b>	<b>650,618</b>	<b>5,035,095</b>	
<b>Accounting income / (loss) available for distribution:</b>							
-Relating to capital gains		-	1,157,160	2,332,038	611,927	(251,164)	
-Excluding capital gains		-	15,798	96,923	38,691	5,286,259	
		<b>-</b>	<b>1,172,958</b>	<b>2,428,961</b>	<b>650,618</b>	<b>5,035,095</b>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2022

For the Quarter Ended March 31, 2021							
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total	
Note	Rupees						
<b>INCOME</b>							
Profit on deposits with banks	4,646	29,857	26,178	55,802	72,013	188,495	
Dividend income	-	-	-	-	-	-	
Capital gain on sale of investments at fair value through income statement - net	160,068	173,406	186,746	-	5,035,169	5,555,388	
Net unrealised (diminution) / appreciation on re-measurement of investments 'classified as 'financial assets' at fair value through profit or loss'	3,209,514	3,028,989	2,704,288	379,072	4,726,644	14,048,507	
	<b>3,369,582</b>	<b>3,202,395</b>	<b>2,891,034</b>	<b>379,072</b>	<b>9,761,813</b>	<b>19,603,895</b>	
<b>Total (loss) / income</b>	<b>3,374,228</b>	<b>3,232,252</b>	<b>2,917,212</b>	<b>434,874</b>	<b>9,833,825</b>	<b>19,792,391</b>	
<b>EXPENDITURE</b>							
Remuneration to Atlas Asset Management Company - Management Company	7.1	-	3,355	3,043	7,855	6,671	20,924
Sindh Sales Tax on remuneration of the Management Company	7.2	-	437	396	1,021	867	2,720
Accounting & Operational charges	15	52,547	56,578	59,691	11,021	208,606	388,444
Remuneration of The Central Depository Company of Pakistan Limited	9.1	21,637	23,296	24,578	4,537	85,897	159,945
Sindh Sales Tax on remuneration of the Trustee	9.2	2,813	3,028	3,195	590	11,167	20,793
Annual fee to Securities and Exchange Commission of Pakistan	10.1	6,182	6,657	7,022	1,302	24,542	45,705
Auditor's remuneration		10,043	10,809	11,406	2,115	39,412	73,785
Amortization of preliminary expenses and floatation costs		13,822	13,822	13,822	-	13,822	55,289
Annual listing fee		907	975	1,029	194	3,559	6,664
Printing charges		607	669	715	143	2,569	4,703
Legal and professional charges		5,760	5,760	5,760	5,760	5,760	28,800
Shariah advisory fee		3,299	3,550	3,746	694	12,941	24,231
Bank charges		604	488	168	374	1,337	2,970
Provision for Sindh Workers' Welfare Fund	10.1	65,120	62,057	55,653	7,985	188,334	379,149
<b>Total expenses</b>		<b>183,341</b>	<b>191,482</b>	<b>190,225</b>	<b>43,591</b>	<b>605,483</b>	<b>1,214,122</b>
<b>Net (loss) / income for the period before taxation</b>		<b>3,190,887</b>	<b>3,040,770</b>	<b>2,726,986</b>	<b>391,282</b>	<b>9,228,342</b>	<b>18,578,269</b>
<b>Taxation</b>	13	-	-	-	-	-	-
<b>Net (loss) / income for the period after taxation</b>		<b>3,190,887</b>	<b>3,040,770</b>	<b>2,726,986</b>	<b>391,282</b>	<b>9,228,342</b>	<b>18,578,269</b>
<b>Allocation of net income for the period:</b>							
-Net income for the period after taxation		3,190,887	3,040,770	2,726,986	391,282	9,228,342	
-Income already paid on Units redeemed		2	(67,143)	(69,814)	-	(19,483)	
		<b>3,190,889</b>	<b>2,973,627</b>	<b>2,657,173</b>	<b>391,282</b>	<b>9,208,859</b>	
<b>Accounting income / (loss) available for distribution:</b>							
-Relating to capital gains		3,369,582	3,202,395	2,891,034	379,072	9,761,813	
-Excluding capital gains		(178,692)	(228,768)	(233,861)	12,210	(552,953)	
		<b>3,190,889</b>	<b>2,973,627</b>	<b>2,657,173</b>	<b>391,282</b>	<b>9,208,859</b>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2022				For the period from 01 September 2021 to 31 March 2022	For the period from 01 July 2021 to 31 August 2021	Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	
	----- Rupees -----						
Net (loss) / income for the period	(1,102,648)	1,468,759	5,430,583	1,707,665	11,710,239	10,159,163	29,373,760
Other Comprehensive income	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	(1,102,648)	1,468,759	5,430,583	1,707,665	11,710,239	10,159,163	29,373,760

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
	-----Rupees-----					
Net (loss) / income for the period	23,966,342	20,632,002	14,802,609	1,052,546	46,633,718	107,087,216
Other Comprehensive income	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>23,966,342</u>	<u>20,632,002</u>	<u>14,802,609</u>	<u>1,052,546</u>	<u>46,633,718</u>	<u>107,087,216</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2022

For the Quarter Ended March 31, 2022

	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Total
	----- Rupees -----					
Net (loss) / income for the period	462,024	1,172,959	2,428,959	650,618	5,035,092	9,749,652
Other Comprehensive income	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	462,024	1,172,959	2,428,959	650,618	5,035,092	9,749,652

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2022

	For the Quarter Ended March 31, 2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
	----- Rupees -----					
Net (loss) / income for the period	3,190,887	3,040,770	2,726,986	391,282	9,228,342	18,578,269
Other Comprehensive income	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>3,190,887</u>	<u>3,040,770</u>	<u>2,726,986</u>	<u>391,282</u>	<u>9,228,342</u>	<u>18,578,269</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

For Atlas Asset Management Limited  
(Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2022				For the period from 01 September 2021 to 31 March 2022	For the period from 01 July 2021 to 31 August 2021	Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	
----- Rupees -----							
Capital Value	108,778,546	114,712,286	122,027,244	27,167,982	-	471,160,304	843,846,361
Un distributed Income							
- Realised income	2,713,945	5,890,620	9,332,874	1,382,978	-	29,419,585	48,740,002
- Unrealised income / (loss)	16,998,470	13,168,996	6,895,322	(1,382,978)	-	(4,809,512)	30,870,298
Net assets at the beginning of the period	128,490,961	133,771,902	138,255,440	27,167,982	-	495,770,377	923,456,662
(Units AAAIP 216,140, AMAIP 229,306, ACAIP 243,795, AICPP-I 933,099 & AIDP 54,336)							
Issue of units							
Capital value (at net assets value per unit at the beginning of period)							
Aggressive 5,023 units	3,026,436	-	-	-	-	-	3,026,436
Moderate 1,711 units	-	1,007,615	-	-	-	-	1,007,615
Conservative 2,944.7 units	-	-	1,688,222	-	-	-	1,688,222
Dividend 3,327 units	-	-	-	1,663,344	-	-	1,663,344
Preservative-II 944,260.7 units	-	-	-	-	472,132,806	-	472,132,806
Preservative-I Nil units	-	-	-	-	-	-	-
Total proceed on issuance of units	3,026,436	1,007,615	1,688,222	1,663,344	472,132,806	-	479,518,423
Redemption of units							
Capital value (at net assets value per unit at the beginning of period)							
Aggressive 1,587 units	(864)	-	-	-	-	-	(864)
Moderate 0.44 units	-	(259)	-	-	-	-	(259)
Conservative 435.81 units	-	-	(247,147)	-	-	-	(247,147)
Dividend 325.43 units	-	-	-	(162,761)	-	-	(162,761)
Preservative II nil units	-	-	-	-	-	-	-
Preservative-I 933,078 units	-	-	-	-	-	(495,770,377)	(495,770,377)
Amount paid out of Element of income							
- Relating to Net Income for the period after taxation	(57)	(2)	(4,683)	-	-	(10,159,163)	(10,163,906)
Total payments on redemption of units	(921)	(261)	(251,830)	(162,761)	-	(505,929,540)	(506,345,313)
Total Comprehensive (loss) / income for the period	(1,102,648)	1,468,759	5,430,583	1,707,665	11,710,239	10,159,164	29,373,762
Dividend Distribution	-	-	-	(1,707,665)	-	-	(1,707,665)
Net Income for the period	(1,102,648)	1,468,759	5,430,583	-	11,710,239	10,159,164	27,666,097
Net assets at the end of the period	130,413,829	136,248,015	145,122,415	28,668,565	483,843,045	-	924,295,870
(Units AAAIP 221,162, AMAIP 231,017, ACAIP 246,304, AIDP 57,337, AICPP-II 944,261 & AICPP-I Nil)							
(2021: Units AAAIP 209,502, AMAIP 227,656, ACAIP 243,729 & AICPP 909,770, AIDP 53,626)							
Capital Value	111,804,119	115,719,642	123,468,320	28,668,565	472,132,806	-	851,793,451
Un distributed Income							
- Realised income	4,602,886	7,419,990	11,133,263	-	13,017,354	-	36,173,494
- Unrealised income / (loss)	14,006,824	13,108,383	10,520,832	-	(1,307,115)	-	36,328,924
Net assets at the end of the period	130,413,829	136,248,015	145,122,415	28,668,565	483,843,045	-	924,295,869
Net assets value per unit at beginning of the period	594.4797	583.3773	567.0963	500.0000	531.3157		
Net assets value per unit at end of the period	589.6750	589.7753	589.1998	500.0000	512.4041		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2021					Total
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan	
<b>Capital Value</b>	<b>104,670,329</b>	<b>113,742,162</b>	<b>122,397,566</b>	<b>26,135,105</b>	<b>461,323,599</b>	<b>828,268,761</b>
<b>Un distributed Income</b>						
- Realised income	2,994,497	5,015,587	8,168,915	1,924,685	11,929,312	30,032,996
- Unrealised income / (loss)	(7,487,673)	(5,950,141)	(3,956,718)	(1,924,685)	(17,196,420)	(36,515,637)
<b>Net assets at the beginning of the period</b>	<b>100,177,153</b>	<b>112,807,608</b>	<b>126,609,763</b>	<b>26,135,105</b>	<b>456,056,491</b>	<b>821,786,120</b>

(Units: AAAIP 209,596, AMAIP 227,735, ACAIP 244,525, AICPP 914,884 & AIDP 52,270)

### Issue of units

Capital value (at net assets value per unit at the beginning of period)

	20,000	-	-	-	-	20,000
Aggressive - units 33						
Moderate - units 4,334	-	2,396,334	-	-	-	2,396,334
Conservative - units 3,620	-	-	2,000,000	-	-	2,000,000
Dividend - units 29,252	-	-	-	14,626,018	-	14,626,018
Preservation II - units Nil	-	-	-	-	-	-
Preservation - units Nil	-	-	-	-	-	-
<b>Total proceed on issuance of units</b>	<b>20,000</b>	<b>2,396,334</b>	<b>2,000,000</b>	<b>14,626,018</b>	<b>-</b>	<b>19,042,353</b>

### Redemption of units

Capital value (at net assets value per unit at the beginning of period)

	(61,162)	-	-	-	-	(61,162)
Aggressive - units 127						
Moderate - units 4,413	-	(2,436,212)	-	-	-	(2,436,212)
Conservative - units 4,416	-	-	(2,407,967)	-	-	(2,407,967)
Dividend 27,896 units	-	-	-	(13,948,350)	-	(13,948,350)
Preservative II Nil units	-	-	-	-	-	-
Preservation - 5,114 units	-	-	-	-	(2,552,621)	(2,552,621)
<b>Amount paid out of Element of income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
- Relating to Net Income for the period after taxation	(7,753)	(69,692)	(94,424)	-	(194,766)	(366,635)
<b>Total payments on redemption of units</b>	<b>(68,915)</b>	<b>(2,505,904)</b>	<b>(2,502,391)</b>	<b>(13,948,350)</b>	<b>(2,747,388)</b>	<b>(21,772,948)</b>

Total Comprehensive (loss) / income for the period

	23,966,342	20,632,002	14,802,609	1,052,546	46,633,718	107,087,219
Dividend Distribution	-	-	-	(1,052,546)	-	(1,052,546)
<b>Net Income for the period</b>	<b>23,966,342</b>	<b>20,632,002</b>	<b>14,802,609</b>	<b>-</b>	<b>46,633,718</b>	<b>106,034,672</b>
<b>Net assets at the end of the period</b>	<b>124,094,580</b>	<b>133,330,040</b>	<b>140,909,981</b>	<b>26,812,772</b>	<b>499,942,822</b>	<b>925,090,197</b>

(Units: AAAIP 209,502, AMAIP 227,656, ACAIP 243,729 & AICPP 909,770, AIDP 53,626)

(2020 Units: AAAIP 209,591, AMAIP 225,178, ACAIP 241,970 & AICPP 882,342, AIDP 251,025)

<b>Capital Value</b>	<b>104,629,167</b>	<b>113,702,284</b>	<b>121,989,599</b>	<b>26,812,773</b>	<b>458,770,978</b>	<b>825,904,801</b>
<b>Un distributed Income</b>						
- Realised income	2,752,223	5,124,409	8,475,217	405,337	19,496,143	36,253,329
- Unrealised income / (loss)	16,713,190	14,503,347	10,445,165	(405,338)	21,675,702	62,932,066
<b>Net assets at the end of the period</b>	<b>124,094,580</b>	<b>133,330,040</b>	<b>140,909,981</b>	<b>26,812,772</b>	<b>499,942,823</b>	<b>925,090,196</b>
<b>Net assets value per unit at beginning of the period</b>	<b>477.9500</b>	<b>495.3500</b>	<b>517.7800</b>	<b>500.0000</b>	<b>498.4900</b>	
<b>Net assets value per unit at end of the period</b>	<b>592.3309</b>	<b>585.6651</b>	<b>578.1418</b>	<b>500.0000</b>	<b>549.5265</b>	

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Third Quarter Report 2021-22

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2022				For the period from 01 September 2021 to 31 March 2022	For the period from 01 July 2021 to 31 August 2021	
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total
Note ----- Rupees -----							
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
Net (loss) / income for the period after taxation	(1,102,648)	1,468,759	5,430,583	1,707,665	11,710,239	10,159,163	29,373,762
<b>Adjustments for:</b>							
Profit on deposits with banks	(570,124)	(345,557)	(360,056)	(196,290)	(185,976)	114,245	(1,543,758)
Gain on sale of investments at fair value through income statement - net	(406,651)	(505,797)	(603,102)	-	(1,058,280)	(8,537,771)	(11,111,602)
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets 'at fair value through profit or loss (Reversal) / Provision for Sindh Workers' Welfare Fund	2,375,953 (761,966)	(294,801) (763,895)	(4,225,289) (693,415)	(1,558,707) (68,845)	2,114,231 -	- -	(1,588,614) (2,288,121)
	(465,436)	(441,292)	(451,278)	(116,177)	12,580,214	1,735,637	12,841,667
<b>(Decrease) / increase in assets</b>							
Other receivables	(4,110)	(4,043)	(12,599)	47,495	(20,192)	(20)	6,530
Deferred Formation cost	42,079	42,079	42,079	-	-	112,109	238,345
	37,969	38,035	29,479	47,495	(20,192)	112,089	244,875
<b>(Increase) / Decrease in liabilities</b>							
Payable to Atlas Asset Management Company - Management Company	(11,313)	4,906	(13,584)	2,287	76,445	(81,082)	(22,340)
Payable to Central Depository Company of Pakistan Limited - Trustee	36	19	236	155	32,185	(33,046)	(415)
Payable to the Securities and Exchange Commission of Pakistan	(4,155)	(5,526)	(6,351)	(1,250)	55,694	(82,733)	(44,321)
Payable to unit holders	-	-	-	-	-	39,078	39,078
Accrued expenses and other liabilities	(3,675,140)	(3,961,552)	(5,806,821)	8,662	75,147	(15,440,502)	(28,800,205)
	(3,690,572)	(3,962,152)	(5,826,519)	9,854	239,471	(15,598,285)	(28,828,205)
Interest received	529,025	340,338	248,297	138,063	161,619	78,313	1,495,656
Investments - net	5,110,000	6,400,000	11,824,999	-	(481,459,136)	515,676,367	57,552,229
	5,639,026	6,740,338	12,073,296	138,063	(481,297,517)	515,754,680	59,047,885
<b>Net cash generated from / (used in) operating activities</b>	1,520,986	2,374,929	5,824,977	79,235	(468,498,024)	502,004,122	43,306,222
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>							
Receipts against issuance of units	3,026,436	1,007,615	1,688,222	1,663,344	472,132,806	-	479,518,423
Payments against redemption of units	(921)	(261)	(251,830)	(162,761)	-	(505,929,539)	(506,345,312)
Distribution paid	-	-	-	(1,707,665)	-	-	(1,707,665)
<b>Net cash generated / (used in) from financing activities</b>	3,025,515	1,007,354	1,436,392	(207,082)	472,132,806	(505,929,539)	(28,534,553)
<b>Net increase / (decrease) in cash and cash equivalents</b>	4,546,502	3,382,284	7,261,369	(127,848)	3,634,782	(3,925,418)	14,771,670
Cash and cash equivalents at the beginning of the period	4,258,055	3,920,135	554,548	3,260,822	-	3,951,358	15,944,918
<b>Cash and cash equivalents at the end of the period</b>	4 8,804,557	7,302,419	7,815,917	3,132,974	3,634,782	25,940	30,716,588

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

# Atlas Islamic Fund of Funds

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	For The Nine Months Period Ended March 31, 2021					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - I	Total
	Rupees					
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Net income for the period after taxation	23,966,342	20,632,002	14,802,609	1,052,546	46,633,718	107,087,219
<b>Adjustments for:</b>						
Profit on deposits with banks	(22,514)	(105,867)	(71,803)	(158,378)	(307,233)	(665,794)
Gain on sale of investments at fair value through income statement - net	(1,205,788)	(1,604,136)	(1,493,030)	(142,826)	(15,839,901)	(20,285,681)
Net unrealised appreciation on re-measurement of investments classified as 'financial assets' at fair value through profit or loss	(23,576,774)	(19,729,372)	(13,939,172)	(907,601)	(32,683,692)	(90,836,611)
(Reversal) / Provision for Sindh Workers' Welfare Fund	489,109	421,062	302,094	21,480	951,709	2,185,454
	<b>(349,625)</b>	<b>(386,310)</b>	<b>(399,301)</b>	<b>(134,778)</b>	<b>(1,245,398)</b>	<b>(2,515,413)</b>
<b>(Decrease) / increase in assets</b>						
Other receivables	(2,880)	(2,880)	(2,880)	(17,408)	(5,367)	(31,415)
Deferred Formation cost	42,079	42,079	42,079	-	42,079	168,317
	<b>39,200</b>	<b>39,199</b>	<b>39,199</b>	<b>(17,408)</b>	<b>36,713</b>	<b>136,902</b>
<b>(Increase) / Decrease in liabilities</b>						
Payable to Atlas Asset Management Company - Management Company	3,435	3,740	1,253	(28)	6,600	15,000
Payable to Central Depository Company of Pakistan Limited - Trustee	1,809	1,544	867	83	2,927	7,230
Payable to the Securities and Exchange Commission of Pakistan	(2,168)	(3,062)	(5,112)	(803)	(18,502)	(29,646)
Accrued expenses and other liabilities	(2,133,906)	(4,284,453)	(7,648,062)	(94,601)	(18,233,154)	(32,394,177)
	<b>(2,130,830)</b>	<b>(4,282,231)</b>	<b>(7,651,054)</b>	<b>(95,350)</b>	<b>(18,242,128)</b>	<b>(32,401,593)</b>
Interest received	23,644	102,132	70,001	170,847	329,345	695,970
Investments - net	2,300,000	4,100,000	8,100,000	450,000	19,500,000	34,450,000
	<b>2,323,644</b>	<b>4,202,132</b>	<b>8,170,001</b>	<b>620,847</b>	<b>19,829,345</b>	<b>35,145,970</b>
<b>Net cash (used in) / generated from operating activities</b>	<b>(117,612)</b>	<b>(427,210)</b>	<b>158,845</b>	<b>373,311</b>	<b>378,531</b>	<b>365,866</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>						
Receipts against issuance of units	20,000	2,396,334	2,000,000	14,626,018	-	19,042,353
Payments against redemption of units	(68,915)	(2,505,904)	(2,502,391)	(13,948,351)	(2,747,388)	(21,772,949)
Distribution paid	-	-	-	(1,052,546)	-	(1,052,546)
<b>Net cash (used in) / generated from financing activities</b>	<b>(48,915)</b>	<b>(109,570)</b>	<b>(502,391)</b>	<b>(374,879)</b>	<b>(2,747,388)</b>	<b>(3,783,142)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(166,527)</b>	<b>(536,780)</b>	<b>(343,546)</b>	<b>(1,568)</b>	<b>(2,368,856)</b>	<b>(3,417,276)</b>
Cash and cash equivalents at the beginning of the period	465,585	1,550,174	382,627	3,357,209	6,662,587	12,418,182
<b>Cash and cash equivalents at the end of the period</b>	<b>299,058</b>	<b>1,013,394</b>	<b>39,081</b>	<b>3,355,641</b>	<b>4,293,731</b>	<b>9,000,906</b>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

### For Atlas Asset Management Limited (Management Company)

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Iftikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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## NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

### 1 LEGAL STATUS AND NATURE OF BUSINESS

11 Atlas Islamic Fund of Funds (the Fund) is an open-ended Fund constituted under a trust deed entered into on 20 August 2018 between Atlas Asset Management Limited (AAML) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the trustee. The offering document of the Fund has been revised through the First, Second, Third and Fourth supplements dated 05 September 2019, 14 February 2020, 01 April 2020 and 09 August 2021 respectively, with the approval of the SECP. The investment activities and administration of the Fund are managed by AAML, is situated at Ground Floor, Federation House, Shahrae Firdousi, Clifton, Karachi.

12 The Fund is an open-ended Shariah compliant fund of funds and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered to public (IPO) on January 07, 2019. Subsequent to the Initial Public Offering, the offer of units of the Allocation Plans at the Initial Offer Price discontinued. The units of the Allocation Plans could then be purchased at their Offer Price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The duration of the fund is perpetual, however, the allocation plans may have a set time frame. Each Allocation Plan will announce separate NAVs which will rank pari passu inter se according to the number of units of the respective Allocation Plans. Units are offered for public subscription on a continuous basis. However, term-based plans, may be offered for a limited subscription period.

The objective of the Fund is to generate return on investments as per the respective Allocation Plan by investing in Shariah compliant mutual funds in line with the risk tolerance of the investor. The Management Company has appointed Dr. Mufti Muhammad Wasie Fasih Butt as its Shariah Advisor to ensure that the activities of the Funds are in compliance with the principles of Shariah.

13 During the period Atlas Islamic Capital Preservation Plan, having maturity of 30 Months from the close of subscription period (i.e. subscription period from 7 January 2019 to 28 February 2019), matured on August 31, 2021. In accordance with the offering document of the Fund, after maturity, the Trustee shall refund the net proceeds in accordance with the procedures laid down in the NBFIC regulation, in proportion of the units held by the unitholder at the date of revocation. As at 31 December 2021, the net proceeds amounting to Rs. 39,078 is payable to the unitholders. Resultantly, the condensed interim financial statements of AICPP have not been prepared on going concern basis. Therefore, the assets and liabilities of AICPP are measured at lower of their carrying amount and fair value less cost to sell.

14 Atlas Islamic Capital Preservation Plan - II was launched on September 01, 2021 through one day IPO, therefore there are no comparatives for report for half year ended December 31, 2021

15 The investment objectives and policies of each allocation plan are as follows;

#### **Atlas Aggressive Allocation Islamic Plan (AAAIP)**

The "Aggressive Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide capital appreciation. It shall invest at least 65% and 25% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant

# Atlas Islamic Fund of Funds

bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively higher risk tolerance and/or wish to save for long term.

## **Atlas Moderate Allocation Islamic Plan (AMAIIP)**

The "Moderate Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide a mix of capital appreciation and stable returns. It shall invest at least 45% and 45% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively moderate risk tolerance and/or wish to medium for long term.

## **Atlas Conservative Allocation Islamic Plan (ACAIIP)**

The "Conservative Allocation Islamic Plan" is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide stable returns. It shall invest at least 20% and 70% of its net assets in Shariah Compliant Equity Funds and Islamic Income schemes, respectively, while the remaining portion is allocated to Shariah compliant bank deposits (excluding TDRs) in Islamic banks / Islamic windows of commercial banks and GOP Ijara Sukuk not exceeding 90 days remaining maturity. This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

## **Atlas Islamic Capital Preservation Plan (AICPP)**

The Atlas Islamic Capital Preservation Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Income based Collective Investment Schemes and Shariah Compliant saving Accounts & Term Deposits, while aiming to provide capital preservation upon maturity of the allocation plan.

## **Atlas Islamic Capital Preservation Plan - II (AICPP-II)**

The Atlas Islamic Capital Preservation Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to earn a potentially high return through dynamic asset allocation between Shariah Compliant Equities, Shariah Compliant Income based Collective Investment Schemes and Shariah Compliant saving Accounts & Term Deposits, while aiming to provide capital preservation upon maturity of the allocation plan.

## **Atlas Islamic Dividend Plan (AIDP)**

The Atlas Islamic Dividend Plan is a Shariah Compliant Allocation Plan under the Atlas Islamic Fund of Funds and primarily aims to provide competitive return along with dividend through dynamic asset allocation between Shariah Compliant Income and Shariah Compliant Money Market based Collective Investment Schemes and Shariah Compliant/Islamic Banks/Islamic banks window saving Accounts, while aiming to provide Dividend to the investors on the daily basis of profit earned/appreciation in NAV if any. Dividend received by Unit holder shall be reinvested., This Allocation Plan is suitable for Investors having a relatively low risk tolerance and/or wish to save for short to medium term.

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- 1.6 The titles to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.
- 1.7 The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Act 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company submitted the Collective Investment Scheme Trust Deed to the Registrar (acting under Sindh Trusts Act 2020) to fulfill the requirement for registration of Trust Deed under Sindh Trusts Act 2020. During the year, the Trust deed has been registered under the Sindh Trusts Act, 2020.
- 1.8 The Pakistan Credit Rating Agency Limited (PACRA) maintained the asset manager rating of the Management Company to AM2+ (AM Two Plus) [2020: AM2+ (AM Two Plus)] on 24 December 2021. The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017, the requirements of the 'Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at 31 March 2022.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2021.

2.1.3 The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at 31 December 2020 have been extracted from the annual published audited financial statements of the Fund for the year ended 30 June 2020, whereas, the comparatives in the condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the unaudited condensed interim financial statements of the Fund for the half year ended 31 March 2022.

# Atlas Islamic Fund of Funds

**2.1.4** In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at 31 March 2022.

## **2.2 New / Revised Standards, Interpretations and Amendments**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2021 but are considered not to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in these financial statements.

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

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

<b>Standards, interpretations and amendments</b>	<b>Effective date</b>
Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16	01 January 2022
Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37	01 January 2022
Classification of liabilities as current or non-current - Amendment to IAS 1	01 January 2023
Definition of Accounting Estimates - Amendments to IAS 8	01 January 2023
Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2	01 January 2023
IFRS 17 - Insurance Contracts	01 January 2023
IFRS 3 - Reference to the Conceptual Framework (Amendments)	01 January 2022
IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities	01 January 2022
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendment to IFRS 10 and IAS 28	Not yet finalized
Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12	01 January 2023

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The above standards and amendments are not expected to have any material impact on the Fund's condensed interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

## **Standards**

**(annual periods beginning on or after)**

IFRS 1 - First-time Adoption of International Financial Reporting Standards

01 July 2009

## **2.4 Critical accounting estimates and judgements**

The preparation of financial statements in accordance with the approved accounting standards as applicable in Pakistan requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates, judgements and associated assumptions are based on historical experience and various other factors including expectations of future events that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are 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 judgements that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets and provision under uncertain circumstances such as provision for Sindh Workers' Welfare Fund and taxes recoverable as disclosed in notes 8.1 and 6.1 of the annual financial statement respectively.

## **2.5 Accounting convention**

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

## **2.6 Functional and presentation currency**

These condensed interim financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the Fund.

## **3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

- 3.1** The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual published financial statements of the Fund for the year ended 30 June 2021.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually

# Atlas Islamic Fund of Funds

evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 30 June 2021.

3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended 30 June 2021.

## 31 March 2022 (Un-audited)

		31 March 2022 (Un-audited)				30 June 2021 (Audited)								
		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
4	BANK BALANCES	Note ----- Rupees -----												
		Profit and loss sharing accounts												
4.1	8804,557	7,202,419	7,815,917	3,132,974	3,634,781	25,939	30,716,588	4,238,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918	
	8,804,557	7,202,419	7,815,917	3,132,974	3,634,781	25,939	30,716,588	4,238,055	3,920,135	554,548	3,260,822	3,951,358	15,944,918	

4.1 These carry interest rate ranging between 6.75% to 10.85% (30 June 2021: 5.5% to 6.9%) per annum.

## 31 March 2022 (Un-audited)

		31 March 2022 (Un-audited)				30 June 2021 (Audited)								
		Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan	Total
5	INVESTMENTS - NET	Note ----- Rupees -----												
		At fair value through profit or loss												
	- Held for Trading													
	Units of Mutual Funds - listed	121,564,304	128,929,646	137,182,187	25,513,400	480,403,185	-	893,592,722	126,533,606	134,529,047	142,353,795	507,128,596	23,954,693	934,509,737

5.1 At fair value through profit or loss - Units of mutual Funds - Listed

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## 5.1.1 Units of Mutual Funds

Name of the investee company	As at 01 July 2021	Purchases during the period	Sold during the period	As at 31 March 2022	Carrying Value as at 31 March 2022	Market Value as at 31 March 2022	Appreciation/ (diminution) as at 31 March 2022	Market Value as a % of net assets of Plan	Market Value as a % of total value of investments of Plan
		Number of shares			Rupees				
					% age				
<b>Aggressive Allocation Plan</b>									
Atlas Islamic Income Fund	64,135	2,589	16,980	49,743	25,195,361	26,802,022	1,606,661	20.55	22.05
Atlas Islamic Dedicated Stock Fund	157,862	16,171	7,288	166,745	98,744,896	94,762,282	(3,982,614)	72.66	77.95
	<b>221,997</b>	<b>18,760</b>	<b>24,268</b>	<b>216,488</b>	<b>123,940,257</b>	<b>121,564,304</b>	<b>(2,375,953)</b>	<b>93.21</b>	<b>100.00</b>
<b>Moderate Allocation Plan</b>									
Atlas Islamic Income Fund	122,815	-	20,955	101,860	51,529,593	54,882,571	3,352,978	40.28	42.57
Atlas Islamic Dedicated Stock Fund	121,471	13,846	5,023	130,294	77,105,252	74,047,074	(3,058,178)	54.35	57.43
	<b>244,285</b>	<b>13,846</b>	<b>25,978</b>	<b>232,154</b>	<b>128,634,845</b>	<b>128,929,646</b>	<b>294,801</b>	<b>94.63</b>	<b>100.00</b>
<b>Conservative Allocation Plan</b>									
Atlas Islamic Income Fund	201,272	-	26,696	174,576	88,315,445	94,062,042	5,746,597	64.82	68.57
Atlas Islamic Dedicated Stock Fund	68,006	14,565	6,697	75,874	44,641,453	43,120,145	(1,521,308)	29.71	31.43
	<b>269,278</b>	<b>14,565</b>	<b>33,393</b>	<b>250,450</b>	<b>132,956,898</b>	<b>137,182,187</b>	<b>4,225,289</b>	<b>94.53</b>	<b>100.00</b>
<b>Islamic Dividend Plan</b>									
Atlas Islamic Income Fund	47,352	-	-	47,352	23,954,692	25,513,400	1,558,708	88.99	100.00
	<b>47,352</b>	<b>-</b>	<b>-</b>	<b>47,352</b>	<b>23,954,692</b>	<b>25,513,400</b>	<b>1,558,708</b>	<b>88.99</b>	<b>100.00</b>
<b>Islamic Capital Preservation Plan - II</b>									
Atlas Islamic Income Fund	-	909,608	909,608	-	-	-	-	-	-
Atlas Islamic Dedicated Stock Fund	-	348,202	-	348,202	200,000,000	197,885,769	(2,114,231)	40.90	41.19
Atlas Islamic Money Market Fund	-	965,204	400,170	565,035	280,436,968	282,517,416	2,080,448	58.39	58.81
	<b>-</b>	<b>2,223,014</b>	<b>1,309,778</b>	<b>913,237</b>	<b>480,436,968</b>	<b>480,403,185</b>	<b>(33,783)</b>	<b>99.29</b>	<b>100.00</b>
<b>Islamic Capital Preservation Plan</b>									
Atlas Islamic Income Fund	951,064	40,782	991,846	-	-	-	-	-	-
Atlas Islamic Dedicated Stock Fund	43,639	-	43,639	-	-	-	-	-	-
	<b>994,703</b>	<b>40,782</b>	<b>1,035,485</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total as at 31 March 2022</b>	<b>1,777,615</b>	<b>2,310,967</b>	<b>2,428,902</b>	<b>1,659,682</b>	<b>889,923,660</b>	<b>893,592,722</b>	<b>3,669,062</b>		
<b>Total as at 30 June 2021</b>	<b>1,752,516</b>	<b>406,154</b>	<b>381,053</b>	<b>1,777,617</b>	<b>878,438,709</b>	<b>934,509,737</b>	<b>56,071,028</b>		

# Atlas Islamic Fund of Funds

31 March 2022 (Un-audited)

30 June 2021 (Audited)

OTHER RECEIVABLES	31 March 2022 (Un-audited)							30 June 2021 (Audited)						
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
Receivable against sale of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid listing fee	2,642	2,316	2,320	4,852	-	-	-	-	-	-	52,347	-	-	52,347
Prepaid Legal and professional charges	1,468	1,527	1,587	316	-	-	4,899	-	-	-	-	-	-	-
Other Receivables	11,150	9,063	19,010	14,212	20,192	43,057	116,685	11,150	9,063	10,318	14,228	-	43,037	88,996
	<b>15,260</b>	<b>13,106</b>	<b>22,917</b>	<b>19,380</b>	<b>20,192</b>	<b>43,057</b>	<b>121,583</b>	<b>11,150</b>	<b>9,063</b>	<b>10,318</b>	<b>66,575</b>	<b>-</b>	<b>43,037</b>	<b>140,443</b>

6 OTHER RECEIVABLES Note

Note

Rupees

Rupees

As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISS) are exempt from withholding tax under sections 150 and 151. However, several banks deducted withholding tax on profit on bank deposits paid to the Fund based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 12 May 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 by the withholders.

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. On 28 January 2016, the Board of Directors of the Management Company passed a resolution by circulation, authorising all Funds managed by the Company to file an appeal in the Honourable Supreme Court through their Trustees, to direct all persons being withholding agents, including share registrars and banks to observe the provisions of clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 without imposing any conditions at the time of making any payment to the CISS being managed by the Management Company. Accordingly, a petition was filed in the Supreme Court of Pakistan by the Funds together with other CISS (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgement of the SHC. Pending resolution of the matter, the amount of withholding tax deducted from the profit received on bank deposits by the Funds has been shown as other receivable as at 30 June 2021 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

Had the Tax Recoverable not been recorded in these financial statements of the Fund, the net asset value of the Fund as at 31 March 2021 would have been lower by, AAAIP Rs. 0.07 per unit, AMAIP Rs. 0.06 per unit, ACAIP Rs. 0.09 per unit, AIDP Rs. 0.34 per unit (30 June 2021 AAAP Rs. 0.05 per unit, AMAIP Rs. 0.04 per unit, ACAIP Rs. 0.04 per unit, AICPP Rs. 0.05 per unit, AIDP Rs. 0.26 per unit)

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31 March 2022 (Un-audited)

30 June 2021 (Audited)

7 DEFERRED FORMATION COST Note	Rupees															
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Dividend Plan	Islamic Preservation Plan - I	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Dividend Plan	Islamic Preservation Plan - I	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
Opening balance	71	112,109	112,109	-	-	-	112,109	448,436	168,162	168,162	168,162	-	-	-	168,162	672,648
Less: Amortization for the period	42,079	42,079	42,079	-	-	-	112,109	238,345	56,053	56,053	56,053	-	-	-	56,053	224,212
	<b>70,030</b>	<b>70,030</b>	<b>70,030</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>210,091</b>	<b>112,109</b>	<b>112,109</b>	<b>112,109</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112,109</b>	<b>448,436</b>

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortized over a period of five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations.

31 March 2022 (Un-audited)

30 June 2021 (Audited)

8 PAYABLE TO THE ATLAS ASSET MANAGEMENT LIMITED - Management Company Note	Rupees															
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Dividend Plan	Islamic Preservation Plan - I	Islamic Capital Preservation Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Dividend Plan	Islamic Preservation Plan - I	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	
Remuneration of the Management Company	81	8,786	6,968	7,281	2,678	2,999	-	28,712	3,169	2,659	1,603	2,722	-	-	2,408	12,462
Sindh Sales Tax on remuneration of the Management Company	82	1,145	906	946	348	352	-	3,697	399	346	208	354	-	-	313	1,620
Front and backend load payable to the Management Company		23	-	-	-	-	-	23	-	-	-	-	-	-	7,339	7,339
Initial deposit against account opening		-	-	-	-	10,000	-	10,000	-	-	-	-	-	-	-	-
Accounting and operational charges reimbursable by the Fund		17,938	18,792	20,711	6,125	63,095	-	126,660	35,737	18,754	40,710	3,788	-	-	71,022	170,011
		<b>27,892</b>	<b>26,665</b>	<b>28,938</b>	<b>9,151</b>	<b>76,445</b>	<b>-</b>	<b>169,092</b>	<b>39,205</b>	<b>21,759</b>	<b>42,521</b>	<b>6,864</b>	<b>-</b>	<b>-</b>	<b>81,082</b>	<b>191,432</b>

8.1 In accordance with the provisions of the NBFC Regulations, no Management fee shall be charged in case the investment of the fund is made in CIS of Atlas Asset Management Limited (AAMI). Further as per the amendments made in the NBFC Regulations, 2008 vide SRO 639 (I) / 2019 dated 20 June 2019, the Management Company shall set and disclose in the offering document the maximum rate of fee chargeable to Collective Investment Scheme within allowed expense ratio. The management company has set the limit of 1% of the average annual net assets, within allowed expense ratio limit in case investment is made in Cash / Near Cash instruments, savings and term deposits made with Islamic banks or Islamic banking windows of commercial banks and therefore has charged its remuneration accordingly.

8.2 During the period, an amount of Rs. 28,109 (2021: Rs. 16,050) was charged on account of sales tax on remuneration of the Management Company levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 26,032 (2021: Rs. 13,502) has been paid to the Management Company which acts as a collecting agent.

# Atlas Islamic Fund of Funds

31 March 2022 (Un-audited)

30 June 2021 (Audited)

9	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN - TRUSTEE - RELATED PARTY	Note	Rppees													
			Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 13)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
	Trustee fee	91	7,631	7,739	8,312	1,698	28,482	-	-	54,062	7,571	7,722	8,303	1,560	29,244	54,401
	Sindh sales tax payable on trustee fee	92	959	1,006	1,107	220	3,703	-	-	6,995	984	1,004	1,079	203	3,802	7,072
			<b>8,591</b>	<b>8,745</b>	<b>9,618</b>	<b>1,918</b>	<b>32,185</b>	<b>-</b>	<b>-</b>	<b>61,057</b>	<b>8,555</b>	<b>8,726</b>	<b>9,383</b>	<b>1,763</b>	<b>33,046</b>	<b>61,473</b>

9.1 With effect from June 28, 2019, the trustee is entitled to monthly remuneration for services rendered to the fund at the flat rate of 0.07% p.a. of Net Assets based on the letter no. CDC/C/O/L-112/01/2019 dated June 27, 2019 issued by CDC. Previously, the trustee fee was charged in accordance with the following slab rates:

## Net assets

## Fee

- upto Rs 1,000 million

0.1% per annum of net assets

- On an amount exceeding Rs. 1,000 million

Rs. 1.0 million plus 0.075% per annum of net assets exceeding Rs. 1,000 million

9.2 During the period, an amount of Rs. 62,951 (2021: Rs. 82,342) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 and an amount of Rs. 63,028 (2021: Rs. 81,615) was paid to the Trustee which acts as a collecting agent.

31 March 2022 (Un-audited)

30 June 2021 (Audited)

10	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	Rppees												
			Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 13)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
	Annual SECP fees payable	101	19,696	20,378	21,337	4,164	55,694	15,301	136,570	23,851	25,904	27,688	5,414	98,034	180,891
			<b>19,696</b>	<b>20,378</b>	<b>21,337</b>	<b>4,164</b>	<b>55,694</b>	<b>15,301</b>	<b>136,570</b>	<b>23,851</b>	<b>25,904</b>	<b>27,688</b>	<b>5,414</b>	<b>98,034</b>	<b>180,891</b>

10.1 In accordance with NBFIC regulations, a collective investment scheme (CIS) is required to pay an annual fee to the Securities and Exchange Commission of Pakistan (SECP). With effect from 01 July 2019, the SECP vide SRO No.685(1)2019 dated 28 June 2019 revised the rate of annual fee to 0.02% per annum of the average annual net assets on all categories of CISs. Previously, the rate of annual fee for the last period ended 30 June 2021 was also charged in the same manner.

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31 March 2022 (Un-audited)

30 June 2021 (Audited)

## 11 ACCRUED EXPENSES AND OTHER LIABILITIES

Note

	31 March 2022 (Un-audited)					30 June 2021 (Audited)								
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Nov 13)	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I	Total
Andros' remuneration payable	27,329	28,161	29,951	5,942	61,822	-	153,206	32,825	35,627	38,000	7,495	-	134,913	248,860
Withholding tax payable	3,026	3,159	3,814	4,2378	6,687	14,767	73,831	554,558	637,044	877,802	29,596	-	3,779,433	5,878,433
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-	-	761,966	763,894	693,415	68,845	-	2,028,833	4,316,954
Shariah Advisor fee payable	11.1	2,833	3,207	521	3,879	-	13,368	3,263	3,524	3,780	770	-	13,323	24,659
Annual listing fee payable	-	-	-	-	2,759	-	2,759	-	-	-	-	-	-	-
Legal and professional charges payable	-	-	-	-	-	-	-	-	-	12,186	2,319	-	-	14,505
Other payable	-	-	-	10,000	-	-	10,000	-	-	-	10,000	-	-	10,000
Withholding and Capital gain tax payable	-	-	-	-	-	-	-	-	-	-	-	-	243	243
Dividend Payable	-	-	-	-	-	-	-	3,117,778	3,319,508	4,912,023	-	-	9,498,524	2,084,834
	<b>33,284</b>	<b>34,433</b>	<b>36,972</b>	<b>58,841</b>	<b>73,447</b>	<b>14,767</b>	<b>253,164</b>	<b>4,470,390</b>	<b>4,739,598</b>	<b>6,537,206</b>	<b>119,025</b>	<b>-</b>	<b>15,455,209</b>	<b>31,341,488</b>

**11.1** As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act) had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the Mutual Fund Association of Pakistan (MUFAP) with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies and their CISs whereby it was contested that mutual funds should be excluded from the ambit of SWWF Act as these were not industrial establishments but were pass-through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF. In view of the above developments regarding the applicability of SWWF on CISs / mutual funds, MUFAP had recommended that as a matter of abundant caution provision in respect of SWWF should be made on a prudent basis with effect from the date of enactment of the Sindh WWF Act, 2014 (i.e. starting from May 21, 2015). The Funds have accordingly made provision in respect of SWWF as recommended by MUFAP.

During the period, SRB through its letter dated August 12, 2021 has intimated MUFAP that the mutual funds do not qualify as Financial Institutions / Industrial Establishments and are therefore, not liable to pay the SWWF contributions. This development was discussed at MUFAP level and has also been taken up with the SECP and all the Asset Management Companies, in consultation with SECP, have reversed the cumulative provision for SWWF recognised in the financial statements of the Funds, amounting to Rs. 4.32 million, for the period from May 21, 2015 to August 12, 2021, on August 13, 2021. The SECP has given its concurrence for prospective reversal of provision for SWWF. Accordingly, going forward, no provision for SWWF would be recognised in the financial statements of the Fund.

# Atlas Islamic Fund of Funds

## 12 CONTINGENCIES AND COMMITMENTS

There were no other contingencies and commitments outstanding as at March 31, 2022 and 30 June 2021.

## 13 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan. This ratio net of government levies is within the maximum limit of 2.5% prescribed under the NBFIC Regulations for a collective investment scheme categorised as fund of fund scheme. the total expense ratio of the Fund is as follows :

	31 March 2022 (Un-audited)						30 June 2021 (Audited)					
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan - I
Total expense ratio	0.47	0.43	0.42	0.57	0.27	-	0.88	0.79	0.66	0.74	-	0.58
Government Levies and SECP Fee	0.04	0.03	0.03	0.05	0.02	-	0.51	0.42	0.30	0.15	-	0.26

## 14 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 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% net accounting income other than capital gains to the unit holders. 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. The Fund has not recorded tax liability in respect of income relating to the current period as the Management Company intends to distribute atleast 90 percent of the Fund's accounting income for the year ending June 30, 2022 as reduced by capital gains (whether realised or unrealised) to its unit holders in the form of cash.

## 15 ACCOUNTING AND OPERATIONAL CHARGES

The Management Company is allowed to charge actual expenses related to registrar services, accounting, operations and valuation services to the CIS with effect from 20 June 2019 as per SECP SRO 639 (I) / 2019 dated 20 June 2019. The Management Company has charged expenses at the rate of 0.17% of the average annual net assets of the Fund for the period for allocation of such expenses to the Fund.

## 16 EARNING PER UNIT

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

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## 17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons include Atlas Asset Management Limited being the Management Company, the Central Depository Company Limited being the Trustee, other collective investment schemes managed by the Management Company, any person or company beneficially owning directly or indirectly ten percent or more of the capital of the Management Company or the net assets of the Fund, directors and their close family members and key management personnel of the Management Company. It also includes staff retirement benefit funds of the above connected person / related parties.

Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

T1	Details of transaction with related parties during the period are as follows:	Ruppes						Ruppes							
		FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022			FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021			FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021			FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021				
		Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
	<b>Atlas Asset Management Limited (Management Company)</b>														
	Remuneration for the period	74,203	43,794	37,442	24,235	22,008	14,537	216,219	755	11,420	7,082	25,990	-	34,578	79,825
	Sinh sales tax on remuneration of the Management Company	9,646	5,693	4,868	3,151	2,861	1,890	28,109	98	1,485	921	3,379	-	4,995	10,377
	Remuneration paid	68,486	39,485	31,764	24,279	19,009	16,945	199,568	1,657	11,033	6,725	26,175	-	37,303	82,293
	Formation cost	42,079	42,079	42,079	-	-	112,108	238,344	42,079	42,079	42,079	-	-	42,079	168,317
	Accounting & operational charges	167,619	173,433	181,580	35,606	473,400	71,661	1,103,299	149,745	1,63,451	175,008	34,576	-	619,996	1,142,377
	Issuance in amounts	3,000,000	1,000,000	1,000,000	1,144,548	-	-	-	-	-	-	683,178	-	-	683,178
	Issue of units	4,980	1,698	1,754	2,277	-	-	-	-	-	-	1,366	-	-	1,366
	<b>Central Depository Company of Pakistan Limited</b>														
	Remuneration of the Trustee	69,019	71,414	74,768	14,661	194,929	59,445	494,236	61,660	67,303	72,061	14,237	-	255,128	470,389
	Sinh Sales Tax on remuneration of the Trustee	8,972	9,284	9,720	1,906	25,341	7,728	62,951	8,016	8,739	9,368	1,851	-	33,167	61,151
	Remuneration paid	68,958	71,397	74,560	14,523	166,447	88,689	484,574	60,059	65,057	71,294	14,164	-	252,357	463,990
	<b>Shiraz Investments (Private) Limited</b>														
	Issuance in amounts	-	-	-	-	212,348,729	-	212,348,729	-	-	-	-	-	-	-
	Issue of units	-	-	-	-	424,697	-	424,697	-	-	-	-	-	-	-

# Atlas Islamic Fund of Funds

	For the nine months period ended March 31, 2022				For the period from 01 September 2021 to 31 March 2022		For the period from 01 July 2021 to 31 August 2021		FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021						
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan (Note 1.3)	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	
----- Rupees -----															
<b>Moshin Khan*</b>															
Issuance in amounts	-	-	-	228,732	-	-	228,732	-	-	-	136,535	-	-	136,535	
Issue of units	-	-	-	455	-	-	455	-	-	-	273	-	-	273	
<b>Atlas Honda Limited</b>															
Issuance in amounts	-	-	-	-	236,713,585	-	236,713,585	-	-	-	-	-	-	-	
Issue of units	-	-	-	-	473,427	-	473,427	-	-	-	-	-	-	-	
<b>Atlas Islamic Dedicated Stock Fund</b>															
Purchases in amounts	9,000,000	7,700,000	8,100,000	-	200,000,000	-	224,800,000	-	-	-	-	-	-	-	
purchase in units	16,171	13,846	13,846	-	348,202	-	392,065	-	-	-	-	-	-	-	
Redemption in Rupees	4,530,000	3,000,000	4,000,000	-	-	26,277,273	37,627,273	8,060,000	10,990,000	10,120,000	-	-	83,500,000	112,670,000	
Redemption of units	7,288	5,023	6,697	-	-	43,639	62,647	15,522	21,263	19,569	-	-	153,298	209,652	
<b>Atlas Islamic Money Market Fund</b>															
Purchases in amounts	-	-	-	-	482,517,416	-	482,517,416	-	-	-	-	-	-	-	
purchase in units	-	-	-	-	965,035	-	965,035	-	-	-	-	-	-	-	
Redemption in Rupees	-	-	-	-	200,000,000	-	200,000,000	-	-	-	-	-	-	-	
Redemption of units	-	-	-	-	400,000	-	400,000	-	-	-	-	-	-	-	
<b>Atlas Islamic Income Fund</b>															
Purchases in amounts	1,350,000	-	-	-	467,961,440	20,777,274	490,088,714	6,360,000	8,990,000	7,720,000	9,900,000	-	81,500,000	114,470,000	
purchase in units	2,589	-	-	-	909,608	40,782	952,978	12,382	17,540	15,027	19,287	-	157,966	222,202	
Redemption in Rupees	9,000,000	11,100,000	14,100,000	-	469,019,720	510,088,471	1,013,398,191	600,000	2,100,000	5,700,000	10,350,000	-	17,500,000	36,250,000	
Redemption of units	16,980	20,955	26,696	-	909,608	991,846	1,966,084	1,385	4,147	11,256	20,124	-	34,539	71,271	
<b>Directors and their close family members and key management personnel of the Management Company</b>															
Purchases in amounts	-	-	-	-	4,178,075	-	4,178,075	-	-	-	-	-	-	-	
purchase in units	-	-	-	-	8,336	-	8,336	-	-	-	-	-	-	-	

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31 March 2022 (Unaudited)

30 June 2021 (Audited)

172 Detail of balances with related parties as at the period / year end are as follows:

	31 March 2022 (Unaudited)						30 June 2021 (Audited)							
	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	Aggressive Allocation Islamic Plan	Moderate Allocation Islamic Plan	Conservative Allocation Islamic Plan	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
<b>Atlas Asset Management Limited (Management Company)</b>														
Remuneration payable to the management company	8,786	6,968	7,281	2,678	2,999	-	28,712	3,069	2,659	1,603	2,722	-	2,408	12,461
Sinh Sales tax payable on remuneration of the Management Company	1,145	906	946	348	352	-	3,697	399	346	208	354	-	313	1,620
Sales Inad Payable	23	-	-	-	-	-	23	-	-	-	-	-	7,339	7,339
Accounting and operational charges payable	17,938	18,792	20,711	6,125	63,095	-	126,660	35,737	18,754	40,710	3,788	-	71,622	170,011
Outstanding amount - at net asset value	9,072,865	7,189,392	25,870,442	22,459,500	-	-	64,546,699	6,140,364	6,120,757	23,903,318	21,321,132	-	-	57,487,571
Outstanding units	15,309	12,190	43,908	44,919	-	-	116,326	10,329	10,492	42,154	42,642	-	-	105,617
<b>Central Depository Company of Pakistan Limited (Trustee)</b>														
Trustee fee payable	7,631	7,739	8,512	1,698	28,482	-	54,062	7,571	7,722	8,303	1,560	-	29,244	54,400
Sinh Sales tax payable on remuneration of trustee	959	1,006	1,107	220	3,703	-	6,995	984	1,004	1,079	203	-	3,802	7,072
<b>Shiraz Investments (Private) Limited - Group Company</b>														
Outstanding amount - at net asset value	116,802,056	117,642,894	117,627,275	-	217,616,719	-	569,688,945	117,753,765	116,366,681	113,214,554	-	-	210,542,065	557,877,965
Outstanding units	198,079	199,471	199,639	-	424,697	-	1,021,886	198,079	199,471	199,639	-	-	396,267	993,456
<b>Mohsin Khan</b>														
Outstanding amount - at net asset value	-	-	-	4,599,852	-	-	4,599,852	-	-	-	-	-	-	-
Outstanding units	-	-	-	8,977	-	-	8,977	-	-	-	-	-	-	-
<b>Atlas Honda Limited - Group Company</b>														
Outstanding amount - at net asset value	-	-	-	-	242,586,023	-	242,586,023	-	-	-	-	-	234,700,628	234,700,628
Outstanding units	-	-	-	-	473,427	-	473,427	-	-	-	-	-	441,735	441,735
<b>Atlas Islamic Dedicated Stock Fund</b>														
Outstanding amount - at net asset value	94,762,282	66,615,327	43,120,145	-	197,885,769	-	402,383,523	94,088,818	72,399,059	40,533,195	-	-	26,009,984	233,031,056
Outstanding units	166,745	130,294	75,874	-	348,202	-	721,114	157,862	121,471	68,006	-	-	43,639	390,979

# Atlas Islamic Fund of Funds

	31 March 2022 (Un Audited)						30 June 2021 (Audited)							
17.2	Detail of balances with related parties as at the period / year end are as follows:													
	Rpss						Rpss							
	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total	Aggressive Allocation	Moderate Allocation	Conservative Allocation	Islamic Dividend Plan	Islamic Capital Preservation Plan - II	Islamic Capital Preservation Plan	Total
<b>Atlas Islamic Money Market Fund</b>														
Outstanding amount - at net asset value	-	-	-	-	282,517,416	-	282,517,416	-	-	-	-	-	-	-
Outstanding units	-	-	-	-	565,035	-	565,035	-	-	-	-	-	-	-
<b>Atlas Islamic Income Fund</b>														
Outstanding amount - at net asset value	26,802,022	54,882,571	94,062,042	25,513,400	-	-	201,260,035	32,444,788	62,129,988	101,820,600	23,954,693	-	481,128,612	701,478,681
Outstanding units	49,743	101,860	174,576	47,352	-	-	373,532	64,135	122,815	201,272	47,352	-	951,064	1,386,638
<b>Directors and their close family members and key management personnel of the Management Company</b>														
Outstanding amount - at net asset value	-	6,267,845	-	-	4,238,125	-	10,540,970	3,797,149	9,412,528	-	-	-	5,327,103	18,536,780
Outstanding units	-	10,028	-	-	8,356	-	18,984	6,387	16,135	-	-	-	10,026	32,549

17.3 The transactions with related parties / connected persons are in the normal course of business at contracted rates and terms determined in accordance with market rates.

## 18 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair values of investments in units of mutual funds are determined based on redemption prices disclosed at the Mutual Funds Association of Pakistan (MUFAP) as at the close of the business days.

### 18.1 Fair value hierarchy

Following hierarchy is used in determining and disclosing the fair value on the following financial instruments by valuation technique:

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

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

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

As at March 31, 2021 and June 30, 2021, the Fund held the following financial instruments measured at fair value:

----- Un-audited -----			
As at March 31, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

  

----- Audited -----			
As at June 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

### Aggressive Allocation Islamic Plan

Financial assets 'at fair value through profit or loss'

- Units of mutual fund

121,564,304	-	-	121,564,304
-----			
----- 126,533,606 -----			
-----			

### Moderate Allocation Islamic Plan

Financial assets 'at fair value through profit or loss'

- Units of mutual fund

128,929,646	-	-	128,929,646
-----			
----- 134,529,047 -----			
-----			

### Conservative Allocation Islamic Plan

Financial assets 'at fair value through profit or loss'

- Units of mutual fund

----- Un-audited -----			
As at March 31, 2022			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			

  

----- Audited -----			
As at June 30, 2021			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			



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**19.2** Figures have been rounded off to the nearest Rupee unless otherwise stated.

**19.3** Units have been rounded off to the nearest decimal places.

## **20 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 28, 2022.

**For Atlas Asset Management Limited  
(Management Company)**

**Qurrat-ul-Ain Jafari**  
Chief Financial Officer

**Muhammad Abdul Samad**  
Chief Executive Officer

**Ifikhar H. Shirazi**  
Chairman

**Tariq Amin**  
Director

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