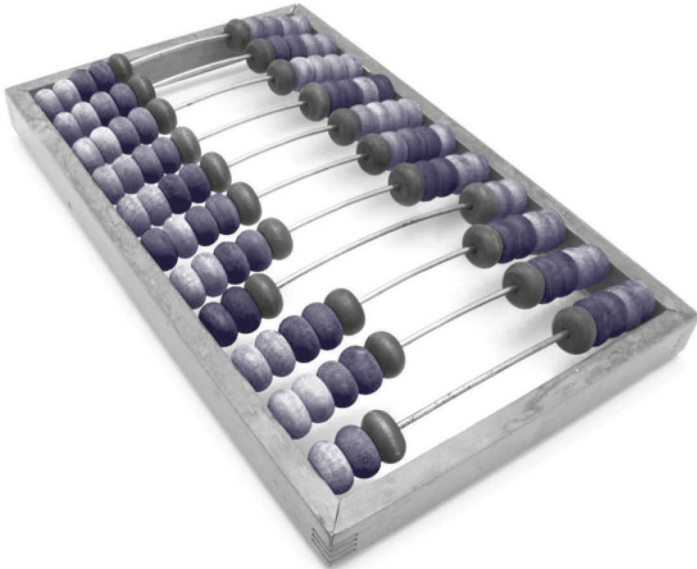


# Faysal Asset Management

## Stock Fund

Financial Statements  
For The Year Ended June 30, 2020



## **CONTENTS**

Fund Information	02
Mission Statement	03
Fund Manager's Report	04
Trustee Report to the Unit Holders	07
Independent Auditor's Report to the Unit Holders	08
Statement of Assets and Liabilities	11
Income Statement	12
Statement of Comprehensive Income	13
Statement of Movement in Unit Holders' Fund	14
Cash Flow Statement	15
Notes to the Financial Statements	16
Supplementary Non Financial Information	44
Jama Punji	46

## FUND INFORMATION

### Management Company

Faysal Asset Management Limited

### Board of Directors of the Management Company

Mr. Salman Ahmed Usmani, Chairman  
Mr. Osman Asghar Khan, Director  
Mr. Mian Salman Ali, Director  
Syed Muhammad Fraz Zaidi, Director  
Mr. Tahir Yaqoob Bhatti, Director  
Mr. Nadir Rehman, Director  
Mr. Khaldoon Bin Latif, Director/CEO

### Chief Executive Officer

Mr. Khaldoon Bin Latif

### Chief Financial Officer Company Secretary of the Management Company

Mr. Faisal Ali Khan

### Audit Committee

Mr. Osman Asghar Khan, Chairman  
Mr. Mian Salman Ali, Member  
Syed Muhammad Fraz Zaidi, Member

### HR Committee

Mr. Osman Asghar Khan, Member  
Mr. Salman Ahmed Usmani, Member  
Mr. Nadir Rehman, Chairman

### 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

MCB Bank Limited  
Bank Alfalah Limited  
Faysal Bank Limited  
Allied Bank Limited  
Habib Bank Limited  
JS Bank Limited

### Auditors

A.F. Ferguson & Co. Chartered Accountants

### Legal Advisor

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

### Registrar

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

## **MISSION AND VISION**

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

## **MISSION STATEMENT**

Faysal Stock Fund (FSF) endeavors to provide investors with an opportunity to earn capital growth by investing in a large pool of fund representing equity investment in a broad range of sectors and financial instruments.

## FUND MANAGER'S REPORT

### ECONOMIC REVIEW

Pakistan faced unprecedented economic shocks from the rapid spread of the Covid-19 towards the last quarter of FY20. The headline inflation for June 2020 slightly increased to 8.6% vs. 8.2% in May 2020; however, the declining aggregate demand is softening outlook for inflation. Although, energy prices are volatile, economic deterioration will keep inflation range bound. Therefore, we expect inflation momentum to remain below 10% by FY21.

In response, during FY20 the State Bank of Pakistan has cut the policy rate 5 times by 625 bps to 7.0% with a priority of supporting growth and employment amidst these challenging times. During last rate cut, it was expecting 1) moderation in inflation expectations and 2) increasing downside risk to growth. Current very low real rate (monetary stimulus) can provide cushion against demand and supply shocks. We believe that Central Bank has undertaken the required monetary easing to balance declining economic growth. However, the policy rate can hover in range of 9% - 10% in medium term. Furthermore, the Current Account Deficit for June 2020 has reduced to USD 96mn compared to USD 981mn in June 2019. The external accounts continue to benefit from lower imports and resilient remittances. Overall, during FY20, CAD has clocked in at USD 2.97bn/1.1% of GDP vs. USD 13.43bn in FY19. We expect CAD to remain favorable over foreseeable future due muted growth environment. Towards the end of FY20 the PKR/USD was hovering at 168, with REER at 93 and FX reserves of USD 11.23bn.

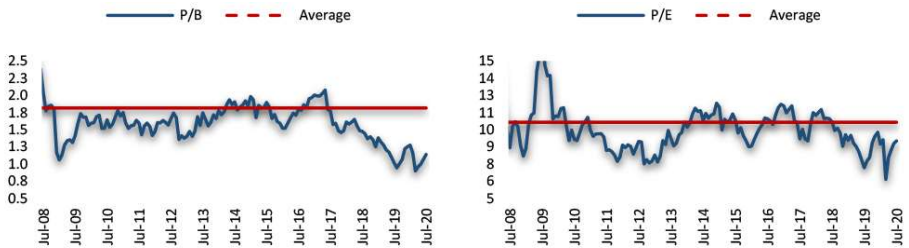
Fiscal Deficit for FY20 has clocked in at 8.1% vs. 8.9% of GDP in FY19. Total Revenue increased by 27.98% YoY to PKR 6.27tn compared to PKR 4.90tn in FY20. The increase was led by Non-Tax Revenue recorded at PKR 1.52tn in FY20 vs. PKR 427bn in FY19. Going forward, we expect deficit to remain on higher side as Government shall face difficulty in revenue mobilization. The situation on ground is improving as Pakistan has found a bright spot on COVID-19 curve. The Government, in line with other economies, has further eased the smart lockdown. However the economic outlook remains challenging with expectation of meager real GDP growth in 2021.

### EQUITY REVIEW

During FY20 the KSE 100 Index had gained meager return of 1.53% YoY, closing at 34,422 points. The index steadily displayed positive momentum during the 1HFY20 however plunged amidst the global COVID-19 pandemic, eventually recovering by June 2020.

During the start of FY20, we witnessed the signing of the IMF program as well as stabilization measures, with the index recording 20.16% return during 1HFY20. Subsequently the COVID-19 pandemic resulted in the market plummeting by 28.24% QoQ during 3QFY20 before posting a recovery of 17.76% QoQ by 4QFY20.

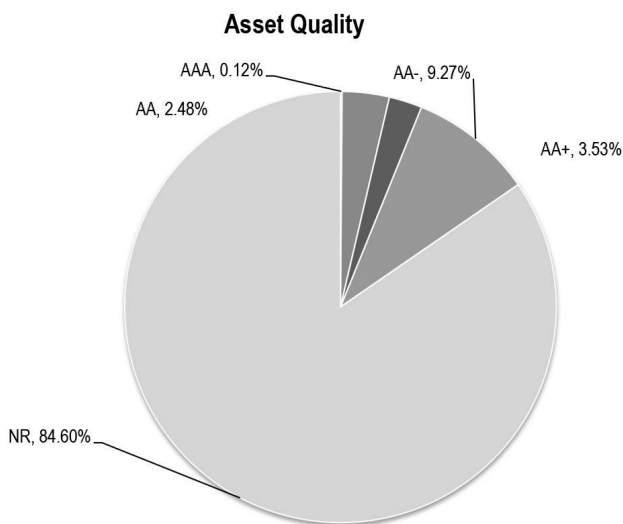
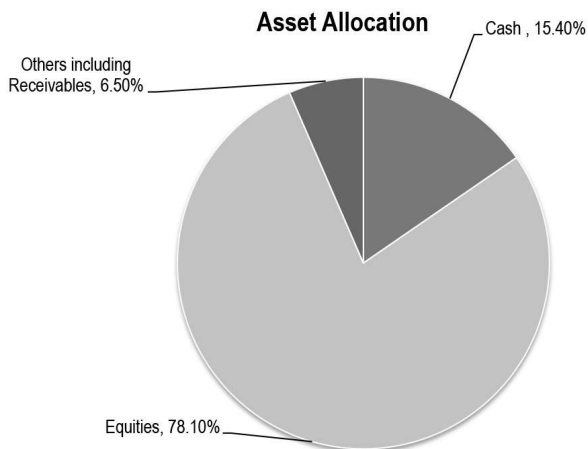
Given the global health epidemic is tackled with and defeated, over medium term, Pakistan equity market is geared to show upward momentum as 1) business cycle is expected to improve, 2) inflation will normalize, 3) domestic consumption will improve, 4) technology transfer will take place, 5) demographics will pay dividend, 6) public spending will improve and 7) credit cycle will recover. FAML believes that market is still trading at cheap valuations as 1) P/E can further rerate as bond market suggests another rate cut, 2) discount with frontier and emerging markets is above average and 3) liquidity push is expected in equities.



Therefore, valuations remain extremely attractive from medium term perspective even though near term corporate profitability will remain challenging due to COVID-19.

Fund Information	
Fund Type	Open Ended
Category	Equity Scheme
Risk Profile	High
Launch Date	April 19, 2004
Custodian/Trustee	CDC
Auditor	A.F. Ferguson & Co.
Management Fee	Upto 2% of Average Annual N.A. (Actual Rate of Management Fee Charged is 1%)
Selling and Marketing Expense	1.00%
Front/Back end Load	FEL up to 3% of NAV & BEL 0%
Min Subscription	PKR. 5,000
Benchmark	KSE-100 index
Pricing Mechanism	Forward
Dealing Days	Monday-Friday
Cut-Off Timing	9am-5pm
AMC Rating	AM2 (VIS)
NAV per Unit (PKR)	45.04
Net Assets (mn)	104.94
Leverage	Nil

Fund Returns (% p.a )		
	FY20	FY19
YTD	4.57%	-28.24
Benchmark (YTD)	1.53%	-19.11



## FUND PERFORMANCE

During FY-20, your fund posted a return of 4.57% against its benchmark of 1.53%. During the month under review, your fund exposure was decreased from 87.45% to 78.10%. During this period overweight stance relative to KSE-100 was taken on the Chemical, Technology & Communication, and cement sector whereas, the underweight stance was taken on, Fertilizer and Oil & Gas Exploration Companies and commercial banks.

CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED

**Head Office**

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



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**FAYSAL STOCK FUND**

**Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We Central Depository Company of Pakistan Limited, being the Trustee of Faysal Stock Fund (the Fund) are of the opinion that Faysal Asset Management Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2020 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

  
**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: September 23, 2020



A.F. FERGUSON & CO.

**INDEPENDENT AUDITOR'S REPORT**

**To the Unit Holders of Faysal Stock Fund**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the financial statements of Faysal Stock Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2020, and the income statement, statement of comprehensive income, statement of movement in unit holders' fund and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2020, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

**Basis for Opinion**

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

**Key Audit Matters**

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

Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	<p><b>Net Asset Value</b> (Refer notes 4 and 5 to the financial statements)</p> <p>The investments and balances with banks constitute the most significant component of the net asset value. The investments of the Fund as at June 30, 2020 amounted to Rs 86.028 million and balances with banks aggregated to Rs 17.833 million.</p> <p>The existence and proper valuation of investments and existence of balances with banks for the determination of NAV of the Fund as at June 30, 2020 was considered a high risk area and therefore we considered this as a key audit matter.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>▪ Tested the design and operating effectiveness of the key controls for valuation of investments;</li> <li>▪ Obtained independent confirmations for verifying the existence of the investment portfolio and balances with banks as at June 30, 2020 and traced balances in these confirmations with the books and records of the Fund. Where such confirmations were not available, alternate audit procedures were performed;</li> <li>▪ Re-performed valuation to assess that investments are carried as per the valuation methodology specified in the accounting policies; and</li> <li>▪ Obtained bank reconciliation statements and tested reconciling items on a sample basis.</li> </ul>

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



#### Other Matter

The financial statements of the Fund for the year ended June 30, 2019, were audited by another firm of Chartered Accountants who expressed an unmodified opinion thereon vide their report dated September 26, 2019.

#### Other Information

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

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

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

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

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

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

Board of directors of the management company is responsible for overseeing the Fund's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.



A.F. FERGUSON &amp; CO.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on Other Legal and Regulatory Requirement**

Based on our audit, we further report that in our opinion the financial statements have been prepared in all material respects in accordance with the relevant provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar**.

A handwritten signature in blue ink, appearing to read 'A. Ferguson &amp; Co.', is written over a faint, larger version of the signature.

A. F. Ferguson & Co.

Chartered Accountants

Karachi

Date: September 28, 2020

## Statement of Assets and Liabilities

As at June 30, 2020

	Note	2020 ----- (Rupees) -----	2019 ----- (Rupees) -----
<b>Assets</b>			
Balances with banks	4	17,832,924	29,574,309
Investments	5	86,028,213	82,921,224
Deposits, advances and other receivables	6	3,324,110	8,039,538
Receivable from the Management Company	7	<u>2,035,000</u>	<u>-</u>
<b>Total assets</b>		<u>109,220,247</u>	<u>120,535,071</u>
<b>Liabilities</b>			
Payable to Faysal Asset Management Limited - Management Company	8	633,659	312,867
Payable to Central Depository Company of Pakistan Limited - Trustee	9	69,995	67,751
Payable to the Securities and Exchange Commission of Pakistan	10	24,939	172,313
Accrued expenses and other liabilities	11	<u>3,551,787</u>	<u>3,504,071</u>
<b>Total liabilities</b>		<u>4,280,380</u>	<u>4,057,002</u>
<b>Net assets</b>		<u>104,939,867</u>	<u>116,478,069</u>
<b>Unit holders' fund (as per statement attached)</b>		<u>104,939,867</u>	<u>116,478,069</u>
<b>Contingencies and commitments</b>	12		
		---- (Number of units) ----	
<b>Number of units in issue</b>		<u>2,329,669</u>	<u>2,704,700</u>
		----- (Rupees) -----	
<b>Net assets value per unit</b>		<u>45.04</u>	<u>43.07</u>

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Income Statement

For The Year Ended June 30, 2020

	Note	2020 ----- (Rupees) -----	2019 ----- (Rupees) -----
<b>Income</b>			
Dividend income		4,964,790	7,422,312
Profit on balances with banks		2,851,439	2,754,744
Net realised gain / (loss) on sale of investments		7,405,850	(47,378,315)
		15,222,079	(37,201,259)
Unrealised appreciation / (diminution) on revaluation of investments classified as 'financial assets at fair value through profit or loss' - net	5.2	265,590	(12,022,862)
<b>Total income</b>		15,487,669	(49,224,121)
<b>Expenses</b>			
Remuneration of Faysal Asset Management Limited - Management Company	8.1	2,008,675	3,628,169
Sindh sales tax on remuneration of the Management Company	8.2	269,613	471,661
Allocated expenses	8.3	128,214	179,401
Selling and marketing expenses	8.4	532,114	-
Remuneration of Central Depository Company of Pakistan Limited -Trustee	9.1	292,069	700,001
Sindh sales tax on remuneration of the Trustee	9.2	37,969	91,002
Transaction charges		3,837,066	1,668,683
Bank charges		21,456	39,318
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	24,963	172,338
Auditors' remuneration	13	710,290	710,290
Fees and subscription		204,479	199,979
Printing charges		-	1,959
Reimbursement from the Management Company	7	(2,035,000)	-
<b>Total expenses</b>		6,031,908	7,862,801
<b>Net income / (loss) from operating activities</b>		9,455,761	(57,086,922)
Provision for Sindh Workers' Welfare Fund	11.1	(189,115)	-
<b>Net income / (loss) for the year before taxation</b>		9,266,646	(57,086,922)
Taxation	15	-	-
<b>Net income / (loss) for the year after taxation</b>		9,266,646	(57,086,922)
<b>Earnings / (loss) per unit</b>	16	-	-
<b>Allocation of net income for the year</b>			
Net income for the year after taxation		9,266,646	-
Income already paid on units redeemed		(557,735)	-
		8,708,911	-
<b>Accounting income available for distribution</b>			
-Relating to capital gains		7,671,440	-
-Excluding capital gains		1,037,471	-
		8,708,911	-

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Statement of Comprehensive Income

For The Year Ended June 30, 2020

	2020	2019
	----- (Rupees) -----	-----
<b>Net income / (loss) for the year after taxation</b>	9,266,646	(57,086,922)
Other comprehensive income / (loss) for the year	-	-
<b>Total comprehensive income / ( loss) for the year</b>	<u>9,266,646</u>	<u>(57,086,922)</u>

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Cash Flows Statement

For The Year Ended June 30, 2020

	Note	2020	2019
		----- (Rupees) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income / (loss) for the year before taxation		9,266,646	(57,086,922)
<b>Adjustments for:</b>			
Net unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		(265,590)	12,022,862
<b>(Increase) / decrease in assets</b>			
Investments		(2,841,399)	62,139,343
Deposits, advances and other receivables		4,715,428	(4,359,027)
Receivable from the Management Company - net		<u>(2,035,000)</u>	<u>-</u>
		(160,971)	57,780,316
<b>Increase / (decrease) in liabilities</b>			
Payable to Faysal Asset Management Limited - Management Company		320,792	(329,819)
Payable to Central Depository Company of Pakistan Limited - Trustee		2,244	5
Payable to the Securities and Exchange Commission of Pakistan		(147,374)	(28,189)
Accrued expenses and other liabilities		47,716	142,763
		223,378	(215,240)
<b>Net cash generated from operating activities</b>		<u>9,063,463</u>	<u>12,501,016</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipt against issuance and conversion of units net of refund of element		216,099,880	186,801,713
Payments against redemption and conversion of units		<u>(236,904,728)</u>	<u>(234,652,006)</u>
<b>Net cash used in financing activities</b>		(20,804,848)	(47,850,293)
<b>Net decrease in cash and cash equivalents during the year</b>		<u>(11,741,385)</u>	<u>(35,349,277)</u>
Cash and cash equivalents at beginning of the year		29,574,309	64,923,586
<b>Cash and cash equivalents at end of the year</b>	4	<u><u>17,832,924</u></u>	<u><u>29,574,309</u></u>

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

For Faysal Asset Management Limited  
(Management Company)

\_\_\_\_\_  
Chief Financial Officer

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Director

## Statement of Movement in Unit Holders' Fund

For The Year Ended June 30, 2020

	2020			2019		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	(Rupees)			(Rupees)		
<b>Net assets at beginning of the year</b>	383,851,579	(267,373,510)	116,478,069	431,701,872	(210,286,588)	221,415,284
Issuance of 4,684,874 units (2019: 3,402,246 units)						
- Capital value (at net assets value per unit at beginning of the year)	201,777,523	-	201,777,523	204,202,805	-	204,202,805
- Element of income/ (loss)	14,322,357	-	14,322,357	(17,401,092)	-	(17,401,092)
Total proceeds on issuance of units	216,099,880	-	216,099,880	186,801,713	-	186,801,713
Redemption of 5,059,905 units (2019: 4,386,857 units)						
- Capital value (at net assets value per unit at beginning of the year)	(217,930,108)	-	(217,930,108)	(263,299,157)	-	(263,299,157)
- Element of (income) / loss	(18,416,885)	(557,735)	(18,974,620)	28,647,151	-	28,647,151
Total payments on redemption of units	(236,346,993)	(557,735)	(236,904,728)	(234,652,006)	-	(234,652,006)
Total comprehensive income / (loss) for the year	-	9,266,646	9,266,646	-	(57,086,922)	(57,086,922)
<b>Net assets at end of the year</b>	<b>363,604,466</b>	<b>(258,664,599)</b>	<b>104,939,867</b>	<b>383,851,579</b>	<b>(267,373,510)</b>	<b>116,478,069</b>
<b>Accumulated loss brought forward</b>						
- Realised loss		(255,350,648)			(191,409,065)	
- Unrealised loss		(12,022,862)			(18,877,523)	
		(267,373,510)			(210,286,588)	
Accounting income available for distribution						
- Relating to capital gains	7,671,440			-		
- Excluding capital gains	1,037,471			-		
	8,708,911			-		
Net loss for the year after taxation		-		(57,086,922)		
Accumulated loss carried forward		(258,664,599)		(210,286,588)		
<b>Accumulated loss carried forward</b>						
- Realised loss		(258,930,189)		(255,350,648)		
- Unrealised income / (loss)		265,590		(12,022,862)		
		(258,664,599)		(267,373,510)		
			(Rupees)			(Rupees)
Net asset value per unit at beginning of the year			43.07			60.02
Net asset value per unit at end of the year			45.04			43.07

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

For Faysal Asset Management Limited  
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Stock Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and had been authorised as a unit trust scheme by the Securities and Exchange Commission of Pakistan (SECP) on February 18, 2004. It was constituted under a Trust Deed, dated January 29, 2004, entered into between Faysal Asset Management Limited (the Management Company), and Muslim Commercial Financial Services (Private) Limited as the Trustee till June 04, 2005 and thereafter between Faysal Asset Management Limited as Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

1.2 The Management Company revised the trust deed through a third supplemental trust deed dated December 26, 2017 with CDC as the Trustee, to convert the category of the Fund from "Balanced Scheme" to "Equity Scheme" and to change its name from "Faysal Balanced Growth Fund" to "Faysal Stock Fund" along with the changes in fundamental attributes of the Constitutive Documents of the Fund, including investment objectives of the scheme. SECP vide its letter No.SCD/AMCW/FAML/FBGF/267/2018 dated February 16, 2018 approved the restated offering document of the Fund.

1.3 The Fund is an open ended equity fund and offers units for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering units to the Fund. Title to the assets of the fund are held in the name of CDC as a Trustee of the Fund. The fund is listed on the Pakistan Stock Exchange Limited.

1.4 The objective of the Fund is to provide capital growth by investing primarily in a diversified pool of equities and equity related investments.

1.5 VIS credit rating company limited has assigned a rating of AM2 to the Management Company as at February 18, 2020. The Fund has been rated 2-Star by PACRA as at February 28, 2020.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

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

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

## Notes to the Financial Statements

For The Year Ended June 30, 2020

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

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

There are certain other standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2020 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

### 2.3 Standards, Interpretations and amendments to published approved accounting standards that are not yet effective

The following amendments would be effective from the dates mentioned below against the respective amendment:

Amendments	Effective date (accounting periods beginning on or after)
- IAS 1 - 'Presentation of financial statements' (amendment)	January 1, 2020
- IAS 8 - 'Accounting policies, change in accounting estimates and errors' (amendment)	January 1, 2020

These amendments may impact the financial statements of the Fund on adoption. The Management is currently in the process of assessing the full impact of these amendments on the financial statements of the Fund.

There are certain other standards, amendments and interpretations that are mandatory for the Fund's accounting period beginning on or after July 1, 2020 but are considered not to be relevant or will not have any significant effect on the Fund's operations and are therefore not disclosed in these financial statements.

### 2.4 Critical accounting estimates and judgments

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

## Notes to the Financial Statements

For The Year Ended June 30, 2020

The estimates and judgments that have a significant effect on the financial statements of the Fund relate to classification, valuation and impairment of financial assets (notes 3.3 and 5) and provision for taxation (note 3.13 and 15).

### 2.5 Accounting convention

These financial statements have been prepared under the historical cost convention except for investments classified as at fair value through profit or loss which are measured at their respective fair values.

### 2.6 Functional and presentation currency

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

## 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### 3.2 Cash and cash equivalents

These comprise balances with banks in savings and current accounts, cheques in hand and other short-term highly liquid investments with original maturities of three months or less.

### 3.3 Financial assets

#### 3.3.1 Classification and subsequent measurement

##### 3.3.1.1 Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective and are instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All equity investments are required to be measured in the "Statement of Assets and Liabilities" at fair value, with gains and losses recognised in the "Income Statement", except where an irrevocable election has been made at the time of initial recognition to measure the investment at FVOCI. The management considers its investment in equity securities being managed as a group of assets and hence has classified them as FVPL. Accordingly, the irrevocable option has not been considered.

The dividend income for equity securities classified under FVPL is recognised in the Income Statement.

Since all investments in equity instruments have been designated as FVPL, the subsequent movement in the fair value of equity securities is routed through the Income Statement.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 3.3.2 Impairment

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

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

### 3.3.3 Regular way contracts

All regular way purchases and sales of financial assets are recognised on the trade date i.e. the date on which the Fund commits to purchase or sell the asset. Regular way purchases / sales of assets require delivery of securities within two days from the transaction date as per the stock exchange regulations.

### 3.3.4 Initial recognition and measurement

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

### 3.3.5 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Any gain or loss on derecognition of financial assets is taken to the Income Statement.

## 3.4 Financial liabilities

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

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

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 3.5 Offsetting of financial assets and financial liabilities

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

### 3.6 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.

### 3.7 Net asset value per unit

The Net Asset Value (NAV) per unit as disclosed in the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units in circulation at the year end.

### 3.8 Issue and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received by the distributors during business hours of the day when the application is received. The offer price represents the net assets value of the units as of the close of that business day plus the allowable sales load, provision for duties and charges and provision for transaction costs, if applicable.

Units redeemed are recorded at the redemption price prevalent on the date on which the distributors receive redemption applications during business hours on that date. The redeemed price represents the net assets value per unit less back end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

### 3.9 Distributions to unit holders

Distributions to the unit holders are recognised upon declaration and approval by the Board of Directors of the Management Company. Based on the Mutual Funds Association of Pakistan's (MUFAP) guidelines duly consented by the SECP, distribution for the year also includes portion of income already paid on units redeemed during the year.

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the year in which such distributions are declared and approved by the Board of Directors of the Management Company.

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

Element of income represents the difference between Net Asset Value (NAV) per unit on the issuance or redemption date, as the case may be, of units and the NAV per unit at the beginning of the relevant accounting period. Further, the element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund. However, to maintain the same ex-dividend NAV of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units in the same proportion as dividend bears to accounting income available for distribution.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 3.11 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the Income Statement, on the date when the transaction takes place.
- Unrealised gains / (losses) arising on revaluation of securities classified as financial assets 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.
- Dividend income is recognised when the Fund's right to receive the same is established i.e. on the commencement of date of book closure of the investee company / institution declaring the dividend.
- Profit on saving accounts with bank is recognised on a time proportion basis using the effective yield method.

### 3.12 Expenses

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

### 3.13 Taxation

#### Current

Provision for current taxation is based on taxable income at the current rates of taxes after taking into account tax credits and rebates, if any. The charge for current tax is calculated using the prevailing tax rates.

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 percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders. Furthermore, for the purpose of determining distribution of at least 90 percent of the accounting income, the income distributed through bonus units shall not be taken into account.

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. Moreover, super tax introduced in the Finance Act, 2015 is also not applicable on funds (Section 4B of the Income Tax Ordinance, 2001).

#### Deferred

Deferred tax is accounted for using the balance sheet liability method in respect of all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of the taxable profit. The deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax is calculated at the rates that are expected to apply to the period when the differences reverse, based on substantively enacted tax rates.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 3.14 Earnings / (loss) per unit

Earnings / (loss) per unit is calculated by dividing the net income of the year after taxation of the Fund by the weighted average number of units outstanding during the year.

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

### 3.15 Foreign currency translation

Transactions denominated in foreign currencies are accounted for in Pakistani Rupees at the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates for monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement.

	Note	2020	2019
		----- (Rupees) -----	
<b>4 BALANCES WITH BANKS</b>			
Balances with banks in saving accounts	4.1	<u>17,832,924</u>	<u>29,574,309</u>

4.1 The balances in saving accounts have expected profit rates ranging from 6.5% to 14.60% (2019: 10.5% to 13.60%) per annum and include a balance of Rs. 2,664,247 (2019: Rs.1,159,605) held with Faysal Bank Limited (a related party).

	Note	2020	2019
		----- (Rupees) -----	
<b>5 INVESTMENTS</b>			
Listed equity securities - at fair value through profit or loss	5.1	<u>86,028,213</u>	<u>82,921,224</u>

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

Name of investee company	Note	As at July 01, 2019	Purchased during the year	Bonus / right shares received during the year	Disposed off during the year	As at June 30, 2020	Carrying value as at June 30, 2020	Market value as at June 30, 2020	Unrealised gain / (loss) on revaluation	Percentage in relation to				
										Net assets	Total investments	Investee company paid-up capital		
						-----Number of shares-----			-----Rupees-----			-----%-----		

#### CHEMICAL

Engro Polymer and Chemicals Limited		395,000	1,234,500	-	1,629,500	-	-	-	-	-	-	-	-	-
Descon Oxychem Limited (face value Rs 5 per share)	5.1.1	110,000	592,000	-	478,500	223,500	4,538,184	6,671,475	2,133,291	6.36%	7.75%	0.00%		
Lote Chemical Pakistan Limited		560,000	1,180,500	-	1,740,500	-	-	-	-	-	-	-		
Ittehad Chemicals Limited		-	76,500	-	-	76,500	1,973,950	2,015,775	41,825	1.92%	2.34%	0.00%		
ICI Pakistan Limited		900	5,500	-	2,900	3,500	2,531,490	2,431,485	(100,005)	2.32%	2.83%	0.00%		
							9,043,624	11,118,735	2,075,111	10.60%	12.92%			

#### CEMENT

Lucky Cement Limited		-	229,000	-	217,282	11,718	5,461,498	5,408,794	(52,704)	5.15%	6.29%	0.00%
Kohat Cement Limited		-	176,500	-	170,000	6,500	974,808	893,425	(81,383)	0.85%	1.04%	0.00%
Maple Leaf Cement Factory Limited		-	1,635,500	-	1,549,000	86,500	2,462,936	2,247,270	(215,666)	2.14%	2.61%	0.01%
DG Khan Cement Company Limited		-	79,000	-	21,000	58,000	5,087,403	4,949,140	(138,263)	4.72%	5.75%	0.01%
Pioneer Cement Limited		-	74,500	-	19,500	55,000	3,026,625	3,467,200	440,575	3.30%	4.03%	0.02%
Cherat Cement Company Limited		-	273,000	-	240,000	33,000	3,034,175	2,876,610	(157,565)	2.74%	3.34%	0.02%
							20,047,445	19,842,439	(205,006)	18.91%	23.07%	

## Notes to the Financial Statements

For The Year Ended June 30, 2020

Name of investee company	Note	As at July 01, 2019	Purchased during the year	Bonus / right shares received during the year	Disposed off during the year	As at June 30, 2020	Carrying value as at June 30, 2020	Market value as at June 30, 2020	Unrealised gain / (loss) on revaluation	Percentage in relation to							
										Net assets	Total investments	Investee company paid-up capital					
						Number of shares			Rupees			%					
<b>COMMERCIAL BANKS</b>																	
Bank Alfalah Limited		120,000	224,000	-	344,000	-	-	-	-	-	-	-	-	-	-	-	-
Allied Bank Limited		27,200	10,000	-	37,200	-	-	-	-	-	-	-	-	-	-	-	-
National Bank of Pakistan		-	25,000	-	25,000	-	-	-	-	-	-	-	-	-	-	-	-
Meezan Bank Limited		-	70,000	-	70,000	-	-	-	-	-	-	-	-	-	-	-	-
Habib Bank Limited		-	237,500	-	237,500	-	-	-	-	-	-	-	-	-	-	-	-
Bank Al Habib Limited		16,500	77,000	-	93,500	-	-	-	-	-	-	-	-	-	-	-	-
The Bank of Punjab		-	2,423,500	-	2,423,500	-	-	-	-	-	-	-	-	-	-	-	-
MCB Bank Limited		12,000	328,600	-	340,600	-	-	-	-	-	-	-	-	-	-	-	-
United Bank Limited		26,000	381,600	-	407,600	-	-	-	-	-	-	-	-	-	-	-	-
							-	-	-	-	-	-	-	-	-	-	-
<b>FERTILIZER</b>																	
Engro Corporation Limited		20,800	338,600	-	340,400	19,000	5,592,556	5,565,480	(27,076)	5.30%	6.47%	0.00%					
Engro Fertilizers Limited		-	200,000	-	200,000	-	-	-	-	-	-	-					
Fauji Fertilizer Bin Qasim Limited		-	853,000	-	571,000	282,000	4,393,369	4,500,720	107,351	4.29%	5.23%	0.03%					
Fauji Fertilizer Company Limited		-	293,598	-	283,600	9,998	857,659	1,099,680	242,021	1.05%	1.28%	0.00%					
							10,843,584	11,165,880	322,296	10.64%	12.98%						
<b>ENGINEERING</b>																	
International Steels Limited		-	646,500	-	646,500	-	-	-	-	-	-	-					
Aisha Steel Mills Limited		-	125,000	-	125,000	-	-	-	-	-	-	-					
Amreli Steel Limited		-	210,000	-	210,000	-	-	-	-	-	-	-					
International Industries Limited		-	17,900	-	3,000	14,900	1,452,624	1,366,777	(85,847)	1.30%	1.59%	0.01%					
Mughal Iron And Steel Industries Limited		-	347,000	-	347,000	-	-	-	-	-	-	-					
							1,452,624	1,366,777	(85,847)	1.30%	1.59%						
<b>FOODS AND PERSONAL CARE PRODUCTS</b>																	
Fauji Foods Limited		-	45,000	-	45,000	-	-	-	-	-	-	-					
Matco Foods Limited		39,500	-	-	39,500	-	-	-	-	-	-	-					
At-Tahur Limited	5.1.1	-	200,000	-	50,000	150,000	3,170,500	2,584,500	(586,000)	2.46%	3.00%	0.01%					
							3,170,500	2,584,500	(586,000)	2.46%	3.00%						
<b>INSURANCE</b>																	
Adamjee Insurance Company Limited		-	165,000	-	20,000	145,000	6,181,902	4,800,950	(1,380,952)	4.57%	5.58%	0.04%					
							6,181,902	4,800,950	(1,380,952)	4.57%	5.58%						
<b>OIL AND GAS MARKETING COMPANIES</b>																	
Sui Northern Gas Pipelines Limited		63,000	542,000	-	605,000	-	-	-	-	-	-	-					
							-	-	-	-	-	-					
<b>OIL AND GAS EXPLORATION COMPANIES</b>																	
Pakistan Oil Fields Limited		19,800	97,600	-	117,400	-	-	-	-	-	-	-					
Hascal Petroleum Limited		-	265,000	-	265,000	-	-	-	-	-	-	-					
Pakistan Petroleum Limited		55,600	733,709	14,520	763,829	40,000	3,638,413	3,471,200	(167,213)	3.31%	4.03%	0.00%					
Pakistan State Oil Company Limited		-	268,200	1,000	265,700	3,500	506,335	553,560	47,225	0.53%	0.64%	0.00%					
Mari Petroleum Company Limited	5.1.1	6,840	10,000	596	14,456	2,980	4,046,449	3,685,217	(361,232)	3.51%	4.28%	0.00%					
Oil & Gas Development Company Limited	5.1.1	65,000	552,500	-	592,500	25,000	2,690,001	2,725,000	34,999	2.60%	3.17%	0.00%					
							10,881,198	10,434,977	(446,221)	9.94%	12.13%						
<b>PHARMACEUTICALS</b>																	
AGP Limited		19,000	96,500	-	106,500	9,000	827,318	987,660	160,342	0.94%	1.15%	0.00%					
Ferozsons Laboratories Limited		-	22,100	-	11,100	11,000	3,283,808	3,304,730	20,922	3.15%	3.84%	0.04%					
The Searle Company Limited		-	47,000	-	47,000	-	-	-	-	-	-	-					
							4,111,126	4,292,390	181,264	4.09%	4.99%						
<b>POWER GENERATION AND DISTRIBUTION</b>																	
The Hub Power Company Limited		-	450,175	-	413,000	37,175	2,868,477	2,695,188	(173,289)	2.57%	3.13%	0.00%					
Nishat Chunian Power Limited		-	25,000	-	25,000	-	-	-	-	-	-	-					
Nishat Power Limited		-	25,000	-	25,000	-	-	-	-	-	-	-					
Kot Addu Power Company Limited		-	25,000	-	25,000	-	-	-	-	-	-	-					
K-Electric Limited (face value Rs. 3.5 per share)		-	1,345,500	-	1,057,000	288,500	1,253,907	868,385	(385,522)	0.83%	1.01%	0.00%					
							4,122,384	3,563,573	(558,811)	3.40%	4.14%						
<b>TECHNOLOGY &amp; COMMUNICATIONS</b>																	
Systems Limited		-	77,700	-	38,000	39,700	6,191,916	7,292,092	1,100,176	6.95%	8.48%	3.22%					
TRG Pakistan Limited - Class 'A'		-	505,000	-	395,000	110,000	3,114,103	3,106,400	(7,703)	2.96%	3.61%	0.01%					
							9,306,019	10,398,492	1,092,473	9.91%	12.09%						

## Notes to the Financial Statements

For The Year Ended June 30, 2020

Name of investee company	Note	As at July 01, 2019	Purchased during the year	Bonus / right shares received during the year	Disposed off during the year	As at June 30, 2020	Carrying value as at June 30, 2020	Market value as at June 30, 2020	Unrealised gain / (loss) on revaluation	Percentage in relation to		
										Net assets	Total investments	Investee company paid-up capital
						Number of shares	Rupees		%			
<b>TEXTILE COMPOSITE</b>												
Nishat Mills Limited		20,000	219,300	-	216,300	23,000	1,728,604	1,794,230	65,626	1.71%	2.09%	0.01%
Nishat Chunian Limited		15,000	33,000	-	25,000	23,000	688,421	746,350	57,929	0.71%	0.87%	0.01%
							2,417,025	2,540,580	123,555	2.42%	2.95%	
<b>VANASPATI AND ALLIED INDUSTRIES</b>												
Unity Foods Limited		-	365,000	-	365,000	-	-	-	-	-	-	-
							-	-	-	-	-	-
<b>GLASS &amp; CERAMICS</b>												
Tariq Glass Industries Limited		-	31,000	-	-	31,000	2,147,955	2,000,120	(147,835)	1.91%	2.32%	0.03%
							2,147,955	2,000,120	(147,835)	1.91%	2.32%	
<b>INV. BANK/INV. COMPANIES/SECURITIES CO.</b>												
Dawood Hercules Corporation Limited		-	15,000	-	-	15,000	2,037,237	1,918,800	(118,437)	1.83%	2.23%	0.00%
							2,037,237	1,918,800	(118,437)	1.83%	2.23%	
<b>AUTOMOBILE ASSEMBLER</b>												
Honda Atlas Cars Pakistan Limited		-	18,000	-	18,000	-	-	-	-	-	-	-
							-	-	-	-	-	-
<b>June 30, 2020</b>							<b>85,762,623</b>	<b>86,028,213</b>	<b>265,590</b>	<b>81.98%</b>		
<b>June 30, 2019</b>							<b>94,944,086</b>	<b>82,921,224</b>	<b>(12,022,862)</b>			

5.1.1 Investments include the following company shares which have been pledged with 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.

	2020 --- (Number of shares) ---	2019	2020 ----- (Rupees) -----	2019
Bank Alfalah Limited	-	120,000	-	5,230,800
The Hub Power Company Limited	-	-	-	-
Engro Corporation Limited	-	14,800	-	3,930,880
Engro Polymer and Chemicals Limited	-	250,000	-	6,740,000
Mari Petroleum Company Limited	2,980	3,000	3,685,217	3,027,990
Oil & Gas Development Company Limited	-	35,000	-	4,602,150
Adamjee Insurance Company Limited	145,000	-	4,800,950	-
Descon Oxychem Limited	223,500	-	6,671,475	-
At-Tahur Limited	150,000	-	2,584,500	-
	<u>521,480</u>	<u>422,800</u>	<u>17,742,142</u>	<u>23,531,820</u>

## Notes to the Financial Statements

For The Year Ended June 30, 2020

		2020	2019
		----- (Rupees) -----	-----
<b>5.2</b>	<b>Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'</b>		
	Market value of investments	86,028,213	82,921,224
	Less: Carrying value of investments	85,762,623	94,944,086
		<u>265,590</u>	<u>(12,022,862)</u>
<b>6</b>	<b>DEPOSITS, ADVANCES AND OTHER RECEIVABLES</b>		
		----- (Rupees) -----	-----
	Security deposits		
	- National Clearing Company of Pakistan Limited	2,500,000	2,500,000
	- Central Depository Company of Pakistan Limited	107,500	107,500
		<u>2,607,500</u>	<u>2,607,500</u>
	Profit receivable on balances with banks	72,924	480,038
	Dividend receivable	30,000	1,510,750
	Prepayments	-	124,197
	Advance tax	456,697	423,466
	Receivable against sale of investments	-	2,893,587
	Prepaid rating fee	156,989	-
		<u>3,324,110</u>	<u>8,039,538</u>

- 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 and 150. However, withholding tax on dividend and profit on debt paid to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated 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 before him by the withholders. The tax withheld on dividends and profit on debt amounts to Rs. 456,697 (2019: Rs. 423,466).

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 the FBR. On January 28, 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

## Notes to the Financial Statements

For The Year Ended June 30, 2020

to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on dividends and profits received by the Fund has been shown as other receivables as at June 30, 2020, as, in the opinion of the management, the amount of tax deducted at source will be refunded.

7	<b>RECEIVABLE FROM THE MANAGEMENT COMPANY</b>	Note	2020	2019
		----- (Rupees) -----		
	Reimbursement from the Management Company	7.1	2,035,000	-

7.1 The Total expense Ratio (TER) of the Fund shall be within the maximum limit of 4.5% as prescribed under NBFC Regulations for a collective investment scheme recognised as an equity scheme. However the TER of the fund exceeded the above limit. As a result the Fund has recorded reimbursement from Management Company to comply with the TER.

8	<b>PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY</b>	Note	2020	2019
		----- (Rupees) -----		
	Management fee payable	8.1	129,879	213,909
	Sales tax payable on Management fee	8.2	25,364	27,803
	Allocated expenses payable	8.3	199,075	70,862
	Selling and marketing expenses payable	8.4	249,893	-
	Sales load payable		29,448	293
			<u>633,659</u>	<u>312,867</u>

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company was charging its remuneration at the rate of 2% per annum of the average net assets of the Fund till January 12, 2020 (2% from July 1, 2018 till June 30, 2019).

During the year ended June 30, 2020, through a circular resolution of the Board of Directors dated December 16, 2019, the Management Company has changed its remuneration structure from the one mentioned above to a variable fee structure where the Management Company has defined a maximum fee level in the Fund's offering document at the rate of 2% of average annual net assets. The Trustee has consented to this revision via their letters CDC/ T&C-S II/DH/0004/2020 dated January 1, 2020. The Board of the Management Company has also defined a minimum threshold of 1% of net assets through the aforementioned circular resolution. As a consequence thereof, the Management Company is now charging its remuneration variably keeping in view the overall return of the Fund and subject to the maximum percentage approved by the Board, the Trustee and the SECP and the minimum percentage approved by the Board and subject to the total expense ratio of the Fund as defined under the NBFC Regulations.

The Management Company has charged remuneration at the rate of 1% of average annual net assets from January 13, 2020 to June 30, 2020 which is payable in arrears.

8.2 During the year, an amount of Rs. 269,613 (2019: Rs. 471,661) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

- 8.3** In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a collective investment scheme (CIS).

Until June 19, 2019 there was a maximum cap of 0.1% of the average annual net assets of the scheme or actual whichever is less, for allocation of such expense to the Fund. However, the SECP vide its SRO 639 dated June 20, 2019 removed the maximum cap of 0.1%.

During the year ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, has given Management Company, the discretion for charging allocated expenses directly on the Fund. Therefore, the Management Company is now charging the allocated expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the Fund as defined under the NBFC Regulations.

The summary of rates of allocated expenses charged by the Management Company from January 13, 2020 to June 30, 2020 (2019: 1% of average annual net assets) is as follows:

Date		% of net assets
From	To	
01-Jul-19	17-May-20	0.10%
18-May-20	30-Jun-20	0.15%

- 8.4** The SECP has allowed asset management companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) initially for three years (from January 1, 2017 till December 31, 2019). The maximum cap of selling and marketing expense shall be 0.4% per annum of the net assets of the fund or actual expenses whichever is lower.

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

As a consequence thereof, the Board of Directors of the Management Company has approved the annual plan for charging of selling and marketing expenses to the funds under the management of the Management Company through a circular resolution dated December 16, 2019. Furthermore, the Board, through the same circular resolution, has given discretion to the Management Company for charging selling and marketing expenses directly on the Fund as it may decide. Therefore, the Management Company is now charging the selling and marketing expenses variably keeping in view the overall return of the Fund and subject to the total expense ratio of the Fund as defined under the NBFC Regulations.

Accordingly, the Management Company has charged selling and marketing expenses at the rate of 1% of average annual net assets from January 13, 2020 to June 30, 2020.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

9	<b>PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE</b>	<b>Note</b>	<b>2020</b>	<b>2019</b>
		----- (Rupees) -----		
	Remuneration payable to the Trustee	9.1	61,940	59,955
	Sales tax payable on Trustee fee	9.2	8,055	7,796
			<u>69,995</u>	<u>67,751</u>

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

<b>Net Assets (Rs.)</b>	<b>Fee</b>
up to Rs 1,000 million	0.20% per annum of net assets
from Rs 1,000 million and above	Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million.

9.2 During the year, an amount of Rs. 37,969 (2019: Rs. 91,002) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

10	<b>PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN</b>	<b>Note</b>	<b>2020</b>	<b>2019</b>
		----- (Rupees) -----		
	Annual fee	10.1	<u>24,939</u>	<u>172,313</u>

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

Effective from July 1, 2019, the SECP vide SRO No. 685(I)/2019 dated June 28, 2019, revised the rate of annual fee to 0.02% of net assets, applicable on all categories of CISs. Previously, the rate of annual fee applicable was 0.095%. Accordingly, the Fund has charged SECP Fee at the rate of 0.02% of net assets during the current year.

11	<b>ACCRUED EXPENSES AND OTHER LIABILITIES</b>	<b>Note</b>	<b>2020</b>	<b>2019</b>
		----- (Rupees) -----		
	Brokerage payable		170,964	224,672
	Withholding tax payable		-	981
	Auditors remuneration payable		732,885	497,795
	Zakat payable		78,366	78,366
	Provision for Sindh Workers' Welfare Fund (SWWF)	11.1	1,271,604	1,082,489
	Provision for Federal Excise Duty and related			
	Sindh Sales Tax on management fee	11.2	1,209,652	1,209,652
	Other liabilities		<u>88,316</u>	<u>410,116</u>
			<u>3,551,787</u>	<u>3,504,071</u>

## Notes to the Financial Statements

For The Year Ended June 30, 2020

**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).

Had the provision for SWWF not been recorded in the financial statements of the Fund for the period from May 21, 2015 to June 30, 2020, the net asset value per unit of the Fund as at June 30, 2020 would have been higher by Re. 0.55 (2019: Re 0.40).

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

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

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

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 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 1.209 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 0.52 (2019: Re 0.45) per unit.

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2020 and June 30, 2019.

13 AUDITORS' REMUNERATION	2020	2019
	----- (Rupees) -----	-----
Annual audit fee	420,000	400,000
Half yearly review of condensed interim financial statements	170,590	150,000
Fee for other certifications	45,000	116,290
Out of pocket expenses	74,700	-
	<u>710,290</u>	<u>666,290</u>

### 14 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at June 30, 2020 is 4.99% which includes 0.81% 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 4.5% 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 Company has distributed, subsequent to the year end, the income earned by the Fund for the year to the unit holders in the manner as explained above, accordingly, no provision for taxation has been made in these financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Moreover, super tax introduced in Finance Act, 2015 is also not applicable on Funds as per Income Tax Ordinance, 2001.

### 16 EARNINGS / (LOSS) 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 calculating EPU is not practicable.

### 17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

**17.1** Connected persons 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, any entity in which the Management Company,

## Notes to the Financial Statements

For The Year Ended June 30, 2020

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.

- 17.2** Transactions with connected persons essentially comprise of 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.
- 17.3** Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.
- 17.4** Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the Trust Deed.
- 17.5** 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:

	2020	2019
	----- (Rupees) -----	
<b>Transactions during the year</b>		
<b>Faysal Asset Management Limited (Management Company)</b>		
Remuneration of the Management Company	2,008,675	3,628,169
Sindh sales tax on remuneration of the Management Company	269,613	471,661
Allocated expenses	128,214	179,401
Selling and marketing expenses	532,114	
Issuance of 494,350 units (2019: Nil units)	21,000,000	-
Redemption of 494,350 units (2019: Nil units)	20,471,045	-
<b>Faysal Bank Limited (Group / Associated Company)</b>		
Return on balances with banks	187,038	368,568
Issuance of 696,541 units (2019: 297,147 units)	30,878,972	15,000,000
Redemption of 686,814 units (2019: Nil units)	30,000,000	-
<b>Central Depository Company of Pakistan Limited - (Trustee of the Fund)</b>		
Remuneration of the Trustee	292,069	700,001
Sindh sales tax on remuneration of the Trustee	37,969	91,002
Settlement charges	106,690	108,664
<b>Directors and Key Management Personnel</b>		
Issuance of 26,275 units	1,150,278	-
Redemption of 8,004 units	345,745	-
<b>Unit Holders Holding 10% or more units</b>		
Issuance of 267,559 units (2019: Nil units)	12,050,836	-

**Notes to the Financial Statements**

For The Year Ended June 30, 2020

	2020	2019
	----- (Rupees) -----	
<b>Outstanding balances</b>		
<b>Faysal Asset Management Limited (Management Company)</b>		
Receivable from the Management Company - net	2,035,000	-
Management fee payable	129,879	213,909
Sales tax payable on Management fee	25,364	27,803
Allocated expenses payable	199,075	70,862
Selling and marketing expenses payable	249,893	-
Sales load payable	29,448	293
<b>Faysal Bank Limited (Group / Associated Company)*</b>		
Outstanding 863,056 units (2019: 853,329 units)	38,872,042	36,752,880
Balances with banks	2,664,247	1,159,605
	2020	2019
	----- (Rupees) -----	
<b>Central Depository Company of Pakistan Limited - (Trustee of the Fund)</b>		
Remuneration payable to the Trustee	61,940	59,955
Sales tax payable on Trustee fee	8,055	7,796
Security deposit	107,500	107,500
<b>Directors and Key Management Personnel</b>		
Outstanding 18,271 units (2019: nil units)	822,926	-
<b>Unit Holders Holding 10% or more units</b>		
Outstanding 267,559 units (2019: Nil units)	12,050,836	-

\* This unit holder also holds 10% or more units as on June 30, 2020

**Notes to the Financial Statements**

For The Year Ended June 30, 2020

**18 FINANCIAL INSTRUMENTS BY CATEGORY**

-----2020-----			
At amortised cost	At fair value through profit or loss	Total	
Rupees			
Financial assets			
Balances with banks	17,832,924	-	17,832,924
Investments	-	86,028,213	86,028,213
Deposits, advances and other receivables	2,710,424	-	2,710,424
Receivable from the Management Company	2,035,000	-	2,035,000
	<u>22,578,348</u>	<u>86,028,213</u>	<u>108,606,561</u>

-----2020-----		
At amortised cost	At fair value through profit or loss	Total
Rupees		

**Financial liabilities**

Payable to Faysal Asset Management Limited - the Management Company	633,659	-	633,659
Payable to Central Depository Company of Pakistan Limited - Trustee	69,995	-	69,995
Accrued expenses and other liabilities	992,165	-	992,165
	<u>1,695,819</u>	<u>-</u>	<u>1,695,819</u>

-----2019-----		
At amortised cost	At fair value through profit or loss	Total
Rupees		

**Financial assets**

Balances with banks	29,574,309	-	29,574,309
Investments	-	82,921,224	82,921,224
Deposits, advances and other receivables	7,491,875	-	7,491,875
	<u>37,066,184</u>	<u>82,921,224</u>	<u>119,987,408</u>

-----2019-----		
At amortised cost	At fair value through profit or loss	Total
Rupees		

**Financial liabilities**

Payable to Faysal Asset Management Limited - Management Company	312,867	-	312,867
Payable to Central Depository Company of Pakistan - Trustee	67,751	-	67,751
Accrued expenses and other liabilities	1,132,583	-	1,132,583
	<u>1,513,201</u>	<u>-</u>	<u>1,513,201</u>

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 19 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

#### 19.1 Market risk

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

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee.

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

##### (i) Yield / profit rate risk

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2020, the Fund is exposed to such risk on its balances with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

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

Presently, the Fund holds balances with banks which expose the Fund to cash flow profit rate risk. In case of 100 basis points increase/ decrease in applicable rates on the last repricing date with all other variables held constant, the net income/ loss for the year and net assets of the Fund would have been higher/ lower by Rs. 0.178 million (2019: Rs. 0.296 million)

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

As at 30 June 2020, the Fund does not hold any fixed rate instrument that may expose the Fund to fair value profit rate risk.

The Fund's profit rate sensitivity related to financial assets and financial liabilities as at June 30, 2020 can be determined as follows:

## Notes to the Financial Statements

For The Year Ended June 30, 2020

----- 2020 -----					
Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

----- Rupees -----

**Financial assets**

Balances with banks	6.5% - 14.6%	17,832,924	-	-	-	17,832,924
Investments		-	-	-	86,028,213	86,028,213
Deposits, advances and other receivables		-	-	-	2,710,424	2,710,424
Receivable from the Management Company		-	-	-	2,035,000	2,035,000
		17,832,924	-	-	90,773,637	108,606,561

**Financial liabilities**

Payable to Faysal Asset Management Limited - Management Company		-	-	-	633,659	633,659
Payable to Central Depository Company of Pakistan - Trustee		-	-	-	69,995	69,995
Accrued expenses and other liabilities		-	-	-	992,165	992,165
		-	-	-	1,695,819	1,695,819

**On-balance sheet gap (a)**

	17,832,924	-	-	89,077,818	106,910,742
--	------------	---	---	------------	-------------

**Off-balance sheet financial instruments**

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

**Off-balance sheet gap (b)**

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

**Total interest rate sensitivity gap (a+b)**

	17,832,924	-	-		
--	------------	---	---	--	--

**Cumulative interest rate sensitivity gap**

	17,832,924	17,832,924	17,832,924		
--	------------	------------	------------	--	--

----- 2019 -----					
Effective yield / profit rate (%)	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		

----- Rupees -----

**Financial assets**

Balances with banks	10.5% - 13.6%	29,574,309	-	-	-	29,574,309
Investments		-	-	-	82,921,224	82,921,224
Deposits, advances and other receivables		-	-	-	7,491,875	7,491,875
		29,574,309	-	-	90,413,099	119,987,408

**Financial liabilities**

Payable to Faysal Asset Management Limited - Management Company		-	-	-	312,867	312,867
Payable to Central Depository Company of Pakistan - Trustee		-	-	-	67,751	67,751
Accrued expenses and other liabilities		-	-	-	1,132,583	1,132,583
		-	-	-	1,513,201	1,513,201

**On-balance sheet gap (a)**

	29,574,309	-	-	88,899,898	118,474,207
--	------------	---	---	------------	-------------

**Off-balance sheet financial instruments**

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

**Off-balance sheet gap (b)**

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

**Total interest rate sensitivity gap (a+b)**

	29,574,309	-	-		
--	------------	---	---	--	--

**Cumulative interest rate sensitivity gap**

	29,574,309	29,574,309	29,574,309		
--	------------	------------	------------	--	--

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### (ii) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

### (iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from profit rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Equity price risk is the risk that the fair value of equity instruments decreases as a result of changes in the level of equity indices and the value of individual stocks.

In case of 1% increase / decrease in KSE 100 index on June 30, 2020, with all other variables held constant, the total comprehensive income of the Fund for the year would increase / decrease by Rs. 0.86 million (2019: 0.83 million) and the net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities classified as financial assets at fair value through profit or loss.

The analysis is based on the assumption that equity index had increased / decreased by 1% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the KSE 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KSE 100 Index, is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2020 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of the KSE 100 Index.

## 19.2 Liquidity risk

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

The Fund is exposed to daily redemptions at the option of unit holders. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

As per the NBFC Regulations, 2008, the Fund can borrow in the short-term to ensure settlement the maximum limit of which is fifteen percent of the net assets upto 90 days and would be secured by the assets of the Fund.

In order to manage the Fund's overall liquidity, the Fund may also withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as

## Notes to the Financial Statements

For The Year Ended June 30, 2020

redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any redemptions during the year.

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

-----2020-----						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total

----- Rupees in '000 -----

### Financial assets

Balances with banks	17,832,924	-	-	-	-	17,832,924
Investments	-	-	-	-	86,028,213	86,028,213
Deposits, advances and other receivables	102,924	-	-	-	2,607,500	2,710,424
Receivable from the Management Company	2,035,000	-	-	-	-	2,035,000
	19,970,848	-	-	-	88,635,713	108,606,561

Check

108,606,561.00	-
----------------	---

### Financial liabilities

Payable to Faysal Asset Management Limited - Management Company	633,659	-	-	-	-	633,659
Payable to Central Depository Company of Pakistan Limited - Trustee	69,995	-	-	-	-	69,995
Accrued expenses and other liabilities	992,165	-	-	-	-	992,165
	1,695,819	-	-	-	-	1,695,819

1,695,819	-
-----------	---

### Net financial assets / (liabilities)

18,275,029	-	-	-	-	88,635,713	106,910,742
------------	---	---	---	---	------------	-------------

-----2019-----						
Within 1 month	More than one month and upto three months	More than three months and upto one year	More than one year and upto five years	More than 5 years	Financial instruments with no fixed maturity	Total

----- Rupees in '000 -----

### Financial assets

Balances with banks	29,574,309	-	-	-	-	29,574,309
Investments	-	-	-	-	82,921,224	82,921,224
Deposits, advances and other receivables	4,884,375	-	-	-	2,607,500	7,491,875
	34,458,684	-	-	-	85,528,724	119,987,408

### Financial liabilities

Payable to Faysal Asset Management Limited - Management Company	312,867	-	-	-	-	312,867
Payable to Central Depository Company of Pakistan Limited - Trustee	67,751	-	-	-	-	67,751
Accrued expenses and other liabilities	1,132,583	-	-	-	-	1,132,583
	1,513,201	-	-	-	-	1,513,201

### Net financial assets / (liabilities)

32,945,483	-	-	-	-	85,528,724	118,474,207
------------	---	---	---	---	------------	-------------

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 19.3 Credit risk

**19.3.1** Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. The table below analyses the Fund's maximum exposure to credit risk:

The table below analyses the Fund's maximum exposure to credit risk:

	2020		2019	
	Balance as per statement of assets and liabilities	Maximum exposure to credit risk	Balance as per statement of assets and liabilities	Maximum exposure to credit risk
	----- Rupees -----			
Balances with banks	17,832,924	17,832,924	29,574,309	29,574,309
Investments	86,028,213	-	82,921,224	-
Deposits, advances and other receivables	2,710,424	2,710,424	7,491,875	7,491,875
Receivable from the Management Company	2,035,000	2,035,000	-	-
	<u>108,606,561</u>	<u>22,578,348</u>	<u>119,987,408</u>	<u>37,066,184</u>

The maximum exposure to credit risk before any credit enhancement as at June 30, 2020 is the carrying amount of the financial assets. The difference is because of investment in equity securities which are not exposed to credit risk.

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

### 19.3.2 Credit quality of financial assets

The Fund's significant credit risk (excluding credit risk relating to settlement of equity securities) arises mainly on account of its placements in banks and mark-up accrued thereon. The credit rating profile of balances with banks is as follows:

Rating category	2020	2019
	-----%-----	
AAA	0.79	0.44
AA+	23.30	4.02
AA	15.71	70.57
AA-	60.20	24.97
	<u>100.00</u>	<u>100.00</u>

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 20 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by redeemable units. These units are entitled to dividends 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 restriction on the subscription and redemption of units. As required under the NBFC Regulations, 2008 every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the year, the Fund remained below one hundred million rupees on certain days, however the same was complied within the time limit as specified in the NBFC Regulations.

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

In accordance with the risk management policies as stated in note 19, the Fund endeavours to invest the subscriptions received in appropriate investment avenues while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments or short term borrowings, where necessary.

### 21 FAIR VALUE MEASUREMENT

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

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

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

#### Fair value hierarchy

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

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

## Notes to the Financial Statements

For The Year Ended June 30, 2020

As at June 30, 2020, the Fund held the following financial instruments measured at fair values:

2020			
Level 1	Level 2	Level 3	Total

----- (Rupees) -----

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

Listed equity securities	86,028,213	-	-	86,028,213
	<u>86,028,213</u>	<u>-</u>	<u>-</u>	<u>86,028,213</u>

2019			
Level 1	Level 2	Level 3	Total

----- (Rupees) -----

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

Listed equity securities	82,921,224	-	-	82,921,224
	<u>82,921,224</u>	<u>-</u>	<u>-</u>	<u>82,921,224</u>

## 22 UNIT HOLDING PATTERN OF THE FUND

Category	2020			2019		
	Number of unit holders	Number of unit held	Percentage of total	Number of unit holders	Number of unit held	Percentage of total
Associated company	2	863,057	37.05%	2	853,328	31.55%
Insurance company	-	-	-	-	-	-
Retirement funds	9	598,682	25.70%	6	592,793	21.92%
Individuals	217	575,754	24.71%	181	720,086	26.62%
Banks and DFIs	-	-	-	-	-	-
NBFCs	-	-	-	-	-	-
Other	6	292,176	12.54%	7	538,493	19.91%
	<u>234</u>	<u>2,329,669</u>	<u>100%</u>	<u>196</u>	<u>2,704,700</u>	<u>100%</u>

**Notes to the Financial Statements**

For The Year Ended June 30, 2020

**23 LIST OF BROKERS BY PERCENTAGE OF COMMISSION PAID**

Name of broker	2020	2019
	Percentage of commission paid	Percentage of commission paid
Topline Securities Limited	13.27%	-
Khadim Ali Shah Bukhari Securities (Pvt.) Limited	7.84%	-
Next Capital Limited	7.60%	7.05%
Intermarket Securities Limited	7.46%	8.35%
AKD Securities Limited	6.98%	-
Vector Securities (Pvt.) Limited	6.78%	-
Ismail Iqbal Securities (Pvt.) Limited	6.13%	-
EFG Hermes Pakistan Limited	6.01%	-
Taurus Securities Limited	5.78%	8.14%
Shajar Capital Pakistan (Pvt.) Limited	5.34%	7.17%
Arif Habib Securities Limited	-	8.81%
Abbasi Securities (Pvt.) Limited	-	7.18%
Burj Capital Pakistan (Pvt.) Limited	-	6.58%
DJM Securities (Pvt.) Limited	-	6.57%
JS Global Capital Limited	-	6.35%
Invest & Finance Securities (Pvt.) Limited	-	6.16%
	<b>73.19%</b>	<b>72.36%</b>

**24 DETAILS OF MEMBERS OF THE INVESTMENT COMMITTEE**

Name	Designation	Qualification	Overall experience
Mr. Khaldoon Bin Latif	Chief Executive Officer	B.Sc. Economics	Over 16 years
Mr. Ayub Khuuro	Chief Investment Officer	B.Sc. Economics	Over 11 years
Mr. Khurram M. Arif	Fund Specialist - Equities	B.com , CFA	Over 10 years
Mr. Faisal Ali Khan	CFO and Company Secretary	B.com, CA	Over 16 years
Mr. Muhammad Akbar Latif Khan	Head of Research	B.com	Over 5 years
Mr. Khurram Salman	Head of Compliance and Internal Audit	B.com, CA	Over 15 years
Mr. Mohammad Qasim	Head of Risk	B.S. (Actuarial Science & Risk Management) & MBA (Fin.)	Over 10 years

**25 NAME AND QUALIFICATION OF THE FUND MANAGER**

Name	Designation	Qualification	Other funds managed by the Fund manager
Mr. Khurram M. Arif	Fund Specialist - Equities	B.com , CFA	FAAF, FSPF, FFPF, FIDEF, FIFPF

## Notes to the Financial Statements

For The Year Ended June 30, 2020

### 26 MEETINGS OF BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Name of directors	Designation	Attended meeting held on					
		August 19, 2019	September 12, 2019	October 21, 2019	January 01, 2020	January 31, 2020	April 17, 2020
Mr. Salman Ahmed Usmani	Chairman	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Osman Asghar Khan	Director	No	Yes	No	No	Yes	Yes
Mr. Farooq Hassan*	Director	Yes	Yes	No	No	No	No
Mr. Tahir Yaqoob Bhatti	Director	Yes	Yes	No	Yes	Yes	Yes
Mr. Syed Muhammad Fraz Zaidi	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Mian Salman Ali	Director	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Nadir Rahman**	Director	No	No	Yes	Yes	Yes	Yes
Mr. Khaldoon Bin Latif	Chief Executive Officer	Yes	Yes	Yes	Yes	Yes	Yes

\*retired

\*\*elected in September 2019

### 27 CORRESPONDING FIGURES

Corresponding figures have been re-classified and re-arranged in these financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current year. No significant rearrangements or reclassifications have been made in these financial statements during the current year.

### 28 NON ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

The Chief Executive Officer, as authorised by the Board of Directors of the Management Company, on July 01, 2020 approved a final distribution of Rs. 3.86 per unit on the face value of Rs. 100 each (i.e 3.86%) amounting to Rs. 8.993 million. The financial statements of the Fund for the year ended June 30, 2020 do not include the effect of this distribution which will be accounted for in the financial statements of the Fund for the year ending June 30, 2021.

### 29 GENERAL

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

#### 29.2 Impacts of COVID-19

The COVID-19 pandemic has taken a toll on all economies and emerged as a contagion risk around the globe, including Pakistan. To reduce the impact on businesses and economies in general, regulators / governments across the globe have introduced a host of measures on both the fiscal and economic fronts.

The Securities and Exchange Commission of Pakistan (SECP) has provided the following relaxations to the asset management companies operating in Pakistan for a specific period:

## Notes to the Financial Statements

For The Year Ended June 30, 2020

- a) The time period to regularise the exposure limits breach under Regulation 55(13) of the NBFC Regulations has been extended from four months to six months;
- b) Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- c) The time period for classification of a debt security to non-performing category has been extended from 15 days to 180 days as per the requirements of Annexure-II of Circular 33 of 2012;
- d) Time period to ensure compliance with minimum fund size for open end schemes under Regulation 54(3)(b) of the NBFC regulations has been increased to 180 days for open end schemes; and
- e) Time for announcement of daily NAV as per the regulatory requirement is extended from 18:30 pm to the start of the next working day.

### 29.3 Operational risk management

The Management Company is closely monitoring the situation and has invoked required actions to ensure safety and security of the staff and an uninterrupted service to the customers. Business Continuity Plans (BCP) for respective areas are in place and tested. The Management Company has significantly enhanced monitoring for all cyber security risk during these times from its information security protocols. The remote work capabilities were enabled for critical staff and related risk and control measures were assessed to make sure they are fully protected using virtual private network (VPN) connections. Further, the Management Company has also ensured that its remote access systems are sufficiently resilient to any unwanted cyber-attacks.

The Management Company has made an assessment of COVID-19 on the credit risk and liquidity risk and believes that there is no significant impact on the Fund.

### 30 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on August 13, 2020 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited  
(Management Company)

---

Chief Financial Officer

---

Chief Executive Officer

---

Director

**SUPPLEMENTARY NON FINANCIAL INFORMATION  
DISCLOSURE REQUIREMENTS UNDER CLAUSE 6 - NOTES TO THE ACCOUNTS SUB CLAUSE (I)  
AND CLAUSE 11 - PERFORMANCE TABLE OF THE 5TH SCHEDULE TO THE  
NON BANKING FINANCE COMPANIES AND NOTIFIED ENTITIES REGULATIONS, 2008**

	June 30, 2020	June 30, 2019	June 30, 2018
	(Rupees)		
<b>(i) PERFORMANCE TABLE</b>			
Net assets	104,939,867	116,478,069	221,415,284
Net assets value per unit	45.04	43.07	60.02
Offer price per unit	46.40	44.37	61.83
Repurchase price per unit	45.04	43.07	60.02
Highest offer price per unit	57.36	65.06	74.8
Highest repurchase price per unit	55.68	63.16	74.8
Lowest offer price per unit	36.73	44.32	59.91
Lowest repurchase price per unit	35.66	43.02	58.24
 Total return:	 4.57%	 -28.24%	 -18.31%
- capital growth	-4.39%	-28.24%	-18.31%
- income distribution	8.96%	-	-
 Average annual return: (Launch date: April 19, 2004)			
- one year	4.57%	-28.24%	-18.31%
- two years	-11.84%	-23.28%	-2.01%
- three years	-13.99%	-10.75%	1.13%
 Distribution per unit:			
- Interim distribution (% per unit)	8.96%	-	-
- Final distribution (% per unit)	-	-	-
	8.96%	-	-

\* Announced on 01 July 2020

The Fund's past performance is not necessarily indicative of future performance. Therefore, the unit prices and investment returns may go down, as well as up.

**(ii) Responsibilities towards Proxy Voting as per Regulation 38A**

Faysal Asset Management Limited (FAML) on behalf of Faysal Stock Fund (FSF) a collective investment scheme (CIS) under its management did not participate in shareholders' meetings. Further, the proxy voting policy of the FSF is available on the website of the FAML and detailed information regarding actual proxies voted by the FAML (if any) in respect of the CIS is also available without charge, upon request, to all unit holders.

**(iii) MEETINGS OF THE AUDIT COMMITTEE**

Following is the analysis of the attendance in the meetings of the Audit Committee of the Management Company during the year:

Name of Member	Meetings attended	Meeting held on				
		Aug 19, 2019	Sep 12, 2019	Oct 21, 2019	Jan 31, 2020	Apr 17, 2020
Mr. Osman Asghar Khan	4	-	1	1	1	1
Mr. Mian Salman Ali	5	1	1	1	1	1
Syed Muhammad Fraz Zaidi	5	1	1	1	1	1

**(iv) MEETINGS OF THE HUMAN RESOURCE AND REMUNERATION COMMITTEE**

Following is the analysis of the attendance in the meetings of the Human Resource and Remuneration Committee of the Management Company during the year:

Name of Member	Meetings attended	Meeting held on	
		Nov 29, 2019	Apr 17, 2020
Mr. Osman Asghar Khan	2	1	1
Mr. Salman Ahmed Usmani	2	1	1
Mr. Nadir Rehman	2	1	1

www.jamapunji.pk

 **Jama  
Punji**








سرمایہ کاری سمجھداری کے ساتھ



**Be aware, Be alert,  
Be safe**

**Learn about investing at  
www.jamapunji.pk**

**Key features:**

-  Licensed Entities Verification
-  Scam meter\*
-  Jamapunji games\*
-  Tax credit calculator\*
-  Company Verification
-  Insurance & Investment Checklist
-  FAQs Answered

-  Stock trading simulator  
(based on live feed from KSE)
-  Knowledge center
-  Risk profiler\*
-  Financial calculator
-  Subscription to Alerts (event notifications, corporate and regulatory actions)
-  Jamapunji application for mobile device
-  Online Quizzes



Jama Punji is an Investor  
Education Initiative of  
Securities and Exchange  
Commission of Pakistan

 jamapunji.pk

 @jamapunji\_pk

\*Mobile apps are also available for download for android and ios devices

Head Office

West wing, 7th Floor, Faysal House, ST-02,  
Shahrah-e-Faisal, Karachi, Pakistan.

Karachi

U 92 21 111329725  
F 92 21 38657800

Lahore

T 92 42 35785558  
F 92 42 35755196

Islamabad

T 92 51 2605721 / 23  
F 92 51 2275252

[faysalfunds.com](http://faysalfunds.com)

[facebook.com/faysalasset](https://www.facebook.com/faysalasset)

[twitter.com/faysalasset](https://twitter.com/faysalasset)