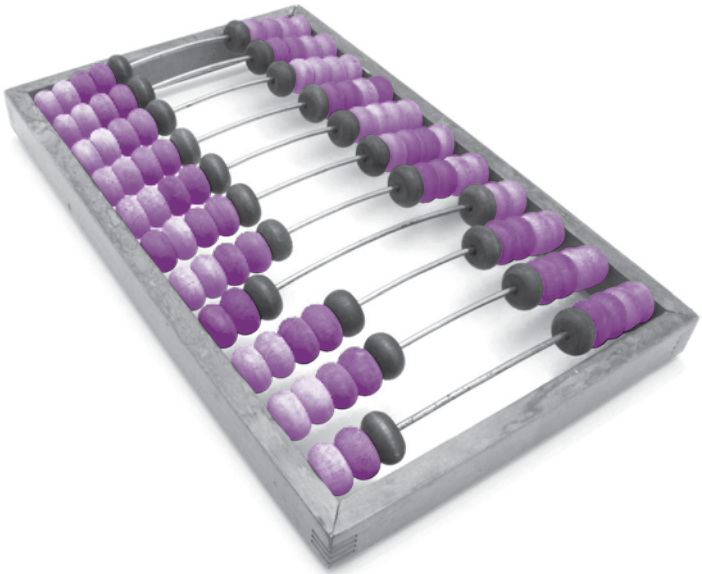


Faysal Asset Management

Money Market Fund

Condensed Interim Financial Information for the Quarter Ended
September 30, 2018



Faysal Money Market Fund

Faysal Money Market Fund (FMMF) is an open-ended mutual fund. FMMF seeks to provide maximum possible preservation of capital and a reasonable rate of return via investing in money market securities having good credit quality rating and liquidity.

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FUND INFORMATION

Management Company

Faysal Asset Management Limited

Board of Directors of the Management Company

Mr. Salman Ahmed Usmani, Chairman
Mr. Osman Khan, Director
Syed Ibad-Ur-Rehman Chishti, Director
Mr. Tahir Yaqoob Bhatti, Director
Mr. Farooq Hassan, Director
Mr. Razi-ur-Rahman Khan, Director/CEO

Chief Executive Officer

Mr. Razi-ur-Rahman Khan

Chief Financial Officer and Company Secretary of the Management Company

Mr. Naved Hanif

Audit Committee

Mr. Osman Khan, Chairman
Syed Ibad-ur-Rehman Chishti, Member
Mr. Farooq Hassan, Member

HR Committee

Mr. Osman Khan, Chairman
Syed Ibad-Ur-Rehman Chishti, Member
Mr. Razi-ur-Rahman Khan, Member

Trustee to the Fund

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

Bankers to the Fund

Bank Alfalah Limited
Faysal Bank Limited
Askari Bank Limited
UBL Ameen-Islamic Banking
Habib Metropolitan Bank Limited
Allied Bank Limited
Habib Bank Limited
Zarai Taraqiati Bank Limited
Sindh Bank Limited

Auditors

Deloitte Yousuf Adil, Chartered Accountants

Legal Advisor

Mohsin Tayebaly & Co.
2nd Floor, Dime Centre,
BC-4 Block-9, KDA-5,
Clifton, Karachi.

Registrar

JWAFFS Registrar Service (Pvt) Limited
407-408, Al-Ameera Centre,
Shahrah-e-Iraq, Saddar, Karachi.

MISSION STATEMENT

Faysal Money Market Fund endeavors to provide maximum possible preservation of capital and a reasonable rate of return via investing in money market securities having good credit quality rating and liquidity.

Review Report of the Directors of the Management Company

The Board of Directors of Faysal Asset Management Limited, the Management Company of **Faysal Money Market Fund (FMMF)**, is pleased to present the un-audited condensed interim financial information of FMMF for the three months and quarter ended September 30, 2018.

FINANCIAL HIGHLIGHTS

	Three Months & Quarter Ended September 30	
	2018	2017
	-----Rupees in million -----	
Total income	41.622	24.581
Total expenses	(6.660)	(5.210)
Net income for the period	34.962	19.371
before taxation		
Taxation	-	-
Profit after tax	34.962	19.371
NAV per unit (Rs.)	103.2718	102.59

ECONOMIC REVIEW

Economy of Pakistan has started posing better picture as the new government focused on the economic and structural reforms. In order to boost foreign exchange reserves, government formally approached International Monetary Fund (IMF) for another bailout package. Increased regulatory duties on luxurious imports coupled with PKR depreciation helped to contain trade deficit. Lower trade deficit along with decent growth in remittances helped to contain current account deficit. During the first quarter of fiscal year 2019 (1QFY19), central bank cumulatively increased the policy rate by 200 basis points (bps).

New government took strategic steps to curb imports by imposing further regulatory duties on luxurious items. Moreover, multiple rounds of PKR depreciation during the last couple of months started reflecting impact on trade figures on monthly basis. Thus, imports during the period 1QFY19 stood at USD 14.26bn as compared to USD 14.17bn, depicting a meager increase of 0.64%. During the period 1QFY19, exports recorded at USD 5.39bn as compared to USD 5.16bn during the same period last year, presenting an increase of 4.54% on year-on-year (YoY) basis. Resultantly, trade deficit for the period 1QFY19 reported at USD 8.87bn as compared to USD 9.01bn during the corresponding period last year, revealing a slowdown of 1.61% on YoY basis.

Overseas Pakistani also showed confidence on the new government as remittances during the period 1QFY19 settled at USD 5.42bn as compared to USD 4.79bn, surged by 13.14% on YoY basis. Slowdown in the trade deficit coupled with higher remittances is expected to keep the current account deficit on the lower side as noted in August 2018 where CAD recorded at USD 600mn as compared to USD 2.12bn in July 2018. During the period 2MFY19, CAD posted an increase of 9.85% on YoY basis and stood at USD 2.72bn as compared to USD 2.48bn during the same period last year. On the other hand, Foreign Direct Investment (FDI) remained on the lower side and recorded a decline of 40.03% on YoY basis and stood at USD 288.20mn during the period 2MFY19. However, FDI is expected to recover in the months ahead on account of

Review Report of the Directors of the Management Company

interest of neighboring countries (China and Saudi Arabia) to invest in oil, energy and infrastructure projects. Fiscal deficit is also expected to remain on the lower side on account of reduction in subsidy and austerity drive in order to curb expenditure adopted by new government.

Foreign exchange reserves remained under pressure during the period under review on account of debt servicing. Resultantly, reserves dropped to worsening level of USD 14.89bn at the end of 1QFY19 as compared to USD 16.41bn at the end of FY18, depicting a decline of 9.23%. CPI inflation remained on the higher side during the period 1QFY19 and clocked-in at 5.60% against 3.39% during the period 1QFY18. During the period 1QFY19, central bank conducted two monetary policies where the bank adopted cautious stance and opted to go for 100bps increase in policy rate in both the monetary policies in order to ensure economic stability.

Going forward, Inflation is expected to remain elevated in the months ahead on account of upward revision in gas prices and expected hike in electricity tariff. In order to maintain real interest rate, central bank is expected to increase the policy rate in the periods ahead. Further, recent development related to approaching IMF for another bailout package of around USD 8-10bn may provide much needed support to foreign exchange reserves. Moreover, government's stance to implement economic & structural reforms is expected to bode well for the economic health of the country.

MONEY MARKET REVIEW

Market remained short of liquidity during the 3MFY19 and to accomplish this liquidity shortage SBP conducted 15 OMO – Injections where the total participation stood at PKR 11.325trn and total accepted amount was PKR 10.215trn and the weighted average rate of all OMO – Injections was 7.52%. State bank also conducted 07 OMO Mop-Ups during Jul'18, Aug'18 and Sep'18 where total accepted amount stood at PKR 2.4trn.

Central bank conducted 7 T-bill auctions during 3MFY19, where in cut offs were maintained at 3M – 7.75% and 6M – 7.8526% till monetary policy was revised at the end of September; the new Cut offs were 3M – 8.80% and 6M – 8.8492% settled in first auction of Oct'18.

Besides, in the PIB auction, bids worth Rs. 7.15 billion were received for 03 years and Rs. 26.11 for 05 years tenor while no bids were received for 10 years and 20 years tenor. The target was Rs. 50 billion against the maturity of Rs. 510 billion; however, the auction was rejected.

SBP issued 2 monetary policies in which it raised its policy rate by 100bps in Jul'18 and by another 100 bps in Sep'18. The sharp hike was driven by an attempt to ensure the macroeconomic stability. A higher trajectory of CPI inflation in the coming months considering the recent increase in gas prices coupled with continuing second round impact of currency devaluation is likely to result in further hike in interest rates in the coming months. The SBP estimates CPI inflation to settle between 6.5-7.5%.

FUND PERFORMANCE

Faysal Money Market Fund yielded return of 6.49% during the period 1QFY19. By the end of quarter, your fund majorly remained invested in cash 99.32% to take advantage of high yields offered by commercial bank at quarter crossing. Going ahead, the fund will continue its proactive investment strategy to yield competitive returns.

Review Report of the Directors of the Management Company

FUND RATING

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" stability rating to Faysal Money Market Fund as of June 20, 2018.

ACKNOWLEDGEMENT

The Board of Directors of the Management Company thanks the unit holders for their confidence in the Management and the Securities and Exchange Commission of Pakistan for its valuable support, assistance and guidance. The Board also thanks the employees of the Management Company and the Trustee for their dedication and hard work.

For and on behalf of the Board

Karachi: October 19, 2018

Razi-ur-Rahman Khan
Chief Executive Officer

Condensed Interim Statement of Assets and Liabilities

As at September 30, 2018

		September 30, 2018 (Un-Audited)	June 30, 2018 (Audited)
	Note	----- (Rupees) -----	
Assets			
Bank balances	5	2,061,250,402	2,235,481,246
Investments	6	-	-
Deposits and other receivables		14,065,548	13,698,794
Receivable against sale of units		-	88,773,495
Total assets		<u>2,075,315,950</u>	<u>2,337,953,535</u>
Liabilities			
Payable to the Management Company		1,505,694	1,722,569
Remuneration payable to the Trustee		214,459	247,191
Accrued and other liabilities	7	21,160,623	21,691,016
Payable against redemption of units		-	67,739,046
Total liabilities		<u>22,880,776</u>	<u>91,399,822</u>
Net assets		<u>2,052,435,174</u>	<u>2,246,553,713</u>
Unit holders' fund (as per the statement attached)		<u>2,052,435,174</u>	<u>2,246,553,713</u>
Contingencies and commitments	8		
		----- (Number of units) -----	
Number of units in issue		<u>19,874,106</u>	<u>21,065,561</u>
		----- (Rupees) -----	
Net assets value per unit		<u>103.2718</u>	<u>106.65</u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Income Statement

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018	September 30, 2017
Note	----- (Rupees) -----	
Income		
Profit earned on government securities - designated 'at fair value through profit or loss'	23,200,189	12,160,440
Return on bank balances	17,313,528	9,745,769
Return on clean placement classified as 'held to maturity'	1,447,945	1,007,475
Return on certificates of investment and commercial papers classified as 'held to maturity'	-	1,683,911
Net loss on investments - designated 'at fair value through profits or loss'	(339,939)	(16,640)
Total income	<u>41,621,723</u>	<u>24,580,955</u>
Expenses		
Remuneration of the Management Company	4,070,654	3,146,514
Sales tax on management fee	529,185	409,047
Remuneration of the Trustee	596,366	589,988
Sales tax on Trustee fee	77,528	76,698
Brokerage	43,606	36,077
Bank charges	28,297	19,097
Auditors' remuneration	114,448	114,448
SECP annual fee	407,323	294,986
Fees and subscriptions	77,403	65,150
Printing and other expenses	1,695	62,159
Provision for Sindh Workers' Welfare Fund (SWWF)	7.2 713,504	395,336
Total expenses	<u>6,660,009</u>	<u>5,209,500</u>
Net income for the period before taxation	<u>34,961,714</u>	<u>19,371,455</u>
Taxation	9 -	-
Net income for the period after taxation	<u>34,961,714</u>	<u>19,371,455</u>
Allocation of net income for the period		
Net income for the period	34,961,714	19,371,455
Income already paid on units redeemed	(2,506,448)	(4,218,901)
	<u>32,455,266</u>	<u>15,152,554</u>
Accounting income available for distribution		
Relating to capital gains	-	-
Excluding capital gains	32,455,266	15,152,554
	<u>32,455,266</u>	<u>15,152,554</u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.

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

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Comprehensive Income

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018	September 30, 2017
	----- (Rupees) -----	
Net income for the period after taxation	34,961,714	19,371,455
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u><u>34,961,714</u></u>	<u><u>19,371,455</u></u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Cash Flow Statement

For the Quarter Ended September 30, 2018 (Un-Audited)

Note	September 30, 2018	September 30, 2017
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	34,961,714	19,371,455
Adjustments for non-cash and other items:		
Profit earned on government securities - designated 'at fair value through profit or loss'	(23,200,189)	(12,160,440)
Return on bank balances	(17,313,528)	(9,745,769)
Return on clean placement classified as 'held to maturity'	(1,447,945)	(1,007,475)
Return on certificates of investment and commercial papers classified as 'held to maturity'	-	(1,683,911)
Net loss on investments - designated 'at fair value through profits or loss'	339,939	16,640
Provision for Sindh Workers' Welfare Fund (SWWF)	713,504	-
	<u>(5,946,505)</u>	<u>(5,209,500)</u>
Increase in assets		
Deposits and other receivables	(108)	(19,244)
Decrease / (increase) in liabilities		
Payable to the Management Company	(216,875)	791,481
Remuneration payable to the Trustee	(32,732)	207,204
Accrued and other liabilities	(1,243,897)	71,724
	<u>(1,493,504)</u>	<u>1,070,409</u>
Proceeds from sale of investments	3,128,683,000	2,353,977,007
Payment made against purchase of investments	(3,105,822,750)	(2,425,247,900)
Profits and returns received	18,394,827	22,571,312
Net cash generated from / (used in) operating activities	<u>33,814,960</u>	<u>(52,857,916)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Amounts received against issue of units	327,146,312	1,304,094,068
Payments made against redemption of units	(482,124,576)	(407,369,269)
Dividend paid	(53,067,540)	(6,506,735)
Net cash (used in) / generated from financing activities	<u>(208,045,804)</u>	<u>890,218,064</u>
Net (decrease) / increase in cash and cash equivalents during the period	(174,230,844)	837,360,148
Cash and cash equivalents at beginning of the period	2,235,481,246	659,314,487
Cash and cash equivalents at end of the period	<u>5 2,061,250,402</u>	<u>1,496,674,635</u>

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Condensed Interim Statement of Movement in Unit Holders' Fund

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018		September 30, 2017	
	Capital value	Undistributed income	Total	Total
	(Rupees)			
Net assets at beginning of the period	2,164,532,727	82,020,986	2,246,553,713	783,151,832
Issuance of 2,861,039* (September 30, 2017: 12,877,650) units				
- Capital value (at net assets value per unit at beginning of the period)	237,688,347	-	237,688,347	1,310,733,387
- Element of income	684,470	-	684,470	-
Total proceeds on issuance of units	238,372,817	-	238,372,817	1,310,733,387
Redemption of 4,052,494 (September 30, 2017: 3,977,803) units				
- Capital value (at net assets value per unit at beginning of the period)	(411,773,915)	-	(411,773,915)	(407,369,269)
- Amount paid out of element of income	-	(2,506,448)	(2,506,448)	4,218,901
- Relating to net income for the period after taxation	-	(2,506,448)	(2,506,448)	4,218,901
- Refund / adjustment on units as element of income	(105,167)	-	(105,167)	-
Total payments on redemption of units	(411,879,082)	(2,506,448)	(414,385,530)	(403,150,368)
Total comprehensive income for the period	-	34,961,714	34,961,714	15,152,554
Final cash distribution for the year ended June 30, 2018 @ Rs.2.53 (June 30, 2017: Rs.Nil) per unit	-	(53,067,540)	(53,067,540)	-
Net income for the period less distribution	-	(18,105,826)	(18,105,826)	15,152,554
Net assets at end of the period	1,991,026,462	61,408,712	2,052,435,174	1,705,887,405
Distribution for the period				
Undistributed income brought forward				
- Realized	-	82,020,986	82,020,986	25,946,086
- Unrealized	-	-	-	-
Final cash distribution for the year ended June 30, 2018 @ Rs.2.53 (June 30, 2017: Rs.Nil) per unit	-	(82,020,986)	(82,020,986)	25,946,086
Accounting income available for distribution				
- Relating to capital gains	-	-	-	-
- Excluding capital gains	-	32,455,266	32,455,266	15,152,554
Undistributed income carried forward	-	61,408,712	61,408,712	41,098,640
- Realized	-	61,408,712	61,408,712	41,098,640
- Unrealized	-	-	-	-
	-	61,408,712	61,408,712	41,098,640
				(Rupees)
Net assets value per unit at beginning of the period			106.65	101.35
Net assets value per unit at end of the period			103.2718	102.59

* Number of units issued includes 521,817 (2017: Nil units) units at Nil cost on account of refund of capital.

The annexed notes from 1 to 13 form an integral part of this condensed interim financial information.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Notes to the Condensed Interim Financial Information

For the Quarter Ended September 30, 2018 (Un-Audited)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Faysal Money Market Fund (the Fund) has been established under the Non-Banking Finance Companies (Establishment and Regulation), Rules 2003 (the NBFC Rules) and has been authorized as a unit trust scheme by the Securities and Exchange Commission of Pakistan (SECP) on June 04, 2009. It has been constituted under a Trust Deed, dated April 22, 2009 under the name of Faysal Islamic Balanced Growth Fund and thereafter as Faysal Money Market Fund vide supplemental Trust Deed, dated October 18, 2010 between Faysal Asset Management Limited (the Management Company), a company incorporated under the Companies Ordinance, 1984 (now Companies Act, 2017) and Central Depository Company of Pakistan Limited (CDC) as the Trustee, also incorporated under the Companies Ordinance, 1984 (now Companies Act, 2017).
- 1.2 The Fund is an open ended money market fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering to the Fund. The units are listed on Pakistan Stock Exchange Limited. The Fund was launched on December 13, 2010.
- 1.3 Effective from July 24, 2018, through the Sixth Supplemental Offering Document, the net assets value per unit is being disclosed at four decimal places.
- 1.4 The principal activity of the Fund is to make investments in fixed income securities including money market instruments.
- 1.5 The Fund is categorized as a Money Market Scheme as per the Circular No.7 of 2009 issued by SECP.
- 1.6 The Pakistan Credit Rating Agency Limited (PACRA) has assigned a "AA(f)" stability rating to Faysal Money Market Fund as of June 20, 2018.
- 1.7 JCR - VIS has awarded an "AM3 " rating to the Management Company as of March 19, 2018.

2. STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', the Trust Deed, the NBFC Rules, Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

3. BASIS OF PREPARATION

- 3.1 This condensed interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2018.
- 3.2 This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

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 as at and for the year ended June 30, 2018.

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, 2018.

Notes to the Condensed Interim Financial Information

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018 (Un-Audited) (Rupees)	June 30, 2018 (Audited) (Rupees)
	2,061,250,402	2,235,481,246

Note

5.1

5. BANK BALANCES

Cash at bank - PLS savings accounts

These carry mark-up ranging between 5.50% to 8.40% (June 30, 2018: 4.50% to 7.35%) per annum and include a balance of Rs.2.56 million (June 30, 2018: Rs.4.15 million) held with Faysal Bank Limited (a related party).

6. INVESTMENTS

At fair value through profit or loss - designated 'at fair value through profit or loss'

Government securities

Held to maturity

Clean placement

6.1 Government securities - designated 'at fair value through profit or loss'

Particulars	Face value			Matured during the period	As at September 30, 2018	Market value as percentage of total investments	Market value as percentage of net assets
	As at July 01, 2018	Purchased during the period	Sold during the period				
Treasury bills - 3 months	-	2,950,000,000	2,850,000,000	100,000,000	-	-	-
June 30, 2018	-	15,300,000,000	12,800,000,000	2,500,000,000	-	-	-

6.2 Clean placement - held to maturity

Name of investee company	Face value			Matured during the period	As at September 30, 2018	Face value as percentage of total investments	Face value as percentage of net assets
	As at July 01, 2018	Purchased during the period	Sold during the period				
Pak Oman Investment Company Limited	-	200,000,000	200,000,000	200,000,000	-	-	-
June 30, 2018	-	-	-	-	-	-	-

Notes to the Condensed Interim Financial Information

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018	June 30, 2018
Note	----- (Rupees) -----	
7. ACCRUED AND OTHER LIABILITIES		
SECP annual fee payable	7.1	407,298
Accrued liabilities		1,535,780
Provision for Sindh Workers' Welfare Fund	7.2	2,184,154
Provision for indirect taxes and duties	7.3	2,299,570
		3,695,753
		14,159,914
		14,159,913
		<u>21,160,623</u>
		<u>21,691,016</u>
7.1	This represents annual fee payable to the SECP in accordance with the NBFC Regulations, whereby the Fund is required to pay annually an amount equal to 0.075% (June 30, 2018: 0.075%) per annum of the daily net asset value of the Fund.	
7.2	There is no change in the status of Sindh Workers Welfare Fund (SWWF) as reported in note 12.2 of the annual financial statements of the fund for the year ended June 30, 2018.	
7.3	There is no change in the status of the appeal filed by the Federal Board of Revenue in the Supreme Court of Pakistan in respect of levy of Federal Excise Duty at the rate of 16% on the services of the Management Company, as reported in note 12.3 to the annual financial statements of the Fund for the year ended June 30, 2018.	
8. CONTINGENCIES AND COMMITMENTS		
	There were no contingencies and commitments as at September 30, 2018 and September 30, 2017 except as disclosed in relevant notes to the condensed interim financial information.	
9. TAXATION		
	The income of the fund is exempt from income tax under Clause (99) of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001 (Clause 99), subject to the condition that not less than 90 percent of the accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders. The Fund is also exempt from the provisions of section 113 (minimum tax) under clause II A of Part IV to the Second Schedule of the Income Tax Ordinance, 2001. Since the management intends to distribute the income earned by the Fund during the period to the unit holders in cash in the manner as explained above, accordingly, no provision for taxation has been made in this condensed interim financial information for the period ended September 30, 2018.	
10. TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES		
10.1	Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund.	
10.2	The transactions with connected persons are in the normal course of business at contracted rates.	
10.3	The details of transactions carried out by the Fund with connected persons and related parties and balances with them at period end are as follows:	
	September 30, 2018	September 30, 2017
	----- (Rupees) -----	
Transactions during the period		
Faysal Asset Management Limited (Management Company)		
Remuneration of the Management Company	4,070,654	3,146,514
Sales tax on management fee	529,185	409,047
Faysal Bank Limited (Group Company / Associated Company)		
Issue of 95,559 (2017: Nil) units as refund of capital	-	-
Redemption of 95,559 (2017: Nil) units	9,728,905	-
Return on PLS savings accounts	57,228	52,188
Bank charges	-	2,987

Notes to the Condensed Interim Financial Information

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018	September 30, 2017
	----- (Rupees) -----	
Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
Remuneration of the Trustee	596,366	589,988
Sales tax on Trustee fee	77,528	76,698
Settlement charges	1,695	2,260
Directors and Key Management Personnel of the Management Company		
Issue of 57 (2017: Nil) units	5,818	-
Issue of 405 (2017: Nil) units as refund of capital	-	-
Dividend paid (net of tax)	5,818	-
Units holders holding 10% or more units		
Barrett Hodgson Pakistan (Pvt.) Limited		
Issue of 81,683 (2017: 735,224) units	8,299,818	75,000,000
Issue of 58,058 (2017: Nil) units as refund of capital	-	-
Dividend paid (net of tax)	8,299,818	-
Mobilink Microfinance Bank Limited		
Issue of 33,404 (2017: Nil) units	3,394,178	-
Issue of 77,060 (2017: Nil) units as refund of capital	-	-
Dividend paid (net of tax)	3,394,178	-
Fauji Fertilizer Bin Qasim Limited		
Issue of 30,896 (2017: Nil) units	3,139,334	-
Issue of 60,783 (2017: Nil) units as refund of capital	-	-
Dividend paid (net of tax)	3,139,334	-
	September 30, 2018	June 30, 2018
	(Un-Audited)	(Audited)
	----- (Rupees) -----	
Outstanding balances		
Faysal Asset Management Limited (Management Company)		
Management fee payable	1,332,503	1,524,397
Sales tax on management fee payable	173,191	198,172
Faysal Bank Limited (Group Company / Associated Company)		
Balance in PLS savings accounts	2,558,854	4,155,735
Return receivable on PLS savings accounts	12,314	11,935
Units in issue 1,941,182 units (2018: Nil units)	200,469,359	207,027,060
Central Depository Company of Pakistan Limited - (Trustee of the Fund)		
Remuneration payable to the Trustee	189,579	218,545
Sales tax on Trustee fee	24,880	28,646
Security deposit	100,000	100,000
Faysal MTS Fund		
Receivable against sale of units	-	54,926,205
Faysal Savings Growth Fund		
Receivable against sale of units	-	33,577,290
Directors and Key Management Personnel of the Management Company		
Units in issue 9,903 (2018: 9,441) units	1,022,701	1,006,883
Units holders holding 10% or more units		
Barrett Hodgson Pakistan (Pvt.) Limited		
Units in issue 3,247,630 (2018: 3,107,890) units	335,388,596	331,456,469
Mobilink Microfinance Bank Limited		
Units in issue 2,456,340 (2018: 2,345,876) units	253,670,653	250,187,675
Fauji Fertilizer Bin Qasim Limited*		
Units in issue 2,049,911 (2018: 1,958,232) units	211,697,999	208,845,443

* Unit holding as at June 30, 2018, is less than 10%.

Notes to the Condensed Interim Financial Information

For the Quarter Ended September 30, 2018 (Un-Audited)

	September 30, 2018 (Un-Audited)				
	Fair value				
	Carrying amount	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----				
Financial liabilities not measured at fair value					
Payable to the Management Company	1,332,503	-	-	-	-
Remuneration payable to the Trustee	189,579	-	-	-	-
Accrued and other liabilities	2,184,154	-	-	-	-
	3,706,236	-	-	-	-
	----- (Rupees) -----				
	June 30, 2018 (Audited)				
	Fair value				
	Carrying Amount	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----				
Financial liabilities not measured at fair value					
Payable to the Management Company	1,524,397	-	-	-	-
Remuneration payable to the Trustee	218,545	-	-	-	-
Accrued and other liabilities	2,299,570	-	-	-	-
Payable against redemption of units	67,739,046	-	-	-	-
	71,781,558	-	-	-	-

12. GENERAL

12.1 The Total Expense Ratio (TER) of the Fund is 1.23% (September 30, 2017: 1.32%) which includes 0.32% (September 30, 2017: 0.29%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations.

12.2 In compliance with schedule V of the NBFC Regulations the Directors of the Management Company, hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2018.

12.3 Figures are rounded off to the nearest rupee.

13. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorized for issue on October 19, 2018 by the Board of Directors of the Management Company.

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

Chief Financial Officer

Chief Executive Officer

Director

کیا اور ستمبر 2018ء کو مزید 100 بی پی ایس بڑھایا۔ معاشی استحکام کی یقین دہانی کے لئے ایک چھوٹی سی ہوشیاری دکھائی گئی۔ گیس کی قیمتوں میں حالیہ اضافہ اور روپے کی قدر میں کمی کر کے دوسرے مرحلے سے آئندہ مہینوں میں سی پی آئی افراط زر کے المیہ کے نتیجے میں منافع کے نرخوں میں مزید اضافہ ہو سکتا ہے۔ ایس بی پی کا تخمینہ ہے کہ سی پی آئی۔ افراط زر 5.5 تا 7.5 فیصد کے درمیان ٹھہرے گا۔

فنڈ کی کارکردگی

فیصل منی مارکیٹ فنڈ کو مالی سال 2019ء کی پہلی سہ ماہی کے دوران 6.49 فیصد آمدنی ہوئی۔ سہ ماہی کے اختتام تک آپ کے فنڈ نے کمزور بینک کی جانب سے سہ ماہی میں پیش کردہ اعلیٰ نرخوں سے استفادہ حاصل کرنے کے لئے 99.32 فیصد نقد میں سرمایہ کاری برقرار رکھی ہے۔ مزید برآں مزید آمدنی کے لئے فنڈ سرمایہ کاری حکمت عملی کے لئے تحریک جاری رکھے گا۔

فنڈ کی درجہ بندی

پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے 20 جون 2018ء کو فیصل منی مارکیٹ فنڈ کو 'اے اے (ایف)' اسٹیبلٹی ریٹنگ تفویض کی ہے۔

اعتراف

مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے مینجمنٹ پر اعتماد کے لئے یونٹ ہولڈرز اور گرانقدر حمایت، تعاون اور رہنمائی کے لئے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کا شکریہ ادا کیا ہے۔ بورڈ نے مخلصانہ جدوجہد اور محنت پر مینجمنٹ کمپنی کے ملازمین اور اسٹریٹجی کا بھی شکریہ ادا کیا ہے۔

برائے اور از طرف

رضی الرحمن خان

چیف ایگزیکٹو آفیسر

شرح کو برقرار رکھنے کے لئے سینٹرل بینک کی جانب سے آئندہ پالیسی ریٹ میں اضافہ متوقع ہے۔ مزید 8-10 بلین امریکی ڈالر کے قریب ایک اور بیل آؤٹ پیکیج کے لئے آئی ایم ایف سے رابطہ سے متعلق حالیہ انکشاف سے زر مبادلہ کے ذخائر کو ضروری تعاون حاصل ہو سکتا ہے۔ مزید برآں حکومت کو معاشی اور سطحی اصلاحات پر عملدرآمد کے عزم سے ملک کی اقتصادی صحت کے لئے بہتری متوقع ہے۔

منی مارکیٹ کا جائزہ

مالی سال 2019ء کے اوائل تین ماہ کے دوران مارکیٹ میں لیکویڈیٹی کمی رہی اور اس قلت کو دور کرنے کے لئے اسٹیٹ بینک آف پاکستان نے 15 اوائم او۔ انکلیشنز منعقد کئے جس میں مجموعی شرکت 11.325 ٹریلین روپے رہی اور مجموعی قبول کردہ رقم 10.215 ٹریلین روپے تھی جبکہ تمام اوائم او۔ انکلیشنز کا اوسط نرخ 7.52 فیصد تھا۔ اسٹیٹ بینک نے جولائی 2018 اگست 2018ء اور ستمبر 2018ء کے دوران بھی 7 اوائم او۔ ایم او پی۔ یو پی ایس منعقد کئے جن میں مجموعی منظور کردہ رقم 2.4 ٹریلین روپے تھی۔

سینٹرل بینک نے مالی سال 2019ء کے تین ماہ کے دوران 7۔ ٹی بل نیلام کئے جن میں ستمبر کے آخر میں مانیٹری پالیسی پر نظر ثانی تک کٹ آفز 3 ایم۔ 7.75 فیصد اور 6 ایم 7.8526 فیصد پر برقرار ہے جبکہ 18 اکتوبر کو پہلے نیلام میں نئے کٹ آفز 3 ایم۔ 8.80 فیصد اور 6 ایم۔ 8.8492 فیصد طے ہوئے۔

علاوہ ازیں پی آئی بی نیلام میں تین سال کی مدت کے لئے 7.15 بلین روپے اور پانچ سال کے لئے 26.11 بلین روپے کی بولیاں موصول ہوئیں جبکہ دس سال اور بیس سال کی مدت کے لئے کوئی بولی موصول نہیں ہوئی۔ 510 بلین روپے کی میچورٹی کے مقابلے میں 50 بلین روپے کا ہدف تھا البتہ نیلامی کو مسترد کر دیا تھا۔

ایس بی پی نے دو مانیٹری پالیسیاں جاری کیں جن میں اس نے جولائی 2018ء کو اپنے پالیسی ریٹ میں 100 بی پی ایس تک اضافہ

گئے ہیں۔ پس مالی سال 2019ء کی پہلی سہ ماہی کے دوران درآمدات 14.17 بلین امریکی ڈالر کے مقابلے میں 14.26 امریکی ڈالر رہی جس سے 0.64 فیصد اضافہ نظر آیا۔ مالی سال 2019ء کی پہلی سہ ماہی کے دوران گزشتہ سال اسی مدت کی 5.16 بلین امریکی ڈالر کی برآمدات کے مقابلے میں 5.39 بلین امریکی ڈالر رہی جس سے سال بہ سال کی بنیاد (YOY) پر 4.54 فیصد اضافہ ظاہر ہوتا ہے۔ نتیجتاً مالی سال 2019ء کی پہلی سہ ماہی کے دوران تجارتی خسارہ 8.27 بلین امریکی ڈالر ہا جبکہ گزشتہ سال اسی مدت کے دوران یہ 9.01 بلین امریکی ڈالر تھا جس سے YOY بنیاد پر 1.61 فیصد کمی دکھائی دیتی ہے۔

اور سیز پاکستانیوں نے بھی نئی حکومت پر اعتماد کا اظہار کیا ہے کیونکہ مالی سال 2019ء کی پہلی سہ ماہی کے دوران ترسیل زر 5.42 بلین امریکی ڈالر ہا جبکہ گزشتہ 4.79 بلین امریکی ڈالر تھا جو YOY بنیاد پر 13.14 فیصد تک رہا۔ تجارتی خسارہ میں کمی اور اعلیٰ ترسیل زر سے توقع ہے کہ کرنٹ اکاؤنٹ خسارہ میں کمی رہے گی جیسا کہ اگست 2018ء میں یہ 600 ملین امریکی ڈالر جبکہ جولائی 2018ء میں یہ 2.12 بلین امریکی ڈالر ریکارڈ کیا گیا تھا۔ مالی سال 2019ء کے اوائل دو ماہ کے دوران CAD میں 9.85 فیصد YOY بنیاد پر اضافہ دیکھا گیا اور یہ گزشتہ سال کے 2.48 بلین امریکی ڈالر کے مقابلے میں 2.72 بلین امریکی ڈالر رہا۔ دوسری جانب فارن ڈائریکٹ انویسٹمنٹ (ایف ڈی آئی) میں کمی کا رجحان رہا اور YOY بنیاد پر اس میں 40.03 فیصد کمی دکھائی دی۔ یہ مالی سال 2019ء کی اوائل دو ماہ کے دوران 288.20 بلین امریکی ڈالر رہا۔ تاہم ایف ڈی آئی کو پڑوسی ممالک (چین اور سعودی عرب) کی دلچسپی کے مدنظر آئندہ مہینوں میں بڑھنے کی توقع ہے۔ چونکہ یہ تیل، توانائی اور انفراسٹرکچر پروجیکٹس میں سرمایہ کاری کا ارادہ رکھتے ہیں۔ مالی خسارہ میں بھی نئی حکومت کی جانب سے سبسڈی میں تخفیف اور اخراجات پر قابو پانے کے باعث کمی رہنے کی توقع ہے۔

زیر جائزہ مدت کے دوران ڈیہٹ سروسنگ کے باعث زرمبادلہ کے ذخائر دباؤ کا شکار ہیں۔ نتیجتاً مالی سال 2019ء کی پہلی سہ ماہی کے دوران ذخائر 14.89 بلین امریکی ڈالر کی کم ترین سطح پر رہے جبکہ مالی سال 2018ء کے اختتام پر یہ 16.41 بلین امریکی ڈالر تھے جس سے 9.23 فیصد کمی ظاہر ہوتی ہے۔ سی پی آئی افراط زر مالی سال 2019ء کی پہلی سہ ماہی کے دوران بلند سطح پر رہا اور 5.60 فیصد تک رہا جبکہ مالی سال 2019ء کی پہلی سہ ماہی کے دوران یہ 3.39 فیصد تھا۔ مالی سال 2019ء کی پہلی سہ ماہی کے دوران سینٹرل بینک نے دو ماہیٹری پالیسیاں وضع کیں بینک نے محتاط اقدامات کئے اور معاشی استحکام کو یقینی بنانے کے لئے دونوں ماہیٹری پالیسیوں میں پالیسی ریٹ میں 100 بی پی ایس اضافہ کیا۔

مزید برآں گیس کی قیمتوں میں اور بجلی کے نرخوں میں متوقع اضافہ کے باعث آئندہ مہینوں میں مہنگائی متوقع ہے۔ اصل منافع کی

ڈائریکٹرز رپورٹ

انتظامی کمپنی کے ڈائریکٹرز کی رپورٹ کا جائزہ

فیصل ایسیٹ مینجمنٹ لمیٹڈ، فیصل منی مارکیٹ فنڈ (ایف ایم ایف) کی مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز 30 ستمبر 2018 کو مکمل ہونے والی سہ ماہی اور تین ماہ کے لئے ایف ایم ایف کے غیر آڈٹ شدہ مربوط عبوری معلومات، خوشی فراہم کرتے ہیں۔

اہم مالیاتی معلومات

30 ستمبر 2017 کو مکمل ہونے والی سہ ماہی	30 ستمبر 2018 کو مکمل ہونے والی سہ ماہی	
24.581	41.622	کل آمدنی
(5.210)	(6.660)	کل اخراجات
19.371	34.962	قبل از محصولات مدت خالص آمدنی
-	-	محصولات
19.371	34.962	بعد از ٹیکس منافع
102.59	103.2718	NAV فی یونٹ (روپے میں)

اقتصادی جائزہ

پاکستان کی معیشت نے نئی حکومت کی معاشی اور سطحی اصلاحات پر توجہ کے باعث اچھی تصویر پیش کرنا شروع کر دی ہے۔ زرمبادلہ کے ذخائر بڑھانے کے لئے حکومت نے انٹرنیشنل مانیٹری فنڈ (آئی ایم ایف) سے ایک اور بیل آؤٹ پیکیج کے لئے رابطہ کیا ہے۔ پرتیش اشیاء کی درآمد پر ڈیوٹی میں اضافہ اور پاکستانی روپے کی قدر میں کمی سے تجارتی خسارہ کو روکنے میں مدد ملے گی۔ تجارتی خسارہ میں کمی اور تسلیل زر میں بہتری سے کرنٹ اکاؤنٹ خسارہ کو روکنے میں مدد حاصل ہوگی۔ مالی سال 2019ء کی پہلی سہ ماہی کے دوران سینٹرل بینک نے 200 بیسز پوائنٹس (بی پی ایس) تک پالیسی ریٹ میں بھاری اضافہ کر دیا ہے۔








نئی حکومت نے پرتیش سامان پر مزید ریگولیٹری ڈیوٹی عائد کر کے درآمدات کو لگام دینے کے لئے حکمت عملی سے اقدام کئے ہیں۔ مزید برآں گزشتہ دو ماہ کے دوران پاکستانی روپے کی قدر میں کمی اور کئی مرحلوں سے مہینوں کے اعتبار سے تجارت پر اثرات ظاہر ہونے










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