



CS/PSX/2020/188

October 29, 2020

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Dear Sir,

SUB: TRANSMISSION OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

We hereby inform you that the financial statements of the following funds under Management of UBL Fund Managers Limited for the period ended September 30, 2020 have been sent via email to Stock Exchange for onward submission to TREC Holders and are also available on Company's website at www.ublfunds.com:

1. Al Ameen Islamic Energy Fund;
2. Al Ameen Islamic Aggressive Income Fund;
3. Al Ameen Islamic Asset Allocation Fund;
4. Al Ameen Islamic Cash Fund;
5. Al Ameen Islamic Dedicated Equity Fund;
6. Al Ameen Islamic Financial Planning Fund – II;
7. Al Ameen Islamic Financial Planning Fund – III;
8. Al Ameen Islamic Sovereign Fund;
9. Al Ameen Shariah Stock Fund;
10. Al Ameen Islamic Special Savings Fund;
11. UBL Asset Allocation Fund;
12. UBL Cash Fund;
13. UBL Dedicated Equity Fund;
14. UBL Financial Planning Fund;
15. UBL Financial Sector Fund;
16. UBL Government Securities Fund;
17. UBL Growth and Income Fund;
18. UBL Income Opportunity Fund;
19. UBL Liquidity Plus Fund;
20. UBL Money Market Fund;
21. UBL Pakistan Enterprise Exchange Traded Fund;
22. UBL Special Savings Fund II;
23. UBL Special Savings Fund; and
24. UBL Stock Advantage Fund.

You may please inform TRE Certificate Holders of the Exchange accordingly.

Yours Sincerely,

SD

Bilal Javaid

Company Secretary



Quarterly Report

September 2020



Rated 'AM1' by VIS



Directors' Report

The Board of Directors of UBL Fund Managers Limited is pleased to present to you the reports of its **UBL Liquidity Plus Fund (ULPF)**, **UBL Money Market Fund (UMMF)**, **UBL Cash Fund (UCF)**, **UBL Government Securities Fund (UGSF)**, **UBL Income Opportunity Fund (UIOF)**, **UBL Growth and Income Fund (UGIF)**, **UBL Asset Allocation Fund (UAAF)**, **UBL Stock Advantage Fund (USF)**, **UBL Dedicated Equity Fund (UDEF)**, **UBL Financial Sector Fund (UFSF)**, **UBL Financial Planning Fund** [comprising UBL Active Principal Preservation Plan I (UAPPP-I), UBL Active Principal Preservation Plan II (UAPPP-II), UBL Active Principal Preservation Plan III (UAPPP-III)], **UBL Pakistan Enterprise Exchange Traded Fund (UBLPEETF)**, **UBL Special Saving Fund (USSF)** [comprising UBL Special Savings Plan - I (USSP-I), UBL Special Savings Plan - II (USSP-II), UBL Special Savings Plan - III (USSP-III), UBL Special Savings Plan - IV (USSP-IV), UBL Special Savings Plan - V (USSP-V) and UBL Special Savings Plan - VI (USSP-VI)], and **UBL Special Saving Fund II (USSF II)** [comprising UBL Special Savings Plan - VIII (USSP-VIII)], for the period ended September 30, 2020.

Economy and Money Market outlook 1QFY21

The 1QFY21 witnessed some recovery in economic activity as the results of previously imposed strict lockdown came in effect with Covid-19 daily cases significantly decline to less than 500 from peak of 6,000 cases. This, also manifested in LSM data, posting growth of 3.66% YoY during 2MFY21 as compared to decline of 5.91% in the SPLY. Growth was primarily driven by food, beverage & tobacco, pharmaceuticals, coke & petroleum products, chemicals, and cements. However recent resurgence of Covid-19 cases in last few days indicates that a second wave cannot be ruled out and could potentially hamper the nascent economic recovery.

The average headline inflation during the period under review came in at 8.8%YoY as compared to 10.1%YoY in SPLY. The rise in inflation reading was primarily driven by significant jump in certain food item prices and rise in petroleum product prices along with electricity prices (on account of monthly fuel price adjustments). On a note of caution, the recent surge in (food) inflation has been brought about by supply and administrative issues which if not addressed would seep into broader prices. Notwithstanding the above, we expect CPI inflation numbers to remain contained till Jan'21 due to high base effect but after that we expect inflation to increase and we might see CPI in high single digit in 4QFY21.

In the recent MPS meeting in Sept'20, the SBP kept the policy rate unchanged at 7.0% citing that current levels were appropriate in supporting ongoing economic recovery, while keeping the inflation at expected level and maintaining financial stability. This also manifested in the secondary market yields as the 3-year, 5-year and 10-year PIB yields rose by 9bps, 25bps and 30bps in sept'20 respectively, underscoring expectations of end of monetary easing cycle. In a knee-jerk reaction to the recent unexpected uptick in inflation, yield curve may move upwards in the coming months. However, we expect the central bank to continue with a neutral monetary policy stance in next few months but we cannot rule out any monetary response from Central Bank during second half of FY21 on account of rising inflation.

On the external side, the current account posted a surplus of USD792mn in 1QFY21 as compared to a deficit of USD 1492mn in SPLY. The aforesaid notable improvement during the period under review was driven by lower goods and services deficits and a strong uptick in worker remittance (up 31%YoY). We foresee overall balance of payments position to remain comfortable during 1HFY21 primarily due to a well contained current account balance. However, expected pick-up in import bill along with increasing income deficit may put some pressure on Balance of Payment in second half of FY21. To offset the above, the government will have to ensure sufficient flows on the financial account as the year progresses. We expect current account deficit to increase from 1.1% of GDP in FY20 to 1.5-2.0% of GDP in FY21.

On the fiscal side, as per recent news flows the budget deficit for 2MFY21 stood at 0.9% of GDP (PKR 440bn, -12% YoY) and primary balance posted a surplus of PKR 43bn. The notable improvement largely came on the back of significant rise in indirect tax revenue by which was up 70% on account of higher petroleum levy.

Fixed income Review for 1QFY21

SBP opted to wait and see approach in its last monetary policy statement held in mid-September 2020 to anchor the monetary easing cycle being watchful of a spike in food inflation amid focus on economic growth. During the quarter, longer tenor yields increased by approximately 100bps with yields of shorter tenor government securities increased by 39bps to 59bps. Secondary market yields of 3, 5 and 10-year PIBs increased by 90bps, 108bps and 109bps respectively while yields of 3, 6 and 12-month T-Bills increased by 39bps, 51bps and 56bps respectively. Government of Pakistan raised only PKR 249 bn through the PIB auction against a target of PKR 420 bn due to lack of interest. Latest cut-off yields stood at 8.20%, 8.45% and 8.99% for 3, 5 and 10-year PIBs respectively.

During the period under review, the government retired SBP borrowing by PKR 353bn and overall borrowing from SBP is reduced to PKR 6,204bn from PKR 6,557bn. However, during the same period Government borrowing from scheduled banks increased by PKR 507bn from PKR 7,210bn to 7,716bn. The government largely managed its borrowing requirements through



domestic sources and raised PKR 2,040bn via T-bills (including NCB) compared to the cumulative target of PKR 1,700 bn and maturities of PKR 4,353 bn.

Stock Market Review for 1QFY21

The benchmark KSE-100 index gained steam of positive momentum, closing 17.8% higher during the period under review. The notable performance of the index driven by 1) major decline in domestic Covid-19 infection and increase in recovery rates, 2) foreign inflows from multilateral institutions, 3) improvement in macro-economic indicators (trade balance, remittance and FX reserves) and 4) significant decline in interest rates (625bps) which brought equities as the preferred assets class over other alternative assets. With risk on mood prevailing, investors even ignored a couple of negative developments i.e. adverse Supreme Court decision on GIDC case and downward revision in IPPs' ROE as per MOUs signed between the government and power companies.

Local participants led the rally with individuals mopping up shares worth USD108mn, mutual funds USD 26mn and insurance companies USD21mn respectively, while foreigners continued to remain sellers offloading shares worth USD95mn.

Fund-wise performance is as follows:

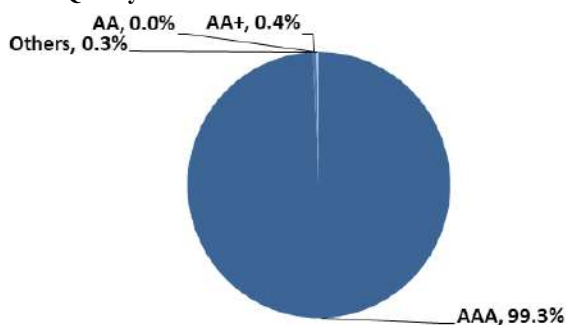
1) UBL LIQUIDITY PLUS FUND (ULPF)

UBL Liquidity Plus Fund (ULPF) is an open end Money Market Fund with investment objective to provide attractive daily returns while maintaining comparatively high liquidity. ULPF yielded return of 6.54% p.a. during 1QFY21. Major exposure was maintained in cash at the end of Sep20, thus maintaining high portfolio quality. The net assets of the fund were PKR 18,031mn at the end of 1QFY21. The Asset allocation was made as such to ensure high liquidity is kept intact. The weighted average maturity of the Fund was 1 day at the end 1QFY21.

	ULPF	Benchmark
1QFY'21 Return:	6.54%	6.72%
Standard Deviation (12m Rolling):	0.37%	2.61%
Sharpe Ratio (12m Rolling):	1.50	(0.11)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	1.6%	5.1%	99.7%
Others	0.5%	0.2%	0.3%
T-Bills	74.3%	72.9%	0.0%
Placements with DFIs	23.7%	21.9%	0.0%
Leverage	Nil	Nil	Nil

ULPF-Portfolio Quality



ULPF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
ULPF (p.a)	6.54%	8.65%	11.00%	9.00%	7.72%	8.81%
Benchmark	6.72%	7.73%	10.17%	8.71%	7.32%	8.23%

Returns are annualized using the Morningstar Methodology

The Fund earned total income of PKR 291.64 million for the three months' period ended September 30, 2020 which mainly includes markup / interest income on bank balances, placements and government securities. After accounting for the expenses of PKR 23.565 million, the Fund managed to earn a net income of PKR 268.075 million. The net assets of the Fund were PKR 18,031 million as at September 30, 2020 representing the net asset value of PKR 101.038 per unit.

VIS Credit Rating Company Limited (VIS) has maintained the stability rating of AA (f) assigned to the Fund.

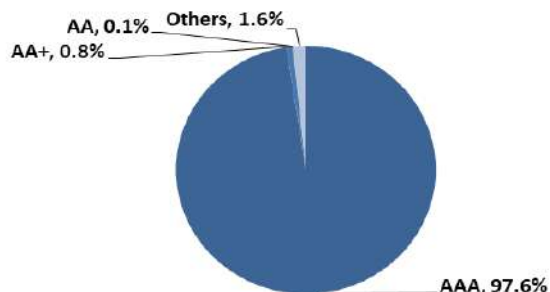
2) UBL MONEY MARKET FUND (UMMF)

The objective of UBL Money Market Fund is to generate competitive returns within a low risk portfolio to provide a regular stream of income and easy liquidity to its investors by investing a major chunk of the portfolio in short term government securities. During the period under review, UMMF generated a return of 5.77% p.a. whereas its net assets were PKR 3,013 mn at the end of 1QFY21. The Fund Manager maintained a high-quality liquid profile during the period with major allocation of 98.5% to cash & cash equivalents. The weighted average time to maturity of the Fund was 1 day at the end of 1QFY21.

	UMMF	Benchmark
1QFY'21 Return:	5.77%	6.72%
Standard Deviation (12m Rolling):	0.35%	2.61%
Sharpe Ratio (12m Rolling):	(0.13)	(0.11)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	5.3%	11.7%	98.5%
Others	1.5%	5.2%	1.6%
T-Bills	83.0%	74.9%	0.0%
Placements with DFIs	10.2%	8.2%	0.0%
Leverage	Nil	Nil	Nil

UMMF - Portfolio Quality



UMMF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UMMF (p.a)	5.77%	7.87%	10.40%	8.65%	7.25%	8.35%
Benchmark	6.72%	7.73%	10.17%	8.71%	7.41%	8.84%

Returns are annualized using the Morningstar Methodology

The Fund earned total income of PKR 65.379 million for the three months' period ended September 30, 2020 which mainly includes markup / interest income on bank balances, placements and government securities. After accounting for the expenses of PKR 10.296 million, the Fund managed to earn a net income of PKR 55.083 million. The net assets of the Fund were PKR 3,013 million as at September 30, 2020 representing the net asset value of PKR 102.1491 per unit.

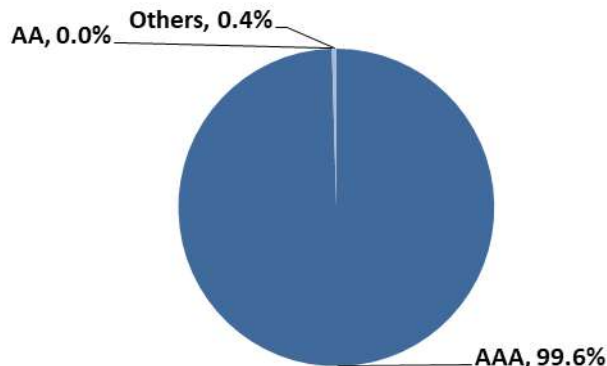
3) UBL CASH FUND (UCF)

The objective of UBL Cash Fund (UCF) is to generate attractive returns within a low risk portfolio to provide a regular stream of income and easy liquidity to its investors. During the period under review, UCF generated a return of 6.66% p.a. whereas its net assets were PKR 1,311mn at the end of 1QFY21. The weighted average time to maturity of the fund was 1 day at the end of 1QFY21.

	UCF	Benchmark
1QFY'21 Return:	6.66%	6.72%
Standard Deviation (12m Rolling):	0.39%	1.39%
Sharpe Ratio (12m Rolling):	0.03	0.00

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	15.9%	3.3%	99.6%
Others	0.8%	3.2%	0.4%
T-Bills	75.8%	73.0%	0.0%
Placements with DFIs	7.5%	20.6%	0.0%
Leverage	Nil	Nil	Nil

UCF - Portfolio Quality



UCF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UCF (p.a)	6.66%	8.98%	11.56%	-	-	11.59%
Benchmark	6.72%	6.73%	8.00%	-	-	8.03%

Returns are annualized using the Morningstar Methodology

The Fund earned total income of PKR 22.114 million for the three months' period ended September 30, 2020 which mainly includes markup / interest income on bank balances, placements and government securities. After accounting for the expenses of PKR 1.431 million, the Fund managed to earn a net income of PKR 20.682 million. The net assets of the Fund were PKR 1,311 million as at September 30, 2020 representing the net asset value of PKR 101.6803 per unit.

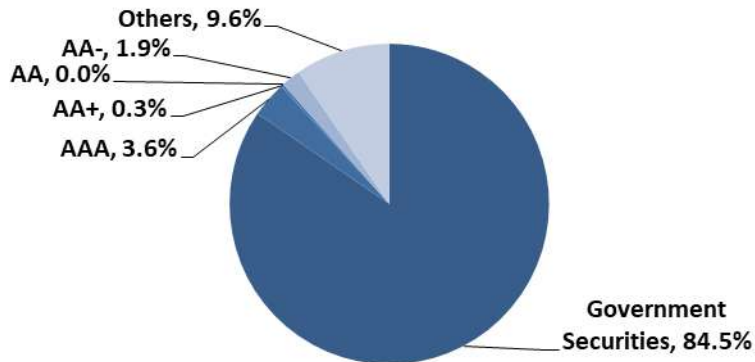
4) UBL GOVERNMENT SECURITIES FUND (UGSF)

The objective of the Fund is to generate a competitive return with minimum risk, by investing primarily in Government Securities. UBL Government Securities Fund posted a return of 4.30% p.a whereas its net assets were PKR 6,085 mn at the end of 1QFY21. The fund has 85% exposure in PIBs at the end of 1QFY21. The weighted average maturity of the Fund was 3.68 years at the end of 1QFY21.

	UGSF	Benchmark
1QFY'21 Return:	4.30%	6.96%
Standard Deviation (12m Rolling):	1.64%	2.91%
Sharpe Ratio (12m Rolling):	1.27	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs	68.4%	81.8%	84.5%
Others	13.3%	2.3%	9.6%
Cash	11.8%	14.7%	5.8%
T-Bills	6.5%	1.2%	0.0%
Leverage	Nil	Nil	Nil

UGSF - Portfolio Quality



UGSF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UGSF (p.a)	4.30%	9.39%	12.52%	8.97%	7.71%	9.39%
Benchmark	6.96%	7.58%	10.38%	9.51%	8.01%	8.44%

Returns are annualized using the Morningstar Methodology

The Fund earned total income of PKR 76.028 million for the three months’ period ended September 30, 2020 which mainly includes markup / interest income on bank balances, placements and government securities. After accounting for the expenses of PKR 19.450 million, the Fund managed to earn a net income of PKR 56.578 million. The net assets of the Fund were PKR 6,085 million as at September 30, 2020 representing the net asset value of PKR 105.6933 per unit.

VIS Credit Rating Company Limited (VIS) has assigned A+ (f) rating to the Fund.

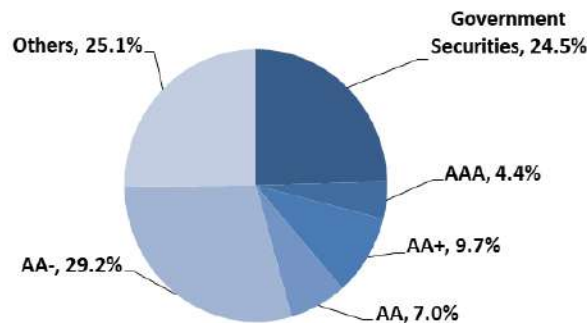
5) UNITED GROWTH & INCOME FUND (UGIF)

UGIF is an open end Aggressive Fixed Income Fund, investing in medium to long term fixed income instruments as well as short tenor money market instruments and seeks to generate superior, long term, risk adjusted returns while preserving capital over the long-term. The fund has posted a return of 8.43% p.a. during 1QFY21. Its fund size stood at PKR 1,174mn at end of Sep20. The fund manager had major exposure in Cash and PIBs, weighted average time to maturity of the fund was 2.51 years at the end of 1QFY21.

	UGIF	Benchmark
1QFY'21 Return:	8.43%	7.09%
Standard Deviation (12m Rolling):	1.71%	2.84%
Sharpe Ratio (12m Rolling):	1.14	(0.05)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	13.2%	6.0%	34.2%
PIBs	43.2%	26.8%	24.5%
Term Finance Certificates/ Sukuks	18.6%	18.3%	16.1%
Spread Transaction	3.9%	10.8%	12.6%
Others	11.1%	38.2%	12.5%
T-Bills	9.9%	0.0%	0.0%
Leverage	Nil	Nil	Nil

UGIF Portfolio Quality



UGIF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UGIF (p.a)	8.43%	11.47%	12.39%	9.24%	9.10%	6.94%
Benchmark	7.09%	7.55%	10.30%	9.72%	8.35%	10.14%

Returns are annualized using the Morningstar Methodology

The Fund earned a net profit of PKR 20.04 million for the three months' period ended September 30, 2020. The net assets were PKR 1,174 million as at September 30, 2020 representing a net asset value of PKR 86.7157 per unit

VIS Credit Rating Company Limited (VIS) maintained A(f) fund stability rating of the Fund.

6) UNITED STOCK ADVANTAGE FUND (USF)

USF is an open-end Equity Fund, investing primarily in equities listed on the KSE. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential. During the period under review, the Fund posted a return of 16.77%. The fund manager maintained the exposure in local equity market of around 93.1% while exposure in cash stood at 6.2% at the end of Sep20. The net assets of the fund were PKR 7,321mn as at September 30, 2020.

	USF	Benchmark
1QFY'21 Return:	16.77%	17.87%
Standard Deviation (12m Rolling):	25.39%	24.36%
Sharpe Ratio (12m Rolling):	0.82	0.66

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	93.0%	93.5%	93.1%
Cash	6.5%	6.0%	6.2%
Others	0.4%	0.6%	0.7%
Leverage	Nil	Nil	Nil

USF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USF	16.77%	40.35%	31.16%	1.91%	38.96%	419.44%
Benchmark	17.87%	38.79%	26.47%	-4.33%	23.34%	226.29%

Returns are on absolute basis

The Fund earned a net income of PKR 1,090.791 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 895.073 million on revaluation of investments). The capital gain from the sale of securities amounted to PKR 142.321 million and dividend income amounting to PKR 46.362 million. As at September 30, 2020, net assets of the Fund were PKR 7,321 million representing the net asset value of PKR 70.26 per unit.

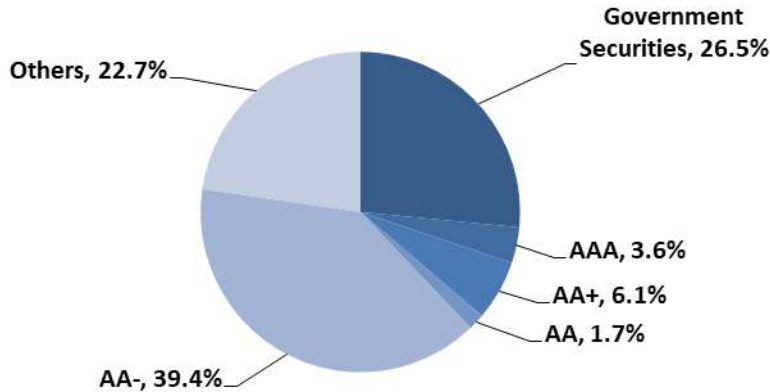
7) **UBL INCOME OPPORTUNITY FUND (UIOF)**

The objective of UBL Income Opportunity Fund is to provide a competitive rate of return to its investors by investing in quality TFCs / Sukuk, Government Securities, Bank Deposits, and short and long term debt instruments. The Fund posted a return of 5.77% p.a. during 1QFY21. The weighted average maturity of the fund was 1.10 year at the end of Sep'20. The Fund's Asset Size stood at PKR 1,630 mn as at Sep 30, 2020.

	UIOF	Benchmark
1QFY'21 Return:	5.77%	6.97%
Standard Deviation (12m Rolling):	1.83%	2.91%
Sharpe Ratio (12m Rolling):	1.73	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	4.5%	31.4%	47.2%
PIBs	46.1%	17.4%	26.5%
Others	12.5%	29.4%	16.3%
Spread Transaction	4.3%	17.4%	6.4%
Term Finance Certificates/ Sukuks	5.0%	4.4%	3.5%
T-Bills	27.5%	0.0%	0.0%
Leverage	Nil	Nil	Nil

UIOF Portfolio Quality



UIOF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UIOF (p.a)	5.77%	11.37%	13.60%	9.68%	8.09%	8.30%
Benchmark	6.97%	7.60%	10.40%	9.55%	8.13%	8.28%

Returns are annualized using the Morningstar Methodology

The Fund earned total income of PKR 20.174 million for the three months’ period ended September 30, 2020 which mainly includes markup / interest income on bank balances, govt. securities and TDRs. After accounting for the expenses of PKR 4.978 million, the Fund managed to earn a net income of PKR 15.196 million. The net assets of the Fund were PKR 1,630 million as at September 30, 2020 representing the net asset value of PKR 111.6655 per unit.

VIS Credit Rating Company Limited (VIS) has assigned fund stability rating of A(f) to the Fund.

8) UBL Asset Allocation Fund (UAAF)

The investment objective of the Fund is to earn competitive return by investing in various asset classes / instruments based on the market outlook. During the period under review, the Fund posted a return of 7.86%. The fund manager maintained the exposure in local equity market of around 38.3% while exposure in cash stood at 27.9% at the end of Sep20. The net assets of the fund were PKR 1,041mn as at September 30, 2020.

	UAAF	Benchmark
1QFY’21 Return:	7.86%	7.99%
Standard Deviation (12m Rolling):	10.46%	9.52%
Sharpe Ratio (12m Rolling):	1.04	0.96

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	38.9%	39.9%	38.3%
Cash	19.2%	24.3%	27.9%
PIBs	19.3%	19.4%	18.7%
Term Finance Certificates/ Sukuks	8.7%	8.8%	8.6%
T-Bills	11.6%	4.7%	4.5%
Others	2.2%	3.0%	2.0%
Leverage	Nil	Nil	Nil

UAAF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UAAF	7.86%	18.37%	21.33%	21.78%	49.19%	110.83%
Benchmark	7.99%	17.42%	19.62%	23.38%	49.66%	88.76%

Returns are on absolute basis

The Fund earned a net income of PKR 73.556 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 50.213 million on revaluation of investments). The capital gain from the sale of securities amounted to PKR 15.758 million and dividend income amounting to PKR 3.867 million. As at September 30, 2020, net assets of the Fund were PKR 1,041 million representing the net asset value of PKR 146.9968 per unit

9) UBL Financial Sector Fund (UFSF)

The objective is to provide investors long term capital appreciation by investing primarily in a mix of actively managed portfolio of listed equities that offer capital gains and dividends yield potential preferably in the Financial Sector. During the period under review, the fund posted a return of 15.21%. The fund manager maintained the exposure in local equity market of around 96% while exposure in cash stood at 3% at the end of Sep20. The net assets of the Fund were PKR 778mn as at September 30, 2020.

	UFSF	Benchmark
1QFY'21 Return:	15.21%	17.87%
Standard Deviation (12m Rolling):	26.23%	24.36%
Sharpe Ratio (12m Rolling):	(0.17)	0.66

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	91.6%	92.7%	96.2%
Cash	3.2%	5.2%	3.0%
Others	5.2%	2.1%	0.8%
Leverage	Nil	Nil	Nil

UFSF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UFSF	15.21%	22.83%	5.93%	-	-	-21.76%
Benchmark	17.87%	38.79%	26.47%	-	-	-12.86%

Returns are on absolute basis

The Fund earned a net income of PKR 100.887 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 89.939 million on revaluation of investments)). As at September 30, 2020, net assets of the Fund were PKR 778 million representing the net asset value of PKR 78.2392 per unit.

10) UBL Dedicated Equity Fund (UDEF)

The investment objective of the Fund is to provide other 'Fund of Funds' schemes an avenue for investing in Equities. During the period under review, the Fund posted a return of 18.57% as compared to the benchmark return of 17.87%, the fund size stood at PKR 42mn at the end of Sep20. The fund manager maintained the exposure in local equity market of around 89% at the end of 1QFY21.

	UDEF	Benchmark
1QFY'21 Return:	18.57%	17.87%
Standard Deviation (12m Rolling):	24.69%	24.36%
Sharpe Ratio (12m Rolling):	1.00	0.66

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	90.2%	89.7%	89.1%
Others	6.5%	6.6%	8.2%
Cash	3.3%	3.7%	2.7%
Leverage	Nil	Nil	Nil

UDEF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UDEF	18.57%	45.13%	35.10%	-	-	2.22%
Benchmark	17.87%	38.79%	26.47%	-	-	-3.72%

Returns are on absolute basis

The Fund earned a net income of PKR 6.762 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 4.96 million on revaluation of investments). As at September 30, 2020, net assets of the Fund were PKR 42.246 million representing the net asset value of PKR 102.2206 per unit.

11) UBL Pakistan Enterprise Exchange Traded Fund (UBLP-ETF)

The objective of the newly launched UBL Pakistan Enterprise Exchange Traded Fund (UBLP-ETF) is to track the performance of the benchmark index in order to provide long- term capital appreciation and dividend yields to its investors. During the period under review, the fund posted a return of 13.08%. The fund manager maintained the exposure in local equity market of around

93% while exposure in cash stood at 1% at the end of Sep20. The net assets of the Fund were PKR 41mn as at September 30, 2020.

UBLP-ETF Benchmark

1QFY'21 Return:	13.08%	13.64%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	93.9%	94.7%	93.4%
Others	3.9%	4.1%	5.6%
Cash	2.2%	1.3%	1.0%
Leverage	Nil	Nil	Nil

UBLP-ETF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UBLP-ETF	13.08%	23.67%	-	-	-	20.09%
Benchmark	13.64%	24.50%	-	-	-	21.06%

Returns are on absolute basis

The Fund earned a net income of PKR 0.307 million. As at September 30, 2020, net assets of the Fund were PKR 41 million representing the net asset value of PKR 13.0405 per unit.

12) UBL Financial Planning Fund (UFPP)

a) UBL Financial Planning Fund (UBL Active Principal Preservation Plan I)

The Plan was matured on 21st Aug 2020 and yielded return of 4.45% since inception. Major exposure was maintained in Money Market funds, thus maintaining high portfolio quality. The net assets of the Plan were PKR 41mn at the time of maturity.

UAPPP-I Benchmark

1QFY'21 Return:	0.68%	0.95%
Standard Deviation (12m Rolling):	7.33%	7.03%
Sharpe Ratio (12m Rolling):	(1.32)	(1.23)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Money Market Funds	98.0%	97.9%	97.3%
Cash	1.8%	1.8%	2.3%
Others	0.3%	0.3%	0.4%
Leverage	Nil	Nil	Nil

UAPPP-I vs. Benchmark

Return vs Benchmark

	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UAPPP-I	1.11%	-9.36%	1.52%	-	-	4.45%
Benchmark	1.60%	-6.32%	2.52%	-	-	7.21%

Returns are on absolute basis | Note : The figures are as at Aug 21, 2020, as the fund matured on that date

The Plan matured on August 24, 2020.

b) UBL Financial Planning Fund (UBL Active Principal Preservation Plan II)

The Plan yielded return of 1.34% during 1QFY21. Major exposure was maintained in Money market funds (~94% of total assets), thus maintaining high portfolio quality. The net assets of the fund were PKR 194mn as at the Sep'20.

UAPPP-II Benchmark

1QFY'21 Return:	1.34%	1.71%
Standard Deviation (12m Rolling):	6.15%	5.89%
Sharpe Ratio (12m Rolling):	(1.33)	(0.68)

Asset Allocation (% of Total Assets)

	Jul'20	Aug'20	Sep'20
Money Market Funds	93.7%	93.7%	93.7%
Cash	6.1%	6.1%	6.1%
Others	0.2%	0.2%	0.2%
Leverage	Nil	Nil	Nil

UAPPP-II vs. Benchmark

Return vs Benchmark

	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UAPPP-II	1.34%	2.95%	2.24%	-	-	7.34%
Benchmark	1.71%	3.95%	6.46%	-	-	14.91%

Returns are on absolute basis

The Plan earned a net income of PKR 2.578 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 2.625 million on revaluation of investments). As at September 30, 2020, net assets of the Plan were PKR 194 million representing the net asset value of PKR 102.9623 per unit.

c) UBL Financial Planning Fund (UBL Active Principal Preservation Plan III)

The Plan yielded return of 1.30% during 1QFY21 against benchmark return of 1.71%. Major exposure was maintained in Money Market funds. The net assets of the Plan were PKR 157mn as at the Sep'20.

UAPPP-III Benchmark

1QFY'21 Return:	1.30%	1.71%
Standard Deviation (12m Rolling):	7.92%	7.50%
Sharpe Ratio (12m Rolling):	(1.06)	(1.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Money Market Funds	99.1%	99.1%	98.7%
Others	0.9%	0.9%	0.9%
Cash	0.0%	0.0%	0.4%
Leverage	Nil	Nil	Nil

UAPPP-III vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
UAPPP-III	1.30%	3.51%	2.05%	-	-	2.72%
Benchmark	1.71%	3.95%	2.83%	-	-	5.40%

Returns are on absolute basis

The Plan earned a net income of PKR 2.017 million for the three months' period ended September 30, 2020 (including an unrealized gain of PKR 2.186 million on revaluation of investments). As at September 30, 2020, net assets of the Plan were PKR 157 million representing the net asset value of PKR 102.6002 per unit.

13) UBL Special Savings Fund

a) UBL Special Savings Fund (UBL Special Savings Plan – I)

The “UBL Special Savings Plan-I (USSP-I)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for thirty-six (36) Months from commencement of life of plan. USSP-I yielded return of 2.67%. Major exposure was maintained in PIBs at the end of September'20, thus maintaining high portfolio quality. The net assets of the fund were PKR 318mn as at the September 30, 2020.

USSP-I Benchmark

1QFY'21 Return:	2.67%	6.96%
Standard Deviation (12m Rolling):	2.94%	2.91%
Sharpe Ratio (12m Rolling):	2.38	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	97.1%	95.8%	96.2%
Cash	2.3%	3.0%	2.0%
Others	0.6%	1.2%	1.8%
Leverage	Nil	Nil	Nil

USSP-I vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-I (p.a)	2.67%	13.07%	17.44%	-	-	13.67%
Benchmark	6.96%	7.58%	10.38%	-	-	11.04%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 8.632 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 1.648 million, the Plan managed to earn a net income of PKR 6.984 million. As at September 30, 2020, net assets of the Plan were PKR 318 million representing a net asset value of PKR 107.7744 per unit.

b) UBL Special Savings Fund (UBL Special Savings Plan – II)

The “UBL Special Savings Plan-II (USSP-II)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for thirty-six (36) Months from commencement of life of plan. USSP-II yielded return of 3.23%. Major exposure was maintained in PIBs at the end of September'20. The net assets of the Plan were PKR 693mn as at 30 September 2020.

	USSP-II	Benchmark
1QFY'21 Return:	3.23%	6.96%
Standard Deviation (12m Rolling):	2.85%	2.91%
Sharpe Ratio (12m Rolling):	2.60	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	98.9%	98.5%	97.4%
Others	0.4%	1.1%	1.6%
Cash	0.7%	0.4%	1.0%
Leverage	Nil	Nil	Nil

USSP-II vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-II (p.a)	3.23%	13.61%	17.85%	-	-	14.65%
Benchmark	6.96%	7.58%	10.38%	-	-	11.15%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 20.575 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 3.069 million, the Plan managed to earn a net income of PKR 17.506 million. As at September 30, 2020, net assets of the Fund were PKR 693 million representing the net asset value of PKR 107.8889 per unit.

c) UBL Special Savings Fund (UBL Special Savings Plan – III)

The “UBL Special Savings Plan-III (USSP-III)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for thirty-six (36) Months from commencement of life of plan. USSP-III yielded return of 1.39%. Major exposure was in PIBs at the end of September'20. The net assets of the Plan were PKR 97mn as at the 30 September 2020.

USSP-III Benchmark

1QFY'21 Return:	1.39%	6.96%
Standard Deviation (12m Rolling):	3.39%	2.91%
Sharpe Ratio (12m Rolling):	2.56	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	93.3%	95.6%	96.9%
Others	0.6%	1.2%	1.8%
Cash	6.2%	3.2%	1.3%
Leverage	Nil	Nil	Nil

USSP-III vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-III (p.a)	1.39%	12.91%	19.12%	-	-	17.15%
Benchmark	6.96%	7.58%	10.38%	-	-	11.19%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 3.283 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 0.563 million, the Plan managed to earn a net income of PKR 2.72 million. As at September 30, 2020, net assets of the Plan were PKR 97 million representing the net asset value of PKR 111.7733 per unit.

d) UBL Special Savings Fund (UBL Special Savings Plan – IV)

The “UBL Special Savings Plan-IV (USSP-IV)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for twenty-four (24) Months from commencement of life of plan. USSP-IV yielded return of 4.17%. Major exposure was maintained in PIBs at the end of September'20, thus maintaining high portfolio quality. The net assets of the Plan were PKR 196mn as at the 30 September 2020.

USSP-IV Benchmark

1QFY'21 Return:	4.17%	6.96%
Standard Deviation (12m Rolling):	2.22%	2.91%
Sharpe Ratio (12m Rolling):	2.41	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	94.3%	95.1%	96.3%
Cash	4.1%	3.8%	2.1%
Others	1.6%	1.0%	1.6%
Leverage	Nil	Nil	Nil

USSP-IV vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-IV (p.a)	4.17%	13.03%	15.79%	-	-	15.55%
Benchmark	6.96%	7.58%	10.38%	-	-	11.16%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 6.145 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 1.166 million, the Plan managed to earn a net income of PKR 4.979 million. As at September 30, 2020, net assets of the Plan were PKR 196 million representing the net asset value of PKR 107.2952 per unit.

e) UBL Special Savings Fund (UBL Special Savings Plan – V)

The “UBL Special Savings Plan V (USSP-V)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for thirty-six (36) Months from commencement of life of plan. USSP-V yielded return of 2.67%. The net assets of the Plan were PKR 2,704mn as at 30 September 2020. Major exposure was maintained in PIBs at the end of September'20, thus maintaining high portfolio quality.

	USSP-V	Benchmark
1QFY'21 Return:	2.67%	6.96%
Standard Deviation (12m Rolling):	1.64%	2.91%
Sharpe Ratio (12m Rolling):	1.49	(0.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	71.6%	71.1%	71.1%
T-Bills*	26.4%	26.4%	26.6%
Others	0.8%	1.3%	1.3%
Cash	1.2%	1.2%	1.1%
Leverage	Nil	Nil	Nil

USSP-V vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-V (p.a)	2.67%	9.44%	12.90%	-	-	13.07%
Benchmark	6.96%	7.58%	10.38%	-	-	10.53%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 98.505 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 4.403 million, the Plan managed to earn a net income of PKR 94.102 million. As at September 30, 2020, net assets of the Plan were PKR 2,704 million representing the net asset value of PKR 100.7963 per unit

f) UBL Special Savings Fund (UBL Special Savings Plan – VI)

The “UBL Special Savings Plan VI (USSP-VI)” is an Allocation Plan under “UBL Special Savings Fund”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for twenty-four (24) Months from commencement of life of plan. USSP-VI yielded return of 4.48%. The net assets for the Plan were PKR 142 mn as at 30 September 2020. Major exposure was maintained in PIBs at the end of September'20, thus maintaining high portfolio quality.

USSP-VI Benchmark

1QFY'21 Return:	4.48%	6.96%
Standard Deviation (12m Rolling):	3.17%	2.91%
Sharpe Ratio (12m Rolling):	0.02	(0.00)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	77.1%	87.5%	88.1%
Cash	21.8%	10.9%	10.8%
Others	1.0%	1.7%	1.1%
Leverage	Nil	Nil	Nil

USSP-VI vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-VI (p.a)	4.48%	14.43%	15.19%	-	-	14.64%
Benchmark	6.96%	7.58%	10.38%	-	-	10.84%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 4.849 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 0.579 million, the Plan managed to earn a net income of PKR 4.270 million. As at September 30, 2020, net assets of the Plan were PKR 142 million representing the net asset value of PKR 104.4335 per unit

14) UBL Special Savings Fund-II (UBL Special Savings Plan – VIII)

The “UBL Special Savings Plan-VIII (USSP-VIII)” is an Allocation Plan under “UBL Special Savings Fund - II”. The objective is to earn competitive regular return with capital preservation for unit holders who hold their investment for thirty (30) Months & beyond from commencement of life of plan. USSP-VIII yielded return of -1.37%. The net assets for the Plan were PKR 147 mn as at 30 September 2020. Major exposure was maintained in PIBs at the end of September'20, thus maintaining high portfolio quality.

USSP-VIII Benchmark

1QFY'21 Return:	-1.37%	6.96%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
PIBs*	76.4%	77.7%	88.5%
Cash	16.9%	14.8%	6.7%
T-Bills*	2.5%	2.6%	2.6%
Others	4.2%	4.9%	2.2%
Leverage	Nil	Nil	Nil



USSP-VIII vs Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
USSP-VIII (p.a)	-1.37%	10.15%	-	-	-	10.63%
Benchmark	6.96%	7.58%	-	-	-	8.69%

Returns are annualized using the Morningstar Methodology

The Plan earned total income of PKR 3.008 million for the three months' period ended September 30, 2020. After accounting for the expenses of PKR 0.821 million, the Plan managed to earn a net income of PKR 2.188 million. As at September 30, 2020, net assets of the Plan were PKR 147 million representing the net asset value of PKR 101.3295 per unit.

Future outlook

After witnessing first time negative real GDP growth of 0.4% in FY20 since 1952, the country has witnessed some recovery in 1QFY21 in overall economic activity and is expected to improve in the coming months as the authorities focus shifts toward the revival of economy. We believe albeit it modest real GDP will grow. Also with re-entry in IMF program overall macro indicators are expected to show signs of improvement.

In the short-term, the market will take direction from evolving domestic political situation, 2020 US elections, progress on Covid-19, result of impending FATF review and upcoming results season.. Compared to fixed income avenues, market's current earnings yield differential with 10Y PIB yield is 3.7% (13.5% vs. 9.76%) which is much higher than the average yield gap of 0.7% over the last 10 years. Further, the market offers a healthy dividend yield of 5%. Moreover there appears to be ample liquidity in the market, in the backdrop of waning investor interest in alternative avenues.

Acknowledgements

We would like to thank our valued unit holders for their confidence and trust in UBL Fund Managers Limited. In addition, we would like to acknowledge the Securities and Exchange Commission of Pakistan, State Bank of Pakistan, the Pakistan Mercantile Exchange and Central Depository Company of Pakistan Limited (Trustee) for their continued support, guidance and cooperation. The Board would also like to take this opportunity to express its appreciation to the employees for their dedication, commitment, enthusiasm and hard work.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS OF UBL FUND MANAGERS LIMITED

-- sd --

Yasir Qadri
(Chief Executive Officer)

-- sd --

Arif Akmal Saifie
(Director)

Karachi
October 29, 2020

ULPF

UBL Liquidity Plus Fund

INVESTMENT OBJECTIVE

ULPF is an open-end Money Market Fund, investing in a diversified portfolio of low risk assets. The Fund seeks to provide attractive daily returns while maintaining comparatively high liquidity.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	Deloitte Yousuf Adil, Chartered Accountants
Bankers	United Bank Limited Bank Alfalah Limited MCB Bank Limited Faysal Bank Limited Samba Bank Limited Allied Bank Limited Habib Bank Limited Sindh Bank Limited Zarai Taraqiati Bank Ltd Habib Metropolitan Bank Limited Askari Bank Limited National Bank Of Pakistan Meezan Bank Limited
Management Co.Rating	AM1 (VIS)
Fund Rating	AA(f)(VIS)

**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

Note	(Un-audited) September 30, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020
ASSETS		
Bank balances	4 18,123,493	15,825,752
Placements, Commercial Papers and Term Deposit Receipts	5 -	650,000
Investments - net	6 -	3,120,183
Mark-up / interest receivable	36,148	37,341
Security deposits, prepayments and other receivables	15,785	6,298
Advance income tax	7 1,994	1,994
Total assets	18,177,421	19,641,568
LIABILITIES		
Payable to UBL Fund Managers Limited - Management Company	8 5,788	7,672
Payable to Central Depository Company of Pakistan Limited - Trustee	1,013	746
Payable to Securities and Exchange Commission of Pakistan	838	1,954
Accrued expenses and other liabilities	9 139,036	165,915
Total liabilities	146,674	176,287
Net Assets	18,030,747	19,465,281
Unit Holders' Fund (as per statement attached)	18,030,747	19,465,281
CONTINGENCIES AND COMMITMENTS		
	10	----- (Number of units) -----
Number of Units in Issue	178,455,176	192,766,885
		----- (Rupees) -----
Net Asset Value Per Unit	101.0380	100.9783
Face Value per Unit	100.0000	100.0000

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

Quarter ended

	September 30, 2020	September 30, 2019
--	-----------------------	-----------------------

Note ----- (Rupees in '000) -----

INCOME

Financial income	295,604	322,121
Loss on sale of investments - net	(3,964)	(3,100)
Unrealized (loss) / gain on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	-	-
Total income	291,640	319,021

EXPENSES

Remuneration of UBL Fund Managers Limited - Management Company	8 7,821	20,791
Sindh sales tax on remuneration of Management Company	1,020	2,703
Remuneration of Central Depository Company of Pakistan Limited - Trustee	3,077	1,715
Annual fee of Securities and Exchange Commission of Pakistan	838	467
Bank charges	35	117
Auditors' remuneration	186	183
Brokerage and settlement expenses	883	332
Allocated expenses	8.1 4,140	780
Allocated selling and marketing expenses	-	1,639
Fees and subscription charges	68	75
Other expenses	131	27
Total expenses	18,198	28,829
Net operating income for the period	273,442	290,192
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1 (5,366)	(5,698)
Net income for the period before taxation	268,075	284,494
Taxation	11 -	-
Net income for the period after taxation	268,075	284,494
Allocation of net income for the period		
- Net income for the period after taxation	268,075	284,494
- Income already paid on units redeemed	(23,737)	(15,771)
Net income for the period available for distribution	244,339	268,723
Net income for the period available for distribution		
- Relating to capital gains	-	-
- Excluding capital gains	244,339	268,723
	244,339	268,723
Earnings per unit	12	

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	<u>Quarter ended</u>	
	September 30,	September 30,
	2020	2019
	----- (Rupees in '000) -----	
Net income for the period after taxation	268,075	284,494
Other comprehensive income		
Items that may be reclassified subsequently to income statement	-	-
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income for the period	268,075	284,494

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter ended	
	September 30, 2020	September 30, 2019
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	268,075	284,494
Adjustments for:		
Financial income	(295,604)	(322,121)
Loss on sale of investments - net	3,964	3,100
Unrealized (loss) / gain on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net	-	-
Provision for Sindh Workers' Welfare Fund (SWWF)	5,366	5,698
	<u>(286,274)</u>	<u>(313,323)</u>
Cash used in operations before working capital changes	(18,198)	(28,829)
(Increase) / decrease in assets		
Placements, Commercial Papers and Term Deposit Receipts	-	(465,688)
Investments - net	3,116,216	(3,100)
Security deposits, prepayments and other receivables	(9,487)	43,330
Advance income tax	-	(1)
	3,106,729	(425,459)
Increase / (decrease) in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(1,884)	3,651
Payable to Central Depository Company of Pakistan Limited - Trustee	267	113
Payable to Securities and Exchange Commission of Pakistan	(1,116)	(8,445)
Accrued expenses and other liabilities	(32,246)	7,406
	<u>(34,979)</u>	<u>2,725</u>
Cash generated from / (used in) operations	3,053,552	(451,563)
Mark-up received on bank balances and investments	296,797	289,500
Net cash generated from operating activities	3,350,350	(162,063)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	19,943,704	10,781,702
Payments against redemption of units	(21,386,689)	(6,442,051)
Dividend paid	(259,624)	(282,424)
Net cash generated from / (used in) financing activities	(1,702,609)	4,057,227
Net increase / (decrease) in cash and cash equivalents during the period	1,647,741	3,895,164
Cash and cash equivalents at the beginning of the period	16,475,752	6,336,231
Cash and cash equivalents at the end of the period	18,123,493	10,231,395
CASH AND CASH EQUIVALENTS		
Bank balances	18,123,493	9,301,395
Placements, Commercial Papers and Term Deposit Receipts	-	930,000
	<u>18,123,493</u>	<u>10,231,395</u>

The annexed notes 1 to 17 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL LIQUIDITY PLUS FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** UBL Liquidity Plus Fund (the "Fund") was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the management company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on May 07, 2009 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 11, 2009 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-ended mutual fund. The Fund commenced its operations from June 21, 2009.
- 1.2** The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3** The Fund is an open-end mutual fund categorised as money market scheme and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund at the option of the unit holder.
- 1.4** The investment objective of the Fund is to seek and provide attractive daily returns while maintaining comparatively high liquidity by investing in diversified portfolio of low risk assets.
- 1.5** VIS Credit Rating Company has reaffirmed management quality rating of "AM1" (stable outlook) to the Management Company as on December 31, 2019 and assigned a stability rating of "AA (f)" to the Fund as on December 31, 2019.
- 1.6** Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- 2.1.2** Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3** The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	Note	(Un-audited) September 30, 2020	(Audited) June 30, 2020
		-----Rupees in '000-----	
4. BANK BALANCES			
In local currency:			
- Current account		45	14
- Profit and loss sharing accounts	4.1	18,123,449	15,825,738
		<u>18,123,493</u>	<u>15,825,752</u>

- 4.1 Mark-up rates on these savings accounts range between 5.50% to 7.7% per annum (Jun 2020: 6.50% to 14.40% per annum).

5. PLACEMENTS, COMMERCIAL PAPERS AND TERM DEPOSIT RECEIPTS

Particulars	Note	As at July 1, 2020	Purchased during the period	Matured during the period	As at September 30, 2020	Market value	
						as a percentage of net assets of the Fund	
						-----Rupees in '000-----	-----%-----
Letter of Placements	5.1		23,234,000	23,234,000	-	0.00	
Certificates of investment	5.2	650,000	-	650,000	-	0.00	
Total as at September 30, 2020 (Un-audited)		650,000	23,234,000	23,884,000	-	0.00	
Total as at June 30, 2020 (Audited)		850,000	28,016,612	28,216,612	650,000	0.00	

5.1. Letter of Placements (LOPs) having face value of Rs. 23,234 million carrying interest rates ranging from 6.85% to 7.25% were acquired and matured during the period.

5.2. Certificate of Investment (COI) having a face value of Rs. 650 million carrying interest rate of 9.00% was matured on the date of July 27, 2020.

6. INVESTMENTS - NET

Government securities classified as financial asset at fair value through profit or loss.

Name of security	Note	As at July 1, 2020	Purchased during the period	Sold / matured during the period	As at September 30, 2020	Total carrying value as at September 30, 2020	Total market value as at September 30, 2020	Appreciation / (diminution) as at September 30, 2020	Market value as a percentage of total investment of the Fund	Market value as a percentage of net assets of the Fund
									-----Number of holdings-----	-----Rupees in '000-----
Market Treasury Bills - 3 months	6.1	-	174,954	174,954	-	-	-	-	0.00%	0.00%
Market Treasury Bills - 6 months	6.1	30,580	129,695	160,275	-	-	-	-	0.00%	0.00%
Market Treasury Bills - 12 months	6.1	1,163	205,941	207,104	-	-	-	-	0.00%	0.00%
Total as at September 30, 2020 (Un-audited)						-	-	-	0.00%	0.00%
Total as at June 30, 2020 (Audited)						3,118,947	3,120,183	1,235	100	16.03

6.1 These T-bills have nominal value of Rs. 100,000 each.

7. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

8 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

The remuneration is payable to the Management Company on monthly basis in arrears. During the period ended September 30, 2020, the Management Company has charged remuneration at the rates and subject to the limits as stated below:

	Management Company remuneration as a % of gross earnings	Minimum remuneration (as a % per annum of the average daily net assets
Charged up to September 23, 2020	2.50%	0.15%
Charged from September 24 and onwards	3.10%	0.15%

8.1 ALLOCATED AND SELLING & MARKETING EXPENSES

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services.

9 ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 61.266 million (June 30, 2020: Rs. 55.900 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.3433 (June 30, 2020: Rs. ff).

9.2 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 55.390 million (June 30, 2020: Rs. 55.390 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 55.390 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 0.3104 (June 30, 2020: Rs. 0.2873).

10. CONTINGENCIES AND COMMITMENTS

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

11. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

13. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 0.56% which includes 0.18% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation

ASSETS	As at September 30, 2020 (un-audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Investment in securities - financial assets at fair value through profit or loss				
- Market Treasury Bills	-	-	-	-

ASSETS	As at June 30, 2020 (audited)			
	Fair Value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Investment in securities - financial assets at fair value through profit or loss				
- Market Treasury Bills	-	3,120,183	-	3,120,183

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

14.2 There were no transfers between various levels of fair value hierarchy during the period.

15. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

15.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (the Management Company), Al-Ameen Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company, and unit holders holding 10% or more of the Fund's net assets.

15.2 Transactions with the connected persons are carried out in the normal course of business, at agreed terms.

15.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Rules, NBFC Regulations.

15.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

16.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.3 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.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UMMF

UBL Money Market Fund

INVESTMENT OBJECTIVE

The objective of UBL Money Market Fund is to generate competitive returns within a low risk portfolio to provide a regular stream of income and easy liquidity to its investors by investing a major chunk of the portfolio in short term government securities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	KPMG - Taseer Hadi & Co
Bankers	United Bank Limited Bank Alfalah Limited MCB Bank Limited Faysal Bank Limited Samba Bank Limited Allied Bank Limited Habib Bank Limited Sindh Bank Limited Zarai Taraqati Bank Ltd Habib Metropolitan Bank Limited Askari Bank Limited National Bank of Pakistan Meezan Bank Limited
Management Co.Rating	AM1 (VIS)
Fund Rating	AA(f) (VIS)

UBL Money Market Fund
Condensed Interim Statement of Assets and Liabilities
As at 30 September 2020

		(Un-Audited) September 30 2020	(Audited) June 30 2020
	Note	(Rupees in '000)	
Assets			
Bank balances	4	3,052,975	5,111,249
Investments	5	-	-
Profit receivable		43,369	27,607
Deposit, prepayments and other receivables		3,182	626
Advance Income tax	6	1,596	1,650
Total assets		3,101,122	5,141,132
Liabilities			
Payable to UBL Fund Managers Limited - Management Company	7	6,422	8,637
Payable to Central Depository Company of Pakistan Limited - Trustee		203	324
Payable to Securities and Exchange Commission of Pakistan		197	897
Dividend payable		2,575	2,575
Accrued expenses and other liabilities	8	78,448	78,918
Total liabilities		87,845	91,351
Net assets		3,013,277	5,049,781
Unit holders' fund (as per the statement attached)		3,013,277	5,049,781
Contingencies And Commitments			
	9	(Number of Units)	
Number of units in issue (face value of units is Rs. 100 each)		29,498,814	50,139,708
		(Rupees)	
Net asset value per unit		102.1491	100.6767

The annexed notes from 1 to 15 form an integral part of these condensed financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Money Market Fund
Condensed Interim Income Statement (Un-audited)
For the quarter ended 30 September 2020

	Note	Quarter Ended	
		September 30 2020	September 30 2019
		(Rupees in '000)	
Income			
Financial income		67,835	151,204
Capital loss on sale of investments - net		(2,456)	(1,678)
Total income		65,379	149,526
Expenses			
Remuneration of the Management Company		3,375	9,996
Sindh Sales Tax on the Management Company's remuneration		439	1,299
Allocation of expenses relating to the Fund		987	1,111
Marketing & Selling Expense		2,962	958
Remuneration of Central Depository Company of Pakistan Limited - Trustee		725	817
Annual fee of Securities and Exchange Commission of Pakistan		197	222
Auditors' remuneration		198	162
Listing fees		7	7
Legal and Professional Charges		47	74
Other expenses		256	328
Total operating expenses		9,193	14,974
Net income from operating activities		56,186	134,553
Provision for Sindh Workers' Welfare Fund	8.1	(1,103)	(2,641)
Net income for the quarter before taxation		55,083	131,911
Taxation	10	-	-
Net income for the quarter after taxation		55,083	131,911
Allocation of net income for the quarter after taxation			
Net income for the quarter after taxation		55,083	131,911
Income already paid on units redeemed		(15,841)	(42,702)
Accounting income available for distribution		39,242	89,209
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding capital gains		39,242	89,209
		39,242	89,209
Earnings per unit	11		

The annexed notes from 1 to 15 form an integral part of these condensed financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Money Market Fund

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the quarter ended 30 September 2020

	Quarter Ended	
	September 30 2020	September 30 2019
	(Rupees in '000)	
Net income for the quarter after taxation	55,083	131,911
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	<u>55,083</u>	<u>131,911</u>

The annexed notes from 1 to 15 form an integral part of these condensed financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Money Market Fund
Condensed Interim Statement of Movement in Unit holders' Fund (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended					
	September 30 2020			September 30 2019		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the quarter	5,037,666	12,115	5,049,780	2,714,135	11,296	2,725,431
Issuance of 13,619,606 units (2019: 52,051,314 units)						
- Capital value	1,371,177	-	1,371,177	5,240,355	-	5,240,355
- Element of income	9,218	-	9,218	59,569	-	59,569
Total proceeds on issuance of units	1,380,395	-	1,380,395	5,299,924	-	5,299,924
Redemption of 34,260,500 units (2019: 38,423,167 units)						
- Capital value	(3,449,234)	-	(3,449,234)	(3,868,318)	-	(3,868,318)
- Element of loss	(6,906)	(15,841)	(22,747)	(25,376)	(42,702)	(68,078)
Total payments on redemption of units	(3,456,140)	(15,841)	(3,471,981)	(3,936,396)	(42,702)	(3,936,396)
Total comprehensive income for the quarter	-	55,083	55,083	-	131,911	131,911
Distribution during the quarter ended 30 September	-	-	-	-	-	-
Net assets at end of the quarter	2,961,921	51,357	3,013,277	4,077,663	100,505	4,220,870
Undistributed income brought forward:						
- Realised income		12,115	12,115		11,296	11,296
- Unrealised income		-	-		-	-
		12,115	12,115		11,296	11,296
Accounting income available for distribution						
- Relating to capital gains	-	-	-	-	-	-
- Excluding capital gains	39,242	39,242	39,242	89,209	89,209	89,209
	39,242	39,242	39,242	89,209	89,209	89,209
Distribution during the quarter ended 30 September	-	-	-	-	-	-
Undistributed income carried forward	51,357	51,357	51,357	100,505	100,505	100,505
Undistributed income carried forward comprise of:						
- Realised income	51,357	51,357	51,357	100,505	100,505	100,505
- Unrealised income	-	-	-	-	-	-
	51,357	51,357	51,357	100,505	100,505	100,505
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the quarter			<u>100.6767</u>			<u>100.6767</u>
Net assets value per unit at end of the quarter			<u>102.1491</u>			<u>103.7087</u>

The annexed notes from 1 to 15 form an integral part of these condensed financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Money Market Fund
Condensed Interim Cash Flow Statement (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended	
	September 30 2020	September 30 2019
(Rupees in '000)		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	55,083	131,911
Adjustments for non-cash and other items:		
Financial income	(67,835)	(151,204)
Capital loss on sale of investments	2,456	1,678
Provision for Sindh Workers' Welfare Fund	1,103	2,641
	<u>(64,276)</u>	<u>(146,885)</u>
Net cash used in operations before working capital changes	(9,193)	(14,974)
Working capital changes		
<i>(Increase) / decrease in assets</i>		
Investments	(2,456)	(1,678)
Deposit, prepayments and other receivables	(2,556)	885
Advance tax	54	(6)
	<u>(4,958)</u>	<u>(799)</u>
<i>(Decrease) / increase in liabilities</i>		
Payable to UBL Fund Managers Limited - Management Company	(2,215)	3,716
Payable to Central Depository Company of Pakistan Limited - Trustee	(121)	47
Payable to Securities and Exchange Commission of Pakistan	(700)	(1,192)
Accrued expenses and other payables	(1,574)	(2,373)
	<u>(9,220)</u>	<u>398</u>
Profit received	52,073	130,723
Net cash flows generated from operating activities	33,312	115,149
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	1,380,395	5,299,924
Payments on redemption of units	(3,471,981)	(3,936,396)
Cash distribution to unit holders	-	-
Net cash flows (used in) / generated from financing activities	(2,091,586)	1,363,528
Net (decrease) / increase in cash and cash equivalents	(2,058,274)	1,478,677
Cash and cash equivalents at beginning of the quarter	5,111,249	2,538,715
Cash and cash equivalents at end of the quarter	3,052,975	4,017,392
CASH AND CASH EQUIVALENTS		
Bank balances	3,052,975	3,704,392
Term deposit receipt	-	313,000
Cash and cash equivalents at end of the quarter	3,052,975	4,017,392

The annexed notes from 1 to 15 form an integral part of these condensed financial information.

For UBL Fund Managers Limited
(Management Company)

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Chief Executive Officer

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UBL Money Market Fund

Notes to the Condensed Interim Financial Information (Un-Audited)

For the quarter ended 30 September 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Money Market Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 10 August 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from 14 October 2010.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines.
- 1.3 The Fund is an open ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis to general public. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The investment objective of the fund is to provide a regular stream of income and easy liquidity to its investors by investing a major chunk of the portfolio in short term government securities.
- 1.5 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 The Management Company has been rated as 'AM1' on 31 December 2019 by VIS. The Fund has been rated as AA(f) by VIS on 31 December 2019.

2 BASIS OF PRESENTATION

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.1 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	Note	30 September 2020 (Un-Audited) (Rupees in '000)	30 June 2020 (Audited)
4. BANK BALANCES			
In saving accounts		3,052,920	5,111,240
In current accounts		55	9
	4.1 & 4.2	<u>3,052,975</u>	<u>5,111,249</u>

4.1 These include amount of Rs. 56.16 million with United Bank Limited, holding company of the Management Company.

4.2 These carry profit rates ranging from 5.5% to 7.10% (June 30 2020: 6.5% to 13.57%) per annum. This includes balance with United Bank Limited of 'Rs.56.16 million (June 30 2020: Rs. 22.91 million) carrying profit rate of 5.50% to 6.40% (June 30 2020: 6.75% to 11.75%) per annum.

5 INVESTMENTS

Designated at fair value through profit or loss - Government Securities

- Market Treasury Bills	5.1	-	-
- Letter of placements	5.2	-	-
		<u>-</u>	<u>-</u>

9 CONTINGENCIES AND COMMITMENTS

9.1 For Tax Years 2016, 2017; and 2018, the Tax Department, through various notices, has disputed Fund's distribution of 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised. Appropriate replies to all notices have been made and the matter is pending conclusion by the Tax Department.

9.2 There were no other contingencies or commitments outstanding as at September 30, 2020.

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.04% which includes 0.19% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended September 30, 2020 are as follows:

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected Persons / Related Parties
----- (Transactions during the quarter ended 30 September 2020) ----- ----- (Rupees in '000) -----						
Units issued	-	2,647	-	38,188	9,618	-
Units redeemed	-	11,343	-	15,950	49,210	-
Profit on saving accounts	-	266	-	-	-	-
Purchase of securities	-	214,716	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration Payable	3,375	-	642	-	-	-
Sindh Sales tax on remuneration	439	-	83.41	-	-	-
Selling & Marketing Expense	2,962	-	-	-	-	-
Allocation of expenses relating to the Fund	987	-	-	-	-	-
----- (Balances held as at 30 September 2020) -----						
Units held (in units '000)	-	-	-	3,353	44	-
Units held (in rupees '000)	-	-	-	342,465	4,492	-
Bank balances	-	56,160	-	-	-	-
Remuneration payable	1,089	-	203	-	-	-
Sales load payable	1,718	-	-	-	-	-
Payable against allocated expenses	568	-	-	-	-	-
Selling and Marketing expense payable	2,960	-	-	-	-	-
Conversion Charges Payable	70	-	-	-	-	-
Other Payable	17	-	-	-	-	-
Profit receivable	-	481	-	-	-	-
Deposit	-	-	100	-	-	-
----- (Transactions during the quarter ended 30 September 2019) ----- ----- (Rupees in '000) -----						
Units issued	1,301,530	1,200	-	60,545	2,122	-
Units redeemed	1,305,018	1,205	-	190,203	18,367	-
Profit on saving accounts	-	432	-	-	-	-
Bank charges	-	27	-	-	-	-
Purchase of securities	-	-	-	1,608,059	-	-
Sale of securities	-	1,878,930	-	1,754,336	-	-
Listing Fee	-	7	-	-	-	-
Remuneration Payable	9,996	-	723	-	-	-
Sindh Sales tax on remuneration	1,299	-	94	-	-	-
Selling & Marketing Expense	958	-	-	-	-	-
Allocation of expenses relating to the Fund	1,111	-	-	-	-	-
----- (Balances held as at 30 June 2020) -----						
Units held (in units '000)	-	96	-	4,021	494,000	-
Units held (in rupees '000)	-	9,694	-	404,948	49,776	-
Bank balances	-	26,265	-	-	-	-
Remuneration payable	2,063	-	324	-	-	-
Sales load and other payable	1,996	-	-	-	-	-
Payable against allocated expenses	856	-	-	-	-	-
Payable against selling and marketing expenses	3,722	-	-	-	-	-
Profit receivable	-	215	-	-	-	-
Deposit	-	-	100	-	-	-

14. GENERAL

14.1 These Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

14.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

14.3 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.

15 DATE OF AUTHORISATION FOR ISSUE

15.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UCF

UBL Cash Fund

INVESTMENT OBJECTIVE

UCF is an open-end Money Market Fund, investing in a diversified portfolio of low risk assets. The Fund seeks to provide attractive daily returns while maintaining comparatively high liquidity.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	Deloitte Yousuf Adil, Chartered Accountants
Bankers	United Bank Limited Samba Bank Limited Allied Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited
Management Co.Rating	AMI (VIS)
Fund Rating	AA(f) (VIS)

**UBL CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

(Un-audited) September 30 2020	(Audited) June 30, 2020
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Note (Rupees in '000)

ASSETS

Bank balances	4	1,317,454	1,679,874
Investments - net	5	-	-
Placements		-	150,000
Mark-up receivable		4,708	7,773
Advance income tax	6	834	834
Other receivable		228	69
Total assets		1,323,224	1,838,550

LIABILITIES

Payable to UBL Fund Managers Limited - Management Company	7.	598	3,169
Payable to Central Depository Company of Pakistan Limited - Trustee		72	152
Payable to the Securities and Exchange Commission of Pakistan		63	188
Accrued expenses and other liabilities	8	11,079	15,737
Total liabilities		11,812	19,246

Net Assets

Net Assets		1,311,413	1,819,304
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Unit Holders' Fund (as per statement attached)

Unit Holders' Fund (as per statement attached)		1,311,413	1,819,304
---	--	------------------	-----------

CONTINGENCIES AND COMMITMENTS

CONTINGENCIES AND COMMITMENTS	9		
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Number of Units in Issue

Number of Units in Issue		12,897,414	18,185,582
		----- (Rupees) -----	
Net Asset Value Per Unit		101.6803	100.0410
Face Value per Unit		100.0000	100.0000

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL CASH FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30 2020**

For the period ended

	September 30, 2020,	September 30, 2019
Note	----- (Rupees in '000) -----	
INCOME		
Financial income	22,884	527
profit/Loss on sale of investments - net	(769)	(8)
Total income	22,114	519
EXPENSES		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	229	2
Allocated expenses	633	2
Annual fee of Securities and Exchange Commission of Pakistan	63	-
Brokerage, settlement and other expenses	83	17
Listing fee	9	1
Total expenses	1,017	22
Net operating income for the period	21,097	497
Provision for Sindh Workers' Welfare Fund (SWWF)	8.1 (414)	(10)
Net income for the period before taxation	20,682	487
Taxation	10 -	-
Net income for the period after taxation	20,682	487
Allocation of net income for the period		
- Net income for the period after taxation	20,682	487
- Income already paid on units redeemed	(2,935)	-
Net income for the period available for distribution	17,747	487
Net income for the period available for distribution		
- Relating to capital gains	-	-
- Excluding capital gains	17,747	487
	17,747	487
Earnings per unit	11	

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL CASH FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30 2020**

	For the Period Ended	
	September 30, 2020,	September 30, 2019
	----- (Rupees in '000) -----	
Net income for the period after taxation	20,682	487
Other comprehensive income		
Items that may be reclassified subsequently to income statement	-	-
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income for the period	20,682	487

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL CASH FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30 2020

For the period ended

	September 30, 2020,			September 30, 2019		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	1,819,271	33	1,819,304	-	-	-
Net assets at beginning of the period						
Issuance of 6,683,721 units (2019: 2,003,594 units)						
- Capital value	670,146	-	670,146	200,359	-	200,359
- Element of loss	4,170	-	4,170	-	-	-
Total amount received on redemption of units	674,316	-	674,316	200,359	-	200,359
Redemption of 11,986,886 units (2019: Nil units)						
- Capital value	(1,199,180)	-	(1,199,180)	-	-	-
- Element of loss	(775)	(2,935)	(3,709)	-	-	-
Total amount paid on issuance of units	(1,199,955)	(2,935)	(1,202,889)	-	-	-
Total comprehensive income for the period	-	20,682	20,682	-	487	487
Interim distribution:						
Rs. 0.4228 per unit paid on 29 September 2019					(423)	(423)
Net income loss for the period less distribution	-	20,682	20,682	-	64	64
Net assets at end of the period	1,293,633	17,780	1,311,413	200,359	64	200,423
Undistributed income brought forward comprising of:						
- Realised		33			-	
- Unrealised		-			-	
		33			-	
Accounting income available for distribution						
- Related to capital gain		-			487	
- Excluding capital gain		17,747			487	
		17,747			487	
Distribution during the period:						
Rs. 0.4228 per unit paid on 29 September 2019		-			(23)	
Undistributed income carried forward - net		17,780			487	
Undistributed income carried forward comprising of:						
- Realised		17,780			64	
- Unrealised		-			-	
		17,780			64	
Net assets value per unit at the beginning of the period			100.0410			100.0000
Net assets value per unit at the end of the period			101.6803			100.0317

(Rupees in '000)

(Rupees)

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**UBL CASH FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30 2020**

	For the period Ended	
	September 30, 2020, (Rupees in '000)	September 30, 2019 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	20,682	487
Adjustments for:		
Financial income	(22,884)	(527)
profit/Loss on sale of investments - net	769	8
Provision for Sindh Workers' Welfare Fund (SWWF)	414	10
Cash used in operations before working capital changes	<u>(21,701)</u>	<u>(509)</u>
	(1,019)	(22)
(Increase) in assets		
Investment - net	(769)	(8)
Other receivable	(159)	(1,000)
	<u>(928)</u>	<u>(1,008)</u>
Decrease in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(2,571)	1,002
Payable to Central Depository Company of Pakistan Limited - Trustee	(80)	2
Payable to the Securities and Exchange Commission of Pakistan	(125)	-
Accrued expenses and other liabilities	(5,072)	114
	<u>(7,848)</u>	<u>1,118</u>
Cash used in operations	(9,795)	88
Mark-up received on bank balances	25,948	414
Net cash generated from operating activities	<u>16,153</u>	<u>502</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	674,316	200,359
Net payments against redemption of units	(1,202,889)	-
Dividend paid	-	(423)
Net cash generated from financing activities	<u>(528,573)</u>	<u>199,936</u>
Net increase in cash and cash equivalents during the period	(512,420)	200,438
Cash and cash equivalents at the beginning of the period	1,829,874	-
Cash and cash equivalents at the end of the period	<u>1,317,454</u>	<u>200,438</u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL CASH FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** UBL Cash Fund (the "Fund") was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on July 10, 2018 after it was approved by the Securities and Exchange Commission of Pakistan (SECP) on July 04, 2018 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from September 23, 2019. Accordingly these financial statements have been prepared from September 23, 2019 to June 30, 2020.
- 1.2** The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3** The Fund is an open-end mutual fund categorized as money market scheme and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.
- 1.4** The investment objective of the Fund is to generate attractive returns within a low risk portfolio to provide a regular stream of income and easy liquidity to its investors.
- 1.5** Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6** VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company as on December 31, 2019.

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3** The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

- 3.1** The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020

- 3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income

and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

- 3.3** The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2020
- 3.4** There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2019. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020

4. BANK BALANCES	Note	(Un-audited) September 30 2020	(Audited) June 30, 2020
		(Rupees in '000)	
In local currency:			
- Profit and loss sharing accounts	4.1	<u><u>1,317,454</u></u>	<u><u>1,679,874</u></u>

- 4.1** Mark-up rates on these Mark-up and loss sharing accounts range between 5.5% to 7.7% per annum. This includes an amount held by a related party (United Bank Limited) amounting to Rs. 10.819 m on which return is earned at 6.5% per annum.

5. INVESTMENTS - NET

Government securities designated at fair value through profit or loss

Name of security	Note	As at July 1, 2020	Purchased during the period	Sold / Matured during the period	As at September 30, 2020	Total carrying value / market value as at	Total market value as at Septemb	Appreciat ion / (diminuti on) as at Septemb	Market value as a percenta ae	Market value as a percenta ae
Market Treasury Bills - 3 months	5.1	-	13,250	13,250	-	-	-	-	0%	0%
Market Treasury Bills - 6 months	5.1	-	12,400	12,400	-	-	-	-	0%	0%
Market Treasury Bills - 1 Year	5.1	-	18,410	18,410	-	-	-	-	0%	0%
Total as at September 30, 2020 (Unaudited)						<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>0%</u></u>	<u><u>0%</u></u>
Total as at June 30, 2020 (Audited)						<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>0%</u></u>	<u><u>0%</u></u>

- 5.1** These T-bills have nominal value of Rs 100,000 each.

6. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR) , through a circular “C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R” date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.2% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services.

8. ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for Sindh Workers' Welfare Fund (SWWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.1 to the annual audited financial statements for the year ended June 30, 2020

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 2.605 million (June 30, 2020: Rs. 2.191 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.20 (June 30, 2020: Rs. 0.12).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised

or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 0.45% which includes 0.16% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

- 13.1 The Fund has not disclosed the fair values for other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.
- 13.2 There were no transfers between various levels of fair value hierarchy during the period.
14. **TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES**
- 14.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (the Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company, and unit holders holding 10% or more of the Fund's net assets.
- 14.2 Transactions with the connected persons are carried out in the normal course of business, at agreed terms.
- 14.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Rules, NBFC Regulations.
- 14.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 14.5 Details of transactions with related parties / connected persons and balances with them at the period end, other than those which have been specifically disclosed elsewhere in this condensed interim financial information are as follows:

	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Other Connected persons / related parties**
Transactions during the period					
----- September 30 2020 -----					
----- (Units in '000) -----					
Units issued	899	-	-	-	2,295
Units redeemed	899	-	-	-	396
----- (Rupees in '000) -----					
Value of units issued	90,047	-	-	-	232,405
Value of units redeemed	90,550	-	-	-	39,969
Purchase of Securities	-	99,868	-	-	-
Sale of Securities	-	-	173,228	-	-
Mark-up on PLS accounts	-	152	-	-	-
Bank and other charges	-	4	-	-	-
Remuneration (inclusive of SST)	-	-	229	-	-
Allocated expenses	633	-	-	-	-
Dividend paid	-	-	-	-	-
----- As at September 30, 2020 -----					
----- (Units in '000) -----					
Balances held					
Units held	-	-	-	-	6,359
----- (Rupees in '000) -----					
Value of units held	-	-	-	-	646,537
Bank balances	-	10,819	-	-	-
Deposits	-	-	-	-	-
Remuneration (inclusive of SST)	-	-	72	-	-
Allocated expenses payable	392	-	-	-	-
Other payable	30	-	-	-	-
Sales load payable	176	-	-	-	-
Mark-up receivable	-	38	-	-	-

* This represent parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company.

** These include transactions and balances in relation to those directors and key executives that exist as at period end.

Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Other Connected persons / related parties**
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Transactions during the period

	----- September 30 2019 -----			
	----- (Units in '000) -----			
Units issued	2,004	-	-	-
Units redeemed	-	-	-	-
	----- (Rupees in '000) -----			
Value of units issued	200,359	-	-	-
Value of units redeemed	-	-	-	-
Mark-up on PLS accounts	-	2	-	-
Bank and other charges	-	-	-	-
Remuneration (inclusive of SST)	-	-	2	-
Dividend paid	423	-	-	-
Allocated expenses	2	-	-	-

----- As at June 30, 2020 -----
----- (Units in '000) -----

Balances held

Units held	-	-	-	-	13,099
	----- (Rupees in '000) -----				
Value of units held	-	-	-	-	1,310,437
Bank balances	-	11,302	-	-	-
Other receivable	57	-	-	-	-
Remuneration payable	-	-	152	-	-
Profit receivable	-	15	-	-	-
Allocated expenses payable	876	-	-	-	-
Other payable	30	-	-	-	-
Sales load payable	2,263	-	-	-	-

This represent parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company.

These include transactions and balance in relation to those directors and key executives that existed as at year end. However, it does not include the transactions and balances whereby director and key executives have resigned from the Management company during the year.

These include transactions and balances in relation to those directors and key executives that exist as at period end.

15. GENERAL

15.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

15.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 29 Oct 2020 by the Board of Directors of the Management Company.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UGSF

UBL Government Securities Fund

INVESTMENT OBJECTIVE

The objective of the fund is to generate a competitive return with minimum risk, by investing primarily in Government Securities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	BDO Ebrahim & Co., Chartered Accountants
Bankers	United Bank Limited Bank Alfalah Limited MCB Bank Limited Faysal Bank Limited Allied Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited JS Bank Limited Meezan Bank Limited Samba Bank Limited Sindh Bank Limited Askari Bank Limited National Bank of Pakistan Limited Zarai Taraqiati Bank Limited Soneri Bank Limited
Management Co.Rating	AM1 (JCR-VIS)
Fund Rating	A+(f) (JCR-VIS)

**UBL GOVERNMENT SECURITIES FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

	September 30, 2020 (Unaudited)	June 30, 2020 (Audited)
	----- (Rupees in '000) -----	
ASSETS		
Bank balances	4 389,099	549,489
Term deposit receipts	-	-
Investments	5 5,650,071	1,442,862
Mark up / interest receivable	136,239	97,399
Prepayments and other receivables	502,444	1,458,044
Advance tax	6 5,177	5,176
TOTAL ASSETS	<u>6,683,029</u>	<u>3,552,970</u>
LIABILITIES		
Payable to UBL Fund Managers Limited - Management Company	7 7,717	4,808
Payable to Central Depository Company of Pakistan Limited - Trustee	373	203
Payable to Securities and Exchange Commission of Pakistan	256	504
Accrued expenses and other liabilities	8 589,807	390,692
TOTAL LIABILITIES	<u>598,153</u>	<u>396,207</u>
NET ASSETS	<u>6,084,877</u>	<u>3,156,763</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	<u>6,084,877</u>	<u>3,156,763</u>
CONTINGENCIES AND COMMITMENTS	9	
	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	<u>57,571,089</u>	<u>29,887,045</u>
	----- (Rupees) -----	
NET ASSETS VALUE PER UNIT	<u>105.6933</u>	<u>105.6231</u>

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**UBL GOVERNMENT SECURITIES FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended September 30, 2020	Quarter Ended September 30, 2019
Note	----- (Rupees in '000) -----	
INCOME		
Financial income	106,809	54,957
Capital (loss) on sale of investments - net	(3,662)	(800)
Unrealised gain / (loss) on revaluation of investments classified as financial asset 'at fair value through profit or loss' - net	(27,119)	1,944
TOTAL INCOME	76,028	56,101
EXPENSES		
Remuneration of UBL Fund Managers Limited - Management Company	13,204	4,792
Sindh Sales tax on Management Company's remuneration	1,716	623
Allocated expenses	1,281	391
Remuneration of Central Depository Company of Pakistan Limited - Trustee	941	331
Annual fee of Securities and Exchange Commission of Pakistan	256	78
Bank and other charges	3	50
Auditors' remuneration	89	134
Brokerage and settlement expenses	700	449
Legal and professional charges	47	39
Fee and subscription charges	77	78
Total operating expenses	18,314	6,965
Operating income for the quarter	57,714	49,136
Provision for Sindh Workers' Welfare Fund	(1,136)	(965)
Net income for the quarter before taxation	56,578	48,171
Taxation	-	-
Net income for the quarter after taxation	56,578	48,171
Allocation of net income for the quarter		
Income already paid on units redeemed	(17,553)	(2,438)
Net income for the quarter available for distribution	39,025	45,733
Relating to capital gains	-	1,143
Excluding capital gains	39,025	44,590
	39,025	45,733
Earnings per unit		

11

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL GOVERNMENT SECURITIES FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	<u>Quarter Ended</u> September 30, 2020	<u>Quarter Ended</u> September 30, 2019
	----- (Rupees in '000) -----	
Net income for the quarter after taxation	56,578	48,171
Other comprehensive income		
Items that may be reclassified subsequently to income statement	-	-
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income for the quarter	<u><u>56,578</u></u>	<u><u>48,171</u></u>

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL GOVERNMENT SECURITIES FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended	
	September 30, 2020	September 30, 2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	56,578	48,171
Adjustments for:		
Financial income	(106,809)	(54,957)
Unrealised (gain) / loss on revaluation of investments at fair value through profit or loss - net	27,119	(1,944)
Capital loss on sale of investments - net	3,662	800
Provision for Sindh Workers' Welfare Fund	1,136	965
	(74,892)	(55,136)
Cash used in operations before working capital changes	(18,314)	(6,965)
Working capital changes		
Decrease / (increase) in assets		
Investments - net	(4,237,991)	319,005
Term deposit receipts	-	-
Prepayments and other receivables	955,600	(27,128)
Advance tax	(1)	(1)
	(3,282,391)	291,876
(Decrease) / increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	2,909	322
Payable to Central Depository Company of Pakistan Limited - Trustee	170	(48)
Annual fee payable to Securities and Exchange Commission of Pakistan	(248)	(1,192)
Accrued expenses and other liabilities	197,979	(55,061)
	200,810	(55,979)
Cash generated from operations	(3,099,895)	228,932
Profit received on bank balances and investments	67,969	72,242
Net cash generated from operating activities	(3,031,926)	301,174
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	11,875,536	335,363
Payments against redemption of units	(8,942,633)	(190,676)
Dividend paid	(61,367)	-
Net cash generated / (used in) from financing activities	2,871,536	144,687
Net increase in cash and cash equivalents	(160,390)	445,861
Cash and cash equivalents at the beginning of the quarter	549,489	1,109,748
Cash and cash equivalents at the end of the quarter	389,099	1,555,609
CASH AND CASH EQUIVALENTS		
Bank balances	389,099	1,555,609
	389,099	1,555,609

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL GOVERNMENT SECURITIES FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Government Securities Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-ended mutual fund. It was constituted under the Trust Deed, dated May 19, 2011 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company, a company incorporated under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has also been approved by the Securities and Exchange Commission of Pakistan (SECP). The Fund commenced its operations from July 7, 2011. The registered office of the Management Company is situated at the 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi, Pakistan.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules.
- 1.3 The Fund is an income scheme and units of the Fund are listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund at the option of the unit holder. The Fund is categorised as an open-ended income scheme in accordance with Circular No. 7 of 2009 issued by the SECP.
- 1.4 The objective of the Fund is to generate a competitive return with minimum risk, by investing primarily in Government Securities. The weighted average time to maturity of the Fund's investment shall not exceed 4 years and this shall also apply to Government Securities. This is intended to reduce risk while providing competitive returns and maintaining liquidity.
- 1.5 Title to the assets of the Fund are held in the name of the CDC as the Trustee of the Fund.
- 1.6 VIS Credit Rating Company Limited has assigned an asset manager quality rating of 'AM1' (stable outlook) to the Management Company as at December 27, 2019 and a stability rating of "A+(f)" to the Fund as at September 30, 2020.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3

SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	Note	September 30, 2020 (Unaudited) ----- (Rupees in '000) -----	June 30, 2020 (Audited)
4 BANK BALANCES			
Cash at bank			
In current accounts		10	10
In savings accounts	4.1	389,089	549,479
		<u>389,099</u>	<u>549,489</u>

- 4.1 Profit rates on these savings accounts range from 3.50% to 7.70% per annum (June 30, 2020: 6.40% to 13.65% per annum). This includes an amount held by a related parties amounting to Rs. 80.459 million (June 30, 2020: Rs. 24.101 million) on which return is earned at 5.50% (June 30, 2020: 7.50%) per annum.

5 INVESTMENTS

5.1 Government securities classified as financial asset at fair value through profit or loss

Pakistan Investment Bonds	5.2 & 5.3	5,650,071	1,325,798
Market Treasury Bills	5.2 & 5.4	-	117,064
		<u>5,650,071</u>	<u>1,442,862</u>

5.2 Details of Government Securities are as follows:

Name of security	Note	At the beginning of the quarter	Acquired during the quarter No. of holdings	Sold / matured during quarter	At the end of the quarter	Market value as at September 30, 2020 (Rupees in '000)	Market value as at June 30, 2020	Percentage of investment
Pakistan Investment Bonds								
PIB- 10 Years	5.3	10,685	0	1,500	9,185	903,837	1,070,634	16.00%
PIB- 05 Years	5.3	-	51,210	40,700	10,510	1,054,994	-	18.67%
PIB- 03 Years	5.3	2,300	99,640	65,160	36,780	3,691,241	255,164	65.33%
Market Treasury Bills								
T-bill 1 year	5.4	1,250	8,000	9,250	-	-	117,064	0.00%
		<u>14,235</u>	<u>158,850</u>	<u>116,610</u>	<u>56,475</u>	<u>5,650,071</u>	<u>1,442,862</u>	<u>100.00%</u>

- 5.3 These comprise of fixed and floating rate Pakistan Investment Bonds (PIBs) having face value amounting to Rs. 425.000 million and Rs. 5,222.500 million respectively (June 30, 2020: fixed and floating rate (PIBs) Rs. 805.000 million and Rs. 493.500 million respectively) and carrying mark-up (coupon) rate ranging from 7.713% to 8.307% at quarter end (June 30, 2020: fixed and floating rate (PIBs) 8.75% to 10.00% and 13.94% to 14.05% respectively). Mark-up is reset and received semi-annually.

5.4 As at September 30, 2020, face value of Market Treasury Bills (T-bills) was Nil (June 30, 2020: 117.064 million) carrying purchase Nil (June 30, 2020: 7.29%).

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 10% of the gross earnings of the Fund calculated on a daily basis with a floor and cap of 1% and 1.25% on average daily net assets, respectively. (June 30, 2020: 10% of the gross earnings of the Fund calculated on a daily basis with a floor and cap of 1% and 1.25% on average daily net assets, respectively). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

8 ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 52.558 million (June 30, 2020: Rs. 52.558 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 52.558 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 0.913 (June 30, 2020: Rs. 1.758).

8.2 Provision For Sindh Workers' Welfare Fund

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 27.701 million (June 30, 2020: Rs. 26.565 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Re. 0.481 (June 30, 2020: Re. 0.888).

9 CONTINGENCIES AND COMMITMENTS

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

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.52% which includes 0.26% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

Carrying Amount		Fair value			
As at September 30, 2020		As at September 30, 2020			
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3	
Financial assets measured at fair value					
Pakistan Investment Bonds	5,650,071	-	5,650,071	-	
Market Treasury Bills	-	-	-	-	
Government of Pakistan Ijara Sukuk	-	-	-	-	
	5,650,071	-	5,650,071	-	
Financial assets not measured at fair value					
Bank balances	-	389,099	-	-	
Mark up / interest receivable	-	136,239	-	-	
Other receivables	-	502,444	-	-	
	-	1,027,782	-	-	
	5,650,071	1,027,782	5,650,071	-	
Financial liabilities not measured at fair value					
Payable to Management Company	-	6,917	-	-	
Payable to Trustee	-	330	-	-	
Accrued expenses and other liabilities	-	589,949	-	-	
	-	597,196	-	-	
As at June 30, 2020					
Fair value through profit or loss	Loans and receivables	Other financial liabilities	Level 1	Level 2	Level 3
Financial assets measured at fair value					
Pakistan Investment Bonds	1,325,798	-	-	1,325,798	-
Market Treasury Bills	117,064	-	-	117,064	-
Government of Pakistan Ijara Sukuk	-	-	-	-	-
	1,442,862	-	-	1,442,862	-
Financial assets not measured at fair value					
Bank balances	-	549,489	-	-	-
Term deposit receipt	-	-	-	-	-
Mark up / interest receivable	-	97,399	-	-	-
Other receivables	-	1,457,980	-	-	-
	-	2,104,868	-	-	-
	1,442,862	2,104,868	-	1,442,862	-
Financial liabilities not measured at fair value					
Payable to Management Company	-	-	4,344	-	-
Payable to Trustee	-	-	180	-	-
Accrued expenses and other liabilities	-	-	261,620	-	-
	-	-	266,144	-	-

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

14.2 There were no transfers between various levels of fair value hierarchy during the period.

14.3 Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation. However, no significant reclassification has been made during the period.

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.2 Impact 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:

- 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;
- Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- 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;
- Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16 DATE OF AUTHORIZATION FOR ISSUE

16.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UIOF

UBL Income Opportunity Fund

INVESTMENT OBJECTIVE

The Objective of UBL Income Opportunity Fund is to provide a competitive rate of return to its investors by investing in quality TFCs / Sukuk, Government Securities, Bank Deposits, and short and long term debt instruments.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Ernst & Young Ford Rhodes Sidat Hyder & Co.
Bankers	United Bank Limited Bank Alfalah Limited Faysal Bank Limited Tameer MicroFinance Bank Allied Bank Limited Khushhali Bank Ltd. MCB Bank Limited JS Bank Limited Samba Bank Limited Habib Bank Limited Sindh Bank Limited Zarai Taraqati Bank Limited National bank of Pakistan Limited
Management Co.Rating	AM1 (JCR-VIS)
Fund Rating	A(f)

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	786,476	254,875
Investments	5	598,378	331,686
Mark-up and Dividend receivable		17,203	6,201
Advance tax	6	347	347
Deposits, prepayments and other receivables		211,784	32,231
Receivable against sale of investments		50,700	5,714
TOTAL ASSETS		1,664,888	631,054
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	7	1,910	2,201
Payable to Central Depository Company of Pakistan - Trustee		99	46
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)		52	119
Accrued and other liabilities	8	32,972	21,346
TOTAL LIABILITIES		35,033	23,712
NET ASSETS		1,629,855	607,342
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,629,855	607,342
CONTINGENCIES AND COMMITMENTS	9		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		14,595,863	5,516,450
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		111.6655	110.0966

The annexed notes from 1 to 16 form an integral part of of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Note	Quarter ended	
		September 30, 2020	September 30, 2019
		----- (Rupees in '000) -----	
INCOME			
Financial income		14,203	15,009
Unrealised loss on revaluation of investments classified as 'at fair value through profit or loss' - net		(960)	(53)
(Loss) / gain on sale of securities - net		6,310	(143)
Dividend Income		621	-
Other income		-	17
Total income		20,174	14,830
EXPENSES			
Remuneration to UBL Fund Managers Limited - Management Company		2,075	1,370
Sales tax on Remuneration to Management Company		270	178
Remuneration of the Trustee		194	75
Sales tax on remuneration of the Trustee		25	10
Annual fee - Securities and Exchange Commission of Pakistan		52	20
Allocated expense		259	100
Selling and marketing expenses		259	100
Brokerage and settlement charges		1,387	178
Listing fee		7	7
Auditors' remuneration		69	98
Legal and professional charges		39	41
Bank charges and other expenses		37	59
Total expenses		4,673	2,236
Net operating income for the quarter		15,501	12,594
Provision for Sindh Workers' Welfare Fund (SWWF)	8.2	(305)	(247)
Net income for the quarter before taxation		15,196	12,347
Taxation	10	-	-
Net income for the quarter after taxation		15,196	12,347
<i>Allocation of net income for the quarter:</i>			
Income already paid on units redeemed		(2,014)	(4,506)
Net income for the quarter available for distribution		13,182	7,841
<i>Net income available for distribution:</i>			
- Relating to capital gains		5,004	1,143
- Excluding capital gains		8,178	6,698
		13,182	7,841
Earnings per unit	11		

The annexed notes from 1 to 16 form an integral part of of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	<u>Quarter ended</u>	
	<u>September 30,</u> <u>2020</u>	<u>September 30,</u> <u>2019</u>
	----- (Rupees in '000) -----	
Net income for the quarter after taxation	15,196	12,347
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	<u>15,196</u>	<u>12,347</u>

The annexed notes from 1 to 16 form an integral part of of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended					
	September 30, 2020			September 30, 2019		
	Capital value	Undistributed income / (loss)	Total	Capital value	Undistributed income / (loss)	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the quarter	596,598	10,744	607,342	821,353	11,907	833,260
Amount received on issuance of 269,632 units (2019: 269,632 units)						
Capital value	1,572,331	-	1,572,331	29,713	-	29,713
Element of income during the quarter;						
- Relating to net income for the quarter after taxation	12,105	-	12,105	336	-	336
	1,584,436	-	1,584,436	30,049	-	30,049
Redemption of 5,664,418 (2019: 5,664,418) units						
Capital value	(572,718)	-	(572,718)	(624,209)	-	(624,209)
Element of income during the quarter;						
- Relating to net income for the quarter after taxation	(2,386)	(2,014)	(4,400)	(128)	(4,506)	(4,634)
	(575,104)	(2,014)	(577,118)	(624,337)	(4,506)	(628,843)
Total comprehensive income for the quarter	-	15,196	15,196	-	12,347	12,347
Distribution during the quarter NIL (2018: NIL)	-	-	-	-	-	-
Distribution during the year NIL (2018: Rs.4.7439 per unit declared on July 02, 2018 as cash dividend)	-	-	-	-	-	-
Net assets at end of the quarter	1,605,929	23,926	1,629,855	227,065	19,748	246,813
Undistributed income brought forward comprising of :						
- Realised	-	9,614	9,614	-	11,907	11,907
- Unrealised	-	1,130	1,130	-	-	-
	-	10,744	10,744	-	11,907	11,907
Accounting income available for distribution:						
- Relating to capital gains	-	5,004	5,004	-	1,143	1,143
- Excluding capital gains	-	8,178	8,178	-	6,698	6,698
	-	13,182	13,182	-	7,841	7,841
Interim Distribution						
Undistributed income carried forward		23,926	23,926		19,748	19,748
Undistributed income carried forward comprising of :						
- Realised		22,966	22,966		19,695	19,695
- Unrealised (loss)		(960)	(960)		(53)	(53)
		23,926	23,926		19,748	19,748
	----- (Rupees) -----					
Net assets value per unit at beginning of the quarter			<u>110.0966</u>			<u>110.1983</u>
Net assets value per unit at end of the quarter			<u>111.6655</u>			<u>113.9132</u>

The annexed notes from 1 to 16 form an integral part of of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended	
	September 30, 2020	September 30, 2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	15,196	12,347
Adjustments for:		
Financial income	(14,203)	(15,009)
Dividend Income	(621)	-
(Gain) / loss on sale of investments classified as 'at fair value through profit or loss' - net	(6,310)	143
Unrealised loss on revaluation of investments classified as 'at fair value through profit or loss' - net	960	53
Provision for Sindh Workers' Welfare Fund (SWWF)	305	247
	<u>(19,869)</u>	<u>(14,566)</u>
Cash used in operations before working capital changes	(4,673)	(2,219)
Working capital changes		
Decrease / (increase) in assets		
Investments	(261,343)	102,441
Advance tax	-	(2)
Deposits, prepayments and other receivables	(179,553)	608
Receivable against sale of investments	(44,986)	-
	<u>(485,882)</u>	<u>103,047</u>
(Decrease) / increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(291)	(768)
Payable to Central Depository Company of Pakistan - Trustee	53	(114)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(67)	(1,070)
Accrued and other liabilities	11,321	(5,368)
	<u>11,016</u>	<u>(7,320)</u>
Financial income and Dividend received	<u>3,822</u>	<u>18,461</u>
Net cash flows generated from operating activities	(475,717)	111,969
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipt from issuance of units	1,584,436	30,049
Net payment against redemption of units	(577,118)	(628,843)
Distribution during the quarter / year	-	-
Net cash generated from / (used in) financing activities	1,007,318	(598,794)
Net increase in cash and cash equivalents during the quarter	531,601	(486,825)
Cash and cash equivalents at beginning of the quarter	254,875	648,809
Cash and cash equivalents at end of the quarter	<u>786,476</u>	<u>161,984</u>

The annexed notes from 1 to 16 form an integral part of of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL INCOME OPPORTUNITY FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Income Opportunity Fund (the Fund) was established under a Trust Deed executed between UBL Funds Managers Limited, (wholly owned subsidiary company of United Bank Limited) as its Management Company and Central Depository Company of Pakistan Limited, as its Trustee. The Trust Deed was executed on January 01, 2013 and the Fund was authorized by the Securities and Exchange Commission of Pakistan (SECP) on February 13, 2013 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). The registered office of the Management Company is situated at the 4th Floor STSM Building, Beaumont Road, Civil Lines Karachi.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP.
- 1.3 The Fund is an open-ended mutual fund listed on Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders. The Fund commenced its operations from March 29, 2013.
- 1.4 The objective is to provide a competitive rate of return to its investors by investing in quality term finance certificates / sukuk issued by the financial institutions, Government securities, bank deposits and short-term and long-term debt instruments. Under circular 07 dated March 06, 2009 issued by the SECP, the Fund has been categorized by the Management Company as an Income Scheme.
- 1.5 VIS Credit Rating Company has re-affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company as on December 31, 2019. The Fund has been assigned a stability rating of "A(f)" on October 16, 2020.
- 1.6 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 This condensed interim financial information has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
 - Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.
- Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.
- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	---- (Rupees in '000) ----	
4. BANK BALANCES			
Saving accounts	4.1	<u>786,476</u>	<u>254,875</u>

4.1 These carry mark-up at the rates ranging from 5.5% to 7.7% (June 2019: from 6.4% to 13.50%) per annum and include a balance of Rs.14.383 (June 2020: Rs.1.93) million held with United Bank Limited (a related party).

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	---- (Rupees in '000) ----	
5. INVESTMENTS			
Investments by Category			
'At Fair Value Through Profit or Loss'			
Government Securities - Market Treasury Bills	5.1	-	146,735
Government Securities - Pakistan Investment bonds	5.2	441,655	144,236
Term Finance Certificates	5.3	58,892	40,715
Quoted equity securities	5.4	97,831	-
		<u>598,378</u>	<u>331,686</u>

6. ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 10% of gross earnings (September 30, 2019: 10%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

8. ACCRUED AND OTHER LIABILITIES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 1.597 million (June 30, 2020: Rs. 1.597 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. xx million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 0.11 (June 30, 2020: Rs. 0.28).

8.2 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 5.173 million (June 30, 2020: Rs. 4.867 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.35 (June 30, 2020: Rs. 0.88).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.92% which includes 0.31% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Financial Services (Private) Limited, being entity under the common management or directorship, Central Depository Company of Pakistan Limited as trustee of the Fund, the directors key management personnel and other associated undertakings and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, NBFC Regulations and constitutive documents of the Fund respectively.

Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended September 30, 2020 are as follows:

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----						
September 30, 2020						
Transactions during the quarter						
Mark-up on bank accounts	-	290	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued	336,000	8,732	-	-	21,065	-
Units redeemed	-	5,502	-	-	125	-
Sale of investment	-	-	-	74,074	-	-
Remuneration *	2,345	-	-	-	-	-
CDS charges	-	-	-	-	-	-
Selling and marketing expense	259	-	-	-	-	-
Allocated expense	259	-	-	-	-	-

September 30, 2019						
Transactions during the quarter						
Mark-up on bank accounts	-	98	-	-	-	-
Bank charges	-	6	-	-	-	-
Units issued	-	-	-	-	4	-
Units redeemed	529,002	-	-	-	-	1,600
Sale of investment	-	-	-	486,113	-	-
Remuneration *	1,548	-	-	-	-	-
CDS charges	-	-	4	-	-	-
Selling and marketing expense	100	-	-	-	-	-
Allocated expense	100	-	-	-	-	-

Balances held						
Units held (units in '000)	3,030	29	-	-	189	-
Units held (Rupees in '000)	338,344	3,260	-	-	21,067	-
Bank balances	-	14,383	-	-	-	-
Remuneration payable*	1,090	-	99	-	-	-
Deposits	-	-	100	-	-	-
Sales load and other payable	368	465	-	-	-	-
Allocated expense payable	193	-	-	-	-	-
Selling and marketing expense	259	-	-	-	-	-
Mark-up receivable	-	93	-	-	-	-

June 30, 2020						
Balances held						
Units held (units in '000)	-	-	1,103	-	-	-
Units held (Rupees in '000)	-	-	121,451	-	-	-
Bank balances	-	1,933	-	-	-	-
Remuneration payable	450	-	46	-	-	-
Security deposit	-	-	100	-	-	-
Sales load and other payables	1,412	-	-	-	-	-
Mark-up receivable	-	19	-	-	-	-
Payable against allocated expenses	130	-	-	-	-	-
Selling and marketing expenses	207	-	-	-	-	-

* Remuneration for the quarter is inclusive of sales tax.

14. FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has no effect on these financial statements.

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

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

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

	Note	September 30, 2020 (Un-audited)			
		Level 1	Level 2	Level 3	Total
		----- (Rupees in '000) -----			
Financial assets measured at fair value					
Term finance certificates	14.1&1 4.2	-	598,378	-	598,378
		----- (Rupees in '000) -----			
Financial assets measured at fair value					
Term finance certificates	14.1&1 4.2	-	331,686	-	331,686

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

14.2 There were no transfers between various levels of fair value hierarchy during the period.

15 GENERAL

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.1 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.2 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.

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UGIF

UBL Growth and Income Fund

INVESTMENT OBJECTIVE

UGIF is an open-end Aggressive Fixed Income Fund, investing in medium to long-term fixed income instruments as well as short-tenor money market instruments and seeks to generate superior, long-term, risk-adjusted returns while preserving capital over the long-term.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Ernst & Young Ford Rhodes, Chartered Accountants
Bankers	Allied Bank Limited Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited JS Bank Limited Khushhali Bank Ltd. MCB Bank Limited National Bank of Pakistan Samba Bank Limited Silk Bank Limited Sindh Bank Limited Summit Bank Limited Telenor Microfinance Bank Limited The Bank of Punjab United Bank Limited Zarai Taraqiati Bank Limited Soneri Bank Limited
Management Co.Rating	AM1 (VIS)
Fund Rating	A(f) (VIS)

UBL GROWTH AND INCOME FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
Assets			
Bank balances	4	421,046	329,777
Investments	5	655,061	543,053
Mark-up and Dividend receivable		9,440	19,724
Advance tax	6.	3,833	3,832
Deposits, prepayments and other receivables		140,452	36,910
Receivable against settlement of spread transactions		-	-
TOTAL ASSETS		1,229,832	933,296
Liabilities			
Payable to the Management Company	7.	2,261	2,290
Remuneration payable to the Trustee		74	65
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)		49	294
Accrued and other liabilities	9	53,574	53,056
TOTAL LIABILITIES		55,958	55,705
NET ASSETS		1,173,874	877,591
UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)		1,173,874	877,591
CONTINGENCIES AND COMMITMENTS	10		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		13,537,044	10,328,784
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		86.7157	84.9655

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL GROWTH AND INCOME FUND
CONDENSED INTERIM INCOME STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2020 (UN-AUDITED)**

	Note	Quarter Ended	
		September 30, 2020	September 30, 2019
(Rupees in '000)			
Income			
Financial income		17,621	42,860
Net loss on investments classified as 'At fair value through profit or loss'			
Capital loss on sale and redemption of investments- net unrealised loss		6,104	(774)
on revaluation of investments- net		910	(45)
Other income		1,139	1,011
Provision against non-performing debt securities	5.1.1	-	(1,418)
Reversal of provision against non-performing debt securities	5.1.1	-	2,332
Total income		25,774	43,966
Expenses			
Remuneration of the Management Company		2,033	3,368
Sales tax on management fee		264	438
Expenses allocated by the Management Company	8	243	310
Remuneration of the Trustee		206	263
Annual fee - Securities and Exchange Commission of Pakistan		49	62
Selling and marketing expense	8	971	1,241
Auditors' remuneration		74	103
Legal and professional charges		47	38
Brokerage expense		1,078	96
Bank charges and other expenses		367	201
Total expenses		5,332	6,120
Net operating income for the quarter		20,442	37,846
Provision for Sindh Workers' Welfare Fund	9.2	(402)	(743)
Net income for the quarter before taxation		20,040	37,103
Taxation	11	-	-
Net income for the quarter after taxation		20,040	37,103
<i>Allocation of net income for the quarter:</i>			
Income already paid on units redeemed		(5,614)	(9,426)
Accounting income available for distribution:		14,426	27,677
- Relating to capital gains		6,364	-
- Excluding capital gains		8,062	27,677
		14,426	27,677

Earnings per unit

13

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

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL GROWTH AND INCOME FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2020 (UN-AUDITED)

	Quarter Ended	
	September 30, 2020	September 30, 2019
Note	----- (Rupees in '000) -----	
Net income for the quarter after taxation	20,040	37,103
Other comprehensive income:		
Other comprehensive loss for the quarter	-	-
Net unrealised appreciation / (diminution) on revaluation of investments classified as 'fair value through other comprehensive income'	-	-
	-	-
Total comprehensive income for the quarter	20,040	37,103

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL GROWTH AND INCOME FUND
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2020 (UN-AUDITED)

	<u>Quarter Ended</u>	
	<u>September 30,</u> <u>2020</u>	<u>September 30,</u> <u>2019</u>
Note	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	20,040	37,103
Adjustments for:		
Financial income	(17,621)	(42,860)
Net loss on investments classified as 'At fair value through profit or loss'		
Capital loss on sale and redemption of investments- net	(6,104)	774
Unrealised loss on revaluation of investments- net	(910)	45
Provision against non-performing debt securities	-	1,418
Reversal of provision against non-performing debt securities	-	(2,332)
Provision for Sindh Workers' Welfare Fund	402	743
	(24,233)	(42,212)
Decrease / (increase) in assets		
Investments	(104,994)	211,326
Advance tax	(1)	404
Receivable against settlement of spread transactions	-	(523)
Advances, deposits, prepayments and other receivables	(103,542)	18,380
	(208,537)	229,587
(Decrease) / increase in liabilities		
Payable to the Management Company	(29)	396
Remuneration payable to the Trustee	9	2
Annual fee - Securities and Exchange Commission of Pakistan	(245)	(232)
Accrued and other liabilities	116	(13,909)
	(149)	(13,743)
Reversal of provision	-	2,332
Finance income received	27,905	48,012
Net cash (used in)/ generated from operating activities	(184,974)	261,079
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	746,218	1,037,555
Payments against redemption of units	(469,975)	(1,854,527)
Cash distribution to unit holders	-	-
Net cash generated from/ (used) in financing activities	276,243	(816,972)
Net increase/ (decrease) in cash and cash equivalents	91,269	(555,893)
Cash and cash equivalents at the beginning of the quarter	329,777	329,777
Cash and cash equivalents at the end of the quarter	421,046	(226,116)

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL GROWTH AND INCOME FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE QUARTER ENDED SEPTEMBER 30, 2020 (UN-AUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Growth and Income Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open-end mutual fund by the Securities and Exchange Commission of Pakistan (SECP). It was constituted under the Trust Deed, dated 21 December 2004 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company, a company incorporated under the Companies Ordinance, 1984 and Central Depository Company of Pakistan Limited (CDC) as the Trustee.
- 1.2 The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP.
- 1.3 The Fund is an aggressive fixed income scheme and units of the Fund are listed on the Pakistan Stock Exchange. Units are offered for public subscription on a continuous basis. The units of the fund can be transferred to / from other funds managed by the Management Company and can also be redeemed by surrendering to the fund.
- 1.4 As per the offering document, the Fund shall invest in a diversified portfolio of government securities, investment grade term finance certificates (TFCs), rated corporate debts, certificates of investments (COIs), marginal trading system (MTS), spread transactions (including spread on equity transactions) and other money market instruments.
- 1.5 VIS Credit Rating Company has affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company and a stability rating of "A(f)" to the Fund as on December 31, 2019.
- 1.6 Title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as a Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
4. BANK BALANCES			
Current accounts		50	59
Saving accounts	4.1	<u>420,996</u>	<u>329,718</u>
		<u>421,046</u>	<u>329,777</u>

- 4.1 These carry mark-up at rates ranging between 6% to 7.50% per annum (2020: 6.50% to 13.60%) per annum. These include balances of Rs.9.701 (2020: Rs.4.57) million and Rs.0.02 (2020: Rs.0.02) million held with United Bank Limited and Khushhali Bank Limited (related parties) respectively.

5. INVESTMENTS

Investments by category

' At Fair Value Through Profit or Loss'

Debt securities - unquoted	5.1	91,162	96,314
Debt securities - quoted	5.1	106,743	102,532
Government securities	5.5	301,746	344,208
Quoted equity securities - Spread transactions	5.7	<u>155,410</u>	-
		<u>655,061</u>	<u>543,054</u>

'Fair Value Through Other Comprehensive Income'

Debt securities - quoted	5.2	-	-
Debt securities - unquoted	5.3	-	-
		-	-
		<u>655,061</u>	<u>543,054</u>

5.1 Investment in debt securities - 'At fair value through profit or loss ' (Term Finance Certificates
(Term Finance Certificates and sukuk certificates of Rs.5,000 each)

Particulars	Note	As at July 01, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised (loss) / gain	Market value as a percentage of total investments	Market value as a percentage of net assets
		----- (Number of certificates) -----				----- (Rupees in '000) -----				
Quoted										
Personal goods										
Azgard Nine Limited - TFC (September 20, 2005)	5.2.1	1,000	-	-	1,000	1,366	-	-	0.00%	0.00%
Less: Provision for impairment						(1,366)	-	-		
Commercial banks										
Bank Al Habib Limited - TFC (March 17, 2016)		-	1,200	-	1,200	5,495	5,405	(90)	0.83%	0.46%
INV. BANKS / INV. COS. / SECURITIES COS.										
Dawood Hercules Corporation Limited - sukuk (November 16, 2017)		190	-	-	190	13,432	13,473	41	2.06%	1.15%
Dawood Hercules Corporation Limited - Sukuk (March 01, 2018)		-	950	-	950	67,712	67,356	(356)	10.28%	5.74%
Power Generation and Distribution										
K-Electic Sukuk (03-Aug-20)		-	6,584	(2,584)	4,000	20,000	20,509	509	3.13%	1.75%
September 30, 2020						106,639	106,743	104	2.88%	1.61%
June 30, 2020						95,364	96,314			
Unquoted										
Personal goods										
Azgard Nine Limited - PPTFC (December 04, 2007)	5.2.1	7,000	-	-	7,000	13,181	-	-	0.00%	0.00%
Less: Provision for impairment						(13,181)	-	-		
Household goods										
New Allied Electronics Industries Limited - TFC (May 15, 2007)	5.2.1	18,000	-	-	18,000	18,094	-	-	0.00%	0.00%
Less: Provision for impairment						(18,094)	-	-		
New Allied Electronics Industries Limited - Sukuk (December 03, 2007)	5.2.1	10,000	-	-	10,000	35,000	-	-	0.00%	0.00%
Less: Provision for impairment						(35,000)	-	-		
Commercial Banks										
Habib Bank Limited - TFC (February 19, 2016)*		424	-	-	424	41,427	41,162	(265)	6.28%	3.51%

Particulars	Note	As at July 01, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised (loss) / gain	Market value as a percentage of total investments	Market value as a percentage of net assets
		----- (Number of certificates) -----			----- (Rupees in '000) -----					

Investment Banks

Jahangir Siddiqui & Company Limited (July 18, 2017)		20,000	-	-	20,000	48,877	50,000	1,123	7.63%	4.26%
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Chemical

Ghani Gases Limited - Sukuk (February 02, 2017)		-	-	-	-	-	-	-	0.00%	0.00%
Less: Provision						-	-	-		

Financial services

Security Leasing Corporation Limited - Sukuk (September 19, 2007) – II	5.2.1	5,000	-	-	5,000	5,574				
Less: Provision for impairment						(5,574)				
						-	-	-	0.00%	0.00%

September 30, 2020

90,304	91,162	858	13.92%	7.77%
---------------	---------------	------------	---------------	--------------

June 30, 2020

103,977	102,532
---------	---------

(Un-audited) (Audited)
September 30, **June 30,**
2020 **2020**
----- (Rupees in '000) -----

5.1.1 Provision for impairment

Opening Balance	-	-
Provision during the quarter	-	-
Reversal of provision during the quarter	-	-
Closing Balance	-	-

Due to non-recoverability of these investments, During the quarter Fund has classified these as non-performing securities and recognized provision there against as per SECP vide circular 33 of 2012.

5.1.2

Name of security	Number of certificates	Interest rate per annum	Maturity
------------------	------------------------	-------------------------	----------

Dawood Hercules Corporation Limited	190	3M KIBOR + 1.00%	November 16, 2022
JS Bank Limited	-	6M KIBOR + 1.40%	December 16, 2023
JS Bank Limited	-	6M KIBOR + 1.40%	December 29, 2024
Habib Bank Limited	424	6M KIBOR + 0.50%	February 19, 2026
Jahangir Siddiqui & Co. Ltd	20,000	6M KIBOR + 1.40%	July 18, 2022
Ghani Gases Limited	-	3M KIBOR + 1.00%	February 2, 2023

5.2 Investment in debt securities - 'Fair value through Other Comprehensive Income'
(Term Finance Certificates and sukuk certificates of Rs.5,000 each)

Name of security	Note	As at July 01, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised gain / (loss)	Market value as a percentage of total investment	Market value as a percentage of net assets
		----- (Number of certificates) -----			----- (Rupees in '000) -----					
Quoted										
Personal goods										
Azgard Nine Limited - TFC (September 20, 2005) Less: Provision for impairment	5.2.1	21,150	-	-	21,150	28,890 (28,890)	-	-	0.00%	0.00%
Azgard Nine Limited - TFC (May 17, 2010) Less: Provision for impairment	5.2.1	10,000	-	-	10,000	29,375 (29,375)	-	-	0.00%	0.00%
Financial services										
Trust Investment Bank Limited - TFC (July 04, 2008) Less: Provision for impairment	5.2.1	23,877	-	-	23,877	44,499 (44,499)	-	-	0.00%	0.00%
						-	-	-	0.00%	0.00%
September 30, 2019						-	-	-	0.00%	0.00%
June 30, 2019						-	-	-		
Unquoted										
Household goods										
New Allied Electronics Industries (Pvt) Limited (May 15, 2007) Less: Provision for impairment	5.2.1	13,000	-	-	13,000	13,068 (13,068)	-	-	0.00%	0.00%
Chemicals										
Agritech Limited - PP TFC (January 14, 2008) Less: Provision for impairment	5.2.1	147,000	-	-	147,000	558,988 (558,988)	-	-	0.00%	0.00%
Agritech Limited - PP TFC (November 30, 2007) Less: Provision for impairment	5.2.1	58,000	-	-	58,000	254,223 (254,223)	-	-	0.00%	0.00%
Agritech Limited - Sukuk (August 06, 2008) Less: Provision for impairment	5.2.1	3,800	-	-	3,800	14,453 (14,453)	-	-	0.00%	0.00%
Personal goods										
Azgard Nine Limited - PP (December 04, 2007) Less: Provision for impairment	5.2.1	33,000	-	-	33,000	62,137 (62,137)	-	-	0.00%	0.00%
Financial services										
Security Leasing Corporation Limited - Sukuk (September 19, 2007) - II Less: Provision for impairment	5.2.1	15,000	-	-	15,000	16,454 (16,454)	-	-	0.00%	0.00%
September 30, 2020						-	-	-	0.00%	0.00%
June 30, 2020						-	-	-		

5.2.1 Due to non-recoverability of these investments, the Fund has classified these as non-performing securities and recognized full provision there against.

5.3 Disclosure of non compliant investments as at 30 September 2020

Name of security	Note	As at July 01, 2020	Purchased during the quarter	Sold during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Percentage of total investment	Percentage of net assets
		----- Number of shares -----				Amount in '000		
Personal goods								
Azgard Nine Limited	5.3.1	200,000	-	-	200,000	-	0%	0%

5.3.1 These represents cumulative, non-voting, convertible and redeemable preference shares having a face value of Rs.10 each and carrying a profit rate of 8.95% per annum. These were due for redemption on 30 September 2009 but due to default by the company, management has made full provision of Rs.0.85 million against the outstanding amount.

5.3.2 Placements and term deposit receipts

Pre-IPO placement
Term deposit receipts
Other placement

Less: Provision for impairment

	(Un-audited) September 30, 2020	(Audited) June 30, 2020
	----- (Rupees in '000) -----	
	64,167	60,000
	-	-
	-	-
	64,167	60,000
	(64,167)	(60,000)
	-	-

This represents Pre-IPO disbursement to Cement Company (the Company) made on January 14, 2008. As per the requirement of the Trust Deed, the IPO was to take place within 270 days of the initial disbursement, however, the Company has not yet arranged the IPO. Accordingly, the Management Company decided to suspend mark-up on this placement from October 29, 2008 and has recorded full provision against the said placement (including principal and interest) in accordance with circular no. 33 of 2012 issued by the SECP.

Note	As at July 01, 2020	Purchased during the Quarter	Sold during the Quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30,2020	Percentage of net assets
5.5 Government Securities							
	----- Number of Securities -----				Amount in '000		
PIB- 10 Years	2,000,000	-	-	2,000,000	-	201,400	17.16%
PIB- 12 Years		1,000,000	-	1,000,000	-	100,380	8.55%
T-Bill 12 Months	1,510,000	3,000,000	4,510,000	-	-	-	0.00%
September 30, 2020	<u>3,510,000</u>	<u>4,000,000</u>	<u>4,510,000</u>	<u>3,000,000</u>	<u>-</u>	<u>301,746</u>	<u>25.71%</u>
June 30, 2020					345,513	344,208	39.22%

5.6 Disclosure of Excess Exposure as at September 30, 2020

5.6.1 Name of Investment

Exposure Type	% of Issue	Limit	Excess
Agritech Ltd-TFC (14-01-08)	11.0%	10%	1.0%
Agritech Ltd-TFC (30-11-07)	19.0%	10%	9.0%
New Allied Electronics (15-05-07)	17.0%	10%	7.0%
Security Leasing Sukuk - (19-09-07)	13.0%	10%	3.0%
Trust Investment Bank Ltd-TFC (04-07-08)	20.0%	10%	10.0%

The fund has classified these as non-performing securities and recognized full provision there against.

Name of Investee Company	Number of shares				Balance as at September 30, 2020			Market value as percentage of total investments	Market value as percentage of net assets	Par value as percentage of total paid up capital of the investee company
	As at July 01, 2020	Purchased during the period	Sold during the period	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised gain			
							(Rupees in '000)	%		
Automobile parts and accessories										
The General Tyre & Rubber	-	27,500	27,500	-	-	-	-	-	-	-
Power generation and distribution										
Kot Addu Power Company Limited	-	385,500	385,500	-	-	-	-	-	-	-
The Hub Power Company Limited	-	243,000	240,500	2,500	203	205	2	0.00	0.00	0.00
					203	205	2	0.00	0.00	0.00
Technology and communication										
Avanceon Limited	-	117,500	-	117,500	7,882	7,898	16	0.01	0.01	0.55
NetSol Technologies Limited	-	232,500	232,500	-	-	-	-	-	-	-
					7,882	7,898	16	0.01	0.01	0.55
Fertilizer										
Engro Corporation Limited	-	22,500	22,500	-	-	-	-	-	-	-
Fauji Fertilizer Bin Qasim Limited	-	318,000	206,500	111,500	2,405	2,421	16	0.00	0.00	0.12
					2,405	2,421	16	-	0.00	0.12
Cement										
Cherat Cement Company Limited	-	19,000	19,000	-	-	-	-	-	-	-
D.G. Khan Cement Company Limited	-	1,303,500	726,000	577,500	63,470	63,640	170	0.10	0.05	1.32
Fauji Cement Company Limited	-	983,500	983,500	-	-	-	-	-	-	-
Lucky Cement Limited	-	107,000	103,000	4,000	2,574	2,577	3	0.00	0.00	0.01
Maple Leaf Cement Factory Limited	-	1,309,000	985,500	323,500	12,676	12,787	111	0.02	0.01	0.29
Pioneer Cement Limited	-	141,500	140,000	1,500	140	140	(0)	0.00	0.00	0.01
					78,861	79,144	284	0.12	0.07	1.63
Total as at September 30, 2020 (Un-audited)					154,671	155,410	738			
Total as at June 30, 2020 (Audited)					-	-	-			

6. ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2% (September 30, 2019: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

8. ALLOCATED EXPENSES AND SELLING AND MARKETING EXPENSES

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

Furthermore Management Company has charged selling and marketing expense to the Fund as follows:

From July 1, 2020 through September 30, 2020	0.4% per annum of average daily net assets
--	--

9. ACCRUED AND OTHER LIABILITIES

9.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs.24.36 million (June 30, 2020: Rs.24.36 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 1.80 (June 30, 2020: Rs. 2.35).

9.2 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 16.72 million (June 30, 2020: Rs. 16.32 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 1.24 (June 30, 2020: Rs. 1.58).

10. CONTINGENCIES AND COMMITMENTS

10.1 The Federal Board of Revenue (FBR) has issued an order u/s. 122 (5A) of the Income Tax Ordinance (ITO) 2001 for the year 2018 thereby raising a net tax demand of Rs.43.65 million. The Management Company on behalf of the Fund has filed appeal before Commissioner Inland Revenue (Appeals) which is pending adjudication. The Management Company, in consultation with its tax advisor, is confident that the decision in respect of the above matter would be in Fund's favour and accordingly no provision has been made in this condensed interim financial information with respect thereto.

10.2 There were no other contingencies or commitments outstanding as at September 30, 2020 and June 30, 2020.

11. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 2.36% which includes 0.36% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. EARNINGS PER UNIT

Earnings per unit based on cumulative weighted average units for the period has not been disclosed as in the opinion of the Management Company the determination of the same is not practicable.

14. TRANSACTIONS WITH CONNECTED PERSONS/ RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Ltd (Management Company), Al-Ameen Financial Services (Private) Limited (subsidiary of Management Company), Entities under the common management or directorship, Central Depository Company of Pakistan Limited as trustee of the fund and the directors and officer of the management company and unit holders holding more than 10% units of the Fund.

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

All other transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with the market rates

Details of transactions with related parties / connected persons and balances with them at the period end, other than those which have been specifically disclosed elsewhere in this condensed interim financial information are as follows

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----						
----- (For the quarter ended September 30, 2020) (Un-audited) -----						
Transactions during the quarter						
Profit/Markup Income	-	80	-	-	-	-
Units issued	340,191	-	-	-	1,000	41,659
Units redeemed	340,191	-	-	-	-	59,468
Bank charges	-	2	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	74,074	-	-
Remuneration	2,033	-	206	-	-	-
Sales tax on management fee	264	-	-	-	-	-
Expenses allocated by the Management Company	243	-	-	-	-	-
Selling and Marketing	971	-	-	-	-	-
Central Depository Service charges	-	-	-	-	-	-
Listing fee paid	-	-	-	-	-	7
Dividend paid	-	-	-	-	-	-
----- (For the quarter ended September 30, 2019) (Un-audited) -----						
Profit/Markup Income	-	99	-	-	-	-
Units issued	538,502	-	-	-	3,020	70,506
Units redeemed	1,212,233	-	-	-	3,009	68,999
Bank charges	-	2	-	-	-	-
Purchase of securities	-	-	-	486,656	-	-
Sale of securities	-	133,081	-	1,197,612	-	-
Remuneration	3,368	-	263	-	-	-
Sales tax on management fee	438	-	-	-	-	-
Expenses allocated by the Management Company	310	-	-	-	-	-
Selling and Marketing	1,241	-	-	-	-	-
Central Depository Service charges	-	-	4	-	-	-
Listing fee paid	-	-	-	-	-	7
Dividend paid	-	-	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
	----- (Rupees in '000) -----					
	----- (As at September 30, 2020) (Un-audited) -----					
Balances held						
Units held (units in '000)	-	-	-	-	74	5,055
Units held (Rupees in '000)	-	-	-	-	6,417	438,348
Bank balances *	-	9,772	-	-	-	-
Deposits	-	-	100	-	-	-
Profit receivable	-	62	-	-	-	-
Remuneration payable	856	-	74	-	-	-
Expenses allocated by the Management Company	165	-	-	-	-	-
Sales load and other payable	269	161	-	-	-	-
selling and marketing	971	-	-	-	-	-
Listing Fee Payable	-	-	-	-	-	28
CDC fee payable	-	-	45	-	-	-

* These carry profit ranging between 6% to 6.5% per annum.

	----- (Rupees in '000) -----					
	----- (As at June 30, 2020) (Audited) -----					
Balances held						
Units held (number of units in '000)	-	-	-	-	74	5,257
Units held (Rupees in '000)	-	-	-	-	6,272	446,692
Bank balances *	-	4,590	-	-	-	-
Deposits	-	-	100	-	-	-
Profit receivable - bank balances	-	208	-	-	-	-
Remuneration payable	557	-	65	-	-	-
Selling and marketing	1,115	-	-	-	-	-
Expenses allocated by the Management Company	-	-	-	-	-	-
Sales load and other payable	374	95	-	-	-	-
CDC fee payable	-	-	45	-	-	-
Other payable	88	-	-	-	-	-

* These carry profit ranging between 5.5% to 11% per annum.

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has no effect on this condensed interim financial information.

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

The following table shows financial instruments recognised

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

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

	Fair value			
	Level 1	Level 2	Level 3	Total
September 30, 2020 (Un-audited)	----- (Rupees) -----			
Financial assets measured at fair value				
Debt securities	-	655,061	-	655,061
	-	655,061	-	655,061

	Fair value			
	Level 1	Level 2	Level 3	Total
June 30, 2020 (Audited)	----- (Rupees) -----			
Financial assets measured at fair value				
Debt securities	-	543,054	-	543,054
	-	543,054	-	543,054

16. GENERAL

Figures have been rounded off to the nearest thousand rupees.

16.1 Impact 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:

- 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;
- Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- 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;
- Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.2 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.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **October 29, 2020** by the Board of Directors of the Management Company..

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UAAF

UBL Asset Allocation Fund

INVESTMENT OBJECTIVE

The investment objective of the Fund is to earn competitive return by investing in various asset classes/ instruments based on the market outlook.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Ernst & Young Ford Rhodes, Chartered Accountants
Bankers	Allied Bank Limited Bank Alfalah Limited Habib Bank Limited JS Bank Limited MCB Bank Limited Samba Bank Limite Telenor Microfinance Bank Limited Sindh Bank Limited Zarai Taraqiati Bank Limited United Bank Limited Soneri Bank Limited Bank Of Khyber
Management Co.Rating	AM1 (JCR-VIS)

UBL ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS & LIABILITIES
AS AT SEPTEMBER 30, 2020

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4.	300,114	140,680
Investments	5	753,284	627,756
Receivable against sale of investments		346	166,943
Advance tax	6	1,165	1,162
Dividend receivable and mark-up receivable		9,290	18,994
Deposits and other receivables		10,573	12,319
TOTAL ASSETS		1,074,772	967,854
LIABILITIES			
Payable to the Management Company	7	4,444	4,024
Payable to Central Depository Company of Pakistan Limited - Trustee		194	180
Payable to Securities and Exchange Commission of Pakistan		51	223
Payable against purchase of investments		5,435	3,924
Accrued expenses and other payables	8	23,434	33,229
TOTAL LIABILITIES		33,558	41,580
NET ASSETS		1,041,214	926,274
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		1,041,214	926,274
CONTINGENCY AND COMMITMENT	9		
		----- (Number) -----	
NUMBER OF UNITS IN ISSUE		7,083,239	6,796,657
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		146.9968	136.2837

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30,	
	2020	2019
Note	----- (Rupees in '000) -----	
Income		
Financial income	12,292	26,547
Capital gain/ (loss) on redemption and sale of investments-net	15,758	(2,254)
Dividend income	3,867	7,027
Net unrealised gain/ (loss) on revaluation of investments classified as 'at fair value through profit or loss'-net	50,213	(39,938)
Total income /(loss)	82,130	(8,618)
Expenses		
Remuneration of the Management Company	2,538	3,233
Sindh Sales Tax of the Management Company's remuneration	330	420
Allocation of expenses relating to the Fund	254	323
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	568	650
Annual fee to Securities and Exchange Commission of Pakistan	51	65
Selling and marketing expense	2,639	1,293
Auditors' remuneration	208	167
Legal and professional charges	46	41
Brokerage and settlement expenses	458	366
Bank charges and other expenses	9	30
Total expenses	7,101	6,588
Net operating Income / (loss) for the quarter	75,029	(15,206)
Provision for Sindh Workers' Welfare Fund	(1,473)	-
Net Income / (loss) for the quarter before taxation	73,556	(15,206)
Taxation	-	-
	10	
Net Income / (loss) for the quarter after taxation	73,556	(15,206)
<i>Allocation of net income for the quarter:</i>	73,556	
Income already paid on units redeemed	(2,692)	-
<i>Accounting income available for distribution:</i>	70,864	-
<i>Accounting income available for distribution:</i>		
- Relating to capital gains	63,510	-
- Excluding capital gains	7,354	-
	70,864	-
Earnings per unit		
	11	

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30,	
	2020	2019
	(Rupees in '000) -----	
Net Income / (loss) for the quarter after taxation	73,556	(15,206)
Other comprehensive income for the quarter:		
<i>Items that are or may be reclassified subsequently to income statement</i>		
Net unrealised appreciation / (diminution) on revaluation of investments classified as 'fair value through other comprehensive income'	-	-
Total comprehensive income /(loss) for the quarter	73,556	(15,206)

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL ASSET ALLOCATION FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30,	
	2020	2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income / (loss) for the quarter before taxation	73,556	(15,206)
Adjustments for:		
Financial income	(12,292)	(26,547)
Net capital (gain) / loss on redemption and sale of investments	(15,758)	2,254
Dividend income	(3,867)	(7,027)
Net unrealised gain/ loss on revaluation of investments classified as 'at fair value through profit or loss'	(50,213)	39,938
Provision for Sindh Workers' Welfare Fund (SWWF)	14,879	-
	(67,251)	8,618
Net cash generated /(used) in operations before working capital changes	6,305	(6,588)
Working capital changes		
<i>(Increase) / decrease in assets</i>		
Investments	(59,557)	(145,278)
Advance tax	(3)	40
Fair value of derivative asset	-	-
Receivable against sale of investments	166,597	161,363
Deposits, prepayments and other receivables	1,746	1,595
	108,783	17,720
<i>Increase / (decrease) in liabilities</i>		
Payable to the Management Company	420	(869)
Payable to Central Depository Company of Pakistan Limited - Trustee	14	30
Payable to Securities and Exchange Commission of Pakistan	(172)	(158)
Payable against purchase of investments	1,511	(3,924)
Accrued expenses and other payables	(24,674)	(14,357)
	(22,901)	(19,278)
Markup income and dividend received	25,863	36,579
Net cash generated from operating activities	118,050	28,433
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	205,432	32,833
Payments on redemption of units	(164,048)	(120,986)
Net cash generated / (used) in financing activities	41,384	(88,153)
Cash and cash equivalents at beginning of the quarter	140,680	566,702
Cash and cash equivalents at end of the quarter	300,114	506,982

The annexed notes 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL ASSET ALLOCATION FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

UBL Asset Allocation Fund (the Fund) was established under the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open end mutual fund by the Securities and Exchange Commission of Pakistan. It was constituted under a Trust Deed, dated May 29, 2013 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company and Central Depository Company of Pakistan Limited ("CDC") as the Trustee.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the NBFC Rules through certificate of registration issued by SECP. The registered office of the Management Company is situated at 4th Floor STSM Building, Beaumont Road, Civil Lines Karachi.

The Fund is an open end mutual fund and units of the fund are listed on the Pakistan Stock Exchange Limited. The units of the Fund can be transferred to/from other funds managed by the Management Company and can also be redeemed by surrendering to the Fund. The units of the Fund were initially offered to the public (IPO) on August 19, 2013. The Fund commenced its operations from August 20, 2013.

The policy of the Fund is to invest in a diversified portfolio of shares of listed companies, spread transactions and other money market instruments. Under circular 07 dated March 06, 2009 issued by the SECP, the Fund has been categorised by the Management Company as an Asset Allocation Fund.

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

VIS Credit Rating Company has reaffirmed management quality rating of AM1 (stable outlook) to the management company as on December 31, 2019.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
4. BANK BALANCES			
Saving accounts	4.1	<u>300,114</u>	<u>140,680</u>

4.1 These carry mark-up at rates ranging between 5.50% to 7% per annum (2020: 6% to 8.50%) per annum. These include balances of Rs.21.87 (2020: Rs.3.03) million held with United Bank Limited (related party) respectively.

5 INVESTMENTS

At Fair Value Through Profit or Loss

- Government securities - Market treasury bills	5.1	48,341	47,548
- Government securities - Pakistan Investment Bonds	5.2	200,930	100,590
- Debt securities - Term Finance Certificates / Sukuks	5.3	92,801	109,772
- Quoted equity securities	5.4	<u>411,212</u>	<u>369,846</u>
		<u>753,284</u>	<u>627,756</u>

**5.1 Government securities - Treasury Bills 'at fair value through profit or loss'
(certificates having a nominal value of Rs.100,000 each)**

Particulars	Note	As at July 01, 2020	Purchased during the quarter	Disposed / matured during the quarter	As at September 30, 2020	Balance as at September 30, 2020			Market value as a percentage of net assets	Market value as a percentage of total investments
						Carrying value	Market value	Appreciation / (Diminution)		
----- Number of certificates -----						----- (Rupees in '000) -----			----- % -----	
Market treasury bills - 12 months		500	-	-	500	48,764	48,341	(423)	4.6%	6.42%
Market treasury bills - 6 months		-	750	750	-	-	-	-	-	-
Market treasury bills - 3 months		-	750	750	-	-	-	-	-	-
September 30, 2020						48,764	48,341	(423)	4.60%	6.42%
June 30, 2020						46,472	47,548	1,076		

**5.2 Government securities - Pakistan Investment Bonds 'at fair value through profit or loss'
(certificates having a nominal value of Rs.100 each)**

Particulars	Note	As at July 01, 2020	Purchased during the quarter	Disposed / matured during the quarter	As at September 30, 2020	Balance as at September 30, 2020			Market value as a percentage of net assets	Market value as a percentage of total investments	
						Carrying value	Market value	(Diminution) / Appreciation			
----- Number of certificates -----						----- (Rupees in '000) -----			----- % -----		
Pakistan Investment Bonds - 10 years	5.2.1	1,000	-	-	1,000	100,610	100,570	(40)	9.66%	13.35%	
Pakistan Investment Bonds - 3 years	5.2.2	1,000	-	-	1,000	100,375	100,360	(15)	9.64%	13.32%	
September 30, 2020						2,000	200,985	200,930	(55)	19.30%	26.67%
June 30, 2020						99,740	100,590	850			

5.2.1 This Pakistan Investment Bonds carry interest at the rate 7.7134% per annum. These will mature latest by August 09, 2028.

5.2.2 This Pakistan Investment Bonds carry interest at the rate 8.267% per annum. These will mature latest by June 19, 2023.

**5.3 Investment in debt securities - at fair value through profit or loss
(Term Finance Certificates of Rs.5,000 each)**

Name of Security	Note	As at July	Purchased	Sold /	As at	Carrying	Market value	Unrealised gain / (loss)	Percentage of total investments	Percentage of net assets
		01, 2020	during the quarter	matured during the quarter	September 30, 2020	value as at September 30, 2020	as at September 30, 2020			
		----- (Number of certificates) -----			----- (Rupees in '000) -----					
Unquoted										
INV. BANKS / INV. COS. / SECURITIES										
Dawood Hercules Corporation Limited	5.3.1 & 5.3.2	40	-	-	40	2,827	2,836	9	0.38%	0.27%
Investment and brokerage services										
Jahangir Siddiqui and Company Limited	5.3.1 & 5.3.2	30,000	-	-	30,000	73,315	75,000	1,685	10%	7.20%
Cement										
Javedan Corporation Limited		150	-	-	150	15,300	14,965	(335)	2%	1.44%
Total as at September 30, 2020		<u>30,190</u>	<u>-</u>	<u>-</u>	<u>30,190</u>	<u>91,442</u>	<u>92,801</u>	<u>1,359</u>		
Total as at June 30, 2020						<u>110,619</u>	<u>109,772</u>	<u>(847)</u>		

5.3.1 These carry profit rate from 8.267% to 7.7134% (June 2020: from 9.31% to 14.89%).

5.3.2 Significant terms and conditions of term finance certificates outstanding as at September 30, 2020 are as follows:

Name of securities	Face value at each	Mark-up rate (per annum)	Issue date	Maturity date
Dawood Hercules Corporation Limited (November 16, 2017)	70,000	3 Months KIBOR +1%	16-Nov-17	16-Nov-22
Jahangir Siddiqui and Company (July 18, 2017)	3,125	6 Months KIBOR +1.4%	18-Jul-17	18-Jul-22
Javedan Corporation Limited	100,000	6 Months KIBOR +1.75%	4-Oct-18	4-Oct-26

MISCELLANEOUS

Synthetic Products Enterprises Limited	-	45,000	-	-	45,000	2,193	2,005	(188)	0.27%	0.19%	0.05%
Arif Habib Limited	57,500	-	-	10,000	47,500	1,547	2,460	913	0.33%	0.24%	0.08%
						<u>3,740</u>	<u>4,465</u>	<u>725</u>	<u>0.60%</u>	<u>0.43%</u>	<u>0.13%</u>

Total equity securities 'At Fair Value Through Profit or Loss' as at September 30, 2020

361,880 **411,212** **49,332** **54.61%** **39.50%**

Total equity securities 'At Fair Value Through Profit or Loss' as at June 30, 2020

372,106 369,846

5.4.1 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:

	September 30, 2020	June 30, 2020
	(Number of shares)	
Engro Corporation Limited	5,000	5,000
Pakistan Petroleum Limited	25,000	25,000
United Bank Limited	<u>50,000</u>	<u>50,000</u>
	<u>80,000</u>	<u>80,000</u>

5.4.2 The Finance Act, 2015 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. Certain investee companies of the Fund, in pursuance of the aforesaid amendment, withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs.1.0516 million at September 30, 2020. Such shares have not been deposited by the investee company in CDC account in Income Tax department. The Fund has included the shares withheld in its investments and recorded them at fair market value at quarter end. Furthermore, the Finance Act 2018 has brought an amendment in the Income Tax Ordinance 2001, whereby the 5% withholding tax on bonus shares has been withdrawn. Therefore, the bonus shares received during the quarter ended 30 September 2020, are not liable to withholding of Income Tax.

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

7.1 During the period ended September 30, 2020, management fee was charged at the rate of 1% (September 30, 2019: 1%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.2 Allocated expenses and selling and marketing expenses

During the quarter management company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services and charging 1.04% per annum of average daily net assets on account of selling and marketing expense

8 ACCRUED EXPENSES AND OTHER PAYABLES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 6.272 million (June 30, 2020: Rs. 6.272 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note yy to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 6.272million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs.0.89 (June 30, 2020: Rs.0.92).

8.2 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 14.879 million (June 30, 2020: Rs. 13.407 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs.2.10 (June 30, 2020: Rs.1.97).

9 CONTINGENCY AND COMMITMENT

As at September 30, 2020, there is no contingency and commitment.

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 0.85% which includes 0.19% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Pvt) Ltd. (Subsidiary of Management Company) Entities under the common management or directorship, Central Depository Company of Pakistan Limited as trustee of the fund, the directors and officer of the management company and unit holders holding more than 10% units of the Fund.

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

All other transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with the market rates.

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

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
(Rupees in '000)						
----- (For the quarter ended 30 September 2020) (Un-audited) -----						
Transactions during the quarter						
Profit/Markup income	-	137	-	-	-	-
Bank charges	-	-	-	-	-	-
Dividend income	-	-	-	-	-	-
Units issued	-	-	-	-	185	17,576
Units redeemed	-	-	-	-	-	2,293
Purchase of securities	-	16,136	-	-	-	-
Sale of securities	-	37,720	-	-	-	-
Selling and marketing expense	2,639	-	-	-	-	-
Remuneration	2,538	-	568	-	-	-
CDC charges	-	-	-	-	-	-
Sales tax on management fee	330	-	-	-	-	-
Allocated expenses	254	-	-	-	-	-

----- (For the quarter ended 30 September 2019) (Un-audited) -----						
Transactions during the quarter						
Mark-up on bank accounts	-	42	-	-	-	-
Bank charges	-	8	-	-	-	-
Dividend income	-	603	-	-	-	-
Units issued	-	-	-	-	9	-
Units redeemed	-	-	-	-	-	-
Purchase of securities	-	55,001	-	-	-	-
Sale of securities	-	59,573	-	-	-	-
Selling and marketing expense	1,293	-	-	-	-	-
Remuneration	3,233	-	650	-	-	-
CDS expense	-	-	7	-	-	-
Sales tax on management fee	420	-	-	-	-	-
Listing fee	-	7	-	-	-	-
Allocated expenses	323	-	-	-	-	-

----- (As at 30 September 2020) (Un-audited) -----						
Balances held						
Units held (Number of units in '000)	-	-	-	-	21	1,526
Units held (Amount in '000)	-	-	-	-	3,087	224,317
Bank balances	-	21,871	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable *	975	-	194	-	-	-
Sales load and other payable	657	4	-	-	-	-
Selling and marketing expense payable	2,640	-	-	-	-	-
Allocated expenses	172	-	-	-	-	-
Markup income	-	75	-	-	-	-
Investments	-	15,544	-	-	-	-

* This balance is inclusive of Sindh Sales Tax payable

----- (As at 30 June 2020) (Audited) -----						
Balances held						
Units held (Number of units in '000)	-	-	-	-	21	1,509
Units held (Amount in '000)	-	-	-	-	2,862	206
Bank balances	-	3,031	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable *	886	-	180	-	-	-
Sales load and other payable	561	7	-	-	-	-
Selling & Marketing Expense Payable	2,419	-	-	-	-	-
Allocated expenses	158	-	-	-	-	-
Profit receivable	-	8	-	-	-	-
Investments	-	11,476	-	-	-	-

* This balance is inclusive of Sindh Sales Tax payable

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

14.2 Impact 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.

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

14.3 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.

15 DATE OF AUTHORISATION FOR ISSUE

15.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

USF

UBL Stock Advantage Fund

INVESTMENT OBJECTIVE

USF is an open-end Equity Fund, investing primarily in equities listed on the KSE. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Grant Throntan Anjum Rahman
Bankers	United Bank Limited Allied Bank Limited Bank Alfalah Limited Habib Bank Limited MCB Bank Limited Samba Bank Limited Silk Bank Limited Sindh Bank Limited The Bank of Punjab Soneri Bank Limited Habib Bank Limited National Bank of Pakistan Habib Metro Bank Limited
Management Co. Rating	AM1 (VIS)

**UBL STOCK ADVANTAGE FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

		(Un-audited) SEPTEMBER 30, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020
ASSETS			
Bank balances	4	467,015	516,622
Investments	5	7,003,370	5,476,262
Dividend and profit receivable		39,015	12,304
Security deposits, prepayments and other receivables		11,863	7,205
Advance tax	7	3,015	3,004
Total assets		7,524,278	6,015,397
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	6	53,679	41,618
Payable to Central Depository Company of Pakistan Limited - Trustee		811	633
Payable to Securities and Exchange Commission of Pakistan		350	1,098
Payable against purchase of investments		18,206	-
Accrued expenses and other liabilities	8	129,744	213,293
Total liabilities		202,790	256,642
Net Assets		7,321,488	5,758,755
Unitholders' Fund (As Per Statement Attached)		7,321,488	5,758,755
CONTINGENCIES AND COMMITMENTS			
	9		
		----- (Number of units) -----	
Number of Units in Issue		104,204,391	95,706,008
		----- (Rupees) -----	
Net Asset Value Per Unit		70.26	60.17
Face Value per Unit		100	100

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL STOCK ADVANTAGE FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	September 30, 2020	September 30, 2019
	Note ----- (Rupees in '000) -----	
INCOME		
Profit on bank deposits	6,853	8,560
Profit on Treasury Bills	182	(153)
Gain / (loss) on sale of securities - net	142,321	(48,058)
Dividend income	46,362	58,803
Unrealised loss / gain on re-measurement of investments classified as financial assets at fair value through profit or loss - net	895,073	(326,544)
Total income / (loss)	1,090,791	(307,392)
EXPENSES		
Remuneration of UBL Fund Managers Limited - Management Company	6 35,044	22,983
Sindh sales tax on remuneration of Management Company	4,556	2,988
Allocated expenses	6 1,752	1,149
Selling and marketing expenses	6 35,220	4,597
Remuneration of Central Depository Company of Pakistan Limited - Trustee	2,265	1,583
Annual fee - Securities and Exchange Commission of Pakistan	350	230
Listing and rating fee	7	7
Auditors' remuneration	106	154
Brokerage and settlement charges	4,010	3,194
Legal and professional charges	47	40
Bank and other charges	38	44
Total expenses	83,395	36,969
Net operating income / (loss) for the period	1,007,396	(344,361)
Provision for Sindh Workers' Welfare Fund	8.2 (19,771)	-
Net income / (loss) for the period before taxation	987,625	(344,361)
Taxation	10 -	-
Net income / (loss) for the period after taxation	987,625	(344,361)
Allocation of net income for the period		
- Net loss for the period after taxation	987,625	-
- Income already paid on units redeemed	(129,013)	-
	858,612	-
Accounting income available for distribution :		
- Relating to capital gains	858,612	-
- Excluding capital gains	-	-
	858,612	-
Earnings per unit	11	

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**UBL STOCK ADVANTAGE FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	September 30, 2020	September 30, 2019
	----- (Rupees in '000) -----	
Net income / (loss) for the period after taxation	987,625	(344,361)
Other comprehensive income:		
<i>Items that may be reclassified subsequently to income statement</i>		
- Unrealized gain on re-measurement of investments classified as 'available for sale - net'	-	-
<i>Items that will not be reclassified subsequently to income statement</i>	-	-
Total comprehensive income / (loss) for the period	987,625	(344,361)

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL STOCK ADVANTAGE FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter ended							
	September 30, 2020				September 30, 2019			
	Capital value	Undistributed income	Unrealised gain / (loss) on re-measurement of investments classified as 'available for sale' - net	Total	Capital value	Undistributed income	Unrealised gain / (loss) on re-measurement of investments classified as 'available for sale' - net	Total
Note	(Rupees. in '000)							
Net assets at beginning of the period	5,435,954	317,088	-	5,758,754	5,211,407	186,254	-	5,397,661
Amount received on issuance of 32,100,598 units (2019: 10,226,247 units)								
- Capital value	1,931,493	-	-	1,931,493	586,578	-	-	586,578
- Element of loss	265,683	-	-	265,683	(34,263)	-	-	(34,263)
Total amount received on issuance of units	2,197,176	-	-	2,197,176	552,315	-	-	552,315
Amount paid on redemption of 23,602,215 units (2019: 22,777,981 units)								
- Capital value	(1,420,145)	-	-	(1,420,145)	(1,306,545)	-	-	(1,306,545)
- Element of income	(72,909)	(129,013)	-	(201,922)	69,605	-	-	69,605
Total amount paid on redemption of units	(1,493,054)	(129,013)	-	(1,622,067)	(1,236,940)	-	-	(1,236,940)
Total comprehensive loss for the period Distribution during the period Rs. Nil per unit (2019: Rs. Nil)	-	987,625	-	987,625	-	(344,361)	-	(344,361)
Net loss for the period less distribution	-	987,625	-	987,625	-	(344,361)	-	(344,361)
Net assets at end of the period	6,140,076	1,175,700	-	7,321,488	4,526,782	(158,107)	-	4,368,675
Undistributed income brought forward comprising of:								
- Realised	-	485,190	-	485,190	-	1,276,940	-	1,276,940
- Unrealised	-	(168,102)	-	(168,102)	-	(1,090,686)	(25,653)	(1,116,339)
Undistributed income brought forward - Net	-	317,088	-	317,088	-	186,254	(25,653)	160,601
Accounting income available for distribution								
- Related to capital gain	-	858,612	-	858,612	-	-	-	-
- Excluding capital gain	-	-	-	-	-	-	-	-
Net loss for the period after taxation	-	858,612	-	858,612	-	(344,361)	-	(344,361)
Distribution during the period Rs. Nil per unit (2019: Rs. Nil)	-	-	-	-	-	-	-	-
Undistributed income carried forward - net	-	1,175,700	-	1,175,700	-	(158,107)	(25,653)	(183,760)
Undistributed income carried forward comprising of:								
- Realised	-	280,627	-	280,627	-	168,437	-	168,437
- Unrealised	-	895,073	-	895,073	-	(326,544)	-	(326,544)
Undistributed income carried forward - net	-	1,175,700	-	1,175,700	-	(158,107)	-	(158,107)
	----- (Rupees) -----							
Net assets value per unit at the beginning of the period							60.17	57.36
Net assets value per unit at the end of the period							70.26	53.57

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**UBL STOCK ADVANTAGE FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

Note	September 30, 2019 ----- (Rupees in '000) -----	September 30, 2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the period before taxation	987,625	(344,361)
Adjustments for non-cash charges and other items:		
Profit on bank deposits	(6,853)	(8,560)
Profit on Treasury Bills	(182)	48,058
(Gain) / loss on sale of securities - net	(142,321)	153
Dividend income	(46,362)	(58,803)
Unrealised loss on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.1 (895,073)	326,544
	<u>(1,090,609)</u>	<u>307,392</u>
	(102,984)	(36,969)
(Increase) / decrease in assets		
Investments	(489,715)	530,723
Security deposits, prepayments and other receivables	(4,658)	(37,115)
Advance tax	-	(2)
	<u>(494,373)</u>	<u>493,606</u>
(Decrease) / Increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	12,061	(3,512)
Payable to Central Depository Company of Pakistan Limited - Trustee	178	(124)
Payable to Securities and Exchange Commission of Pakistan	(748)	(6,118)
Payable against purchase of investments	18,206	-
Accrued expenses and other liabilities	(83,549)	5,260
	<u>(53,852)</u>	<u>(4,494)</u>
Cash used in operations	(651,209)	452,143
Profit received on bank deposits	4,110	7,520
Dividend received	22,394	28,490
Advance income tax	(11)	(2)
	<u>(624,716)</u>	<u>488,151</u>
Net cash (used in) / generated from operating activities	(624,716)	488,151
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	2,197,176	552,315
Net payments on redemption of units	(1,622,067)	(1,236,940)
Net cash generated from / (used in) financing activities	575,109	(684,625)
Net decrease in cash and cash equivalents during the period	(49,607)	(196,474)
Cash and cash equivalents at the beginning of the period	516,622	370,665
Cash and cash equivalents at the end of the period	467,015	174,191

The annexed notes from 1 to 16 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL STOCK ADVANTAGE FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

1. LEGAL STATUS AND NATURE OF BUSINESS

UBL Stock Advantage Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on June 5, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 27, 2006 in accordance with the requirements of Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from August 04, 2006.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund categorised as Equity Fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The investment objective of the Fund is to provide investors long-term capital appreciation by investing primarily in a mix of equities that offer capital gains and dividend yield potential. The Fund mainly makes investments in a diversified portfolio of shares of listed companies and treasury bills not exceeding 90 days maturity.

JCR-VIS Credit Rating Company Limited has reaffirmed management quality rating of AM1 (stable outlook) to the Management Company as on December 31, 2019.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3** The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2020.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES AND JUDGEMENTS AND CHANGES THEREIN

3.1 The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual published audited financial statements of the Fund for the year ended June 30, 2020

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

The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020

There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information

The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020

		(Unaudited) September 2020	(Audited) June 30, 2020
	Note	-----Rupees in '000-----	
4. BANK BALANCES			
- Profit and loss sharing accounts	4.1	467,015	415,459
- Current account		-	89
		<u>467,015</u>	<u>415,548</u>

4.1 Profit rates on these profit and loss sharing accounts range between 3.75% to 9.5% per annum (June 30, 2020: 3.75% to 11.25% per annum).

		(Unaudited) September 2020	(Audited) June 30, 2020
	Note	-----Rupees in '000-----	
5. INVESTMENTS			
Equity Securities			
At fair value through profit or loss			
- Equity securities	5.1	7,003,370	5,827,466
		<u>7,003,370</u>	<u>5,827,466</u>

UBL STOCK ADVANTAGE FUND
NOTES TO THE FINANCIAL STATEMENT
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

Name of Investee Company	As at July 01, 2020	Purchased / bonus received during the period	Sold during the period	As at September 30, 2020	Total carrying value as at September 30, 2020	Total market value as at September 30, 2020	Appreciation / (diminution) as at September 30, 2020	Market value as a percentage of net assets	Market value as a percentage of total value of Investment	Investment as a percentage of paid-up capital of investee company	
Quoted investments	Note	Number of shares			Rupees in '000			Percentage (%)			
BROKERAGE											
Arif Habib Limited		517,000	152,000	125,000	544,000	19,053	28,157	9,104	0.38	0.40	9.16
						<u>19,053</u>	<u>28,157</u>	<u>9,104</u>	<u>0.38</u>	<u>0.40</u>	
TRANSPORT											
Pakistan International Bulk Terminal		-	500,000	-	500,000	6,250	6,180	(70)	0.08	0.09	0.28
						<u>6,250</u>	<u>6,180</u>	<u>(70)</u>	<u>0.08</u>	<u>0.09</u>	
VANASPATI & ALLIED INDUSTRIES											
Unity Foods Limited		-	7,619,925	3,430,000	4,189,925	51,812	69,762	17,950	0.95	1.00	4.22
						<u>51,812</u>	<u>69,762</u>	<u>17,950</u>	<u>0.95</u>	<u>1.00</u>	
MISCELLANEOUS											
Tri-pack films		100,000	-	100,000	-	-	-	-	-	-	-
Shifa International Hospitals Limited		-	138,000	3,000	135,000	34,990	30,072	(4,918)	0.41	0.43	-
Synthetic Products Ltd		645,000	187,000	-	832,000	35,553	37,074	1,521	0.51	0.53	9.40
						<u>70,543</u>	<u>67,146</u>	<u>(3,397)</u>	<u>0.92</u>	<u>0.96</u>	
Total September 30, 2020						<u>6,108,297</u>	<u>7,003,370</u>	<u>895,073</u>			
Total June 30, 2020						<u>5,644,365</u>	<u>5,476,262</u>	<u>(168,102)</u>			

5.2 Government securities

Issue Date	Tenor	Face value				Market value as at September 30, 2020	Market Value as a percentage of	
		As at July 01, 2020	Purchased during the period	Sold / matured during the period	As at September 30, 2020		Net assets	Market value of total investments
------(Rupees in '000)-----						Rs in '000'		
Market treasury bills								
06-Jul-2020	3 months	-	75,000	75,000	-	-		
		-	75,000	75,000	-	-		
Carrying value before marked to market as at September 30, 2020						-		

5.3 The above equity securities include 0.71 million shares (June 30, 2020: 0.71 million shares) pledged with National Clearing Company of Pakistan Limited having market value of Rs. 86.3283 million (June 30, 2020: Rs. .83.8023 million) for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.

5.4 The Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by a shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honourable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The honourable Sindh High Court has granted stay order till the final outcome of the case. Certain investee companies of the Fund, in pursuance of aforesaid amendment, withheld shares equivalent to 5% of bonus announcement of the Fund having fair market value of Rs. 13.4631 million (June 30, 2020: Rs. 11.057 million) at year end. Such shares have not been deposited by the investee companies in CDC account of income tax department. The Fund has included in its investments the withheld shares and recorded them at fair market value at period end. Through Finance Act, 2018, the tax on bonus shares is withdrawn.

6 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2% (September 30, 2019: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

6.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

Furthermore, Management Company has charged selling and marketing expense at the rate of 2.01% during the period.

7. ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

8. ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 34.896 million (June 30, 2020: Rs. 34.896 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 45.195 million. Had the provision not been provided for, the net assets value per unit would have been higher by Re. 0.34 (June 30, 2020: Re. 0.47).

8.2 Provision for Sindh Workers' Welfare Fund

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 71.905 million (June 30, 2020: Rs. 52.134 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.69 (June 30, 2020: Rs. 0.54).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.48% which includes 0.37% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market, is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value at reporting date as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

	(Un-audited)			
	September 30, 2020			
	Fair Value			
ASSETS	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Investment in securities - financial assets at fair value through profit or loss				
- Equity securities	7,003,370	-	-	7,003,370

	(Audited)			
	June 30, 2020			
	Fair Value			
ASSETS	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Investment in securities - financial assets at fair value through				
Held for trading				
- Equity securities	5,476,262	-	-	5,476,262
	5,476,262	-	-	5,476,262

13.1 The Fund has not disclosed the fair values for other financial assets and financial liabilities, as their estimated fair value is considered not significantly different from the carrying value as the items are short term in nature.

13.2 There were no transfers between various levels of fair value hierarchy during the period.

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

- 14.1** Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.
- 14.2** Transactions with connected persons are in the normal course of business, at agreed / contracted rates.
- 14.3** Remuneration to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, the NBFC regulations and the Trust Deed respectively.
- 14.4** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 14.5** Details of transactions with related parties / connected persons during the period and balances held with them at the quarter ended September 30, 2020 are as follows:

Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and Key Executives** *	Other connected persons / related parties
----- Quarter ended 'September 30, 2020 -----					
----- (Rupees in '000) -----					

Transactions during the period

Profit on bank deposits	-	5,699	-	-	-	-
Bank charges	-	27	-	-	-	-
Value of units issued	192,000	756	-	-	1,018	-
Value of units redeemed	315,000	276	-	-	15,199	-
Purchase of securities	-	430,696	-	-	-	1,647,945
Sale of securities	-	346,596	-	-	-	1,514,742
Dividend received	-	-	-	-	-	35,709
Remuneration (including sales tax)	39,600	-	2,265	-	-	-
Allocation of expenses	1,752	-	-	-	-	-
CDS expenses	-	-	-	-	-	-
Selling and marketing expense	35,220	-	-	-	-	-

Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and Key Executives***	Other connected persons / related parties
--------------------	--	---------	-------------------------------	---------------------------------	---

----- Quarter ended 'September 30, 2019 -----

----- (Units in '000) -----

----- (Rupees in '000) -----

Profit on bank deposits	-	4	-	-	-	-
Bank charges	-	9	-	-	-	-
Value of units issued	-	-	-	-	1,123	83,000
Value of units redeemed	-	438	-	-	750	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Dividend received	-	34,456	-	-	-	-
Remuneration expense (including sales tax)	25,971	-	1,583	-	-	-
Allocation of expenses	1,149	-	-	-	-	-
CDS expenses	-	-	71	-	-	-
Selling And Marketing Expense	4,597	-	-	-	-	-

Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and Key Executives** *	Other connected persons / related parties
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----- As at September 30, 2020 -----

----- (Units in '000) -----

Balances held

Units held	1,570	8	-	-	584	35,276
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----- (Rupees in '000) -----

Units held	110,315	537	-	-	41,019	2,478,478
Bank balances	-	71,453	-	-	-	110,029
Deposits	-	-	100	-	-	-
Investments	-	362,075	-	-	-	3,503,019
Profit receivable	-	567	-	-	-	3,278
Remuneration payable	14,053	-	-	-	-	-
Sales load payable	2,545	7	-	-	-	-
Conversion charges payable	87	-	-	-	-	-
Allocated expenses payable	1,753	-	-	-	-	-
Selling and marketing expense payable	35,224	-	-	-	-	-
Other Payable	17	-	-	-	-	-

Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and Key Executives***	Other connected persons / related parties
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As at June 30, 2020

(Units in '000)

Balances held

Units held	3,286	-	-	-	782	35,276
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(Rupees in '000)

Units held	197,738	-	-	-	47,054	2,122,545
Bank balances	-	372,113	-	-	-	-
Deposits	-	-	100	-	-	-
Investments	-	3,104	-	-	-	-
Profit receivable	-	1,179	-	-	-	-
Remuneration payable	10,611	-	633	-	-	-
Sales load and conversion charges payable	2,432	54	-	-	-	-
Allocated expenses payable	1,487	-	-	-	-	-
Selling and marketing expense payable	27,070	-	-	-	-	-
Other Payable	17	-	-	-	-	-

* This represents parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company, its parents and the related subsidiaries.

** These include transactions and balances in relation to the entities where common directorship exists as at nine months period end. However, it does not include the transactions and balances whereby the common director resigned from the Board of the Management Company during the period.

*** These include transactions and balances in relation to those directors and key executives that exist as at quarter ended. However, it does not include the transactions and balances whereby the director and key executive has resigned from the Management Company during the period.

15. GENERAL

15.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

15.2 Impact 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:

- 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;
- Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- 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;
- Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16. DATE OF AUTHORISATION FOR ISSUE

16.1 This condensed interim financial information was authorised for issue on **OCTOBER 29, 2020** by the Board of Directors of the Management Company.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UDEF

UBL Dedicated Equity Fund

INVESTMENT OBJECTIVE

The investment objective of the Fund is to provide other 'Fund of Funds' schemes an avenue for investing in Equities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Ernst & Young Ford Rhodes, Chartered Accountants
Bankers	United Bank Limited JS Bank Limited Soneri Bank Limited
Management Co. Rating	AM1 (VIS)

UBL DEDICATED EQUITY FUND
CONDESED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

	(Un-audited) September 30, 2020 (Rupees in '000)	(Audited) June 30, 2020 (Rupees in '000)
ASSETS		
Bank balances	4 1,174	1,064
Investments	5 38,976	33,993
Dividend and mark-up receivable	141	1,047
Advance tax	6 49	47
Security deposit and other receivable	2,571	2,500
Preliminary expenses and floatation costs	166	182
Receivable against sale of investments	679	-
Total assets	43,756	38,833
LIABILITIES		
Payable to the Management Company	7 132	111
Payable to the Trustee	9	7
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	2	32
Accrued and other liabilities	9 980	1,051
Payable against purchase of investments	387	1,064
Total liabilities	1,510	2,265
NET ASSETS	42,246	36,568
Unit holders' fund (as per statement attached)	42,246	36,568
Contingencies and commitments	10	
	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE	413,282	424,153
	----- (Rupees) -----	
NET ASSETS VALUE PER UNIT	102.2206	86.2142

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

UBL DEDICATED EQUITY FUND
CONDESED INTERIM INCOME STATEMENT (UN- AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Note	Quarter ended September 30, 2020 (Rupees in '000)	Quarter ended September 30, 2019 (Rupees in '000)
INCOME			
Financial Income		238	182
Dividend income		140	1,908
Net unrealised gain/ (loss) on revaluation of investments classified as 'at fair value through profit or loss		4,960	(10,323)
Net gain/ (loss) on sale of investments classified as fair value through profit or loss		2,196	(3,666)
Total income/ (loss)		7,534	(11,899)
EXPENSES			
Remuneration of the Management Company		210	796
Sales tax on management fee		27	104
Allocated expenses by the Management Company	8	10	40
Selling and marketing expenses	8	42	159
Remuneration of the Trustee		21	133
Sales tax on remuneration of the Trustee		3	17
Annual fee to SECP		2	8
Amortization of preliminary expenses and floatation costs		16	16
Brokerage expenses		45	105
Auditors' remuneration		124	96
Custody and settlement charges		83	113
Other expenses		54	54
Total expenses		637	1,641
Net income/ (loss) for the quarter from operating activities		6,897	(13,540)
Provision for Sindh Workers' Welfare Fund (SWWF)		(135)	-
Net income/ (loss) for the quarter before taxation		6,762	(13,540)
Taxation	11	-	-
Net income/ (loss) for the quarter after taxation		6,762	(13,540)
<i>Allocation of net income for the period:</i>			
Net income for the quarter after taxation		6,762	-
Income already paid on units redeemed		(172)	-
		6,590	-
<i>Accounting income available for distribution</i>			
- Relating to capital gains		6,590	-
- Excluding capital gains		-	-
		6,590	-
Earnings per unit	12		

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

UBL DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME(UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30, 2020 (Rupees in '000)	Quarter ended September 30, 2019 (Rupees in '000)
Net income/ (loss) for the quarter after taxation	6,762	(13,540)
Other comprehensive income for the quarter	-	-
Total comprehensive income/ (loss) for the quarter	<u>6,762</u>	<u>(13,540)</u>

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

UBL DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN- AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30, 2020				Quarter ended September 30, 2018				Total
	Capital value	Undistributed income	Unrealised appreciation on investments classified as 'fair value through other comprehensive income' - net	Total	Capital value	Undistributed income	Unrealised appreciation on investments classified as 'fair value through other comprehensive income' - net	Total	
	(Rupees in '000)				(Rupees in '000)				
Net assets at beginning of the quarter	74,898	(38,330)	-	36,568	212,798	(31,214)	-	181,583	
Amount received on issuance of 6,831 units (30 September 2019: 1,198,606 units)									
Capital value	589	-	-	589	96,961	-	-	96,961	
Element of loss during the quarter; - Relating to income earned	82	-	-	82	(5,326)	-	-	(5,326)	
	671	-	-	671	91,634	-	-	91,635	
Amount paid on redemption of 17,702 units (30 September 2019: 1,299,262 units)									
Capital value	(1,526)	-	-	(1,526)	(105,103)	-	-	(105,103)	
Element of income during the quarter; - Relating to income earned	(57)	(172)	-	(229)	7,646	-	-	7,646	
	(1,755)	(172)	-	(1,755)	(97,457)	-	-	(97,457)	
Total comprehensive loss for the quarter	-	6,762	-	6,762	-	(13,540)	-	(13,540)	
Amount transferred to retained earnings	-	-	-	-	-	-	-	-	
Distribution during the quarter	-	-	-	-	-	-	-	-	
Net assets at end of the quarter	73,814	(31,740)	-	42,246	206,975	(44,754)	-	162,221	
Undistributed income brought forward:									
- Realised		(40,207)	-	-		(1,923)	-	-	
- Unrealised		1,877	-	-		(29,291)	-	-	
		(38,330)	-	-		(31,214)	-	-	
Accounting income available for distribution:									
- Relating to capital gains	6,590	-	-	-	-	-	-	-	
- Excluding capital gains	-	-	-	-	-	-	-	-	
	6,590	-	-	-	-	-	-	-	
Net loss for the quarter after taxation	-	-	-	-	(13,540)	-	-	(13,540)	
Transferred to retained earnings	-	-	-	-	-	-	-	-	
Distribution during the quarter	-	-	-	-	-	-	-	-	
Undistributed income carried forward	(31,740)	-	(31,740)	(44,754)	-	(44,754)	-	(44,754)	
Undistributed income carried forward									
- Realised	(36,700)	-	(36,700)	(34,431)	-	(34,431)			
- Unrealised	4,960	-	4,960	(10,323)	-	(10,323)			
	(31,740)	-	(31,740)	(44,754)	-	(44,754)			
				-- (Rupees) --				-- (Rupees) --	
Net assets value per unit at beginning of the quarter				86,214				80,894	
Net assets value per unit at end of the quarter				102,220				75,661	

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

UBL DEDICATED EQUITY FUND
CONDESED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30, 2020 (Rupees in '000)	Quarter ended September 30, 2019 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income/ (loss) for the quarter before taxation	6,762	(13,540)
Adjustments for:		
Financial Income	(238)	(182)
Net unrealised gain/ (loss) on revaluation of investments classified as 'at fair value through profit or loss	(4,960)	10,323
Dividend income	(140)	(1,908)
Net gain/ (loss) on sale of investments classified as fair value through profit or loss	(2,196)	3,666
Amortization of preliminary expenses and floatation costs	16	16
	(7,518)	11,915
(Increase) / Decrease in assets		
Investments	2,173	19,651
Advance Tax	(2)	-
Security deposit and other receivable	(71)	(65)
Receivable against sale of investments	(679)	428
	1,421	20,014
Increase / (Decrease) in liabilities		
Payable to the Management Company	21	(163)
Payable to the Trustee	2	21
Annual fee payable to SECP	(30)	(148)
Accrued and other liabilities	(71)	208
Payable against purchase of investments	(677)	3,156
	(755)	3,074
Mark-up income and dividend received	1,284	2,262
Net cash generated from operating activities	1,194	23,725
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipt from issuance of units	671	91,635
Net payment against redemption of units	(1,755)	(97,457)
Net cash used in financing activities	(1,084)	(5,822)
Net increase in cash and cash equivalents during the quarter	110	17,903
Cash and cash equivalents at beginning of the quarter	1,064	2,697
Cash and cash equivalents at end of the quarter	1,174	20,600
CASH AND CASH EQUIVALENTS		
Bank balances	1,174	20,600

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

UBL DEDICATED EQUITY FUND
NOTES TO THE CONDESED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Dedicated Equity Fund, was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on April 10, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on May 02, 2018 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from May 29, 2018.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 The Fund is an open-ended mutual fund and is in process of listing on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis to the public. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The investment objective of the Fund is to provide other 'Fund of Funds' schemes & Separately Managed Accounts (only managed by UBL Fund Managers) an avenue for investing in Equities.
- 1.5 VIS Credit Rating Company has reaffirmed management quality rating of AM1 on December 31, 2019.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

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

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 BASIS OF MEASUREMENT

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		(Un-audited) September 30, 2020 (Rupees in '000)	(Audited) June 30, 2020 (Rupees in '000)
4 BANK BALANCES	Note		
Saving account	4.1	<u>1,174</u>	<u>1,064</u>

4.1 This carries mark-up at the rate ranging from 6% to 7% per annum (June 2020: 6.5% to 11.25%) and maintained with United Bank Limited (a related party).

5. INVESTMENTS

Investments by Category

At fair value through profit or loss

- Equity securities - listed	5.1	<u>38,976</u>	<u>33,993</u>
		<u>38,976</u>	<u>33,993</u>

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

Name of Investee Company	Note	Number of shares					Balance as at September 30, 2020			Market value as a % of net assets	Market value as a % of total investments	Par Value as percentage of total paid up capital of the investee company
		As at July 01, 2020	Purchased during the period	Sold during the period	Bonus / right	As at September 30, 2020	Carrying value	Market value	Appreciation / (diminution)			
----- (Rupees in '000) -----												
Automobile Assembler												
Indus Motor Company Limited		-	200	-	-	200	240	256	16	0.61%	0.66%	0.00%
							240	256	16	0.61%	0.66%	
Engineering												
International Industries Limited		20	-	-	-	20	2	3	1	0.01%	0.01%	0.00%
							2	3	1	0.01%	0.01%	
Insurance												
Adamjee Insurance Company Limited	5.1.1	25,485	-	-	-	25,485	844	1,022	178	2.42%	2.62%	0.01%
IGI Holdings Limited		2,000	-	-	-	2,000	362	438	76	1.04%	1.12%	0.00%
							1,206	1,460	254	3.46%	3.74%	
Leathers and Tanneries												
Bata Pakistan Limited		-	240	-	-	240	386	404	18	0.96%	1.04%	0.00%
Service Industries Limited		90	500	-	22	612	460	463	3	1.10%	1.19%	0.00%
							846	867	21	2.06%	2.23%	
Miscellaneous												
Shifa International Hospitals Limited		-	1,500	1,500	-	-	-	-	-	0.00%	0.00%	0.00%
Synthetic Products Enterprises Limited		7,400	12,500	-	-	19,900	840	887	47	2.10%	2.28%	0.02%
Tri-Pack Films Limited		-	4,000	4,000	-	-	-	-	-	0.00%	0.00%	0.00%
							840	887	47	2.10%	2.28%	
Transport												
Pakistan International Bulk Terminal		-	33,000	-	-	33,000	412	408	(4)	0.97%	1.05%	0.00%
Pakistan National Shipping Corporation		2,000	-	2,000	-	-	-	-	-	0.00%	0.00%	0.00%
							412	408	(4)	0.97%	1.05%	
Paper and Board												
Century Paper & Board Mills Limited		13,351	-	12,500	-	851	61	95	34	0.22%	0.24%	0.00%
Cherat Packaging Limited		3,000	-	3,000	-	-	-	-	-	0.00%	0.00%	0.00%
							61	95	34	0.22%	0.24%	
Pharmaceuticals												
Highnoon Laboratories Limited		-	700	-	-	700	427	430	3	1.02%	1.10%	0.00%
IBL HealthCare Limited		3,000	-	3,000	-	-	-	-	-	0.00%	0.00%	0.00%
The Searle Company Limited		1,900	2,000	2,100	-	1,800	365	461	96	1.09%	1.18%	0.00%
							792	891	99	2.11%	2.28%	

5.1.1 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margining:

Adamjee Insurance Company Limited
Bank Alfalah Limited
Kohinoor Textile Mills Limited
Mari Petroleum Company Limited

September 30, 2020		June 30, 2020	
(Number of shares)	(Rupees in '000)	(Number of shares)	(Rupees in '000)
10,000	401	10,000	331
20,000	696	20,000	671
17,000	920	17,000	604
-	-	2,000	2,473
47,000	2,017	49,000	4,079

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information..

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2% (September 30, 2019: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

8 ALLOCATED EXPENSES AND SELLING AND MARKETING EXPENSES

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

Furthermore Management Company has charged selling and marketing expense to the Fund as follows:

From July 1, 2020 through September 30, 2020	0.4% per annum of average daily net assets
--	--

9 ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 15.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 0.015 million (June 30, 2020: Rs. 0.013 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Re. 0.36 (June 30, 2020: Re.0.03).

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

13 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.86% which includes 0.42% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

14 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended September 30, 2020 are as follows:

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
	----- (Rupees in '000) -----					
For the period ended September 30, 2020 (Un-audited)						
Transactions during the period						
Mark-up on bank account	-	237	-	-	-	-
Bank charges	-	1	-	-	-	-
Units issued	-	-	-	-	-	41
Units redeemed	-	-	-	-	-	1,155
Central Depository Service expenses (CDS)	-	-	-	-	-	-
Remuneration *	237	-	24	-	-	-
Allocated expenses by the Management Co.	10	-	-	-	-	-
Selling & Marketing Expenses	42	-	-	-	-	-
Listing Fee	-	7	-	-	-	-
Purchases of Securities	-	367	-	-	-	-
Sales of Securities	-	770	-	-	-	-
For the period ended September 30, 2019 (Un-audited)						
Transactions during the period						
Mark-up on bank account	-	182	-	-	-	-
Bank charges	-	6	-	-	-	-
Units issued	-	-	-	61,395	-	13,791
Units redeemed	-	-	-	95,713	-	-
Central Depository Service expenses (CDS)	-	-	5	-	-	-
Remuneration *	900	-	150	-	-	-
Allocated expenses by the Management Co.	40	-	-	-	-	-
Selling & Marketing Expenses	159	-	-	-	-	-
Listing Fee	-	6	-	-	-	-
Sales of Securities	-	7,821	-	-	-	-
Dividend Income	-	344	-	-	-	-

	As at September 30, 2020 (Un-audited)				
Balances held					
Units held (units in '000)	-	-	-	-	411
Units held (Rupees in '000)	-	-	-	-	42,013
Bank balances	-	1,159	-	-	-
Remuneration payable	82	-	9	-	-
Other payable	-	-	-	-	-
Selling and marketing expenses payable	42	-	-	-	-
Mark-up receivable	-	19	-	-	-
Allocated expenses payable	8	-	-	-	-
Investments	-	2,004	-	-	-

* Remuneration for the period is inclusive of sales tax.

	As at June 30, 2020 (Audited)				
Balances held					
Units held (units in '000)	-	-	-	-	422
Units held (Rupees in '000)	-	-	-	-	36,373
Bank balances	-	1,048	-	-	-
Remuneration payable	68	-	7	-	-
Other payable	-	-	-	-	-
Selling and marketing expenses payable	36	-	-	-	-
Mark-up receivable	-	989	-	-	-
Allocated expenses payable	7	-	-	-	-
Investments	-	2,161	-	-	-

* Remuneration for the period is inclusive of sales tax.

15. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

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

	September 30, 2020 (Un-audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss				
Equity securities - listed	<u>38,976</u>	<u>-</u>	<u>-</u>	<u>38,976</u>
	<u>38,976</u>	<u>-</u>	<u>-</u>	<u>38,976</u>

	June 30, 2020 (Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss				
Equity securities - listed	<u>33,993</u>	<u>-</u>	<u>-</u>	<u>33,993</u>
	<u>33,993</u>	<u>-</u>	<u>-</u>	<u>33,993</u>

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

15.2 There were no transfers between various levels of fair value hierarchy during the period.

16. GENERAL

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

16.1 IMPACT 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.2 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.

17 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **October 29, 2020** by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

UFSF

UBL Financial Sector Fund

INVESTMENT OBJECTIVE

The objective is to provide investors long-term capital appreciation by investing primarily in a mix of actively managed portfolio of listed equities that offer capital gains and dividends yield potential preferably in the Financial Sector.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	BDO Ebrahim & Co., Chartered Accountants
Bankers	Allied Bank Limited United Bank Limited Soneri Bank Limited
Management Co. Rating	AM 1 (VIS Credit Rating Company Limited)

UBL FINANCIAL SECTOR FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

		September 30, 2020 (Unaudited)	June 30, 2020 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	23,799	7,224
Investments	5	758,431	595,852
Mark-up Receivable		1,933	1,256
Deposits, prepayments and other receivables		3,398	39,733
Preliminary expenses and floatation costs		601	662
Advance tax	6	39	39
TOTAL ASSETS		788,201	644,766
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	7	5,974	5,080
Payable to Central Depository Company of Pakistan Limited - Trustee		154	120
Payable to Securities and Exchange Commission of Pakistan		37	157
Accrued expenses and other liabilities	8	4,331	13,114
TOTAL LIABILITIES		10,496	18,471
NET ASSETS		777,705	626,295
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		777,705	626,295
CONTINGENCIES AND COMMITMENTS			
	9	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		9,940,100	9,222,014
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		78.2392	67.9130

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

**UBL FINANCIAL SECTOR FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter ended September 30, 2020	Quarter ended September 30, 2019
Note	----- (Rupees in '000) -----	
INCOME		
Financial income	677	892
Dividend income	9	12,645
Capital gain on sale of investments - net	10,262	159
Unrealised loss on revaluation of investments classified as financial asset 'at fair value through profit or loss' - net	5.1 89,939	(73,553)
Total income / (loss)	<u>100,887</u>	<u>(59,857)</u>
EXPENSES		
Remuneration of UBL Fund Managers Limited - Management Company	3,716	3,838
Sindh Sales Tax on Management Company's remuneration	483	499
Allocated expenses	186	192
Remuneration of Central Depository Company of Pakistan Limited - Trustee	420	434
Annual fee of Securities and Exchange Commission of Pakistan	37	38
Auditors' remuneration	1	51
Brokerage and settlement expenses	678	405
Listing fee	7	7
Legal and professional charges	46	39
Amortization of preliminary expenses and floatation costs	60	61
Selling and marketing expenses	3,586	768
Total operating expenses	<u>9,220</u>	<u>6,332</u>
Operating income / (loss) for the quarter	<u>91,667</u>	<u>(66,189)</u>
Provision for Sindh Workers' Welfare Fund	8.1 (1,799)	-
Net income / (loss) for the quarter before taxation	<u>89,868</u>	<u>(66,189)</u>
Taxation	10 -	-
Net income / (loss) for the quarter after taxation	<u>89,868</u>	<u>(66,189)</u>
Allocation of net income for the quarter		
Income already paid on units redeemed	(12,932)	-
Net income / (loss) for the quarter	<u>76,936</u>	<u>(66,189)</u>
Income attributable to Management Company		
Relating to capital gains	76,936	-
Excluding capital gains	-	-
	<u>76,936</u>	<u>-</u>
Earnings per unit	11	

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

**UBL FINANCIAL SECTOR FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter ended September 30, 2020	Quarter ended September 30, 2019
	----- (Rupees in '000) -----	
Net income / (loss) for the quarter	89,868	(66,189)
Other comprehensive income		
Items that may be reclassified subsequently to income statement	-	-
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income / (loss) for the quarter	<u>89,868</u>	<u>(66,189)</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

**SD
CHIEF EXECUTIVE OFFICER**

**SD
CHIEF FINANCIAL OFFICER**

**SD
DIRECTOR**

**UBL FINANCIAL SECTOR FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter ended September 30, 2020	Quarter ended September 30, 2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the quarter before taxation	89,868	(66,189)
Adjustments for:		
Financial income	(677)	(892)
Dividend income	(9)	(12,645)
Capital (gain) on sale of investments - net	(10,262)	(159)
Unrealised (gain) / loss on revaluation of investments classified as 'at fair value through profit or loss' - net	(89,939)	73,553
Amortization of preliminary expenses and floatation costs	60	61
	<u>(100,827)</u>	<u>59,918</u>
Cash used in operations before working capital changes	(10,959)	(6,271)
Working capital changes		
(Increase) / Decrease in assets		
Investments - net	(62,378)	20,074
Deposits, prepayments and other receivables	36,335	(68)
	<u>(26,043)</u>	<u>20,006</u>
Decrease in liabilities		
Payable to UBL Fund Managers Limited - Management Company	894	(382)
Payable to Central Depository Company of Pakistan Limited - Trustee	34	(30)
Annual fee payable to Securities and Exchange Commission of Pakistan	(120)	(567)
Accrued expenses and other liabilities	(8,782)	(1,448)
	<u>(7,974)</u>	<u>(2,427)</u>
Profit received on bank balances	-	3,455
Dividend received	9	12,645
Net cash (used in) / generated from operating activities	<u>(44,967)</u>	<u>27,408</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	372,433	1,948
Payment against redemption of units	(310,891)	(59,193)
Net cash (used in) / generated from financing activities	<u>61,542</u>	<u>(57,245)</u>
Net increase / (decrease) in cash and cash equivalents	16,575	(29,837)
Cash and cash equivalents at the beginning of the quarter	7,224	64,596
Cash and cash equivalents at the end of the quarter	<u><u>23,799</u></u>	<u><u>34,759</u></u>
CASH AND CASH EQUIVALENTS		
Bank balances	23,799	
	<u><u>23,799</u></u>	

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

**SD
CHIEF EXECUTIVE OFFICER**

**SD
CHIEF FINANCIAL OFFICER**

**SD
DIRECTOR**

UBL FINANCIAL SECTOR FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	-----Quarter Ended September 30, 2020-----				-----Quarter Ended September 30, 2019-----			
	Capital value	Undistributed loss	Unrealised diminution on re-measurement of investments classified as 'fair value through other comprehensive income' (September 30, 2020: 'available for sale' - net)	Total	Capital value	Undistributed loss	Unrealised diminution on re-measurement of investments classified as 'fair value through other comprehensive income' (September 30, 2019: 'available for sale' - net)	Total
	----- (Rupees in '000) -----				----- (Rupees in '000) -----			
Net assets at the beginning of the quarter	859,554	(233,259)	-	626,295	981,918	(120,565)	-	861,353
Issuance of 4,875,428 units (2019: 26,221)								
Capital value of units	331,105	-	-	331,105	2,102	-	-	2,102
Element of loss	-	-	-	-	-	-	-	-
Due to net loss incurred	41,328	-	-	41,328	(154)	-	-	(154)
Total proceeds on issuance of units	372,433	-	-	372,433	1,948	-	-	1,948
Redemption of 4,157,342 units (2019: 781,405)								
Capital value of units	(282,338)	-	-	(282,338)	(62,636)	-	-	(62,636)
Element of loss	-	-	-	-	-	-	-	-
Due to net loss incurred	(15,621)	(12,932)	-	(28,553)	3,443	-	-	3,443
Total payments on redemption of units	(297,959)	(12,932)	-	(310,891)	(59,193)	-	-	(59,193)
Total comprehensive loss for the quarter	-	89,868	-	89,868	-	(66,189)	-	(66,189)
Amount transfer to retained earnings								
Net assets at the end of the period	934,028	(156,323)	-	777,705	924,673	(186,754)	-	737,919
Undistributed loss / Unrealised diminution on re-measurement of investments classified as 'fair value through other comprehensive income' brought forward comprises of:								
Realised loss		(76,930)	-	(76,930)		(9,249)	-	(9,249)
Unrealised loss		(156,329)	-	(156,329)		(111,316)	-	(111,316)
Total undistributed loss brought forward		(233,259)	-	(233,259)		(120,565)	-	(120,565)
Income available for distribution:								
Relating to capital gains		76,936	-	76,936		-	-	-
Excluding capital gains		-	-	-		-	-	-
		76,936	-	76,936		-	-	-
Total Comprehensive loss for the quarter		76,936	-	76,936		(66,189)	-	(66,189)
Transferred to retain earning								
Distribution during the quarter								
Undistributed loss carried forward comprises of:								
Realised loss		(246,262)	-	(246,262)		(113,201)	-	(113,201)
Unrealised loss		89,939	-	89,939		(73,553)	-	(73,553)
Total undistributed loss carried forward		(156,323)	-	(156,323)		(186,754)	-	(186,754)
				(Rupees)				(Rupees)
Net assets value per unit at the beginning of the quarter				67.9130				80.1577
Net assets value per unit at the end of the quarter				78.2392				73.8617

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

UBL FINANCIAL SECTOR FUND

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Financial Sector Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on February 21, 2018 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on March 12, 2018 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from April 05, 2018.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 The Fund is an equity scheme (sector specific) and units of the Fund are listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units were initially offered to public on IPO dated April 05, 2018 and are transferable and can also be redeemed by surrendering them to the Fund at the option of the unit holder. The Fund is categorised as an open-ended sector (equity) scheme in accordance with Circular 7 of 2009 issued by the SECP.
- 1.4 The investment objective of the fund is to provide investors long term capital appreciation by investing primarily in a mix of actively managed portfolio of listed equities that offer capital gains and dividends yield potential, preferably in financial sector.
- 1.5 Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 VIS Credit Rating Company has re-affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company as on December 27, 2018. The Management Company is obliged to obtain a rating of the Fund, once the Fund becomes eligible for rating as per the criteria of the rating agency. However, criteria of rating agency requires a minimum performance history of one year for the funds to become eligible for ranking. Therefore, the Fund is not eligible for the rating.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1** The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4** There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		September 30, 2020	June 30, 2020
		(Unaudited)	(Audited)
		-----	-----
		(Rupees in '000)	
		-----	-----
4	BANK BALANCES	Note	
	Cash at bank		
	In savings accounts	4.1	23,799
			<u>7,224</u>
4.1	Profit rates on these savings accounts range between 5.5% to 7.10% per annum (June 30, 2020: 4.75% to 6.50%). This includes an amount held by a related party (United Bank Limited) amounting to Rs. 23.785 million (June 30, 2020: Rs 7.210 million).		
5	INVESTMENTS IN EQUITY SHARES		
	Financial assets classified as at fair value through profit or loss	5.1	758,431
			<u>595,852</u>
			<u>758,431</u>
			<u>595,852</u>

5.1 Financial asset classified as fair value through profit or loss

Shares of listed company - fully paid up ordinary shares of Rs. 10 each unless otherwise stated

Name of investee company	Number of shares				Balance as at September 30, 2020			Market value as a percentage of net assets	Market value as a percentage of total value of investment	Investment as percentage of paid up capital of investee company	
	As at July 01, 2020	Purchased during the period	Bonus / right shares received during the period	Sold during the period	As at September 30, 2020	Carrying value	Market value				Unrealised gain / (loss) on revaluation of investments
-----Number of shares -----					000						
COMMERCIAL BANKS											
Allied Bank Limited	1,517,200	50,000	-	241,000	1,326,200	102,074	111,759	9,685	18%	14%	0.98%
Bank Al Falah Limited	2,032,900	-	-	459,000	1,573,900	52,836	54,740	1,904	9%	7%	0.31%
United Bank Limited	546,900	371,286	-	105,000	813,186	90,258	93,606	3,348	15%	12%	0.76%
Habib Bank Limited	844,300	364,182	-	105,000	1,103,482	113,912	144,269	30,358	23%	19%	0.98%
MCB Bank Limited	298,317	177,500	-	-	475,817	78,713	82,707	3,993	13%	11%	0.70%
The Bank of Punjab	-	4,173,000	-	125,000	4,048,000	39,716	39,994	278	7%	5%	0.34%
Bank Al Habib Limited	1,805,500	125,000	-	199,000	1,731,500	92,157	111,803	19,646	18%	15%	1.01%
Faysal Bank Limited	-	2,000,000	-	1,966,000	34,000	568	582	14	0%	0%	0.01%
National Bank of Pakistan	29,500	-	-	-	29,500	816	1,176	361	0%	0%	0.01%
	7,074,617	7,260,968	-	3,200,000	11,135,585	571,049	640,637	69,588	103%	84%	
INSURANCE											
Adamjee Insurance Company Limited	3,721,500	27,000	-	815,500	2,933,000	97,329	117,613	20,284	19%	16%	3.36%
INVESTMENT BANK											
Arif Habib Limited	193,500	-	-	190,000	3,500	114	181	67	0%	0%	0.03%
	3,915,000	27,000	-	1,005,500	2,936,500	97,443	117,794	20,352	19%	16%	
Total - September 30, 2020	10,989,617	7,287,968	-	4,205,500	14,072,085	668,492	758,431	89,939	121%	100%	
Total - June 30, 2020	12,083,000	3,161,717	-	4,255,100	10,989,617	752,181	595,852	(156,329)	95%	100%	

5.1.1 The above securities include 590,000 shares pledged with National Clearing Company of Pakistan Limited having market value (in aggregate) amounting to Rs. 25.5033 million for guaranteeing settlement of the Fund's trade in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR) , through a circular “C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R” date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2.00% (June 30, 2020: 2.00%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated Expenses and Selling & Marketing Expenses

The Management Company is charging 0.10% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services.

Furthermore Management Company has charged selling and marketing expense to the Fund as follows:

From July 01, 2020 through Sep 30, 2020	1.93% per annum of average daily net assets
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8 ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for Sindh Workers' Welfare Fund

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 1.799 million (June 30, 2020: Rs. Nil). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 18.10 (June 30, 2020: Rs. Nil).

9 CONTINGENCIES AND COMMITMENTS

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

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.49% which includes 0.33% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Financial Services (Private) Limited (Subsidiary of the Management Company), entities under the common management or directorship, Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company and unit holders holding 10% or more of the Fund's net assets.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Rules, NBFC Regulations and the Trust Deed respectively. Other transactions with the related parties / connected persons have been carried out at agreed terms.

Details of transactions with related parties / connected persons and balances with them at the period end are as follows:

	Management Company	Associated Companies	Trustee	Funds Under Common Management	Directors and Key Executives	Other Connected persons / related parties
	----- (Rupees in '000) -----					
Transactions during the quarter ended September 30, 2020						
Profit on savings accounts	-	677	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued	99,000	-	-	-	2,550	-
Units redeemed	125,870	806	-	-	2,509	-
Purchase of equity securities	-	44,814	-	-	-	148,365
Sale of equity securities	-	12,154	-	-	-	94,589
Sales load paid	844	-	-	-	-	-
Dividend	-	-	-	-	-	-
Remuneration (including sales tax)	4,199	-	420	-	-	-
CDS Expense	-	-	483	-	-	-
Allocated expenses	186	-	-	-	-	-
Selling and marketing expenses	3,586	-	-	-	-	-
Listing fee	-	7	-	-	-	-
Transactions during the quarter ended September 30, 2019						
Profit on savings accounts	-	10,948	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued	-	-	-	-	-	-
Units redeemed	-	793	-	-	-	-
Purchase of equity securities	-	-	-	-	-	-
Sale of equity securities	-	1,397	-	-	-	-
Sales load paid	3,869	-	-	-	-	-
Dividend	-	1,333	-	-	-	-
Remuneration (including sales tax)	4,199	-	420	-	-	-
CDS Expense	-	-	483	-	-	-
Allocated expenses	186	-	-	-	-	-
Selling and marketing expenses	3,586	-	-	-	-	-
Listing fee	-	-	-	-	-	-
Balances held as at September 30, 2020						
Units held (in Units '000)	1,071	5,091	-	-	14	-
Units held (in Rupees '000)	83,817	398,344	-	-	1,069	-
Bank balances	-	23,785	-	-	-	-
Profit receivable	-	1,926	-	-	-	-
Investments	-	93,606	-	-	-	511,715
Remuneration payable	1,513	-	154	-	-	-
Allocated expenses payable	132	-	-	-	-	-
Selling and marketing expense payable	3,587	-	-	-	-	-
Sales load payable	733	-	-	-	-	-
Dividend Receivable	-	-	-	-	-	-
Conversion charges payable	9	-	-	-	-	-
Listing fee	-	34	-	-	-	-
Balances held as at June 30, 2020						
Units held (in Units '000)	1,409	5,101	-	-	49	-
Units held (in Rupees '000)	95,713	346,450	-	-	3,333	-
Bank balances	-	7,210	-	-	-	-
Profit receivable	-	1,249	-	-	-	-
Investments	-	56,528	-	-	-	-
Remuneration payable	1,183	-	120	-	-	-
Allocated expenses payable	105	-	-	-	-	-
Selling and marketing expense payable	2,941	-	-	-	-	-
Sales load payable	844	-	-	-	-	-
Conversion charges payable	7	-	-	-	-	-
Conversion charges payable	5	-	-	-	-	-

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

	Carrying Amount			Fair value		
	As at September 30, 2020			As at September 30, 2020		
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Level 1	Level 2	Level 3
Rupees in '000						
Financial assets measured at fair value						
Investments	758,431	-	-	758,431	-	-
Financial assets not measured at fair value						
Bank balances	-	-	23,799	-	-	-
Mark-up / interest receivable	-	-	1,933	-	-	-
Deposits and other receivables	-	-	3,398	-	-	-
	-	-	29,130	-	-	-
	758,431	-	29,130	758,431	-	-
Financial liabilities not measured at fair value						
Payable to UBL Fund Managers Limited Management Company	-	-	5,974	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	154	-	-	-
Accrued expenses and other liabilities	-	-	4,331	-	-	-
	-	-	10,459	-	-	-

	Carrying Amount			Fair value		
	As at June 30, 2020			As at June 30, 2020		
	Available for sale	Loans and receivables	Other financial liabilities	Level 1	Level 2	Level 3
Rupees in '000						
Financial assets measured at fair value						
Investments	595,852	-	-	595,852	-	-
	595,852	-	-	595,852	-	-
Financial assets not measured at fair value						
Bank balances	-	7,224	-	-	-	-
Mark-up / interest receivable	-	1,256	-	-	-	-
Deposits and other receivables	-	39,733	-	-	-	-
	-	48,213	-	-	-	-
	595,852	48,213	-	595,852	-	-
Financial liabilities not measured at fair value						
Payable to UBL Fund Managers Limited Management Company	-	-	5,080	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	120	-	-	-
Accrued expenses and other liabilities	-	-	13,085	-	-	-
	-	-	18,285	-	-	-

15 GENERAL

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.1 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.2 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.

16 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

UFPF

UBL Financial Planning Fund

INVESTMENT OBJECTIVE

The objective of the fund is to generate returns on investments as per the respective Allocation Plan by investing in Mutual Funds in line with the risk tolerance of the Investor

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	EY Ford Rhodes
Bankers	United Bank Limited
Management Co.Rating	AMI (VIS)

UBL FINANCIAL PLANNING FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

	Note	For The Quarter From July 01, 2020 to August 24, 2020 (Un-Audited)			For The Quarter Ended September 30, 2020 (Un-Audited)			For The Year Ended June 30, 2020 (Audited)				
		UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III
(Rupees in '000)												
ASSETS												
Bank balances	4	988	12,079	611	13,678	919	46	32	997			
Investments	5	-	186,879	155,586	342,465	51,450	199,425	154,142	405,017			
Mark-up and other receivables		148	394	1,389	1,931	138	261	1,386	1,785			
Advance tax	6	-	-	-	-	1	-	-	1			
Preliminary expenses and floatation costs		24	24	23	71	-	-	-	-			
Total assets		1,160	199,376	157,609	358,145	52,508	199,732	155,560	407,800			
LIABILITIES												
Payable to the Management Company	7	722	462	31	1,215	449	493	31	973			
Payable to the Trustee		3	13	10	26	6	14	10	30			
Annual fee payable to Securities and Exchange Commission of Pakistan (SECP)		1	10	8	19	19	47	35	101			
Accrued and other liabilities	8	434	4,947	494	5,875	376	4819	386	5,581			
Total liabilities		1,160	5,432	543	7,135	850	5,373	462	6,685			
NET ASSETS		-	193,944	157,066	351,010	51,658	194,359	155,098	401,115			
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		-	193,944	157,066	351,010	51,658	194,359	155,098	401,115			
CONTINGENCIES AND COMMITMENTS	9											
NUMBER OF UNITS IN ISSUE		-	1,883,648	1,530,852		497,900	1,912,893	1,531,338				
NET ASSETS VALUE PER UNIT		-	102.9623	102.6002		103.7512	101.6049	101.2829				

The annexed notes from 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

UBL FINANCIAL PLANNING FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

For The Quarter From July 01, 2020 to August 24, 2020 (Un-Audited)	For The Quarter Ended September 30, 2020 (Un-Audited)			For The Quarter Ended September 30, 2019				
	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total
----- (Rupees in '000) -----								
Net income for the quarter after taxation	342	2,578	2,017	4,937	1,982	2,475	371	4,828
Other comprehensive income for the quarter	-	-	-	-	-	-	-	-
Total comprehensive income for the quarter	342	2,578	2,017	4,937	1,982	2,475	371	4,828

The annexed notes from 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

UBL FINANCIAL PLANNING FUND
STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

For The Quarter From July 01, 2020 to August 24, 2020 (Un-Audited)	For The Quarter Ended September 30, 2020 (Un-Audited)			For The Quarter Ended September 30, 2019				
	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total
(Rupees in '000)								
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the year before taxation	342	2,578	2,017	4,937	1,982	2,475	371	4,828
Adjustments for:								
Mark-up on bank accounts	(11)	(134)	(3)	(148)	(125)	(52)	(49)	(226)
Unrealised (gain) / loss on re-measurement of investments classified as 'at fair value through profit or loss' - net	-	(2,625)	(2,186)	(4,811)	(1,678)	(747)	(1,920)	(4,345)
Income from term deposit receipt (TDR)					-	(2,097)	-	(2,097)
Net gain / (loss) on sale of investments classified as 'at fair value through profit or loss' - net	(388)	(29)	(7)	(424)	1,099	1,547	1,613	4,259
Amortization of preliminary expenses and floatation costs	-	-	-	-	65	56	-	121
Provision for Sindh Workers' Welfare Fund (SWWF)	7	52	40	99	40	50	8	98
	(392)	(2,736)	(2,156)	(5,284)	(599)	(1,243)	(348)	(2,190)
Decrease / (Increase) in assets								
Investments	51,838	15,200	749	67,787	72,223	87,088	2,567	161,878
Other receivables	-	2	-	-	(75)	(28)	12	(91)
Advance tax	1	-	-	1	-	-	-	-
Preliminary expenses and floatation costs	(24)	(24)	(23)	(71)	(21)	(23)	(22)	(66)
	51,815	15,178	726	67,717	72,127	87,037	2,557	161,721
Increase / (Decrease) in liabilities								
Payable to the Management Company	273	(31)	-	242	4	15	15	34
Payable to the Trustee	(3)	(1)	-	(4)	(10)	(14)	(6)	(30)
Annual fee payable to SECP	(18)	(37)	(27)	(82)	(123)	(227)	(95)	(445)
Accrued and other liabilities	51	76	68	195	102	(672)	28	(542)
	303	7	41	351	(27)	(898)	(58)	(983)
Mark-up received	1	(1)	-	-	125	2,149	49	2,323
Net cash generated from / (used in) operating activities	52,069	15,026	628	67,721	73,608	89,520	2,571	165,699
CASH FLOWS FROM FINANCING ACTIVITIES								
Net receipt from issuance of units	-	-	-	-	9,906	-	-	9,906
Cash dividend paid to unit holders	-	-	-	-	-	-	-	-
Net payment against redemption of units	(52,000)	(2,993)	(49)	(55,042)	(84,683)	(90,033)	(4,256)	(178,972)
Net cash (used in) / generated from financing activities	(52,000)	(2,993)	(49)	(55,042)	(74,777)	(90,033)	(4,256)	(169,066)
Net increase in cash and cash equivalent during the year	69	12,033	579	12,681	(1,169)	(513)	(1,685)	(3,367)
Cash and cash equivalents at beginning of the year	919	46	32	997	1,195	521	1,751	3,467
Cash and cash equivalents at end of the year	988	12,079	611	13,678	26	8	66	100
Cash and cash equivalents								
Bank balances	988	12,079	611	13,678	26	8	66	100

The annexed notes from 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

**UBL FINANCIAL PLANNING FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

For The Quarter Ended September 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Financial Planning Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on August 07, 2017 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on August 29, 2017 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from September 28, 2017.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis to the public. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The objective of the Fund is to generate returns on Investments as per respective Allocation Plans by investing in Mutual Funds in line with the risk tolerance of the Investor. The duration of the Fund and Allocation Plans initially launched therein is perpetual, however, additional Allocation Plans may have a set time frame. Presently, UBL Active Principal Preservation Plan I has been matured date August 24, 2020 currently the fund offers only UBL Active Principal Preservation Plan II & UBL Active Principal Preservation Plan III.
- 1.5 VIS Credit Rating Company has assigned Management quality rating of 'AM1' dated December 31, 2019 to the Management Company.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. STATEMENT OF COMPLIANCE

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

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

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

Note	September 30, 2020				June 30, 2020			
	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total	UBL Active Principal Preservation Plan I	UBL Active Principal Preservation Plan II	UBL Active Principal Preservation Plan III	Total
	(Rupees in '000)				(Rupees in '000)			

4. BANK BALANCES

Bank accounts - saving 4.1 988 12,079 611 13,678 919 46 32 997

4.1 These carry mark-up at the rates ranging from 4.75% to 6.50% (June 30, 2019: 8% to 8.25%) per annum maintained with United Bank Limited (a related party).

5. INVESTMENTS

Investments by Category

5.1 At fair value through profit or loss 5.1.1 - 186,879 155,586 342,465 51,450 199,425 154,142 405,017

5.1.1 Units of mutual funds classified as 'at fair value through profit or loss

Name of Investee Fund (funds under common management)	Number of units				Balance as at September 30, 2020				
	As at July 01, 2020	Purchased during the period	Sold / redeemed during	As at September 30, 2020	Carrying value	Market value	Appreciation (Diminution)	Market value as a % of net assets of	Market value as a % of total
(Rupees in '000) (%)									
Held by UBL Active Principal Preservation Plan I									
UBL Money Market Fund	510,855	-	510,855	-	-	-	-	-	0.00%
Held by UBL Active Principal Preservation Plan II									
UBL Money Market Fund	1,980,112	-	150,643	1,829,469	184,254	186,879	2,625	96.36%	
Held by UBL Active Principal Preservation Plan III									
UBL Money Market Fund	1,530,494	-	7,364	1,523,130	153,400	155,586	2,186	99.06%	
					<u>153,400</u>	<u>155,586</u>	<u>2,186</u>	<u>99.06%</u>	
Total as at September 30, 2020					<u>337,654</u>	<u>342,465</u>	<u>4,811</u>		
Total as at June 30, 2020					<u>398,025</u>	<u>405,017</u>	<u>6,992</u>		

6. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR) , through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

No management fee is being charged in UBL Active Principal Preservation Plan I, UBL Active Principal Preservation Plan II & UBL Active Principal Preservation Plan III as no investment is made in term deposits by both plans.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee in UBL Active Principal Preservation Plan I, UBL Active Principal Preservation Plan II & UBL Active Principal Preservation Plan III and expenses related to registrar services, accounting, operation and valuation services

8. ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for Workers' Welfare Fund (WWF)

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act (SWWF Act), 2014 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.0.5 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies (including the Management Company of the Fund) whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF which is currently pending. However, as a matter of abundant caution, MUFAP has recommended to all its members to record a provision for SWWF from the date of enactment of SWWF Act, 2014 (i.e. starting from May 21, 2015). However, All these plans have been launched after 2015 so provision for SWWF has been made from their respective date of launch.

Had the provision for SWWF is being made on a daily basis. Had the provision for SWWF not been recorded in the financial statements of the Fund, the net assets value of UBL Active Principal Preservation Plan I would have been higher by Rs.0.0178 per unit, UBL Active Principal Preservation Plan II and UBL Active Principal Preservation Plan III would have been higher by Re.0.0276 per unit and Re.0.0261 per unit respectively as at June 30, 2020. (June 30, 2020: UAPPP-I: 0.331 per unit, UAPPP-II: 0.17 per unit & UAPPP-III: 0.071 per unit).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of UBL Active Principal Preservation Plan I, UBL Active Principal Preservation Plan II and UBL Active Principal Preservation Plan III is 2.13%, 0.11% and 0.11% respectively as on September 30, 2020 and these include 0.02%, 0.03% and 0.03% representing Government Levy, Sindh Worker's Welfare Fund and SECP Fee respectively.

13 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Financial Services (Private) Limited, being entity under the common management or directorship, Central Depository Company of Pakistan Limited as trustee of the Fund, the directors key management personnel and other associated undertakings and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the Fund.

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, NBFC Regulations and constitutive documents of the Fund respectively.

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

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
(Rupees in '000)						
For the period ended June 30, 2020						
UBL Active Principal						
Preservation Plan I						
Transactions during the year						
Mark-up on bank accounts	-	11	-	-	-	-
Bank and other charges	-	-	-	-	-	-
Units issued	-	-	-	-	-	-
Bonus units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Remuneration (Inclusive of SST)	-	-	5	-	-	-
Allocated expenses	7	-	-	-	-	-
Purchase of investment	-	-	-	-	-	-
Sale of investment	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-
As at September 30, 2020						
Balances held						
Units held (units in '000)	-	-	-	-	-	-
Units held (Rupees in '000)	-	-	-	-	-	-
Term Deposit Receipt (TDR)	-	-	-	-	-	-
Bank balances	-	988	-	-	-	-
Remuneration payable	-	-	3	-	-	-
Allocated expenses payable	26	-	-	-	-	-
Other payable	1	-	-	-	-	-
Units of mutual funds held	-	-	-	-	-	-
Sales load payable	-	-	-	-	-	-
Mark-up receivable	-	148	-	-	-	-

Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----					

For the period ended June 30, 2020

**UBL Active Principal
Preservation Plan II**

Transactions during the year

Income from term deposit receipt (TDR)	-	-	-	-	-
Mark-up on bank accounts	-	134	-	-	-
Bank and other charges	-	-	-	-	-
Units issued	-	-	-	-	1,422
Bonus units issued	-	-	-	-	-
Units redeemed	-	-	-	-	-
Remuneration (Inclusive of SST)	-	-	35	-	-
Allocated expenses	49	-	-	-	-
Purchase of investment	-	-	-	-	-
Sale of investment	-	-	-	-	-
Dividend paid	-	-	-	-	-
Dividend received	-	-	-	-	-

As at September 30, 2020

Balances held

Units held (units in '000)	-	-	-	-	901
Units held (Rupees in '000)	-	-	-	-	92,769.03
Term Deposit Receipt (TDR)	-	-	-	-	-
Bank balances	-	12,079	-	-	-
Remuneration payable	-	-	13	-	-
Allocated expenses payable	32	-	-	-	-
Other payable	430	-	-	-	-
Units of mutual funds held	-	-	-	186,879	-
Sales Load payable	-	-	-	-	-
Mark-up receivable	-	394	-	-	-
Mark-up receivable on TDR	-	-	-	-	-

Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----					

For the period ended June 30, 2020

**UBL Active Principal
Plan III**

Transactions during the year

Mark-up on bank accounts	-	3	-	-	-
Bank and other charges	-	-	-	-	-
Units issued	-	-	-	-	-
Bonus units issued	-	-	-	-	-
Units redeemed	-	-	-	-	-
Remuneration (inclusive of SST)	-	-	31	-	-
Allocated expenses	39	-	-	-	-
Purchase of investment	-	-	-	-	-
Sale of investment	-	-	-	-	-
Dividend paid	-	-	-	-	-
Dividend received	-	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
(Rupees in '000)						
As at September 30, 2020						
Balances held						
Units held (units in '000)	-	-	-	-	-	391
Units held (Rupees in '000)	-	-	-	-	-	40,116.68
Term Deposit Receipt (TDR)	-	-	-	-	-	-
Bank balances	-	611	-	-	-	-
Remuneration payable	-	-	10	-	-	-
Allocated expenses payable	26	-	-	-	-	-
Other payable	5	-	-	-	-	-
Units of mutual funds held	-	-	-	155,586	-	-
Sales load payable	-	-	-	-	-	-
Mark-up receivable	-	11	-	-	-	-
Mark-up receivable on TDR	-	-	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
(Rupees in '000)						
For the period ended June 30, 2019						
UBL Active Principal Preservation Plan I						
Transactions during the year						
Mark-up on bank accounts	-	125	-	-	-	-
Bank and other charges	-	7	-	-	-	-
Units issued	-	-	-	-	-	-
Bonus units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Remuneration (Inclusive of SST)	-	-	26	-	-	-
Allocated expenses	32	-	-	-	-	-
Purchase of investment	-	-	-	23,496	-	-
Sale of investment	-	-	-	95,721	-	-
Dividend paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
(Rupees in '000)						
As at June 30, 2020						
Balances held						
Units held (units in '000)	-	-	-	-	-	387
Units held (Rupees in '000)	-	-	-	-	-	40,105
Term Deposit Receipt (TDR)	-	-	-	-	-	-
Bank balances	-	919	-	-	-	-
Remuneration payable	-	-	6	-	-	-
Allocated expenses payable	-	-	-	-	-	-
Other payable	449	-	-	-	-	-
Units of mutual funds held	-	-	-	51,450	-	-
Sales load payable	1	-	-	-	-	-
Mark-up receivable	-	137	-	-	-	-

UBL Active Principal Preservation Plan II	Management	Associated	Trustee	Funds under	Directors	Other	
	company	companies		common	and key	connected	
				management	executives	persons /	
							related parties
	----- (Rupees in '000) -----						

Transactions during the year

For the period ended June 30, 2019

Income from term deposit receipt (TDR)	-	2097	-	-	-	-
Mark-up on bank accounts	-	52	-	-	-	-
Bank and other charges	-	45	-	-	-	-
Units issued	-	-	-	-	-	-
Bonus units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Remuneration (Inclusive of SST)	353	-	50	-	-	-
Allocated expenses	63	-	-	-	-	-
Purchase of investment	-	-	-	54,981	-	-
Sale of investment	-	-	-	144,165	-	-
Dividend paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-

As at June 30, 2020

Balances held

Units held (units in '000)	-	-	-	-	-	901
Units held (Rupees in '000)	-	-	-	-	-	91,498
Term Deposit Receipt (TDR)	-	-	-	-	-	-
Bank balances	-	46	-	-	-	-
Remuneration payable	27	-	14	-	-	-
Allocated expenses payable	36	-	-	-	-	-
Other payable	430	-	-	-	-	-
Units of mutual funds held	-	-	-	199,425	-	-
Sales Load payable	-	-	-	-	-	-
Mark-up receivable	-	95	-	-	-	-

Management	Associated	Trustee	Funds under	Directors	Other
	companies		common	and key	connected
company			management	executives	persons /
					related parties
	----- (Rupees in '000) -----				

For the period ended September 30, 2019

**UBL Active Principal
Plan III**

Transactions during the period

Mark-up on bank accounts	-	48	-	-	-	-
Bank and other charges	-	7	-	-	-	-
Units issued	-	-	-	-	-	-
Bonus units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Remuneration (inclusive of SST)	-	-	37	-	-	-
Allocated expenses	47	-	-	-	-	-
Purchase of investment	-	-	-	43,462	-	-
Sale of investment	-	-	-	46,030	-	-
Dividend paid	-	-	-	-	-	44
Dividend received	-	-	-	-	-	-

As at June 30, 2020

Balances held

Units held (units in '000)	-	-	-	-	-	391
Units held (Rupees in '000)	-	-	-	-	-	39,602
Term Deposit Receipt (TDR)	-	-	-	-	-	-
Bank balances	-	32	-	-	-	-
Remuneration payable	-	-	10	-	-	-
Allocated expenses payable	26	-	-	-	-	-
Other payable	-	-	-	-	-	-
Units of mutual funds held	-	-	-	154,142	-	-
Sales load payable	-	-	-	-	-	-
Mark-up receivable	-	8	-	-	-	-

14. GENERAL

14.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

14.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

14.3 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

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.

15. DATE OF AUTHORISATION FOR ISSUE

15.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBLP-ETF

UBL Pakistan Enterprise Exchange Traded Fund

INVESTMENT OBJECTIVE

UBL Pakistan Enterprise Exchange Traded Fund (UBLP-ETF) aims to track the performance of the benchmark index in order to provide long-term capital appreciation and dividend yield to its investors.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Ernst & Young Ford Rhodes Sidat Hyder & Co.
Bankers	Soneri Bank Limited
Management Co.Rating	AM1 (JCR-VIS)

UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

	Note	(Un-audited) September 30, 2020 (Rupees in '000)	Audited June 30, 2020
ASSETS			
Bank balances	4	442	549
Investments	5	40,274	35,701
Dividend and mark-up receivable		442	294
Advance tax		91	46
Preliminary expenses, floatation costs and other receivables		1,872	627
TOTAL ASSETS		43,121	37,217
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	7	1,035	180
Payable to Central Depository Company of Pakistan - Trustee		8	8
Annual fee payable to the Securities and Security and Exchange Commission of Pakistan (SECP)		2	2
Accrued and other liabilities		868	701
TOTAL LIABILITIES		1,913	891
NET ASSETS		41,208	36,326
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		41,208	36,326
CONTINGENCIES AND COMMITMENTS			
	9		
		(Number of units)	
NUMBER OF UNITS IN ISSUE		3,160,000	3,150,000
		(Rupees)	
NET ASSETS VALUE PER UNIT		13.0405	11.5321
Face Value Per Unit		10	10

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

September 30,
2020

	Note	(Rupees in '000)
INCOME		
Mark-up on bank account		9
Dividend income		440
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'		-
Net gain / (loss) on sale of investments classified as at 'fair value through profit and loss'		-
Other Income		465
Total income		914
EXPENSES		
Remuneration of the Management Company	7	66
Sales tax on management remuneration	7	9
Remuneration of Central Depository Company of Pakistan Limited - Trustee		12
Annual fee - Securities and Exchange Commission of Pakistan		2
Amortization of preliminary expenses and floatation costs		50
Listing and rating fee		25
Auditors' remuneration		246
Brokerage and settlement charges		81
Legal and professional charges		107
Bank and other charges		2
Total expenses		600
Net operating income for the period		314
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net		(1)
Provision for Sindh Workers' Welfare Fund	8	(6)
Net income for the period before taxation		307
Taxation	10	-
Net income for the period after taxation		307
<i>Allocation of net income for the period:</i>		
Net income for the period after taxation		307
Income already paid on units redeemed		-
		307
<i>Accounting income available for distribution</i>		
- Relating to capital gains		307
- Excluding capital gains		-
		307
Earnings per unit	14	

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	September 30, 2020
	<u>(Rupees in '000)</u>
Net income for the year after taxation	307
Other comprehensive income	
Items that may be reclassified subsequently to income statement	
Gain on sale of investments classified at 'fair value through other comprehensive income' (FVOCI)	166
Unrealised gain on re-measurement of investments classified as 'at fair value through other comprehensive income - net	4,246
Total comprehensive income for the period	<u><u>4,719</u></u>

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

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	September 30, 2020 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES	
Net profit for the period before taxation	307
Adjustments for:	
Dividend income	(440)
Mark-up on bank account	(9)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	1
Provision for Sindh Workers' Welfare Fund (SWWF)	6
Amortization of preliminary expenses and floatation costs	50
	(392)
Decrease in assets	
Investments	(216)
Preliminary expenses, floatation costs and other receivables	(1,245)
	(1,461)
Increase in liabilities	
Payable to UBL Fund Managers Limited - Management Company	855
Payable to Central Depository Company of Pakistan - Trustee	-
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	-
Accrued and other liabilities	167
	1,022
Advance tax paid	(45)
Mark-up and dividend received	301
Net cash flows generated used in operating activities	(268)
CASH FLOWS FROM FINANCING ACTIVITIES	
Net receipt from issuance of units	1,172
Net payment against redemption of units	(1,010)
Net cash flows generated from financing activities	161
Net increase in cash and cash equivalents during the period	(107)
Cash and cash equivalents at beginning of the period	549
Cash and cash equivalents at end of the period	442

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
Condensed Interim Statement of Movement in Unit Holders' Fund (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

September 30, 2020

	Capital value	Undistributed income	Realized and Unrealised appreciation on investments classified as FVTOCI - net	Total
	----- (Rupees in '000) -----			
Net assets at beginning of the period	32,581	(8)	3,753	36,326
Issuance of 90,000 units				
- Capital value	1,038	-	-	1,038
- Element of income	134	-	-	134
Total proceeds on issuance of units	1,172	-	-	1,172
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	1	-	-	1
Redemption of 80,000 units				
- Capital value	9,225	-	-	9,225
- Element of (loss)	(10,235)	-	-	(10,235)
Total payments on redemption of units	(1,010)	-	-	(1,010)
Total comprehensive income for the period	-	307	4,412	4,719
Distribution during the Period	-	-	-	-
Net income for the period less distribution	-	307	4,412	4,719
Net assets at end of the period	32,743	299	8,165	41,208

Undistributed income brought forward comprise of :

- Realised (loss)	(8)
- Unrealised income	-
	<u>(8)</u>

Accounting income available for distribution :

- Relating to capital gains	307
- Excluding capital gains	-
	307

Distribution during the Period

	-
Undistributed income carried forward	<u><u>299</u></u>

Undistributed income carried forward comprise of :

- Realised (loss)	299
- Unrealised income	-
	<u><u>299</u></u>

(Rupees)

Net assets value per unit at end of the period 13.0405

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** UBL Pakistan Enterprise Exchange Traded Fund, was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on November 28, 2019 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on February 13, 2020 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from March 20, 2020. UBL Pakistan Enterprise Exchange Traded Fund, was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on November 28, 2019 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on February 13, 2020 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from Mar 20, 2020.
- 1.2** The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3** The Fund is an Open Ended Exchange Traded Mutual Fund and is listed on Pakistan Stock Exchange (PSX). The Fund has commenced its operations on 20 March 2020.
- 1.4** The objective of the Fund is to track the performance of the Benchmark index. The index shall be periodically re-balanced & reconstituted as specified in this document in order to provide long-term capital appreciation and dividends yield to the investors.
- 1.5** VIS Credit Rating Company has reaffirmed management quality rating of AM1 on December 31, 2019.
- 1.6** Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

- 2.1.2** The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3** The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4** In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 Significant accounting and risk management policies, accounting estimates, judgement and changes therein

- 3.1** The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

- 3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4** There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	Note	30 September 2020 (Rupees in '000)	30 June 2020 (Rupees in '000)
4 BANK BALANCES			
Savings accounts		442	549
		<u>442</u>	<u>549</u>
5 INVESTMENTS			
Available For Sale			
- Listed equity securities	5.1	40,274	35,701
		<u>40,274</u>	<u>35,701</u>

5.1 Equity securities - Available For Sale

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

Name of the Investee Company	As at July 01, 2020	Purchases during the quarter	Sales during the quarter	As at 30 September 2020	Cost of holdings as at 30 September 2020	Market value as at 30 September 2020	Unrealised gain/ (loss) as at September 30, 2020	Percentage of total Investments	Percentage of Net Assets	Par value as a percentage of issued capital of the investee company
	Note ----- (Number of shares) -----			----- (Rupees in '000) -----						
CEMENT										
Lucky Cement Company Limited	8,505	243	-	243	3,248	5,521	2,273	13.71%	13.40%	0.17%
	<u>8,505</u>	<u>243</u>		<u>243</u>	<u>3,248</u>	<u>5,521</u>	<u>2,273</u>	<u>13.71%</u>	<u>13.40%</u>	<u>0.17%</u>
COMMERICAL BANKS										
Bank Alfalah Limited	46,935	1,341	-	1,341	1,483	1,638	154	4.07%	3.97%	0.01%
Habib Bank Limited	48,510	1,386	-	1,386	5,055	6,362	1,308	15.80%	15.44%	0.04%
MCB Bank Limited	32,130	783	-	783	4,037	4,779	742	11.87%	11.60%	0.04%
United Bank Limited	27,405	918	-	918	3,306	3,710	404	9.21%	9.00%	0.03%
	<u>154,980</u>	<u>4,428</u>		<u>4,428</u>	<u>13,881</u>	<u>16,489</u>	<u>2,608</u>	<u>40.94%</u>	<u>40.01%</u>	<u>0.12%</u>
POWER GENERATION & DISTRIBUTION										
Hub Power Company Limited	64,260	1,836	-	1,836	4,372	5,058	686	12.56%	12.27%	0.04%
	<u>64,260</u>	<u>1,836</u>		<u>1,836</u>	<u>4,372</u>	<u>5,058</u>	<u>686</u>	<u>12.56%</u>	<u>12.27%</u>	<u>0.04%</u>
FERTILIZER										
Fauji Fertilizer Company Limited	45,990	1,314	-	1,314	4,141	4,982	841	12.37%	12.09%	0.04%
Engro Fertilizer Limited	39,690	1,134	-	1,134	2,229	2,422	192	6.01%	5.88%	0.02%
Engro Corporation	19,215	549	-	549	5,010	5,803	793	14.41%	14.08%	0.10%
	<u>104,895</u>	<u>2,997</u>		<u>2,997</u>	<u>11,380</u>	<u>13,206</u>	<u>1,827</u>	<u>32.79%</u>	<u>32.05%</u>	<u>0.16%</u>
Total as at 30 September 2020					<u>28,508</u>	<u>40,274</u>	<u>7,394</u>			
Total as at 30 June 2020					32,554	<u>35,701</u>	3,147			

5.1.1 **Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:**

	September 30, 2020	
	(Number of shares)	(Rupees in '000)
Engro Fertilizers Limited	10,000	608
Fauji Fertilizer Company Limited	15,000	1,620
Habib Bank Limited	15,000	1,961
The Hub Power Company Limited	15,000	1,177
	55,000	5,366

6. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 0.65%. The remuneration is paid to the Management Company on monthly basis in arrears.

8. PROVISION FOR SINDH WORKERS' WELFARE FUND

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 0.006 million (June 30, 2020: Rs. 0.004 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.0019 (June 30, 2020: Rs. 0.0013).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.39% which includes 0.18% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Financial Services (Private) Limited, being entity under the common management or directorship, Central Depository Company of Pakistan Limited as trustee of the Fund, the directors key management personnel and other associated undertakings and connected persons. Connected persons also include any person beneficially owing directly or indirectly 10% or more of the units in the issue / net assets of the

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

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provision of the NBFC Rules, NBFC Regulations and constitutive documents of the Fund respectively.

Details of transactions with related parties / connected persons during the period and balances held with them at the quarter ended September 30, 2020 are as follows:

	Management company	Associated companies (Rupees in '000)	Trustee	Other connected persons / related parties
September 30, 2020				
Transactions during the period				
Units issued	-	-	-	-
Units redeemed	1,009	-	-	-
Securities transferred to the fund	-	108	-	1,047
Securities transferred by the fund	-	96	-	899
Remuneration (including sales tax)	75	-	-	-
As at September 30, 2020, 2020 (Un-audited)				
Balances held				
Units held (units in '000)	560	-	-	2,500
Units held (Rupees in '000)	7,303	-	-	32,601
Investment	-	3,710	-	31,043
Balance	-	-	-	-
Remuneration payable	25	-	-	-
Other Payable	1,010	-	-	-
As at June 30, 2020 (audited)				
Balances held				
Units held (units in '000)	640	-	-	-
Units held (Rupees in '000)	7,381	-	-	-
Investment	-	31,775	-	-
Receivable from Management Company - net	325	-	-	-
Remuneration payable	22	-	8	-

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities traded.

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

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

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

	Fair value			Total
	Level 1	Level 2	Level 3	
September 30, 2020 (Un-audited)	(Rupees in '000)			
Financial assets measured at fair value				
- Equity securities - listed	40,274	-	-	40,274

15. GENERAL

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

15.2 Impact 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:

- 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;
- Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- 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;
- Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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

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.

16. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 29 OCTOBER 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

USSF

UBL Special Savings Fund

INVESTMENT OBJECTIVE

UBL Special Savings Fund shall be an open-end Capital Protected Fund that aims to not only provide its unitholders capital preservation but competitive regular returns from a portfolio of fixed income investments in line with the risk tolerance of the Investor.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	KPMG - Taseer Hadi & Co
Bankers	Allied Bank Limited JS Bank Limited Soneri Bank Limited Habib Metropolitan Bank Limited
Management Co.Rating	AMI (VIS)

UBL Special Savings Fund
Statement of Assets and Liabilities
As at 30 September 2020

(Un-audited)								
September 30, 2020								
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP-V	USSP-VI	Total	
Note	----- (Rupees in '000) -----							
Assets								
Bank balances	4	6,544	6,849	1,255	4,111	29,175	15,322	63,256
Investments	5.	309,338	680,705	95,621	189,962	2,655,312	125,581	4,056,519
Profit receivables		5,042	11,171	1,642	3,138	36,015	1,607	58,615
Prepayments and other receivables		16	88	17	16	13	11	161
Preliminary expenses and floatation cost	6	418	-	-	-	-	-	418
Advance tax	7	214	108	112	4	-	-	438
Total assets		<u>321,572</u>	<u>698,921</u>	<u>98,647</u>	<u>197,231</u>	<u>2,720,515</u>	<u>142,521</u>	<u>4,179,407</u>
Liabilities								
Payable to the Management Company	8	1,848	1,516	416	668	712	237	5,397
Payable to Central Depository Company of Pakistan Limited - Trustee		18	40	6	11	157	8	240
Payable to Securities and Exchange Commission of Pakistan		16	36	5	10	166	8	241
Dividend payable		-	-	-	-	-	-	-
Accrued expenses and other payables	9	1,795	4,170	902	854	15,211	723	23,655
Total liabilities		<u>3,677</u>	<u>5,762</u>	<u>1,329</u>	<u>1,543</u>	<u>16,246</u>	<u>976</u>	<u>29,533</u>
Net assets		<u>317,895</u>	<u>693,159</u>	<u>97,318</u>	<u>195,688</u>	<u>2,704,269</u>	<u>141,545</u>	<u>4,149,874</u>
Unit holders' fund (as per statement attached)		<u>317,895</u>	<u>693,159</u>	<u>97,318</u>	<u>195,688</u>	<u>2,704,269</u>	<u>141,545</u>	<u>4,149,874</u>
Contingencies and commitments								
	10	----- (Number of units) -----						
Number of units in issue		<u>2,949,633</u>	<u>6,424,746</u>	<u>870,673</u>	<u>1,823,831</u>	<u>26,829,045</u>	<u>1,355,364</u>	
		----- (Rupees in '000) -----						
Net assets value per unit		<u>107.7744</u>	<u>107.8889</u>	<u>111.7733</u>	<u>107.2952</u>	<u>100.7963</u>	<u>104.4335</u>	

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Special Savings Fund
Statement of Assets and Liabilities
As at 30 June 2020

		(Audited) June 30, 2020						
		USSP-I	USSP-II	USSP-III	USSP-IV	USSP-V	USSP-VI	Total
		(Rupees in '000)						
Assets								
Bank balances	4	7,125	14,078	2,905	3,676	47,493	11,749	87,026
Investments	5	321,618	719,304	117,833	193,417	5,150,623	172,920	6,675,715
Profit receivables	6	11,159	24,993	4,214	6,531	27,344	4,094	78,335
Prepayments and other receivables		5	77	5	74	-	-	161
Preliminary expenses and floatation cost	8	512	-	-	-	-	-	512
Advance tax	9	214	108	112	4	-	-	438
Total assets		340,633	758,560	125,069	203,702	5,225,460	188,763	6,842,187
Liabilities								
Payable to the Management Company	10	3,368	2,431	563	339	1,388	487	8,576
Payable to Central Depository Company of Pakistan Limited - Trustee	11	19	44	7	12	294	11	387
Payable to Securities and Exchange Commission of Pakistan	12	77	162	40	42	912	32	1,265
Dividend payable		-	-	-	-	-	-	-
Accrued expenses and other payables	13	6,216	12,779	1,979	3,029	58,233	17,116	99,352
Total liabilities		9,680	15,416	2,589	3,422	60,827	17,646	109,580
Net assets		330,953	743,144	122,480	200,280	5,164,633	171,117	6,732,607
Unit holders' fund (as per statement attached)		330,953	743,144	122,480	200,280	5,164,633	171,117	6,732,607
Contingencies and commitments								
		(Number of units)						
Number of units in issue		3,091,239	6,943,525	1,099,609	1,885,931	51,110,917	1,656,741	
		(Rupees in '000)						
Net assets value per unit		107.0617	107.0269	111.3854	106.1967	101.0475	103.2856	

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund
Income Statement
For the Quarter Ended September 30 2020

Note	Quarter Ended September, 2020						Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP V	USSP VI	
	(Rupees in '000)						
Income							
Financial income	8,590	20,144	2,863	6,115	51,765	3,815	93,292
Loss on sale of investments - net	12	318	369	22	46,740	971	48,432
Other income	30	113	51	8	-	63	265
	<u>8,632</u>	<u>20,575</u>	<u>3,283</u>	<u>6,145</u>	<u>98,505</u>	<u>4,849</u>	<u>141,989</u>
Expenses							
Remuneration of the Management Company	814	1,799	268	503	828	383	4,595
Sindh sales tax on the Management Company's remuneration	106	234	35	65	108	50	598
Selling and marketing expenses	394	499	154	426	-	-	1,473
Allocated Expense	-	-	-	-	828	-	828
Remuneration of Central Depository Company of Pakistan Limited - Trustee	55	122	18	34	561	26	816
Annual fee of Securities and Exchange Commission of Pakistan	16	36	5	10	166	8	241
Auditors' remuneration	18	18	18	18	18	18	108
Formation cost	95	-	-	-	-	-	95
Bank charges	1	1	1	1	3	-	7
Listing fees	1	1	1	1	1	1	6
Legal and professional charges	8	8	8	8	8	8	48
Brokerage expenses	-	-	-	-	-	-	0
Other expenses	-	-	-	-	-	-	-
Total operating expenses	<u>1,508</u>	<u>2,718</u>	<u>508</u>	<u>1,066</u>	<u>2,521</u>	<u>494</u>	<u>8,815</u>
Net income for the quarter ended from operating activities	<u>7,124</u>	<u>17,857</u>	<u>2,775</u>	<u>5,079</u>	<u>95,984</u>	<u>4,355</u>	<u>133,174</u>
Provision for Sindh Workers' Welfare Fund	9.1 (140)	(351)	(55)	(100)	(1,882)	(85)	(2,613)
Net income for the quarter ended before taxation	<u>6,984</u>	<u>17,506</u>	<u>2,720</u>	<u>4,979</u>	<u>94,102</u>	<u>4,270</u>	<u>130,561</u>
Taxation	12 -	-	-	-	-	-	0
Net income for the quarter ended after taxation	<u>6,984</u>	<u>17,506</u>	<u>2,720</u>	<u>4,979</u>	<u>94,102</u>	<u>4,270</u>	<u>130,561</u>
Net income for the quarter ended after taxation	6,984	17,506	2,720	4,979	94,102	4,270	130,561
Income already paid on units redeemed	(128)	(547)	(231)	(111)	(26)	(398)	(1,441)
Accounting income available for distribution	<u>6,856</u>	<u>16,959</u>	<u>2,489</u>	<u>4,868</u>	<u>94,076</u>	<u>3,872</u>	<u>129,120</u>
Accounting income available for distribution							
- Relating to capital gains	12	310	340	22	28,139	807	29,630
- Excluding capital gains	6,844	16,649	2,149	4,846	65,937	3,065	99,490
	<u>6,856</u>	<u>16,959</u>	<u>2,489</u>	<u>4,868</u>	<u>94,076</u>	<u>3,872</u>	<u>129,120</u>
Earnings per unit	13						

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Special Savings Fund
Income Statement
For the Quarter Ended September 30 2019

	Note	Quarter Ended September, 2019				For the period	For the period	Total
		USSP-I	USSP-II	USSP-III	USSP-IV	from 13 Sep 2019 to 30 Sep 2019	from 09 Aug 2019 to 30 Sep 2019	
(Rupees in '000)								
Income								
Financial income		14,018	29,033	9,306	7,131	28,327	1,397	89,212
Loss on sale of investments - net		(4,084)	(1)	-	(32)	(128)	-	(4,245)
Other income		230	332	9	6	-	-	577
		10,164	29,364	9,315	7,105	28,199	1,397	85,544
Expenses								
Remuneration of the Management Company	10.1	1,069	2,226	678	509	198	97	4,777
Sindh sales tax on the Management Company's remuneration		139	289	88	66	26	13	621
Selling and marketing expenses	10.2	427	-	-	-	-	-	427
Allocated Expense		-	-	-	-	206	-	206
Remuneration of Central Depository Company of Pakistan Limited - Trustee		72	151	46	35	135	7	446
Annual fee of Securities and Exchange Commission of Pakistan	12	21	45	13	10	40	2	131
Auditors' remuneration	16	21	21	21	21	3	5	92
Formation cost		95	-	-	-	-	-	95
Bank charges		9	8	1	5	-	-	23
Listing fees		2	2	2	2	-	-	8
Legal and professional charges		9	9	9	9	1	3	40
Brokerage expenses		26	7	-	10	19	-	62
Other expenses		4	1	-	1	2	-	8
Total operating expenses		1,894	2,759	858	668	630	127	6,936
Net income from operating activities		8,270	26,605	8,457	6,437	27,569	1,270	78,608
Provision for Sindh Workers' Welfare Fund	13.1	(3)	(522)	(166)	(126)	(541)	(25)	(1,383)
Net income for the quarter & period before taxation		8,267	26,083	8,291	6,311	27,028	1,245	77,225
Taxation	20	-	-	-	-	-	-	0
Net income for the quarter & period after taxation		8,267	26,083	8,291	6,311	27,028	1,245	77,225
Net income for the period after taxation		8,267	26,083	8,291	6,311	27,028	1,245	77,225
Income already paid on units redeemed		-	-	-	-	-	-	0
Accounting income available for distribution		8,267	26,083	8,291	6,311	27,028	1,245	77,225
Accounting income available for distribution								
- Relating to capital gains		-	-	-	-	-	-	0
- Excluding capital gains		8,267	26,083	8,291	6,311	27,028	1,245	77,225
		8,267	26,083	8,291	6,311	27,028	1,245	77,225

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund
Statement of Comprehensive Income
For the Quarter Ended September 30 2020

	Quarter Ended September, 2020						Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP V	USSP VI	
	(Rupees in '000)						
Net income for the quarter ended after taxation	6,984	17,506	2,720	4,979	94,102	4,270	130,561
Other comprehensive income for the quarter ended							
<i>Items to be reclassified to income statement in subsequent periods:</i>							
Unrealised loss on re-measurement of investments - classified at fair value through other comprehensive income	(4,821)	(11,705)	(2,291)	(2,927)	(39,299)	(2,569)	(63,612)
Reclassification adjustment relating to investments - at fair value through other comprehensive income sold during the period.	-	-	-	-	-	-	-
	(4,821)	(11,705)	(2,291)	(2,927)	(39,299)	(2,569)	(63,612)
Total comprehensive income for the quarter ended	2,163	5,801	429	2,052	54,803	1,701	66,949

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund
Statement of Comprehensive Income
For the Quarter Ended September 30 2019

	Quarter Ended September, 2019				For The Period From 13 Sep 2019 To 30 Sep 2019	For the period from 09 Aug 2019 to 30 Sep 2019	Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP V	USSP VI	
	(Rupees in '000)						
Net income for the quarter & period after taxation	8,267	26,083	8,291	6,311	27,028	1,245	77,225
Other comprehensive income for the period							
<i>Items to be reclassified to income statement in subsequent periods:</i>							
Unrealised loss on re-measurement of investments - classified at fair value through other comprehensive income	11,471	15,577	5,353	1,990	(519)	-	33,872
Reclassification adjustment relating to investments - at fair value through other comprehensive income sold during the period.	-	-	-	-	-	-	-
	11,471	15,577	5,353	1,990	(519)	-	33,872
Total comprehensive income for the quarter & period	19,738	41,660	13,644	8,301	26,509	1,245	111,097

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Special Savings Fund
Statement of Movement in Unit Holders' Fund
For the Quarter Ended September 30 2019

	Quarter Ended September, 2019												For the period from 13 Sep 2019 to 30 Sep 2019				For the period from 09 Aug 2019 to 30 Sep 2019				Total							
	US\$P-I				US\$P-II				US\$P-III				US\$P-IV				US\$P-V				US\$P-VI							
	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total	Capital value	Undistributed Income	Unrealised dimmution on revaluation of fair value through OCI	Total				
	(Rupees in '000)				(Rupees in '000)				(Rupees in '000)				(Rupees in '000)				(Rupees in '000)				(Rupees in '000)							
At beginning of the period	471,249	136	(11,665)	459,720	925,449	1,024	(24,654)	901,819	287,855	(60)	(2,970)	284,825	183,380	(78)	(815)	182,787	-	-	-	-	-	-	-	-	1,847,033	1,022	(39,804)	1,808,151
Issuance of 3,000, 0, 15,313, 387,109, 46,569,414, 1,577,260 units	293	-	-	293	-	-	-	-	1,514	-	-	1,514	38,583	-	-	38,583	4,656,841	-	-	4,656,841	155,726	-	-	155,726	4,853,067	-	-	4,853,067
Element of income during the period relating to other comprehensive income relating to net income for the period after taxation	13	-	-	13	-	-	-	-	78	-	-	78	194	-	-	194	9,038	-	-	9,038	1,285	-	-	1,285	10,608	-	-	10,608
Total proceeds on issuance of units	306	-	-	306	-	-	-	-	1,592	-	-	1,592	38,777	-	-	38,777	4,665,980	-	-	4,665,979	157,011	-	-	157,011	4,863,665	-	-	4,863,665
Redemption of 777,386, 1,106,015, 43,807, 161,316, 0, 10,809 units	(75,878)	-	-	(75,878)	(107,739)	-	-	(107,739)	(4,331)	-	-	(4,331)	(16,078)	-	-	(16,078)	-	-	-	-	(1,061)	-	-	(1,061)	(205,087)	-	-	(205,087)
Element of income during the period relating to other comprehensive income relating to net income for the period after taxation	(1,028)	-	-	(1,028)	(3,028)	-	-	(3,028)	(134)	-	-	(134)	(72)	-	-	(72)	-	-	-	-	(9)	-	-	(9)	(4,265)	-	-	(4,265)
Total payments on redemption of units	(76,906)	-	-	(76,906)	(110,767)	-	-	(110,767)	(4,465)	-	-	(4,465)	(16,150)	-	-	(16,150)	-	-	-	-	(1,070)	-	-	(1,070)	(209,352)	-	-	(209,352)
Total comprehensive income for the period	-	8,267	11,471	19,738	-	26,083	15,877	41,660	-	8,291	5,353	13,644	-	6,311	1,990	8,301	-	27,028	(519)	26,509	-	1,245	-	1,245	-	77,225	33,872	111,097
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the period less distribution	-	8,267	11,471	19,738	-	26,083	15,877	41,660	-	8,291	5,353	13,644	-	6,311	1,990	8,301	-	27,028	(519)	26,509	-	1,245	-	1,245	-	77,225	33,872	111,097
Net assets at end of the period	394,651	8,403	(184)	402,869	814,682	27,107	(9,077)	832,712	284,981	8,231	2,383	275,695	206,007	6,233	1,475	213,715	4,665,980	27,028	(519)	4,692,488	155,945	-	-	157,190	6,602,246	78,247	(5,932)	6,674,559
	136				1,024				(60)				(78)				-				-							
Accounting income available for distribution :																												
- Related to capital gains																												
- Excluding capital gains	8,267				26,083				8,291				6,311				27,028				1,245							
Distribution during the period	8,267				26,083				8,291				6,311				27,028				1,245							
Undistributed income carried forward	8,403				27,107				8,231				6,233				27,028				1,245							
Undistributed income carried forward comprise of :																												
- Realised income	8,403				27,107				8,231				6,233				27,028				1,245							
- Unrealised income	-				-				-				-				-				-							
	8,403				27,107				8,231				6,233				27,028				1,245							
	(Rupees)				(Rupees)				(Rupees)				(Rupees)				(Rupees)				(Rupees)							
Net assets value per unit at end of the period	107.7744				107.8889				111.7733				107.2952				100.7963				104.4335							

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Director

SD
Chief Executive Officer

SD
Chief Financial Officer

UBL Special Savings Fund
Cash Flow Statement
For the Quarter Ended September 30 2020

Note	Quarter Ended September, 2020						Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP V	USSP VI	
	(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES							
Net income for the quarter before taxation	6,984	17,506	2,720	4,979	94,102	4,270	130,561
Adjustments for non cash and other items:							
Financial income	(8,590)	(20,144)	(2,863)	(6,115)	(51,765)	(3,815)	(93,292)
Provision for Sindh Workers' Welfare Fund	140	351	55	100	1,882	85	2,613
Formation cost	95	-	-	-	-	-	95
Loss on sale of investments - net	(12)	(318)	(51)	(22)	(46,740)	(971)	(48,114)
	<u>(8,367)</u>	<u>(20,111)</u>	<u>(2,859)</u>	<u>(6,037)</u>	<u>(96,623)</u>	<u>(4,701)</u>	<u>(138,698)</u>
Net cash generated from operations before working capital changes	(1,383)	(2,605)	(139)	(1,058)	(2,521)	(431)	(8,137)
Working capital changes							
<i>Movement in working capital</i>							
Investments	7,470	27,212	19,972	550	2,502,752	45,741	2,603,697
Prepayments and other receivables	(11)	(11)	(12)	58	(13)	(11)	-
Advance tax	-	-	-	-	-	-	-
Payable to the Management Company	(1,520)	(915)	(147)	329	(676)	(250)	(3,179)
Payable to Central Depository Company of Pakistan Limited - Trustee	(1)	(4)	(1)	(1)	(137)	(3)	(147)
Payable to Securities and Exchange Commission of Pakistan	(61)	(126)	(35)	(32)	(746)	(24)	(1,024)
Dividend payable	-	-	-	-	-	-	-
Accrued expenses and other payables	(4,561)	(8,960)	(1,132)	(2,275)	(44,904)	(16,478)	(78,310)
	<u>1,316</u>	<u>17,196</u>	<u>18,645</u>	<u>(1,371)</u>	<u>2,456,276</u>	<u>28,975</u>	<u>2,521,037</u>
Profits received during the quarter	14,707	33,966	5,435	9,508	43,094	6,302	113,012
Net cash flows used in operating activities	14,640	48,557	23,941	7,079	2,496,849	34,846	2,625,912
CASH FLOWS FROM FINANCING ACTIVITIES							
Proceeds from issuance of units	-	204	-	-	73,913	-	74,117
Payments on redemption of units	(15,221)	(55,990)	(25,591)	(6,644)	(2,502,135)	(31,273)	(2,636,854)
Total distribution to unit holders	-	-	-	-	(86,945)	-	(86,945)
Net cash flows generated from financing activities	(15,221)	(55,786)	(25,591)	(6,644)	(2,515,167)	(31,273)	(2,649,682)
Cash and cash equivalents at beginning of the quarter	7,125	14,078	2,905	3,676	47,493	11,749	87,026
Cash and cash equivalents at end of the quarter	6,544	6,849	1,255	4,111	29,175	15,322	63,256
CASH AND CASH EQUIVALENTS							
Bank balances	<u>6,544</u>	<u>6,849</u>	<u>1,255</u>	<u>4,111</u>	<u>29,175</u>	<u>15,322</u>	<u>63,256</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

UBL Special Savings Fund
Cash Flow Statement
For the Quarter Ended September 30 2019

Note	Quarter Ended September, 2019					For The Period	For the period	Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP V	From 13 Sep 2019 To 30 Sep 2019	from 09 Aug 2019 to 30 Sep 2019	
	(Rupees in '000)							
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income for the period before taxation	8,267	26,083	8,291	6,311	27,028	1,245	77,225	
Adjustments for non cash and other items:								
Financial income	(14,018)	(29,033)	(9,306)	(7,131)	(28,327)	(1,397)	(89,212)	
Provision for Sindh Workers' Welfare Fund	3	522	166	126	541	25	1,383	
Formation cost	95	-	-	-	-	-	95	
Loss on sale of investments - net	4,084	1	-	32	128	-	4,245	
	(9,836)	(28,510)	(9,140)	(6,973)	(27,658)	(1,372)	(83,489)	
Net cash generated from operations before working capital changes	(1,569)	(2,427)	(849)	(662)	(630)	(127)	(6,264)	
Working capital changes								
<i>Movement in working capital</i>								
Investments	37,474	32,440	(3,446)	(50,033)	(4,616,259)	-	(4,599,824)	
Prepayments and other receivables	(11)	22,141	180	9,882	(11)	(310)	31,871	
Advance tax	-	(2)	1	(1)	-	-	(2)	
Payable to the Management Company	462	819	34	203	450	930	2,898	
Payable to Central Depository Company of Pakistan Limited - Trustee	(17)	(28)	(6)	(2)	135	6	88	
Payable to Securities and Exchange Commission of Pakistan	(208)	(169)	(9)	-	40	2	(344)	
Dividend payable	-	-	-	-	-	-	-	
Accrued expenses and other payables	(3,050)	(26,042)	(459)	(117)	49	50	(29,569)	
	34,650	29,159	(3,705)	(40,068)	(4,615,596)	678	(4,594,882)	
Profits received during the quarter & period	23,215	47,587	15,496	9,581	27,976	109	123,964	
Net cash flows used in operating activities	56,296	74,319	10,942	(31,149)	(4,588,250)	660	(4,477,182)	
CASH FLOWS FROM FINANCING ACTIVITIES								
Proceeds from issuance of units	306	-	1,592	38,777	4,665,979	157,011	4,863,665	
Payments on redemption of units	(76,904)	(110,767)	(4,469)	(16,150)	-	(1,066)	(209,356)	
Total distribution to unit holders	-	-	-	-	-	-	-	
Net cash flows generated from financing activities	(76,598)	(110,767)	(2,877)	22,627	4,665,979	155,945	4,654,309	
Cash and cash equivalents at beginning of the quarter & period	23,311	39,497	543	37,274	-	-	100,625	
Cash and cash equivalents at end of the quarter & period	3,009	3,049	8,608	28,752	77,729	156,605	277,752	
CASH AND CASH EQUIVALENTS								
Bank balances	3,009	3,049	8,608	28,752	77,729	156,605	277,752	

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund

Notes to the Financial Statements

For the Quarter Ended September 30 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

UBL Special Savings Fund (the Fund) was established under the Non Banking Finance Companies (Establishment & Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open end mutual fund by the Securities and Exchange Commission of Pakistan ("SECP"). It was constituted under a Trust Deed, dated 19 October 2018 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company and Central Depository Company of Pakistan Limited ("CDC") as the Trustee. The registered office of the Management Company is situated at 4th Floor STSM Building, Beaumont Road, Civil Lines Karachi. The Fund commenced its operations from 09 November 2018.

The Fund has been categorized by the Management Company as Capital protected fund. The Fund consists of four plans namely, UBL Special Savings Fund - Plan I ("USSP I"), UBL Special Savings Fund - Plan II ("USSP II"), UBL Special Savings Fund - Plan III ("USSP III"), UBL Special Savings Fund - Plan IV ("USSP IV"), UBL Special Savings Fund - Plan V ("USSP V") and

UBL Special Savings Fund - Plan VI ("USSP VI") The investment objectives of each plan is as follows:

The "UBL Special Savings Plan-I (USSP-I)" shall be an open-end Capital Protected Fund that aims to not only provide its unit-holders capital preservation but competitive regular returns from a portfolio of fixed income investments in line with the risk tolerance of the Investor.

The "UBL Special Savings Plan-II (USSP-II)" is an allocation plan under "UBL Special Savings Fund" with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for thirty six (36) months & beyond from (commencement of life of Plan)

The "UBL Special Savings Plan-III (USSP-III)" is an allocation plan under "UBL Special Savings Fund" with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for thirty six (36) months & beyond from (commencement of life of Plan)

The "UBL Special Savings Plan-IV (USSP-IV)" is an allocation plan under "UBL Special Savings Fund" with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for twenty four (24) months & beyond from (commencement of life of Plan)

The "UBL Special Savings Plan-V (USSP-V)" is an allocation plan under "UBL Special Savings Fund" with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for thirty Six (36) months & beyond from (commencement of life of Plan)

The "UBL Special Savings Plan-VI (USSP-VI)" is an allocation plan under "UBL Special Savings Fund" with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for twenty four (24) months & beyond from (commencement of life of Plan)

The Fund is an open end mutual fund, listed on the Pakistan Stock Exchange Limited. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2019, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1** The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2** The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4** There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5** The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

4. BANK BALANCES

	Note	September 30, 2020						Total
		USSP I	USSP II	USSP III	USSP IV	USSP V	USSP VI	
		(Rupees in '000)						
Current account		-	-	-	-	8	-	8
Savings accounts	4.1	6,544	6,849	1,255	4,111	29,167	15,322	63,248
September 30, 2020		<u>6,544</u>	<u>6,849</u>	<u>1,255</u>	<u>4,111</u>	<u>29,175</u>	<u>15,322</u>	<u>63,256</u>
June 30, 2020		<u>7,125</u>	<u>14,078</u>	<u>2,905</u>	<u>3,676</u>	<u>47,493</u>	<u>11,749</u>	<u>87,026</u>

- 4.1** These carry profit rates ranging from 5.50% to 7% per annum.(6.50 % to 8.50% 30 June 2020)

5. INVESTMENTS

Investments by category	Balance as at September 30, 2020						Total
	USSP-I	USSP-II	USSP-III	USSP-IV	USSP-V	USSP-VI	
At fair value through other comprehensive income							
Government securities							
5.1 Pakistan investment bonds	309,338	680,705	95,621	189,962	1,932,826	125,581	3,334,033
5.2 Treasury bills	-	-	-	-	722,486	-	722,486
September 30, 2020	<u>309,338</u>	<u>680,705</u>	<u>95,621</u>	<u>189,962</u>	<u>2,655,312</u>	<u>125,581</u>	<u>4,056,519</u>
June 30, 2020	321,618	719,304	117,833	193,417	5,150,523	172,920	6,675,615

5.1 Issue date	Tenor	Face value			Amortised Cost as at 30 Sep 2020	Market value as at 30 Sep 2020	Market value as a percentage of		
		As at 30 June 2020	Purchased during the period	Sold / matured during the period			Total investments of plan	Net assets of the Plan	
(Rupees in '000)							%		
Held by USSP I									
July 12, 2018	5 years	100,000	-	-	87,445	99,380	32.13	31.26	
July 12, 2018	3 years	220,000	-	10,000	210,000	209,958	67.87	66.05	
		<u>320,000</u>	<u>-</u>	<u>10,000</u>	<u>310,000</u>	<u>309,338</u>	<u>100</u>	<u>97</u>	
Held by USSP II									
July 12, 2018	3 years	523,000	-	34,000	489,000	488,901	71.82	70.53	
July 12, 2018	5 years	193,000	-	-	193,000	174,037	28.18	27.67	
		<u>716,000</u>	<u>-</u>	<u>34,000</u>	<u>682,000</u>	<u>680,705</u>	<u>100.00</u>	<u>98.20</u>	
Held by USSP III									
July 12, 2018	3 years	57,000	-	21,000	36,000	35,993	37.64	36.98	
July 12, 2018	5 years	60,000	-	-	60,000	59,628	62.36	61.27	
		<u>117,000</u>	<u>-</u>	<u>21,000</u>	<u>96,000</u>	<u>87,917</u>	<u>100.00</u>	<u>98.25</u>	
Held by USSP IV									
July 12, 2018	3 years	190,000	-	-	190,000	181,530	100.00	97.07	
		<u>190,000</u>	<u>-</u>	<u>-</u>	<u>190,000</u>	<u>181,530</u>	<u>100.00</u>	<u>97.07</u>	
Held by USSP V									
Issue date	Tenor	As at 30 June 2020	Purchased during the period	Face value Sold / matured during the period	As at 30 Sep 2020	Carrying value as at 30 Sep 2020	Market value as at 30 Sep 2020	percentage of Total investments of plan	Net assets of the Plan
Pakistan Investment Bonds									
12 July 2018	3 years	600,000.00	-	-	600,000	597,929	599,878	22.59	22.18
19 September 2019	3 years	175,000.00	-	-	175,000	171,383	177,921	6.70	6.58
19 September 2019	5 years	75,000.00	-	-	75,000	76,910	76,157	2.87	2.82
18 June 2020	3 years	-	1,075,000	-	1,075,000	1,079,014	1,078,870	40.63	39.90
		<u>850,000</u>	<u>1,075,000</u>	<u>-</u>	<u>1,925,000</u>	<u>1,925,236</u>	<u>1,932,826</u>	<u>72.79</u>	<u>71.47</u>
5.2 Market Treasury Bills									
10 October 2019	1 year	998,000	-	998,000	-	-	-	-	-
27 February 2020	1 year	250,000	-	-	250,000	238,162	242,998	9.15	8.99
26 March 2020	1 year	375,000	-	375,000	-	-	-	-	-
9 April 2020	6 months	92,000	-	92,000	-	-	-	-	-
23 April 2020	6 months	2,200,000	-	2,200,000	-	-	-	-	-
23 April 2020	1 year	375,000	-	-	375,000	360,766	360,595	13.58	13.33
18 June 2020	1 year	125,000	-	-	125,000	118,969	118,893	4.48	4.40
		<u>4,415,000</u>	<u>-</u>	<u>3,665,000</u>	<u>750,000</u>	<u>717,897</u>	<u>722,486</u>	<u>27.21</u>	<u>26.72</u>
Held by USSP VI									
5.1 Pakistan Investment Bonds									
12 July 2018	3 years	81,000	8,000	-	89,000	86,280	88,981	70.86	62.86
19 September 2019	3 years	50,000	-	14,000	36,000	36,290	36,600	29.14	25.86
		<u>131,000</u>	<u>8,000</u>	<u>14,000</u>	<u>125,000</u>	<u>122,570</u>	<u>125,581</u>	<u>100.00</u>	<u>88.72</u>
5.2 Market Treasury Bills									
10 October 2019	1 year	22,000	-	22,000	-	-	-	-	-
26 March 2020	1 year	19,500	-	19,500	-	-	-	-	-
		<u>41,500</u>	<u>-</u>	<u>41,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

6. PRELIMINARY EXPENSES AND FLOATATION COST

	2020 USSP I (Rupees in '000)
Deferred formation cost	513
Amortisation during the period	<u>(95)</u>
Unamortised formation cost at end of the period	<u>418</u>

- 6.1 As per the offering documents all preliminary and floatation expenses of the Fund including expenses incurred in connection with the establishment and authorisation of the Fund, including execution and registration of the Constitutive Documents, issue, legal costs, printing, circulation and publication of the Offering Document, and all expenses incurred for announcing the Fund and other expenses during and up to the Initial Offering Period (IOP), shall be borne and reimbursed by the Fund to the Management Company subject to the audit of expenses. Deferred formation cost shall be borne by the Fund and amortised within the maturity of plan which is 36 months.

7. ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

8. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the quarter ended September 30, 2020, management fee was charged remuneration at the rate of 1% per annum of average daily net assets of USSP I, USSP II, USSP III, USSP IV, USSP VI and 0.1 % per annum of average daily net assets of USSP V same as 30 June 2020

Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of the average daily net assets of USSP V on account of fee and expenses related to registrar services, accounting, operation and valuation services from 13 September 2019 and 0.50%, 0.33, 0.77% and 1% per annum of the average daily net assets of USSP I, USSP II, USSP III and USSP IV respectively on account of selling and marketing expense from 16 July 2020.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 20.3809 million (June 30, 2020: Rs. 17.767 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit of USSP I, USSP II, USSP III, USSP IV, USSP V and USSP VI would have been higher by Rs.0.5253, Rs.0.4298, Rs.0.8145, Rs.0.3448, Rs.0.5294 and 0.3901 respectively (June 30, 2020: Rs. USSP I Rs 0.4559, USSP II Rs 0.3472, USSP III Rs 0.5954, USSP IV Rs 0.2805, USSP V Rs 0.2411 and USSP VI Rs 0.2657).

10. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2020

11. TOTAL EXPENSE RATIO (TER)

The Securities and Exchange Commission of Pakistan (SECP) vide directive no. SCD/PRDD/Direction/18/2016 dated 20 July 2016, requires that Collective Investment Scheme (CIS) shall disclose Total Expense Ratio (all the expenses, including government levies, incurred during the year divided by average net assets value for the year) in the periodic financial statements of CIS / the Fund.

	2020					
	USSP I	USSP II	USSP III	USSP IV	USSP V	USSP VI
Total expense ratio	2.02%	1.71%	2.10%	2.32%	0.53%	1.51%
Government levy, SWWF and SECP fee	0.33%	0.35%	0.36%	0.36%	0.27%	0.38%

12. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

13. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al - Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under the common management or directorship, Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company and unit holders holding 10% or more of the Fund's net assets.

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

All other transactions with related parties / connected persons are in the normal course of business, at contracted rates and terms determined in accordance with the market rates.

Details of transactions with related parties / connected persons and balances with them at the period end are as follows:

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
USSP I	----- (Rupees in '000) -----					
Transactions during the period	----- (For the quarter ended 30 September 2020) (Un-audited) -----					
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration	814	-	49	-	-	-
Sindh sales tax on remuneration	106	-	6	-	-	-
Selling and marketing expense	394	-	-	-	-	-

Transactions during the period	----- (For the quarter ended 30 September 2019) (Un-audited) -----					
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Sales of securities	-	44,330	-	-	-	-
Remuneration	1,069	-	-	-	-	-
Sindh sales tax on remuneration	139	-	64	-	-	-
Selling and marketing expense	427	-	8	-	-	-

Balances held	----- (As at 30 September 2020) (Un-audited) -----					
Remuneration payable*	296	-	18	-	-	-
Sales load and other payables	96	27	-	-	-	-
Formation cost payable	1,137	-	-	-	-	-
Payable against selling and marketing	319	-	-	-	-	-

* These balances are inclusive of Sindh Sales Tax.

Balances held	----- (As at 30 June 2020) (Audited) -----					
Remuneration payable*	323	-	19	-	-	-
Sales load and other payables	1,553	27	-	-	-	-
Formation cost payable	1,137	-	-	-	-	-
Payable against selling and marketing	355	-	-	-	-	-

* These balances are inclusive of Sindh Sales Tax.

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
USSP II	----- (Rupees in '000) -----					
Transactions during the period	----- (For the quarter ended 30 September 2020) (Un-audited) -----					
Sale of securities	-	-	-	18,994	-	-
Remuneration	1,799	-	108	-	-	-
Sindh sales tax on remuneration	234	-	14	-	-	-
Selling and marketing expense	499	-	-	-	-	-
Transactions during the period	----- (For the quarter ended 30 September 2019) (Un-audited) -----					
Remuneration	2,226	-	134	-	-	-
Sindh sales tax on remuneration	289	-	17	-	-	-

Balances held	------(As at 30 September 2020) (Un-audited)-----				
Remuneration payable*	647	-	40	-	-
Sales load and other payables	370	564	-	-	-
	499				

Balances held	------(As at 30 June 2020) (Audited)-----				
Remuneration payable*	718	-	44	-	-
Sales load and other payables	1,713	564	-	-	-

* These balances are inclusive of Sindh Sales Tax.

USSP III

Transactions during the period	------(For the quarter ended 30 September 2020) (Un-audited) -----				
Value of units issued	-	-	-	-	-
Value of units redeemed	-	-	-	-	-
Dividend paid	-	-	-	-	-
Sale of securities	-	-	-	-	-
Remuneration	268	-	16	-	-
Sindh sales tax on remuneration	35	-	2	-	-
Selling and marketing expense	154				

Transactions during the period	------(For the quarter ended 30 September 2019) (Un-audited) -----				
Value of units issued	-	-	-	-	-
Value of units redeemed	-	-	-	-	-
Dividend paid	-	-	-	-	-
Remuneration	678	-	41	-	-
Sindh sales tax on remuneration	88	-	5	-	-

Balances held	------(As at 30 September 2020) (Un-audited)-----				
Units held (units in '000)	-	-	-	-	-
Units held (Rupees in '000)	-	-	-	-	-
Remuneration payable*	91	-	6	-	-
Sales load and other payables	170	-	-	-	-
Payable against selling and marketing	155	-	-	-	-

Balances held	------(As at 30 June 2020) (Audited)-----				
Units held (units in '000)	-	-	-	-	293
Units held (Rupees in '000)	-	-	-	-	32,636
Remuneration payable*	119	-	7	-	-
Sales load and other payables	444	43	-	-	-

* These balances are inclusive of Sindh Sales Tax.

USSP IV

Transactions during the period	------(For the quarter ended 30 September 2020) (Un-audited) -----				
Value of units issued	-	-	-	-	-
Value of units redeemed	-	-	-	-	-
Dividend paid	-	-	-	-	-
Remuneration	503	-	30	-	-
Sindh sales tax on remuneration	65	-	4	-	-
Selling and marketing expense	426	-	-	-	-

Transactions during the period	------(For the quarter ended 30 September 2019) (Un-audited) -----				
Value of units issued	-	-	-	-	-
Value of units redeemed	-	-	-	-	-
Dividend paid	-	-	-	-	-
Remuneration	509	-	58	-	-
Sindh sales tax on remuneration	66	-	8	-	-

Balances held	----- (As at 30 September 2020) (Un-audited) -----					
Units held (units in '000)	-	-	-	-	-	856
Units held (Rupees in '000)	-	-	-	-	-	91,860
Remuneration payable*	184	-	11	-	-	-
Sales load and other payables	58	11	-	-	-	-
Payable against selling and marketing	426	-	-	-	-	-
Balances held	----- (As at 30 June 2020) (Audited) -----					
Units held (units in '000)	-	-	-	-	-	856
Units held (Rupees in '000)	-	-	-	-	-	90,904
Remuneration payable*	194	-	12	-	-	-
Sales load and other payables	145	11	-	-	-	-
Deposit With CDC	-	-	69	-	-	-
USSP V						
Transactions during the period	----- (For the quarter ended 30 September 2020) (Un-audited) -----					
Value of units issued	-	-	-	-	-	72,992
Value of units redeemed	-	-	-	-	-	2,500,000
Dividend paid	-	-	-	-	-	85,873
Sale of securities	-	-	-	1,073,936	-	-
Remuneration	828	-	496	-	-	-
Sindh sales tax on remuneration	108	-	65	-	-	-
Reimbursement of Expense	828	-	-	-	-	-
Transactions during the period	----- (For the quarter ended 30 September 2019) (Un-audited) -----					
Value of units issued	-	-	-	-	-	4,660,000
Value of units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Remuneration	198	-	175	-	-	-
Sindh sales tax on remuneration	26	-	23	-	-	-
Balances held	----- (As at 30 September 2020) (Un-audited) -----					
Units held (units in '000)	-	-	-	-	-	26,190
Units held (Rupees in '000)	-	-	-	-	-	2,639,878
Remuneration payable*	251	-	157	-	-	-
Sales load and other payables	11	15	-	-	-	-
Reimbursement of Expense	450	-	-	-	-	-
Balances held	----- (As at 30 June 2020) (Audited) -----					
Units held (units in '000)	-	-	-	-	-	50,460
Units held (Rupees in '000)	-	-	-	-	-	5,098,857
Remuneration payable*	483	-	294	-	-	-
Sales load and other payables	31	15	-	-	-	-
Reimbursement of Expense	874	-	-	-	-	-
USSP VI						
Transactions during the period	----- (For the quarter ended 30 September 2020) (Un-audited) -----					
Value of units issued	-	-	-	-	-	-
Value of units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Sale of securities	-	-	-	36,142	-	-
Purchase of securities	-	-	7,996	-	-	-
Remuneration	383	-	23	-	-	-
Sindh sales tax on remuneration	50	-	3	-	-	-
Transactions during the period	----- (For the quarter ended 30 September 2019) (Un-audited) -----					
Value of units issued	-	-	-	-	600	35,934
Value of units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
Remuneration	97	-	86	-	-	-
Sindh sales tax on remuneration	12	-	11	-	-	-
Balances held	----- (As at 30 September 2020) (Un-audited) -----					
Units held (units in '000)	-	-	-	-	6	428
Units held (Rupees in '000)	-	-	-	-	626	44,710
Remuneration payable*	132	8	-	-	-	-
Sales load and other payables	105	-	-	-	-	-
Balances held	----- (As at 30 June 2020) (Audited) -----					
Units held (units in '000)	-	-	-	-	6	159
Units held (Rupees in '000)	-	-	-	-	620	16,422
Remuneration payable*	184	-	11	-	-	-
Sales load and other payables	303	58	-	-	-	-

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16 DATE OF AUTHORISATION FOR ISSUE

16.2 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

USSF II

UBL Special Savings Fund II

INVESTMENT OBJECTIVE

UBL Special Savings Fund shall be an open-end Capital Protected Fund that aims to not only provide its unitholders capital preservation but competitive regular returns from a portfolio of fixed income investments in line with the risk tolerance of the Investor.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	Deloitte yousuf Adil
Bankers	Soneri Bank Limited
Management Co.Rating	AM1 (JCR-VIS)

UBL Special Savings Fund II
Condensed Interim Statement of Assets and Liabilities
As at 30 September 2020

		USSP VIII	
		(Un-Audited)	(Audited)
		30, September	30, June
		2020	2020
		----- (Rupees in '000) -----	
Assets	<i>Note</i>		
Bank balances	4	10,049	43,426
Investment	5	136,788	108,143
Profit receivable		1,046	2,918
Formation Cost		651	853
Prepayments and other receivables		9	8
Advance tax	6	1,562	1,562
Total assets		<u>150,104</u>	<u>156,910</u>
Liabilities			
Payable to UBL Fund Managers Limited - Management Company	7	1,256	1,145
Payable to Central Depository Company of Pakistan Limited - Trustee		8	9
Payable to Securities and Exchange Commission of Pakistan		8	10
Accrued expenses and other payables	8	1,649	1,460
Total liabilities		<u>2,920</u>	<u>2,624</u>
Net assets		<u>147,184</u>	<u>154,286</u>
Unit holders' fund (as per statement attached)		<u>147,184</u>	<u>154,286</u>
Contingencies and commitments	9		
		(Number of Units)	
Number of units in issue		<u>1,452,528</u>	<u>1,517,331</u>
		(Rupees)	
Net assets value per unit		<u>101.3295</u>	<u>101.6827</u>
Face value per unit		<u>100.0000</u>	<u>100.0000</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund II

Condensed Interim Income Statement (Un-audited)

For the Quarter ended September 30, 2020

		Quarter Ended
		September 30,
		2020
<i>Note</i>		---- (Rupees in '000) ----
Income		
	Markup on bank deposits and mark-up / return on investments calculated using the effective interest method	3,008
Expenses		
	Remuneration of UBL Fund Managers Limited - Management Company	320
7.1	Allocation of expenses relating to the Fund	38
	Remuneration of Central Depository Company of Pakistan Limited - Trustee	26
	Annual fee of Securities and Exchange Commission of Pakistan	8
	Formation cost	202
	Auditors' remuneration	118
	Listing fees	18
	Legal and professional charges	47
	Bank charges	2
	Total operating expenses	777
	Net income from operating activities	2,231
	Provision for Sindh Workers' Welfare Fund	(44)
8.1	Net income for the period before taxation	2,188
	Taxation	-
10	Net income for the period after taxation	2,188
Allocation of net income for the period after taxation		
	Net income for the period after taxation	2,188
	Income already paid on units redeemed	(31)
	Accounting income available for distribution	2,157
Accounting income available for distribution		
	- Relating to capital gains	-
	- Excluding capital gains	2,157
		2,157

The annexed notes 1 to 16 form an integral part of these financial statements.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund II
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the Quarter ended September 30, 2020

	<u>Quarter Ended</u> <u>September 30,</u> <u>2020</u> <u>---- (Rupees in '000) ----</u>
Net income for the period after taxation	2,188
Other comprehensive income for the period	-
Unrealised loss on re-measurement of investments - classified at fair value through other comprehensive income	(2,716)
Total comprehensive income for the period	<u><u>(529)</u></u>

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund II

Condensed Interim Statement of Movement in Unit holders' Fund (Un-audited)

For the Quarter ended September 30, 2020

Quarter Ended September 30, 2020

	Capital value	Undistributed income	Unrealised diminution on revaluation of fair value through OCI	Total
	----- (Rupees in '000) -----			
Net assets at beginning of the quarter	152,032	(247)	2,501	154,286
Issuance of Nil units				
- Capital value	-	-	-	-
- Element of income	-	-	-	-
Total proceeds on issuance of units	-	-	-	-
Redemption of 64,803 units				
- Capital value	(6,590)	-	-	(6,590)
- Element of loss				
- relating to other comprehensive income for the period	48	-	-	48
- relating to net income for the period after taxation		(31)	-	(31)
Total payments on redemption of units	(6,542)	(31)	-	(6,573)
Income already paid on units redeemed				
Total comprehensive income for the period	-	2,188	(2,716)	(529)
Interim distribution:	-	-	-	-
Net income for the period less distribution	-	2,188	(2,716)	(529)
Net assets at end of the quarter	<u>145,490</u>	<u>1,910</u>	<u>(215)</u>	<u>147,184</u>
Undistributed income brought forward:				
- Realised income		(2,748)		
- Unrealised income		2,501		
		(247)		
Accounting income available for distribution				
- Relating to capital gains		-		
- Excluding capital gains		2,157		
		2,157		
		-		
Undistributed income carried forward		<u>1,910</u>		
Undistributed income carried forward comprise of:				
- Realised income		4,626		
- Unrealised income		(2,716)		
		<u>1,910</u>		

(Rupees)

Net assets value per unit at end of the period

101.3295

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund II
Condensed Interim Cash Flow Statement (Un-audited)
For the Quarter ended September 30, 2020

	Note	<u>Quarter Ended</u> <u>September 30,</u> <u>2020</u> <u>---- (Rupees in '000) ----</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation		2,188
Adjustments:		
Markup on bank deposits and mark-up / return on investments calculated using the effective interest method		(3,008)
Provision for Sindh Workers' Welfare Fund		44
Formation cost		202
		<u>(2,762)</u>
Net cash used in operations before working capital changes		(574)
Working capital changes		
<i>(Increase) / Decrease in assets</i>		
Investments		(31,360)
Prepayments and other receivables		(1)
Advance tax		-
		<u>(31,361)</u>
<i>Increase / (decrease) in liabilities</i>		
Payable to UBL Fund Managers Limited - Management Company		111
Payable to Central Depository Company of Pakistan Limited - Trustee		(1)
Payable to Securities and Exchange Commission of Pakistan		(2)
Accrued expenses and other payables		144
		<u>251</u>
Profit received		4,880
Net cash flows (used in) / generated from operating activities		<u>(26,804)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units		-
Payments on redemption of units		(6,573)
Cash distribution to unit holders		-
Net cash flows generated from financing activities		<u>(6,573)</u>
Net increase in cash and cash equivalents		(33,377)
Cash and cash equivalents at beginning of the period		43,426
Cash and cash equivalents at end of the period		<u>10,049</u>
CASH AND CASH EQUIVALENTS		
Bank balances		10,049
Cash and cash equivalents at end of the period		<u>10,049</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

UBL Special Savings Fund II
Notes to the Condensed Interim Financial Information (Un-Audited)
For the Quarter ended September 30, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

UBL Special Savings Fund II was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on June 17, 2019 and was approved by the Securities and Exchange Commission of Pakistan (SECP) for registration on June 19, 2019 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Fund commenced its operations from February 10, 2020. Accordingly these financial statements have been prepared from February 10, 2020 to June 30, 2020.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund. The Fund currently comprises of one plan namely, UBL Special Savings Plan VIII (USSP VIII) (the "Plan") which is listed on the Pakistan Stock Exchange Limited. The Plan is categorised as open-end Capital Protected Fund that aims to not only provide its unit-holders capital preservation but competitive regular returns from a portfolio of fixed income investments in line with the risk tolerance of the Investor. Capital preservation is for the units held within Plan till thirty (30) months & beyond from commencement of Life of Plan.

Class A units are the capital preserved units which are issued in Pre-IPO, IPO and subscription period of the Plan. As per the first supplement to the offering document of the Fund dated December 4, 2019, the subscription period of the plan was for 60 days until April 3, 2020. The subscription period was extended to June 2, 2020 vide third supplement to the offering document dated March 30, 2020. Back end load is applicable after the subscription period until the completion of 30 months of life of the Plan.

VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company as on December 31, 2019.

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	Note	September 30, 2020	June 30, 2020
4 BANK BALANCES			
In saving accounts	4.1	10,049	43,426
		<u>10,049</u>	<u>43,426</u>

4.1 These carry profit rates ranging from 7.00% to 8.35% (June 2019: from 7% to 9%) per annum.

5 INVESTMENTS

Note	September 30, 2020	June 30, 2020
------	-----------------------	------------------

Investments by category

At fair value through other comprehensive income

Government securities

- Pakistan Investment Bonds

- Market Treasury bills

5.1	132,836	104,259
5.2	3,952	3,884
	<u>136,788</u>	<u>108,143</u>

5.1 Investment in Pakistan Investment Bonds - At fair value through other comprehensive Income

Issue Date	Note	Tenor	At the beginning of the quarter	Acquired during the quarter	Sold / matured during the quarter	At the end of the quarter	Market value as at Sep 30, 2020	Percentage of investment
			----- No. of certificates -----			----- (Rupees in '000) -----		
PIBs								
September 19, 2019	5.2.1	3 Year	50,000	14,000	-	64,000	65,068	48%
July 12, 2018	5.2.2	3 Year	-	17,000	-	17,000	16,997	12%
September 19, 2019	5.2.3	5 Year	50,000	-	-	50,000	50,771	37%
			<u>100,000</u>	<u>31,000</u>	<u>-</u>	<u>131,000</u>	<u>132,836</u>	<u>97%</u>

5.2 Investment in Market Treasury Bills - At fair value through other comprehensive Income

Issue date	Tenor	At the beginning of	Acquired during the	Sold / matured	At the end of the quarter	Market value as at Sep 30, 2020	Percentage of investment
		----- No. of certificates -----			(Rupees in '000) -----		
Market Treasury Bills							
December 5, 2019	1 Year	4,000	-	-	4,000	3,952	3%
		<u>4,000</u>	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>3,952</u>	<u>3%</u>

5.2.1 This Pakistan Investment Bonds carry coupon interest at the rate of 9% per annum.

5.2.2 This Pakistan Investment Bonds carry coupon interest at the rate of 7.25% per annum.

5.2.3 This Pakistan Investment Bonds carry coupon interest at the rate of 9.5% per annum.

6. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 0.75% (June 30, 2020: 0.75%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

The Management Company is charging 0.4% per annum of average daily net assets on account of fee and expenses related to selling and marketing expenses.

8 ACCRUED EXPENSES AND OTHER PAYABLES

8.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 0.16 million (June 30, 2020: Rs. 0.12 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.1105 (June 30, 2020: Rs. 0.0771).

9 CONTINGENCIES AND COMMITMENTS

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

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO (TER)

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 2.18% which includes 0.24% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of Management Company.

Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of transactions with related parties / connected persons during the quarter and balances held with them at the quarter ended September 30, 2019 are as follows:

Transactions during the quarter

	Quarter ended September 30, 2020					
	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected Persons / Related Parties
	----- (Rupees in '000) -----					
Units issued - (Units in '000)	-	-	-	-	-	-
Value of Units issued	-	-	-	-	-	-
Profit on saving accounts	-	-	-	-	-	-
Purchase of securities	-	-	-	25,431	-	-
Remuneration	320	-	23	-	-	-
Dividend paid	-	-	-	-	-	-
Formation Cost	202	-	-	-	-	-
Allocation of expenses relating to the Fund	38	-	-	-	-	-

Balances outstanding as at quarter end

	As at September 30, 2020					
Units held (in units '000)	1,000	-	-	-	-	-
Units held (in rupees '000)	101,329	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	110	-	8	-	-	-
Payable against allocated expenses	25	-	-	-	-	-
Formation Cost	1,010	-	-	-	-	-
Back End Load Payable	111	-	-	-	-	-
Profit receivable	-	-	-	-	-	-

Balances outstanding as at

	As at June 30, 2020					
Units held (in units '000)	1,000	-	-	-	-	-
Units held (in rupees '000)	101,683	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	109	-	9	-	-	-
Payable against allocated expenses	26	-	-	-	-	-
Formation Cost	1,010	-	-	-	-	-
Profit receivable	-	-	-	-	-	-

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

On-balance sheet financial instruments

	Carrying Amount		Fair value		
	As at September 30, 2020		As at September 30, 2020		
	Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Rupees in '000					
Financial assets measured at fair value					
Bank balances	-	10,049	-	-	-
Investments	-	-	-	136,788	-
Profits receivable	-	1,046	-	-	-
Formation Cost	-	651	-	-	-
	-	11,745	-	136,788	-
Financial liabilities not measured at fair value					
Payable to Management Company	-	1,256	-	-	-
Payable to Trustee	-	8	-	-	-
Accrued expenses and other liabilities	-	1,649	-	-	-
	-	2,913	-	-	-

	Carrying Amount			Fair value		
	As at June 30, 2020			As at June 30, 2020		
	Fair value through profit or loss	Loans and receivables	Other financial liabilities	Level 1	Level 2	Level 3
Rupees in '000						
Financial assets measured at fair value						
Bank balances	-	-	43,426	-	-	-
Investments	-	-	-	-	108,143	-
Profits receivable	-	-	2,918	-	-	-
Formation Cost	-	-	853	-	-	-
	-	-	47,197	-	108,143	-
Financial liabilities not measured at fair value						
Payable to Management Company	-	-	1,145	-	-	-
Payable to Trustee	-	-	9	-	-	-
Accrued expenses and other liabilities	-	-	469	-	-	-
	-	-	1,623	-	-	-

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

14.2 Net assets attributable to unitholders. The Fund routinely redeems and issues the units at the amount equal to the proportionate share of net assets of the Fund at the time of redemption, calculated on a basis consistent with that used in these financial statements. Accordingly, the carrying amount of net assets attributable to unitholders approximates their fair value. The units are categorized into Level 2 of the fair value hierarchy.

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16 Date of authorisation for issue

16.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer









SD
Director









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Quarterly Report

September 2020



Rated 'AM1' by VIS

CORPORATE INFORMATION

Board of Directors

Azhar Hamid (Chairman)

Yasir Qadri (Chief Executive Officer)

Syed Furrukh Zaeem

Huma Pasha

Arif Akmal Saifie

Sadia Saeed

Imran Sarwar

Audit Committee

Huma Pasha (Chair)

Imran Sarwar

Sadia Saeed

Arif Akmal Saifie

Risk and Compliance Committee

Imran Sarwar (Chairman)

Syed Furrukh Zaeem

Yasir Qadri

Azhar Hamid

Arif Akmal Saifie

HR & Compensation Committee

Azhar Hamid (Chairman)

Huma Pasha

Syed Furrukh Zaeem

Sadia Saeed

Yasir Qadri

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeem Khan
Member

Chief Financial Officer

Umair Ahmed

Company Secretary

Bilal Javaid

Registered Office

4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi, Pakistan.

Head Office

4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi, Pakistan.
UAN: (92-21) 111-825-262
Fax: (92-21) 32214930

Date of incorporation of the Management

Company/ Pension Fund Manager

Incorporated in Pakistan on
3 April 2001 as a Public Limited
Company under the Companies
Ordinance, 1984

Management Quality Rating

AM1 by VIS Credit Rating Company

Funds Under Management

UBL Liquidity Plus Fund

Launch Date: 21 June 2009

UBL Government Securities Fund

Launch Date: 27 July 2011

UBL Money Market Fund

Launch Date: 14 October 2010

UBL Income Opportunity Fund

Launch Date: 29 March 2013

UBL Growth & Income Fund

Launch Date: 2 March 2006

UBL Asset Allocation Fund

Launch Date: 20 August 2013

UBL Stock Advantage Fund

Launch Date: 4 August 2006

Al-Ameen Islamic Sovereign Fund

Launch Date: 07 November 2010

Al-Ameen Islamic Aggressive Income Fund

Launch Date: 20 October 2007

Al-Ameen Islamic Cash Fund

Launch Date: 17 September 2012

Al-Ameen Shariah Stock Fund

Launch Date: 24 December 2006

Al-Ameen Islamic Asset Allocation Fund

Launch Date: 10 December 2013

Al-Ameen Islamic Cash Plan-I

Launch Date: 29 May 2020

Al-Ameen Islamic Dedicated Equity Fund

Launch Date: 05 Jan 2016

Al-Ameen Islamic Financial Planning Fund - II

Launch Date: 21 February 2017

UBL Pakistan Enterprise Exchange Traded Fund

Launch Date: 24 March 2020

UBL Financial Planning Fund

Launch Date: 28 September 2017

Al-Ameen Islamic Financial Planning Fund - III

Launch Date: 28 May 2018

UBL Dedicated Equity Fund

Launch Date: 29 May 2018

UBL Financial Sector Fund

Launch Date: 06 April 2018

UBL Special Saving Fund

Launch Date: 09 November 2018

UBL Cash Fund

Launch Date: 23 September 2019

Conventional Investment Plans

UBL Mahana Munafa Plan

UBL Children Savings Plan

UBL Equity Builder Plan

UBL Wealth Builder Plan

Islamic Investment Plans

Al-Ameen Mahana Munafa Plan

Al-Ameen Children Savings Plan

Al-Ameen Equity Builder Plan

Al-Ameen Wealth Builder Plan

Al-Ameen Hajj Savings Plan

Al-Ameen Islamic Financial Planning Fund

Launch Date: 23 June 2015

UBL Retirement Savings Fund

Launch Date: 10 May 2010

Al-Ameen Islamic Retirement Savings Fund

Launch Date: 10 May 2010

Al-Ameen Islamic Energy Fund

Launch Date: 13 December 2019

Al-Ameen Islamic Special Saving Plan-II

Launch Date: 09 March 2020

Al-Ameen Islamic Aggressive Income Plan-I

Launch Date: 16 April 2020

Directors' Report

The Board of Directors of UBL Fund Managers Limited is pleased to present to you the reports of its Al-Ameen series represented by **Al-Ameen Islamic Cash Fund (AICF)** including Al-Ameen Islamic Cash Plan - I (AICP - I), **Al-Ameen Islamic Sovereign Fund (AISF)**, **Al-Ameen Islamic Aggressive Income Fund (AIAIF)**, **Al-Ameen Islamic Asset Allocation Fund (AIAAF)** including Al-Ameen Islamic Aggressive Income Plan - I (AIAIP - I), **Al-Ameen Shariah Stock Fund (ASSF)**, **Al-Ameen Islamic Dedicated Equity Fund (AIDEF)**, **Al-Ameen Islamic Energy Fund (AIEF)**, **Al-Ameen Islamic Financial Planning Fund – II** [comprising Al-Ameen Islamic Active Allocation Plan – VII (AIActAP-VII), Al-Ameen Islamic Active Allocation Plan – VIII (AIActAP-VIII), Al-Ameen Islamic Active Allocation Plan – IX (AIActAP-IX), Al-Ameen Islamic Active Allocation Plan – X (AIActAP-X), Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I)], and **Al-Ameen Islamic Financial Planning Fund – III** [comprising Al-Ameen Islamic Active Principal Preservation Plan-II (AIAPPP-II), Al-Ameen Islamic Active Principal Preservation Plan-III (AIAPPP-III), Al-Ameen Islamic Active Principal Preservation Plan-IV (AIAPPP-IV), Al-Ameen Islamic Active Allocation Plan – XI (AIActAP-XI) and **Al-Ameen Islamic Special Savings Fund (AISSF)** [comprising Al-Ameen Islamic Special Savings Plan – II (AISSP-II)] for the period ended September 30, 2020.

Economy and Money Market outlook 1QFY21

The 1QFY21 witnessed some recovery in economic activity as the results of previously imposed strict lockdown came in effect with Covid-19 daily cases significantly decline to less than 500 from peak of 6,000 cases. This, also manifested in LSM data, posting growth of 3.66% YoY during 2MFY21 as compared to decline of 5.91% in the SPLY. Growth was primarily driven by food, beverage & tobacco, pharmaceuticals, coke & petroleum products, chemicals, and cements. However recent resurgence of Covid-19 cases in last few days indicates that a second wave cannot be ruled out and could potentially hamper the nascent economic recovery.

The average headline inflation during the period under review came in at 8.8% YoY as compared to 10.1% YoY in SPLY. The rise in inflation reading was primarily driven by significant jump in certain food item prices and rise in petroleum product prices along with electricity prices (on account of monthly fuel price adjustments). On a note of caution, the recent surge in (food) inflation has been brought about by supply and administrative issues which if not addressed would seep into broader prices. Notwithstanding the above, we expect CPI inflation numbers to remain contained till Jan'21 due to high base effect but after that we expect inflation to increase and we might see CPI in high single digit in 4QFY21.

In the recent MPS meeting in Sept'20, the SBP kept the policy rate unchanged at 7.0% citing that current levels were appropriate in supporting ongoing economic recovery, while keeping the inflation at expected level and maintaining financial stability. This also manifested in the secondary market yields as the 3-year, 5-year and 10-year PIB yields rose by 9bps, 25bps and 30bps in sept'20 respectively, underscoring expectations of end of monetary easing cycle. In a knee-jerk reaction to the recent unexpected uptick in inflation, yield curve may move upwards in the coming months. However, we expect the central bank to continue with a neutral monetary policy stance in next few months but we cannot rule out any monetary response from Central Bank during second half of FY21 on account of rising inflation.

On the external side, the current account posted a surplus of USD792mn in 1QFY21 as compared to a deficit of USD 1492mn in SPLY. The aforesaid notable improvement during the period under review was driven by lower goods and services deficits and a strong uptick in worker remittance (up 31% YoY). We foresee overall balance of payments position to remain comfortable during 1HFY21 primarily due to a well contained current account balance. However, expected pick-up in import bill along with increasing income deficit may put some pressure on Balance of Payment in second half of FY21. To offset the above, the government will have to ensure sufficient flows on the financial account as the year progresses. We expect current account deficit to increase from 1.1% of GDP in FY20 to 1.5-2.0% of GDP in FY21.

On the fiscal side, as per recent news flows the budget deficit for 2MFY21 stood at 0.9% of GDP (PKR 440bn, -12% YoY) and primary balance posted a surplus of PKR 43bn. The notable improvement largely came on the back of significant rise in indirect tax revenue by which was up 70% on account of higher petroleum levy.

Fixed income Review for 1QFY21

SBP opted to wait and see approach in its last monetary policy statement held in mid-September 2020 to anchor the monetary easing cycle being watchful of a spike in food inflation amid focus on economic growth. During the quarter, longer tenor yields increased by approximately 100bps with yields of shorter tenor government securities increased by 39bps to 59bps. Secondary market yields of 3, 5 and 10-year PIBs increased by 90bps, 108bps and 109bps respectively while yields of 3, 6 and 12-month T-Bills increased by 39bps, 51bps and 56bps respectively. Government of Pakistan raised only PKR 249 bn through the PIB auction against a target of PKR 420 bn due to lack of interest. Latest cut-off yields stood at 8.20%, 8.45% and 8.99% for 3, 5 and 10-year PIBs respectively.

During the period under review, the government retired SBP borrowing by PKR 353bn and overall borrowing from SBP is reduced to PKR 6,204bn from PKR 6,557bn. However, during the same period Government borrowing from scheduled banks increased by PKR 507bn from PKR 7,210bn to 7,716bn. The government largely managed its borrowing requirements through domestic sources and raised PKR 2,040bn via T-bills (including NCB) compared to the cumulative target of PKR 1,700 bn and maturities of PKR 4,353 bn.

Stock Market Review for 1QFY21

The benchmark KSE-100 index gained steam of positive momentum, closing 17.8% higher during the period under review. The notable performance of the index driven by 1) major decline in domestic Covid-19 infection and increase in recovery rates, 2) foreign inflows from multilateral institutions, 3) improvement in macro-economic indicators (trade balance, remittance and FX reserves) and 4) significant decline in interest rates (625bps) which brought equities as the preferred assets class over other alternative assets. With risk on mood prevailing, investors even ignored a couple of negative developments i.e. adverse Supreme Court decision on GIDC case and downward revision in IPPs' ROE as per MOUs signed between the government and power companies.

Local participants led the rally with individuals mopping up shares worth USD108mn, mutual funds USD 26mn and insurance companies USD21mn respectively, while foreigners continued to remain sellers offloading shares worth USD95mn.

Fund-wise performance is as follows:

1) Al-Ameen Islamic Cash Fund (AICF):

a) Al-Ameen Islamic Cash Fund (AICF):

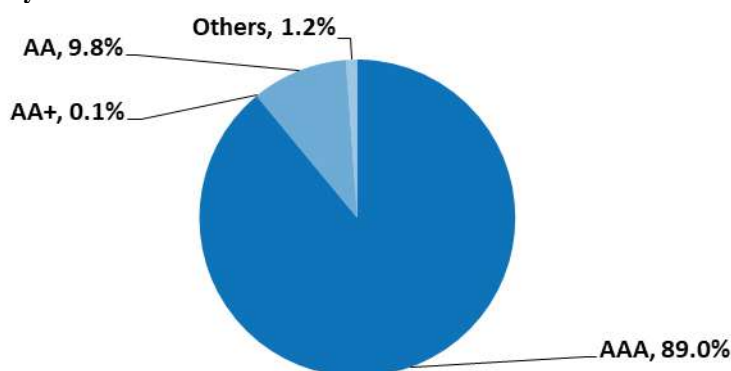
AICF is an open-end Shariah Compliant Money Market Fund which aims to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low-risk and liquid Shariah-compliant instruments. During the 1QFY21, the fund posted an annualized return of 6.31% against the benchmark return of 3.87% p.a. outperforming its benchmark by 244bps. Net assets of the fund were PKR 8,141mn at the end of period under review.

	AICF	Benchmark
1QFY'21 Return:	6.31%	3.87%
Standard Deviation (12m Rolling):	0.14%	0.73%
Sharpe Ratio (12m Rolling):	(5.00)	(7.49)



Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	88.3%	99.0%	98.8%
Others	0.8%	1.0%	1.2%
Bai-Muajjal	11.0%	0.0%	0.0%
Leverage	Nil	Nil	Nil

Portfolio Quality



AICF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AICF (p.a)	6.31%	7.10%	9.76%	8.38%	6.89%	6.72%
Benchmark	3.87%	4.43%	4.99%	3.89%	3.82%	4.99%

Returns are annualized using the Morningstar Methodology

The Fund earned a net income of PKR 123.202 million for the three months period ended September 30, 2020 which mainly includes profit on bank balances and eligible securities. Net assets of the Fund stood at PKR 8,141 million as at September 30, 2020 representing net asset value of PKR 100.6058 per unit.

VIS Credit Rating Company Limited (VIS) has assigned AA (f) rating to the Fund.

b) Al-Ameen Islamic Cash Fund (AICP-I):

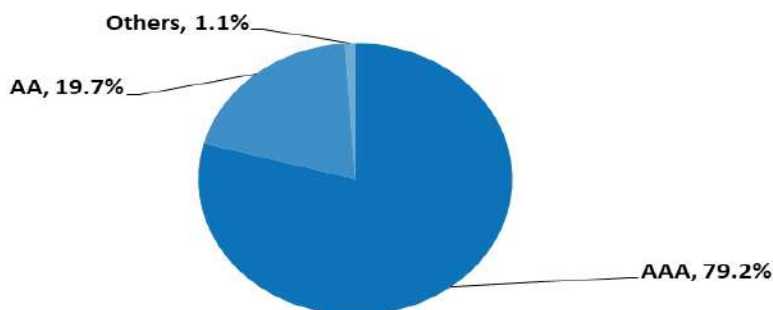
Al-Ameen Islamic Cash Plan-I (AICP- I) is an Allocation Plan under “Al-Ameen Islamic Cash Fund (AICF)” with an objective to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid shariah compliant instruments for unit holder. During the 1QFY21, the fund posted an annualized return of 6.31% against the benchmark return of 3.87% p.a. outperforming by 244bps. Net assets of the fund were PKR 5,004mn at the end of period under review.



	AICP-I	Benchmark
1QFY'21 Return:	6.31%	3.87%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	95.1%	99.3%	98.9%
Others	0.8%	0.7%	1.1%
Bai-Muajjal	4.1%	0.0%	0.0%
Leverage	Nil	Nil	Nil

Portfolio Quality



AICP-I vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AICP-I (p.a)	6.31%	-	-	-	-	6.61%
Benchmark	3.87%	-	-	-	-	4.04%

Returns are annualized using the Morningstar Methodology

The Plan earned a net income of PKR 65.909 million for the three months period ended September 30, 2020 which mainly includes profit on bank balances and eligible securities. Net assets of the Plan stood at PKR 5,004 million as at September 30, 2020 representing net asset value of PKR 100 per unit.

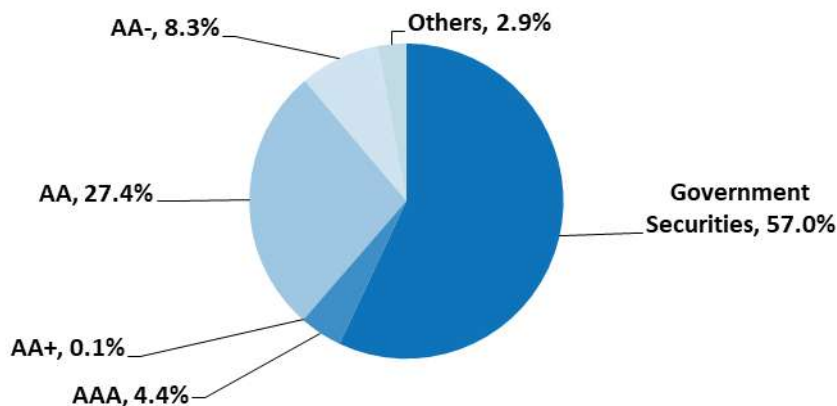
2) Al-Ameen Islamic Sovereign Fund (AISF):

AISF is an open-end Shariah Compliant Income fund which aims to generate a competitive return with minimum risk by investing primarily in Shariah Compliant Government Securities. The Fund yielded a return of 5.69% p.a. as compared to benchmark return of 5.11% during the period under review thus outperformed the benchmark by 58bps. At the end of 1QFY21, major exposure was maintained in TFC/Sukuks (~45%) and Cash (~40%). The weighted average time to maturity stood at 4.98 years.

	AISF	Benchmark
1QFY'21 Return:	5.69%	5.11%
Standard Deviation (12m Rolling):	0.46%	1.47%
Sharpe Ratio (12m Rolling):	(4.28)	(2.67)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Term Finance Certificates/ Sukuks	32.7%	31.4%	44.6%
Cash	56.4%	57.6%	40.1%
GOP Ijarah Sukuk	9.2%	8.8%	12.4%
Others	2%	2%	3%
Leverage	Nil	Nil	Nil

AISF Portfolio Quality



AISF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AISF (p.a)	5.69%	5.72%	8.49%	7.00%	5.96%	7.40%
Benchmark	5.11%	5.54%	6.49%	6.55%	5.88%	6.58%

Returns are annualized using the Morningstar Methodology

The Fund earned a net income of PKR 64.636 million for the Three Months Period ended September 30, 2020 which mainly includes profit on bank balances, Shariah Compliant Government Securities and private sector sukuks. Net assets of the Fund stood at PKR 3,543 million as at September 30, 2020 representing net asset value of PKR 102.5647 per unit.

VIS Credit Rating Company Limited (VIS) has assigned AA-(f) rating to the Fund.

3) Al-Ameen Islamic Aggressive Income Fund (AIAIF):

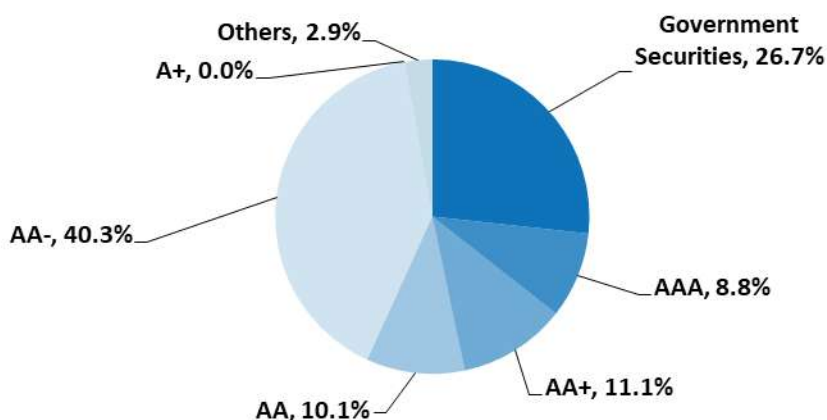
a) Al-Ameen Islamic Aggressive Income Fund (AIAIF):

AIAIF is an open-end Shariah Compliant Aggressive Fixed Income Fund which invests in medium to long-term income instruments as well as short tenor money market instruments to generate superior, long term, risk adjusted returns while preserving capital over the long-term. During 1QFY21, the fund posted a return of 6.04% p.a as compared to benchmark return of 5.08% during the period under review. The fund manager maintained a diversified mix of asset allocation whereby the allocation was made to Cash (51.6%), GoP Ijara Sukuks (26.7%) and TFC/Sukuks (18.8%).

	AIAIF	Benchmark
1QFY'21 Return:	6.04%	5.08%
Standard Deviation (12m Rolling):	1.61%	2.19%
Sharpe Ratio (12m Rolling):	(1.35)	(1.02)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	61.2%	47.6%	51.6%
GOP Ijarah Sukuk	26.3%	28.6%	26.7%
Term Finance Certificates/ Sukuks	9.8%	20.1%	18.8%
Others	3%	4%	3%
Leverage	Nil	Nil	Nil

AIAIF Portfolio Quality



AIAIF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAIF (p.a)	6.04%	3.42%	8.27%	6.39%	6.15%	6.00%
Benchmark	5.08%	6.44%	8.22%	6.98%	6.37%	7.38%

Returns are annualized using the Morningstar Methodology

The Fund earned a net income of PKR 6.348 million for the Three Months Period ended September 30, 2020. Net assets of the Fund stood at PKR 427 million as at September 30, 2020 representing net asset value of PKR 101.7739 per unit.

VIS Credit Rating Company Limited (VIS) has assigned A(f) rating to the Fund.

b) Al-Ameen Islamic Aggressive Income Plan (AIAIP-I):

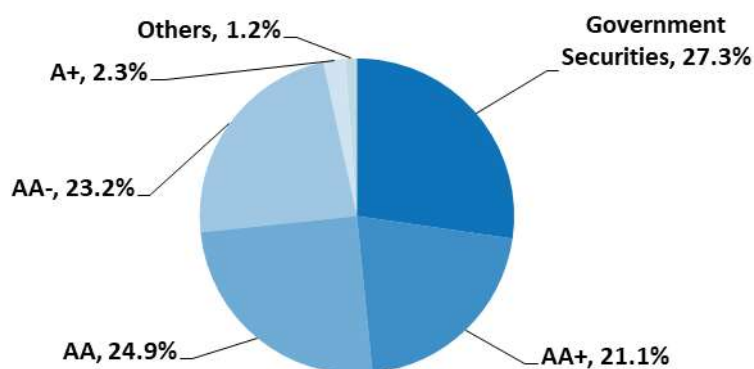
The “Al-Ameen Islamic Aggressive Income Plan-I (AIAIP-I)” is an Allocation Plan under “Al-Ameen Islamic Aggressive Income Fund (AIAIF)” with an objective to generate competitive, long-term, risk adjusted returns while aiming to preserve capital over the long term.

The Fund was launched on 16-Apr-20. During 1QFY21, AIAIP-I generated a return of 9.18% against the benchmark’s return of 5.08%. In line with the fund’s strategy, major exposure was maintained in TFC/Sukuk (~51%), GOP Ijara (~27%) and Cash (~21%).

	AIAIP-I	Benchmark
1QFY’21 Return:	9.18%	5.08%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Term Finance Certificates/ Sukuks	46.8%	51.3%	50.9%
GOP Ijarah Sukuk	31.4%	28.4%	27.3%
Cash	20.4%	18.5%	20.6%
Others	1%	2%	1%
Leverage	Nil	Nil	Nil

AIAIP-I Portfolio Quality



AIAIP-I vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAIP-I (p.a)	9.18%	-	-	-	-	10.76%
Benchmark	5.08%	-	-	-	-	6.20%

Returns are annualized using the Morningstar Methodology

The Plan earned a net income of PKR 40.837 million for the three months period ended September 30, 2020 which mainly includes profit income on bank balances, shariah compliant government securities and private sector sukus. The net assets of the Plan were PKR 2,189 million as at September 30, 2020 representing the net asset value of PKR 102.5379 per unit.

4) Al-Ameen Islamic Asset Allocation Fund (AIAAF)

AIAAF is an open-end Islamic asset allocation fund, which was launched on December 10, 2013. The investment objective of the Fund is to earn competitive riba free return by investing in various Shariah compliant asset classes/instruments based on the market outlook. The fund posted a return of 7.18% during 1QFY21.

The fund's Net Assets stood at PKR 2,207mn at the end of Sep'20 and the fund was invested in Equities (37%), Cash (59%) and Sukuk (2%).

	AIAAF	Benchmark
1QFY'21 Return:	7.18%	7.59%
Standard Deviation (12m Rolling):	11.34%	11.49%
Sharpe Ratio (12m Rolling):	0.84	0.59

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	56.6%	57.0%	59.3%
Equities	39.7%	39.5%	37.1%
Term Finance Certificates/ Sukuks	2.7%	2.6%	2.4%
Others	1%	1%	1%
GOP Ijarah Sukuk	0.1%	0.1%	0.1%
Leverage	Nil	Nil	Nil

AIAAF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAAF	7.18%	18.65%	19.99%	14.47%	37.54%	72.85%
Benchmark	7.59%	18.72%	17.25%	13.09%	36.90%	62.93%

Returns are on absolute basis

The Fund earned a net income of PKR 135.847 million for the three months period ended September 30, 2020. The Fund earned unrealized gain amounting to PKR 94.803 million. As at September 30, 2020, net assets of the Fund were PKR 2,207 million representing the net asset value of PKR 121.8987 per unit.

5) Al-Ameen Shariah Stock Fund (ASSF):

ASSF is an open-end Equity Fund, investing primarily in Shariah compliant equities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long-term capital gains and dividend yield potential.

During the period under review, the fund posted a return of 16.74%. At the end of 1QFY21, the fund's major exposure was concentrated in Oil and Gas Exploration Companies (27%), Fertilizer (17%) and Cements (15%). At the end of period under review, the fund maintained an exposure of ~94% in equities. Its fund size stood at PKR 8,037mn at the end of Sep'20.

	ASSF	Benchmark
1QFY'21 Return:	16.74%	17.72%
Standard Deviation (12m Rolling):	26.95%	28.84%
Sharpe Ratio (12m Rolling):	1.03	0.56

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	93.3%	94.7%	93.5%
Cash	6.1%	4.7%	5.0%
Others	0.5%	0.6%	1.6%
Leverage	Nil	Nil	Nil

ASSF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
ASSF	16.74%	46.09%	38.14%	2.19%	40.77%	468.90%
Benchmark	17.72%	43.70%	26.56%	-9.39%	19.70%	401.87%

Returns are on absolute basis

The Fund earned a net income of PKR 1,002.684 million for the three months period ended September 30, 2020. The Fund earned unrealized gain amounting to PKR 904.27 million. As at September 30, 2020, net assets of the Fund were PKR 8,037 million representing the net asset value of PKR 139.57 per unit.

6) Al Ameen Islamic Dedicated Equity Fund (AIDEF):

The investment objective of the Fund is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah compliant Equities. The Fund Manager maintained exposure at around 68% of total assets in local equities at the end of 1QFY21. The fund was invested in Oil & Gas Exploration (20%), Cements (10%) and Fertilizer (9%). The fund yielded a return of 18.47% as compared to benchmark return of 17.72% during the period under review. Its fund size stood at PKR 180mn at the end of Sep'20.

	AIDEF	Benchmark
1QFY'21 Return:	18.47%	17.72%
Standard Deviation (12m Rolling):	26.64%	28.84%
Sharpe Ratio (12m Rolling):	1.07	0.56

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	81.3%	68.7%	67.7%
Cash	14.5%	29.1%	29.9%
Others	4.1%	2.2%	2.5%
Leverage	Nil	Nil	Nil

AIDEF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIDEF	18.47%	49.17%	38.94%	3.51%	-	29.19%
Benchmark	17.72%	43.70%	26.56%	-9.39%	-	15.13%

Returns are on absolute basis

The Fund earned a net income of PKR 66.976 million for the Three Months Period ended September 30, 2020 (including an unrealized gain of PKR 23.673 million on revaluation of investments). As at September 30, 2020, net assets of the Fund were PKR 180 million representing the net asset value of PKR 123.85 per unit

7) Al-Ameen Islamic Financial Planning Fund – II (AIFPF – II)

AIFPF - II consists of the following plans:

a) Al-Ameen Islamic Active Allocation Plan – VII (AIActAP-VII)

The Plan matured on 20 February 2020.

b) Al-Ameen Islamic Active Allocation Plan – VIII (AIActAP-VIII)

The Plan matured on 30 May 2020.

c) Al-Ameen Islamic Active Allocation Plan – IX (AIActAP-IX)

The “Al-Ameen Islamic Active Allocation Plan - IX is an Islamic Allocation Plan under the “Al-Ameen Islamic Financial Planning Fund”. AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

The plan was matured on 28-Aug-20. The plan posted a return of 12.65% since inception as compared to benchmark return of 6.95%. The fund size stood at PKR 365mn at the time of maturity.

	AIActAP-IX	Benchmark
1QFY'21 Return:	10.68%	12.97%
Standard Deviation (12m Rolling):	17.59%	19.31%
Sharpe Ratio (12m Rolling):	1.47	1.14

Asset Allocation (% of Total Assets)			
	Jun'20	Jul'20	Aug'20
Income Funds	27.0%	24.8%	98.4%
Cash	2.2%	2.1%	1.6%
Equity Funds	70.9%	73.2%	0.0%
Leverage	Nil	Nil	Nil

AIActAP-IX vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIActAP-9	11.42%	9.53%	36.97%	12.96%	-	12.65%
Benchmark	12.96%	10.06%	33.14%	7.01%	-	6.95%

Returns are on absolute basis | Note: The figures are as at Aug 28, 2020, as the fund matured on that date

During the period, the Plan incurred a net loss of PKR 117 thousand. The Plan matured during the period on 31 August 2020.

d) Al-Ameen Islamic Active Allocation Plan – X (AIActAP-X)

The “Al-Ameen Islamic Active Allocation Plan - X is an Islamic Allocation Plan under the “Al Ameen Islamic Financial Planning Fund II” with an objective to earn a potentially high return through active asset allocation between Islamic Equities and Islamic Income based on the Fund Manager’s outlook on the asset classes. The fund was launched on 15-Dec-2017.

AIActAP-X generated a return of 12.67% vs the benchmark’s return of 12.37% during 1QFY21. In line with the equity strategy, the plan’s exposure to local equities (through Al-Ameen Islamic Dedicated Equity Fund) stood at 68% at the end of 1QFY21. The remaining funds were invested in Al-Ameen Islamic Sovereign Fund and Cash.

	AIActAP-X	Benchmark
1QFY’21 Return:	12.67%	12.37%
Standard Deviation (12m Rolling):	16.55%	18.28%
Sharpe Ratio (12m Rolling):	0.98	0.54

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equity Funds	68.2%	68.9%	68.0%
Income Funds	27.6%	26.5%	25.9%
Cash	4.2%	4.6%	6.1%
Others	0%	0%	0%
Leverage	Nil	Nil	Nil

AIActAP-X vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIActAP-X	12.67%	30.88%	26.62%	-	-	12.04%
Benchmark	12.37%	29.21%	20.29%	-	-	4.21%

Returns are on absolute basis

During the period ended September 30, 2020, the Plan earned a net income of PKR 12.429 million. The net assets of the Plan as at September 30, 2020 were PKR 110.549 million representing net assets value of PKR 112.0033 per unit.

e) Al Ameen Islamic Active Principal Preservation Plan - I (AIAPPP -I)

The “Al Ameen Islamic Active Principal Preservation Plan I” is an Islamic Allocation Plan under the “Al-Ameen Islamic Financial Planning Fund II”. AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

The Fund was launched on 20-Mar-18. During the period under review, AIAPPP-I generated a return of 1.15% against the benchmark return of 1.13%. As per the fund’s strategy, majority exposure of 99% was maintained in Shariah Compliant Income Funds (through Al-Ameen Islamic Sovereign Fund).

	AIAPPP-I Benchmark	
1QFY'21 Return:	1.15%	1.13%
Standard Deviation (12m Rolling):	7.05%	7.71%
Sharpe Ratio (12m Rolling):	(1.15)	(1.22)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Income Funds	99.2%	99.1%	99.0%
Cash	0.9%	0.9%	1.0%
Leverage	Nil	Nil	Nil

AIAPPP-I vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAPPP-I	1.15%	0.77%	2.59%	-	-	7.43%
Benchmark	1.13%	3.34%	1.31%	-	-	4.40%

Returns are on absolute basis | Note: The figures are as at Sep 18, 2020, as the fund matured on that date

The Plan matured during the period on 19 September 2020.

8) Al-Ameen Islamic Financial Planning Fund – III (AIFPF – III)

AIFPF – III consists of the following plans:

a) Al Ameen Islamic Active Principal Preservation Plan-II (AIAPPP-II)

The “Al-Ameen Islamic Active Principal Preservation Plan-II” is an Islamic Allocation Plan under the “Al-Ameen Islamic Financial Planning Fund - III”. AIFPF is an Open-end Shariah Compliant Fund of funds that aims to

generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

The Fund was launched on 28-May-18. During the 1QFY21, AIAPPP-II generated a return of 1.32% vs the benchmark return of 1.25%. As per the fund manager's strategy, majority exposure of 97.8% was maintained in Shariah Compliant Income Funds (through Al-Ameen Islamic Sovereign Fund) while 2.2% exposure was maintained in Cash at the end of 1QFY21.

AIAPPP-II Benchmark

1QFY'21 Return:	1.32%	1.25%
Standard Deviation (12m Rolling):	6.87%	7.48%
Sharpe Ratio (12m Rolling):	(1.11)	(1.25)

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Income Funds	98.1%	97.8%	97.8%
Cash	1.8%	2.1%	2.2%
Others	0%	0%	0%
Leverage	Nil	Nil	Nil

AIAPPP-II vs Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAPPP-II	1.32%	3.83%	2.84%	-	-	6.97%
Benchmark	1.25%	3.91%	1.14%	-	-	4.70%

Returns are on absolute basis

During the period ended September 30, 2020, the Plan earned a net income of PKR 6.158 million. The net assets of the Plan as at September 30, 2020 were PKR 444 million representing net assets value of PKR 106.9737 per unit.

b) Al-Ameen Islamic Active Principal Preservation Plan-III (AIAPPP-III)

The "Al-Ameen Islamic Active Principal Preservation Plan-III" is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund - III". AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

The Fund was launched on 25-Sep-18. In 1QFY21, AIAPPP-III generated a return of 1.95% against benchmark's return of 1.94%. As per the fund manager's strategy, majority exposure of 93% was maintained in Shariah Compliant Income Funds (through Al-Ameen Islamic Sovereign Fund) while 7% exposure was maintained in Equity funds (through Al-Ameen Islamic Dedicated Equity Fund) at end of 1QFY21.

AIAPPP-III Benchmark

1QFY'21 Return:	1.95%	1.94%
Standard Deviation (12m Rolling):	7.35%	8.06%
Sharpe Ratio (12m Rolling):	(0.66)	(0.76)

Asset Allocation (% of Total Assets)

	Jul'20	Aug'20	Sep'20
Income Funds	97.1%	92.7%	92.9%
Equity Funds	2.8%	7.2%	7.1%
Cash	0.1%	0.1%	0.1%
Others	0.0%	0.0%	0.0%
Leverage	Nil	Nil	Nil

AIAPPP-III vs Benchmark

Return vs Benchmark

	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAPPP-III	1.95%	4.93%	5.63%	-	-	7.58%
Benchmark	1.94%	5.30%	4.33%	-	-	6.00%

Returns are on absolute basis

During the period ended September 30, 2020, the Plan earned a net income of PKR 11.767 million. The net assets of the Plan as at September 30, 2020 were PKR 588 million representing net assets value of PKR 107.5803 per unit.

c) Al-Ameen Islamic Active Principal Preservation Plan-IV (AIAPPP-IV)

The “Al-Ameen Islamic Active Principal Preservation Plan-IV” is an Islamic Allocation Plan under the “Al-Ameen Islamic Financial Planning Fund - III”. AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

The Fund was launched on 18-Dec-18. Since inception, AIAPPP-IV generated a return of 2.98% against benchmark of 2.87%. As per the fund manager’s strategy, majority exposure of ~85% was maintained in Shariah Compliant Income Funds (through Al-Ameen Islamic Sovereign Fund) while ~15% exposure was maintained in Equity funds (through Al-Ameen Islamic Dedicated Equity Fund) at end of 1QFY21.

AIAPPP-IV Benchmark

1QFY'21 Return:	2.98%	2.87%
Standard Deviation (12m Rolling):	8.18%	8.89%
Sharpe Ratio (12m Rolling):	0.27	-

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Income Funds	89.9%	84.5%	84.8%
Equity Funds	9.5%	14.9%	14.6%
Cash	0.7%	0.6%	0.6%
Others	0.0%	0.0%	0.0%
Leverage	Nil	Nil	Nil

AIAPPP-IV vs Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIAPPP-IV	2.98%	8.24%	12.63%	-	-	15.68%
Benchmark	2.87%	8.44%	10.49%	-	-	11.89%

Returns are on absolute basis

During the period ended September 30, 2020, the plan earned a net income of PKR 4.445 million. The net assets of the plan as at September 30, 2020 were PKR 154 million representing net assets value of PKR 115.3762 per unit.

d) Al-Ameen Islamic Active Allocation Plan – XI (AIActAP-XI)

The “Al-Ameen Islamic Active Allocation Plan - XI is an Islamic Allocation Plan under the “Al-Ameen Islamic Financial Planning Fund - III” with an objective to earn a potentially high return through active asset allocation between Islamic Equities and Islamic Income based on the Fund Manager’s outlook on the asset classes. The fund was launched on 5-Apr-2019.

AIActAP-XI generated a return of 13.15% vs the benchmark return of 12.9% during 1QFY21 period. In line with the equity strategy, the plan’s exposure to local equities (through Al-Ameen Islamic Dedicated Equity Fund) stood at 72% at the end of 1QFY21. The remaining funds were invested in Al-Ameen Islamic Sovereign Fund and Cash.

	AIActAP-XI Benchmark	
1QFY'21 Return:	13.15%	12.90%
Standard Deviation (12m Rolling):	17.65%	19.24%
Sharpe Ratio (12m Rolling):	1.32	0.78

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equity Funds	71.4%	72.5%	72.2%
Income Funds	27.1%	26.1%	26.4%
Cash	1.2%	1.2%	1.1%
Others	0%	0%	0%
Leverage	Nil	Nil	Nil

AIAPPP-IV vs Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIACTAP-XI	13.15%	33.19%	33.66%	-	-	21.11%
Benchmark	12.90%	30.90%	25.36%	-	-	13.91%

Returns are on absolute basis

During the period ended September 30, 2020, the Plan earned a net income of PKR 5.659 million. The net assets of the Plan as at September 30, 2020 were PKR 49 million representing net assets value of PKR 119.8124 per unit.

9) Al-Ameen Islamic Energy Fund (AIEF)

AIEF aims to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities belonging to the Energy Sectors. The fund posted a return of 9.37% during 1QFY21.

The fund's Net Assets stood at PKR 239mn at the end of the period and the fund was invested in Equities (96%) and Cash (2%).

	AIEF	Benchmark
1QFY'21 Return:	9.37%	17.72%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Equities	93.7%	87.4%	96.4%
Cash	3.5%	11.4%	2.6%
Others	2.8%	1.2%	1.0%
Leverage	Nil	Nil	Nil

AIEF vs. Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AIEF	9.37%	35.49%	-	-	-	-12.05%
Benchmark	17.72%	43.70%	-	-	-	0.82%

Returns are on absolute basis

The Fund earned a net loss of PKR 18.093 million for the period ended September 30, 2020. The Fund earned unrealized gain amounting to PKR 15.355 million. As at September 30, 2020, net assets of the Fund were PKR 239 million representing the net asset value of PKR 87.9478 per unit.

10) Al-Ameen Islamic Special Savings Fund [(AISSF) - (Al Ameen Islamic Special Savings Plan – II (AISSP-II)]

AISSF comprises of Al-Ameen Islamic Special Savings Plan – II (AISSP-II). Below is the performance summary: The “Al-Ameen Islamic Special Savings Plan-II (AISSP-II)” is an Allocation Plan under “Al-Ameen Islamic Special Savings Fund” with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for Twenty-Four (24) months & beyond from commencement of Life of Plan. During the 1QFY21, the fund posted an annualized return of 4.90%. Net assets of the fund were PKR 248mn at the end of period under review.

	AISSP-II Benchmark	
1QFY'21 Return:	4.90%	7.38%
Standard Deviation (12m Rolling):	N/A	N/A
Sharpe Ratio (12m Rolling):	N/A	N/A

Asset Allocation (% of Total Assets)			
	Jul'20	Aug'20	Sep'20
Cash	45.7%	51.7%	69.1%
GOP Ijarah Sukuk	52.0%	46.2%	29.9%
Others	2.2%	2.0%	1.0%
Leverage	Nil	Nil	Nil

AISSP-II vs Benchmark

Return vs Benchmark						
	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
AISSP-II	4.90%	0.71%	-	-	-	1.54%
Benchmark	7.38%	6.68%	-	-	-	6.61%

Returns are annualized using the Morningstar Methodology

During the period ended September 30, 2020, the plan earned a net income of PKR 2.647 million. The net assets of the plan as at September 30, 2020 were PKR 248 million representing net assets value of PKR 100.8557 per unit.

Future outlook

After witnessing first time negative real GDP growth of 0.4% in FY20 since 1952, the country has witnessed some recovery in 1QFY21 in overall economic activity and is expected to improve in the coming months as the authorities focus shifts toward the revival of economy. We believe albeit it modest real GDP will grow. Also with re-entry in IMF program overall macro indicators are expected to show signs of improvement.

In the short-term, the market will take direction from evolving domestic political situation, 2020 US elections, progress on Covid-19, result of impending FATF review and upcoming results season.. Compared to fixed income avenues, market's current earnings yield differential with 10Y PIB yield is 3.7% (13.5% vs. 9.76%) which is much higher than the average yield gap of 0.7% over the last 10 years. Further, the market offers a healthy dividend yield of 5%. Moreover there appears to be ample liquidity in the market, in the backdrop of waning investor interest in alternative avenues.

Acknowledgements

We would like to thank our valued unit holders for their confidence and trust in UBL Fund Managers Limited. In addition, we would like to acknowledge the Securities and Exchange Commission of Pakistan, State Bank of Pakistan, Central Depository Company of Pakistan Limited (Trustee), and Shariah Advisory Board for their continued support, guidance and cooperation. The Board would also like to take this opportunity to express its appreciation to the employees for their dedication, commitment, enthusiasm and hard work.

FOR & ON BEHALF OF THE BOARD OF UBL FUND MANAGERS LIMITED

SD

Yasir Qadri
(Chief Executive Officer)

SD

Arif Akmal Saifie
(Director)

Karachi
October 29, 2020

AICF

Al-Ameen Islamic Cash Fund

INVESTMENT OBJECTIVE

AICF is an open-end Shariah Compliant Money Market Fund which aims to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid Shariah Compliant instruments.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	A.F.FERGUSON & Co.
Bankers	United Bank Limited Muslim Commercial Bank Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Allied Bank Limited Meezan Bank Limited National Bank of Pakistan Bank Al Habib Limited Bank Alfalah Limited Dubai Islamic Bank
Management Co.Rating	AM1 (JCR-VIS)
Fund Rating	AA (f) (JCR - VIS)

AL-AMEEN ISLAMIC CASH FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

Note	(Unaudited) September 30, 2020			(Audited) June 30, 2020		Total
	AICF	AICP - I	Total ----- (Rupees in '000) -----	AICF	AICP - I	
ASSETS						
Bank balances	8,113,805	4,956,553	13,070,358	7,318,392	2,880,677	10,199,069
Term deposit musharika	-	-	-	857,936	169,533	1,027,469
Profit receivable	83,550	54,179	137,729	67,101	13,182	80,283
Advance tax	6,709	-	6,709	6,709	-	6,709
Prepayments and other receivables	5,413	6	5,419	1,101	-	1,101
TOTAL ASSETS	8,209,477	5,010,738	13,220,215	8,251,239	3,063,392	11,314,631
LIABILITIES						
Payable to UBL Fund Managers Limited - Management Company	1,891	719	2,610	3,536	386	3,922
Payable to Central Depository Company of Pakistan Limited - Trustee	510	292	802	539	128	667
Payable to Securities and Exchange Commission of Pakistan	401	211	612	1,163	35	1,198
Accrued expenses and other liabilities	65,827	5,118	70,945	49,792	2,689	52,481
TOTAL LIABILITIES	68,629	6,340	74,969	55,030	3,238	58,268
NET ASSETS	8,140,848	5,004,397	13,145,245	8,196,209	3,060,154	11,256,363
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	8,140,848	5,004,397	13,145,245	8,196,209	3,060,154	11,256,363
CONTINGENCIES AND COMMITMENTS						
8 -----(Number of Units)-----						
NUMBER OF UNITS IN ISSUE	80,918,289	50,043,967		81,549,416	30,601,554	
----- (Rupees) -----						
NET ASSETS VALUE PER UNIT	100.6058	100.0000		100.5060	100.0000	

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC CASH FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Note	Three months period ended			
		AICF	September 30, 2020 AICP - I ----- (Rupees in '000) -----	Total	September 30, 2019 AICF
INCOME					
Profit on bank balance		119,629	63,594	183,223	109,424
Profit on term deposit musharika		12,327	6,612	18,939	10,675
Other income		-	-	-	129
Total income		131,956	70,206	202,162	120,228
EXPENSES					
Remuneration to UBL Fund Managers Limited - Management Company		3,299	1,755	5,054	6,011
Sindh sales tax on Management Company's remuneration		429	228	657	781
Allocated expense		315	-	315	935
Shariah advisory fee		87	-	87	88
Remuneration to Central Depository Company of Pakistan Limited - Trustee		1,472	777	2,249	687
Annual fee to Securities and Exchange Commission of Pakistan		401	211	612	187
Bank charges and other expenses		-	7	7	65
Auditors' remuneration		126	-	126	128
Legal and professional charges		47	-	47	39
Fees and subscription		113	-	113	60
Total operating expenses		6,289	2,978	9,267	8,981
Net operating income of the quarter		125,667	67,228	192,895	111,247
Provision for Sindh Workers' Welfare Fund	7.2	(2,465)	(1,319)	(3,784)	(2,184)
Net income for the quarter before taxation		123,202	65,909	189,111	109,063
Taxation	9	-	-	-	-
Net income for the quarter after taxation		123,202	65,909	189,111	109,063
Allocation of net income for the quarter					
Income already paid on units redeemed		(49,048)	-	(49,048)	(21,801)
Net income for the quarter available for distribution		74,154	65,909	140,063	87,262
Net income available for distribution:					
Relating to capital gains		-	-	-	-
Excluding capital gains		74,154	65,909	140,063	47,183
		74,154	65,909	140,063	87,262
Earnings per unit	10				

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC CASH FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Three months period ended			September 30, 2019 AICF
	AICF	September 30, 2020 AICP - I ----- (Rupees in '000) -----	Total	
Net income for the quarter after taxation	123,202	65,909	189,111	109,063
Other comprehensive income				
Items that may be reclassified subsequently to income statement	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-
Total comprehensive income for the quarter	<u>123,202</u>	<u>65,909</u>	<u>189,111</u>	<u>109,063</u>

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC CASH FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Three months Period Ended											
	September 30 2020			September 30 2019			September 30 2019					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total			
(Rupees in '000)												
Net assets at the beginning of the quarter	8,176,021	20,188	8,196,209	3,060,154	-	3,060,154	11,236,175	20,188	11,256,363	4,159,082	6,883	4,165,965
Issuance of 300,446,009 & 38,284,341 units (2019: 91,901,254 units)												
Capital value of units	30,196,639	-	30,196,639	3,828,435	-	3,828,435	34,025,074	-	34,025,074	9,220,388	-	9,220,388
Element of income	59,680	-	59,680	-	-	-	59,680	-	59,680	26,202	-	26,202
Due to net income earned												
Total proceeds on issuance of units	30,256,319	-	30,256,319	3,828,435	-	3,828,435	34,084,754	-	34,084,754	9,246,590	-	9,246,590
Redemption of 301,077,116 & 18,841,928 units (2019: 82,752,101 units)												
Capital value of units	(30,260,071)	-	(30,260,071)	(1,884,192)	-	(1,884,192)	(32,144,263)	-	(32,144,263)	(8,302,460)	-	(8,302,460)
Element of income	-	-	-	-	-	-	(6,650)	-	(6,650)	(4,767)	-	(26,568)
Due to net income earned	(6,650)	(49,048)	(55,698)	-	-	-	-	(49,048)	(55,698)	(4,767)	(21,801)	(26,568)
Total payments on redemption of units	(30,266,721)	(49,048)	(30,315,769)	(1,884,192)	-	(1,884,192)	(32,150,913)	(49,048)	(32,199,961)	(8,307,227)	(21,801)	(8,329,028)
Total comprehensive income for the period	-	123,202	123,202	-	65,909	65,909	-	189,111	189,111	-	109,063	109,063
Dividend paid during the quarter	-	-	-	-	(65,909)	(65,909)	-	(65,909)	(65,909)	-	-	-
Re. 0.0359 per unit declared on July 04, 2020 as cash dividend	(1,268)	(1,745)	(3,012)	-	-	-	(1,268)	(1,745)	(3,012)	(335)	(14,414)	(14,749)
Re. 0.2482 per unit declared on July 17, 2020 as cash dividend	(8,232)	(10,253)	(18,485)	-	-	-	(8,232)	(10,253)	(18,485)	(203)	(10,529)	(10,732)
Re. 0.2159 per unit declared on July 31, 2020 as cash dividend	(7,610)	(8,980)	(16,590)	-	-	-	(7,610)	(8,980)	(16,590)	(544)	(15,596)	(16,140)
Re. 0.2365 per unit declared on August 14, 2020 as cash dividend	(7,749)	(8,680)	(16,429)	-	-	-	(7,749)	(8,680)	(16,429)	(5,630)	(12,159)	(17,789)
Re. 0.3182 per unit declared on September 02, 2020 as cash dividend	(13,572)	(17,900)	(31,472)	-	-	-	(13,572)	(17,900)	(31,472)	(5,936)	(16,983)	(22,919)
Re. 0.1669 per unit declared on September 12, 2020 as cash dividend	(6,103)	(7,573)	(13,676)	-	-	-	(6,103)	(7,573)	(13,676)	(8,789)	(15,698)	(24,487)
Re. 0.2376 per unit declared on September 26, 2020 as cash dividend	(8,452)	(10,996)	(19,448)	-	-	-	(8,452)	(10,996)	(19,448)	-	-	-
Net income for the period less distribution	(52,986)	57,075	4,089	-	-	-	(52,986)	57,075	4,089	(21,437)	23,684	2,247
Net assets at the end of the period	8,112,633	28,214	8,140,848	5,004,397	-	5,004,397	13,117,031	28,214	13,145,245	5,077,008	8,766	5,085,774
Undistributed income / (loss) brought forward comprises of:												
Realised gain / (loss)		20,188			-			20,188			6,883	
Unrealised gain		-			-			-			-	
Total undistributed income / (loss) brought forward		20,188			-			20,188			6,883	
Income available for distribution:	-	-	-	-	-	-	-	-	-	-	-	-
Relating to capital gains		74,154			65,909			140,063			87,262	
Excluding capital gains		74,154			65,909			140,063			87,262	
Total dividend paid during the quarter		-			-			-			-	
Interim distributions during three months period ended September 30, 2020 as cash dividend		(66,127)			(65,909)			(132,037)			(85,379)	
		(66,127)			(65,909)			(132,037)			(85,379)	
Undistributed income carried forward	-	28,214	28,214	-	-	-	-	28,214	28,214	-	8,766	8,766
Undistributed income carried forward comprises of:	-	28,214	28,214	-	-	-	-	28,214	28,214	-	8,766	8,766
Realised gain		28,214			-			28,214			8,766	
Unrealised gain		-			-			-			-	
Total undistributed income carried forward	-	28,214	28,214	-	-	-	-	28,214	28,214	-	8,766	8,766
(Rupees)												
Net assets value per unit at the beginning of the period	100.5060			100.0000			100.3293					
Net assets value per unit at the end of the period	100.6058			100.0000			100.3644					

*Al-Ameen Islamic Cash Plan - 1 distributes dividend on a daily basis on each business day. The cumulative distribution per unit for the period from Jul 01, 2020 to Sep 30, 2020 amounted to Re. 1.5772 per unit. The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC CASH FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Three months period ended			September 30, 2019 AICF
	September 30, 2020 AICF	AICP - I	Total	
	----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the quarter before taxation	123,202	65,909	189,111	109,063
Adjustments for:				
Profit on bank balances	(119,629)	(63,594)	(183,223)	(109,424)
Profit on term deposit musharika	(12,327)	(6,612)	(18,939)	(10,675)
Amortisation of preliminary expenses and flotation cost	-	-	-	-
Provision for Sindh Workers' Welfare Fund	2,465	1,319	3,784	2,184
	(129,491)	(68,887)	(198,378)	(117,915)
	(6,289)	(2,978)	(9,267)	(8,852)
Working capital changes				
(Increase) / decrease in assets				
Advance tax	-	-	-	-
Term deposit musharika	857,936	169,533	1,027,469	430,000
Prepayments and other receivables	(4,312)	(6)	(4,318)	(11,958)
	853,624	169,527	1,023,151	418,042
(Decrease) / increase in liabilities				
Payable to UBL Fund Managers Limited - Management Company	(1,645)	333	(1,312)	(16)
Payable to Central Depository Company of Pakistan Limited - Trustee	(29)	164	135	(161)
Annual fee payable to Securities and Exchange Commission of Pakistan	(762)	176	(586)	(2,741)
Accrued expenses and other liabilities	13,570	1,110	14,680	5,254
	11,134	1,783	12,917	2,336
Profit received on bank balances and term deposit musharika	115,507	29,210	144,717	119,410
Net cash generated from operating activities	973,976	197,542	1,171,518	530,936
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts from issuance of units	30,256,319	3,828,435	34,084,754	9,246,590
Payments on redemption of units	(30,315,769)	(1,884,192)	(32,199,961)	(8,329,028)
Dividend Paid	(119,113)	(65,909)	(185,022)	(106,816)
Net cash generated from financing activities	(178,563)	1,878,334	1,699,771	810,746
Net increase in cash and cash equivalents	795,413	2,075,876	2,871,289	1,341,682
Cash and cash equivalent at beginning of the quarter	7,318,392	2,880,677	10,199,069	3,710,443
Cash and cash equivalents at end of the quarter	8,113,805	4,956,553	13,070,358	5,052,125

The annexed notes from 1 to 15 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC CASH FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

1 LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Cash Fund (the Fund) was established under the Trust Deed entered into between UBL Fund Managers Limited (wholly owned subsidiary company of United Bank Limited) as the Management Company and Central Depository Company of Pakistan Limited as the Trustee. The Trust Deed was executed on May 29, 2012 and the Fund was authorised by the Securities and Exchange Commission of Pakistan (the SECP) on July 26, 2012 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules).

The Management Company of the Fund has been licensed to act as an Asset Management Company by the SECP under the NBFC Rules. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi. The Fund commenced its operations from September 19, 2012.

The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs 100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from September 19, 2012. As per the fifth supplemental offering document of the Fund, it can also offer multiple plans with the consent of the Trustee and after approval of the SECP. During the year, the Fund launched Al - Ameen Islamic Cash Plan - I (AICP - I) after obtaining the required consent and approval. The units of AICP - I were offered for subscription at a par value of Rs 100 per unit from May 29, 2020.

The Fund has been categorised as a "Shariah Compliant Money Market Fund" pursuant to the provisions contained in Circular 7 of 2009 dated March 6, 2009. The objective of the Fund is to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid Shariah Compliant

As per the offering document approved by the SECP, the accounting period, in case of the first such period shall commence from the date on which the trust property is first paid or transferred to the Trustee. Accordingly, the financial statement of AICP - I has been prepared from May 29, 2020 to September 30, 2020.

The Management Company has been assigned a quality rating of AM1 by VIS dated December 31, 2019 (December 31, 2018: AM1).

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.
- 2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.
- 3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

(Unaudited)
September 30, 2020

	Note	(Rupees in '000)		
		AICF	AICP-I	Total
4 BANK BALANCES				
Profit and loss sharing accounts	4.1	8,082,169	4,956,553	13,038,722
Current accounts	4.2	31,636	-	31,636
		8,113,805	4,956,553	13,070,358

(Audited)
June 30, 2020

	Note	(Rupees in '000)		
		AICF	AICP-I	Total
Profit and loss sharing accounts	4.1	7,313,651	2,880,677	10,194,328
Current accounts	4.2	4,741	-	4,741
		7,318,392	2,880,677	10,199,069

4.1 Profit rates on these profit and loss sharing accounts range between 2.40% to 6.50% per annum (June 30, 2020: 2.69% to 7.50% per annum) for AICF and 7.7% (June 30, 2020: 7.5% per annum for AICP - I. These include amounts held by a related party (United Bank Limited) amounting to Rs. 58.779 million (June 30, 2020: Rs.1,274.674 million) for AICF on which return is earned at 6.00% per annum (June 30, 2020: 7.25% per annum).

4.2 This represents amount held with a related party (United Bank Limited) amounting to Rs. 8.101 million (June 30, 2020: Rs. 1.204 million) for AICF.

5 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

6 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2.5% of gross earnings (September 30, 2019: 5%) for AICF and 2.5% of gross earnings for AICP-I. The remuneration is paid to the Management Company on monthly basis in arrears.

6.1 Allocated expenses

The Management Company is charging for AICF on account of fee and expenses related to registrar services, accounting, operation and valuation services as follows:

From July 1, 2020 through July 14, 2020	0.1% per annum of average daily net assets
From July 15, 2020 through September 30, 2020	Nil

7 ACCRUED EXPENSES AND OTHER LIABILITIES

7.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 7.812 million for AICF (June 30, 2020: Rs. 7.812 million for AICF). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 7.812 million for AICF till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 0.0965 for AICF (June 30, 2020: Rs. 0.0958 for AICF).

7.2 Provision For Sindh Workers' Welfare Fund

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 30.530 million for AICF (June 30, 2020: Rs. 28.064 million for AICF) and Rs 1.576 million for AICP-1. The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Re. 0.3773 for AICF (June 30, 2020: Re. 0.3441 for AICF) and Re. 0.0315 for AICP-1 (June 30, 2020: Re. 0.0084 for AICP-1).

8 CONTINGENCIES AND COMMITMENTS

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

9 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

10 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable..

11 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 0.44% for AICF and 0.41% for AICP-1 which includes 0.17% for AICF and 0.17% for AICP-1 representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 12.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.
- 12.2 Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.
- 12.3 Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 12.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 12.5 Details of transaction with the related parties and balances with them as at Sep 30, 2020 are as follows:

Al - Ameen Islamic Cash Fund

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Transactions during the Period ended September 30, 2020						
Profit on bank balances	-	4,381	-	-	-	-
Bank and other charges	-	-	-	-	-	-
Units issued (In units '000)	5	-	-	-	0.16	72,305
Units redeemed (In units '000)	10	-	-	-	22	61,647
Units issued (In Rupees '000)	501	-	-	-	16	7,282,792
Units redeemed (In Rupees '000)	1,003	-	-	-	2,238	6,205,422
Dividend paid	2	-	-	-	7	29,471
Remuneration (inclusive of Sindh Sales Tax)	-	-	-	-	-	-
Allocated expenses	3,299	-	1,472	-	-	-
Shariah advisory fee	87	-	-	-	-	-
Balances held as at September 30, 2020						
Units held (In units '000)	5	-	-	-	2	25,679
Units held (In Rupees '000)	501	-	-	-	194	2,583,485
Bank balances	-	66,880	-	-	-	-
Remuneration payable (including Sindh Sales Tax)	-	-	-	-	-	-
Other payables	1,261	-	0	-	-	-
Allocated expenses payable	193	-	-	-	-	-
Shariah advisory fee payable	437	-	-	-	-	-
Profit receivable	-	604	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Transactions during the year ended September 30, 2019						
Profit on bank balances	-	39,880	-	-	-	-
Bank and other charges	-	45	-	-	-	-
Units issued	-	-	-	-	237	2,553,221
Units redeemed	-	-	-	-	3,335	2,452,948
Dividend paid	-	-	-	-	98	8,032
Remuneration (inclusive of Sindh Sales Tax)	6,011	-	687	-	-	-
Allocated expenses	935	-	-	-	-	-
Shariah advisory fee	88	-	-	-	-	-
Balances held as at June 30, 2020						
Units held (In units '000)	10	-	-	-	24	-
Units held	1,005	-	-	-	2,412	-
Bank balances	-	1,275,878	-	-	-	-
Remuneration payable (including sindh sales tax)	1,550	-	539	-	-	-
Other payables	180	-	-	-	-	-
Allocated expenses payable	1,456	-	-	-	-	-
Shariah advisory fee payable	350	-	-	-	-	-
Profit receivable	-	27,523	-	-	-	-

AI - Ameen Islamic Cash Plan - 1

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Transactions during the Period ended September 30, 2020						
Profit on bank balances	-	-	-	-	-	-
Bank and other charges	-	-	-	-	-	-
Units issued (In units '000)	14,860	-	-	-	-	17,517
Units redeemed (In units '000)	15,462	-	-	-	-	69
Units issued (In Rupees '000)	1,486,023	-	-	-	-	1,751,717
Units redeemed (In Rupees '000)	1,546,184	-	-	-	-	6,866
Dividend paid	507	-	-	-	-	58,714
Remuneration (inclusive of Sindh Sales Tax)	1,755	-	687	-	-	-
Balances held as at September 30, 2020						
Units held (In units '000)	-	-	-	-	-	43,578
Units held(In Rupees '000)	-	-	-	-	-	4,357,751
Bank balances	-	-	-	-	-	-
Remuneration payable (including Sindh Sales Tax)	719	-	292	-	-	-
Profit receivable	-	-	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Balances held as at June 30, 2020						
Units held (In units '000)	602	-	-	-	-	29,486
Units held	60,200	-	-	-	-	2,948,599
Bank balances	-	-	-	-	-	-
Remuneration payable (including sindh sales tax)	386	-	128	-	-	-
Profit receivable	-	-	-	-	-	-

13 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

There were no financial instruments held by the Fund which are measured at fair value as of September 30, 2020 and June 30, 2020

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

13.2 There were no transfers between various levels of fair value hierarchy during the period.

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated

14.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

14.3 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.

15 DATE OF AUTHORIZATION FOR ISSUE

- 15.1 This condensed interim financial information was authorised for issue on October __, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AISF

Al-Ameen Islamic Sovereign Fund

INVESTMENT OBJECTIVE

AISF is an open-end Shariah Compliant Income Fund which aims to generate a competitive return with minimum risk, by investing primarily in Shariah Compliant Government Securities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	KPMG Taseer Hadi and Co., Chartered Accountants
Bankers	Allied Bank Limited - Islamic Banking Bank Al Habib Limited - Islamic Banking Bank Alfalah Limited - Islamic Banking Dubai Islamic Bank Limited Faysal Bank Limited - Islamic Banking Habib Bank Limited - Islamic Banking Habib Metropolitan Bank Limited - Islamic Banking MCB Bank Limited Meezan Bank Limited National Bank of Pakistan Soneri Bank Limited - Islamic Banking United Bank Limited - Islamic Banking
Management Co. Rating	AM1 (VIS)
Fund Rating	AA- (f) (VIS)

AI - Ameen Islamic Sovereign Fund
Condensed Interim Statement of Assets and Liabilities
As at 30 September 2020

	Note	(Un-audited) 30 September 2020	(Audited) 30 June 2020
(Rupees in '000)			
Assets			
Bank balances	4	1,444,706	3,134,793
Investments	5	2,053,197	1,684,875
Profit receivable		70,057	42,934
Prepayments and other receivables		34,264	132,094
Advance tax	6	535	534
Total assets		3,602,759	4,995,230
Liabilities			
Payable to the Management Company	7	7,930	9,026
Payable to Central Depository Company of Pakistan Limited - Trustee	8	299	349
Annual fee payable to the Securities and Exchange Commission of Pakistan		234	1,009
Accrued expenses and other liabilities	9	51,039	62,100
Total liabilities		59,502	72,484
Net assets		3,543,257	4,922,746
Unit holders' fund (as per the statement attached)		3,543,257	4,922,746
Contingencies And Commitments	10		
(Number of units)			
Number of units in issue		34,546,558	48,670,608
(Rupees)			
Net asset value per unit		102.5647	101.1441

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

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Sovereign Fund
Condensed Interim Income Statement (Un-audited)
For the quarter ended 30 September 2020

	Note	Quarter Ended	
		30 September 2020	30 September 2019
(Rupees in '000)			
Income			
Financial income		79,723	202,149
Net capital income on redemption and sale of investments		1,514	-
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'		3,197	-
Other Income		-	59
Total income		84,434	202,208
Expenses			
Remuneration of the Management Company	7	11,682	16,177
Sindh Sales Tax on the Management Company's remuneration		1,519	2,103
Allocated expenses	7.1	1,168	1,618
Selling and marketing expense relating to the Fund	7.1	2,336	3,235
Remuneration of the Central Depository Company of Pakistan Limited - Trustee		987	1,371
Annual fee of Securities and Exchange Commission of Pakistan		234	324
Auditors' remuneration		327	257
Shariah advisory fee		88	88
Brokerage expenses		20	-
Listing fee		7	7
Legal and professional charges		51	41
Bank charges		18	34
Other expenses		65	64
Total operating expenses		18,502	25,319
Net income from operating activities		65,932	176,889
Provision for Sindh Workers' Welfare Fund	9.2	(1,296)	(3,473)
Net income for the quarter before taxation		64,636	173,416
Taxation	11	-	-
Net income for the quarter after taxation		64,636	173,416
Allocation of net income for the quarter after taxation			
Income already paid on units redeemed		(21,068)	(60,120)
		43,568	113,296
Accounting income available for distribution			
- Relating to capital gains		2,539	-
- Excluding capital gains		41,029	113,296
		43,568	113,296
Earning per unit	12		

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Sovereign Fund
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended	
	30 September 2020	30 September 2019
	(Rupees in '000)	
Net income for the quarter after taxation	64,636	173,416
Other comprehensive income for the quarter	-	-
Total comprehensive income for the quarter	64,636	173,416

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

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Sovereign Fund
Condensed Interim Statement of Movement in Unit holders' Fund (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended					
	30 September, 2020			30 September, 2019		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at beginning of the quarter	4,851,190	71,556	4,922,746	5,069,644	68,570	5,138,214
Issuance of 18,919,147 units (30 September 2019: 61,613,089 units)						
- Capital value	1,913,560	-	1,913,560	6,225,807	-	6,225,807
- Element of Income	13,139	-	13,139	60,018	-	60,018
Total proceeds on issuance of units	1,926,699	-	1,926,699	6,285,825	-	6,285,825
Redemption of 33,043,197 units (30 September 2019: 63,039,124 units)						
- Capital value	(3,342,124)	-	(3,342,124)	(6,369,903)	-	(6,369,903)
- Element of Loss	(7,632)	(21,068)	(28,700)	(37,479)	(60,120)	(97,599)
Total payments on redemption of units	(3,349,756)	(21,068)	(3,370,824)	(6,407,382)	(60,120)	(6,467,502)
Total comprehensive income for the quarter	-	64,636	64,636	-	173,416	173,416
Distribution during the quarter Nil (2019: Nil)	-	-	-	-	-	-
Net assets at end of the quarter	3,428,133	115,124	3,543,257	4,948,087	181,866	5,129,953
Undistributed income brought forward:						
- Realised income		71,556			68,570	
- Unrealised loss		-			-	
		<u>71,556</u>			<u>68,570</u>	
Accounting income available for distribution						
- Relating to capital gains	2,539				-	
- Excluding capital gains	41,029				113,296	
	<u>43,568</u>				<u>113,296</u>	
Distribution during the quarter Nil (2019: Nil)		-			-	
Undistributed income carried forward		<u>115,124</u>			<u>181,866</u>	
Undistributed income carried forward comprises of:						
- Realised income		111,927			181,866	
- Unrealised gain		3,197			-	
		<u>115,124</u>			<u>181,866</u>	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the quarter			<u>101.1441</u>			<u>101.0468</u>
Net assets value per unit at end of the quarter			<u>102.5647</u>			<u>103.7952</u>

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Sovereign Fund
Condensed Interim Cash Flow Statement (Un-audited)

For the quarter ended 30 September 2020

	Quarter Ended	
	30 September 2020	30 September 2019
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the quarter before taxation	64,636	173,416
Adjustments for non-cash and other items:		
Financial income	(79,723)	(202,149)
Net capital income on redemption and sale of investments	(1,514)	-
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	(3,197)	-
Provision for Sindh Workers' Welfare Fund	1,296	3,473
	(83,138)	(198,676)
Net cash used in operations before working capital changes	(18,502)	(25,260)
Working capital changes		
(Increase) / Decrease in assets		
Investments	(363,611)	-
Term deposit musharika	-	120,000
Advance tax	(1)	-
Prepayments and other receivables	97,830	10,794
	(265,782)	130,794
(Decrease) / Increase in liabilities		
Payable to the Management Company	(1,096)	4,629
Payable to Central Depository Company of Pakistan Limited - Trustee	(50)	(29)
Annual fee payable to the Securities and Exchange Commission of Pakistan	(775)	(5,037)
Accrued expenses and other liabilities	(12,357)	(330)
	(14,278)	(767)
Profit received	52,600	190,137
Net cash (used in) / generated from operating activities	(245,962)	294,904
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	1,926,699	6,285,825
Payments on redemption of units	(3,370,824)	(6,467,502)
Cash distribution to unit holders	-	-
Net cash used in financing activities	(1,444,125)	(181,677)
Net (decrease) / increase in cash and cash equivalents	(1,690,087)	113,227
Cash and cash equivalents at beginning of the quarter	3,134,793	5,007,292
Cash and cash equivalents at end of the quarter	1,444,706	5,120,519
Cash and cash equivalents		
Bank balances	1,444,706	5,120,519

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

Al - Ameen Islamic Sovereign Fund

Notes to the Condensed Interim Financial Information (Un-audited)

For the quarter ended 30 September 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Sovereign Fund (the Fund), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 25 August 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 17 September 2010 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from 7 November 2010.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis to general public. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The investment objective of the fund is to provide a competitive rate of return with a moderate level of risk to its investors by investing in designated authorised investments approved by the Shariah Advisory Board.

VIS Credit Rating Agency has re-affirmed quality rating of 'AM1' (stable outlook) to the Management Company as on 31 December 2019 (30 June 2019: 'AM1') while the Fund has been rated as AA-(f) on 31 December 2019 (30 June: 2019: AA-(f)).

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

2 BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

4	BANK BALANCES	Note	(Un-audited)	(Audited)
			30 September 2020	30 June 2020
(Rupees in '000)				
	In current accounts	4.1	12,285	10,387
	In saving accounts	4.2	1,432,421	3,124,406
			<u>1,444,706</u>	<u>3,134,793</u>

4.1 This includes balance with United Bank Limited of Rs. 7.84 million (30 June 2020: Rs. 6.637 million), holding company of the Management Company.

4.2 These carry profit rates ranging from 2.31% to 6.5% (30 June 2020: 2.31% to 8.25%) per annum. It includes balance with United Bank Limited of Rs. 92.87 million (30 June 2020: Rs. 27.984 million).

5	INVESTMENTS		(Un-audited)	(Audited)
			30 September 2020	30 June 2020
(Rupees in '000)				
	At fair value through profit or loss			
	Government securities	5.1	<u>2,053,197</u>	<u>1,684,875</u>

5.1 Government Securities - at fair value through profit or loss

Note	As at 01 July 2020	Purchased during the period	Sold / matured during the period	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Appreciation/ (Diminution)	Market value as Percentage of total investments	Market value as Percentage of net assets
	----- (No. of Holdings) -----				----- (Rupees in '000) -----			----- % -----	
Government of Pakistan									
GOP IJARA	875,000	4,500,000	875,000	6,250,000	450,000	448,290	(1,710)	22	13
5.1.1									
PAKISTAN ENERGY SUKUK - II	320,000	-	-	320,000	1,600,000	1,604,907	4,907	78	45
Total as at Sep 30, 2020 (Un-audited)					2,050,000	2,053,197	3,197	100	58
Total as at June 30, 2020 (Audited)					1,687,500	1,684,875	(2,625)		

5.1.1 These carry profit rate from 6.2666% to 8.02% (30 June 2020: 6.63% to 8.02%)

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 1% (30 June 2020: 1%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services. Further, Management Company has also charged selling and marketing expense of 0.2% of average daily net assets.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

During the period ended September 30, 2020, trustee fee was charged at the rate of 0.075% (30 June 2020: 0.075%). The remuneration is paid to the Trustee on monthly basis in arrears.

9 ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at 30 September 2020 amounting to Rs. 16.613 million (30 June 2020: Rs. 16.613). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.1 to the annual audited financial statements for the year ended 30 June 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 16.613 million till 30 June 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Re. 0.4809 (30 June 2020: Re. 0.3413).

9.2 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14 to the annual audited financial statements for the year ended 30 June 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at 30 September 2020 amounting to Rs. 26.321 million (30 June 2020: Rs. 25.026 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Re. 0.76 (30 June 2020: Re. 0.5142).

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

13 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 1.69% as on 30 September 2020 and this includes 0.27% representing government levy, worker's welfare fund and SECP fee.

14 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

14.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

14.2 Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

14.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

14.5 Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended 30 September 2020 are as follows:

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Transactions during the quarter ended 30 September 2020) -----						
----- (Rupees in '000) -----						
Units issued	-	-	-	6,309	4,631	-
Units redeemed	-	-	-	1,086,463	5,428	-
Profit on saving accounts	-	4,402	-	-	-	15,162
Bank charges	-	17	-	-	-	-
Remuneration	11,682	-	987	-	-	-
Sales tax on remuneration	1,519	-	-	-	-	-
Allocated expenses	1,168	-	-	-	-	-
Shariah advisory fee	88	-	-	-	-	-
Selling & marketing expenses	2,336	-	-	-	-	-

----- (Balances held as at 30 September 2020) -----						
Units held (in units '000)	-	-	-	11,278	99	-
Units held (in rupees '000)	-	-	-	1,156,725	10,154	-
Bank balances	-	100,710	-	-	-	165,243
Remuneration payable *	3,985	-	299	-	-	-
Sales load and other payables	400	667	-	-	-	-
Shariah fee	438	-	-	-	-	-
Payable against allocated expenses	771	-	-	-	-	-
Selling & Marketing Expenses	2,336	-	-	-	-	-
Profit receivable	-	2,319	-	-	-	6,819

* This balance is inclusive of Sindh Sales Tax payable

----- (Transactions during the quarter ended 30 September 2019) -----						
----- (Rupees in '000) -----						
Units issued	-	-	-	1,916,380	5,610	-
Units redeemed	-	-	-	3,307,669	795	-
Profit on saving accounts	-	49,058	-	-	-	-
Bank charges	-	22	-	-	-	-
Remuneration	16,177	-	1,371	-	-	-
Sales tax on remuneration	2,103	-	-	-	-	-
Allocated expenses	1,618	-	-	-	-	-
Shariah advisory fee	88	-	-	-	-	-
Selling & Marketing Expense	3,235	-	-	-	-	-
Listing fee	-	7	-	-	-	-

----- (Balances held as at 30 June 2020) -----						
Units held (in units '000)	-	-	-	22,805	123	4,948
Units held (in rupees '000)	-	-	-	2,306,591	12,441	500,461
Bank balances	-	34,657	-	-	-	-
Remuneration payable *	4,660	-	349	-	-	-
Sales load and other payables	623	230	-	-	-	-
Shariah fee	350	-	-	-	-	-
Payable against allocated expenses	845	-	-	-	-	-
Payable against selling and marketing expenses relating to the Fund	2,548	-	-	-	-	-
Profit receivable	-	1,976	-	-	-	-

* This balance is inclusive of Sindh Sales Tax payable

15 FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities traded.

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

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

The table below provides information on financial assets carried at fair values, by valuation methods.

	As at 30 September 2020 (Un-audited)			
	Level 1	Level 2	Level 3	Total
----- Rupees in '000-----				
Investment in Government securities - Financial assets measured at fair value through profit or loss				
-Government securities	-	2,053,197	-	2,053,197
	-	2,053,197	-	2,053,197

	As at June 30, 2020 (Audited)			
	Level 1	Level 2	Level 3	Total
----- Rupees in '000-----				
Investment in Government securities - Financial assets measured at fair value through profit or loss				
-Government securities	-	1,684,875	-	1,684,875
	-	1,684,875	-	1,684,875

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

15.2 There were no transfers between various levels of fair value hierarchy during the period.

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

16.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.3 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.

17 DATE OF AUTHORISATION FOR ISSUE

17.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AIAIF

Al-Ameen Islamic Aggressive Income Fund

INVESTMENT OBJECTIVE

AIAIF is an open-end Shariah Compliant Aggressive Fixed Income Fund which invests in medium to long-term income instruments as well as short-tenor money market instruments to generate superior, long-term, risk-adjusted returns while preserving capital over the long-term.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	KPMG Taseer Hadi & Co, Chartered Accountants
Bankers	Al Baraka Islamic Bank Limited Allied Bank Limited Bank Alfalah Limited - Islamic Banking BankIslami Pakistan Limited Dubai Islamic Bank Limited MCB Bank Limited National Bank of Pakistan Habib Bank Limited - Islamic Banking Habib Metropolitan Bank Limited - Islamic Banking Meezan Bank Limited United Bank Limited Faysal Bank Limited - Islamic Banking Soneri Bank Limited - Islamic Banking
Management Co. Rating	AM1 (VIS)
Fund Rating	A(f) (VIS)

AI - Ameen Islamic Aggressive Income Fund
Condensed Interim Statement of Assets and Liabilities
As at 30 September 2020

	30 September 2020 (Unaudited) AIAIF	30 September 2020 (Unaudited) AIAIP-I	TOTAL	30 June 2020 (Audited) AIAIF	30 June 2020 (Audited) AIAIP-I	TOTAL
	----- (Rupees in '000) -----					
Assets						
Bank balances	240,431	451,582	692,013	340,950	162,040	502,990
Term deposit musharika	-	-	-	-	-	-
Investments	212,041	1,713,776	1,925,817	94,874	1,249,402	1,344,276
Profits receivable	4,577	25,299	29,876	3,612	31,483	35,095
Deposits, prepayments and other receivables	6,342	9	6,351	8,092	19,000	27,092
Advance tax	2,388	-	2,388	2,388	-	2,388
Total assets	465,779	2,190,666	2,656,445	449,916	1,461,925	1,911,841
Liabilities						
Payable to the Management Company	1,392	309	1,701	1,696	161	1,857
Payable to Central Depository Company of Pakistan Limited - Trustee	31	150	181	34	84	118
Payable to Securities and Exchange Commission of Pakistan	22	90	112	79	30	109
Accrued expense and other payables	36,981	1,508	38,489	26,604	517	27,121
Total liabilities	38,426	2,057	40,483	28,413	792	29,205
Net assets	427,353	2,188,609	2,615,962	421,503	1,461,133	1,882,636
Unit holders' fund (as per the statement attached)	427,353	2,188,609	2,615,962	421,503	1,461,133	1,882,636
Contingency						
	----- (Number of units) -----					
Number of units in issue	4,199,046	21,344,400		4,203,225	14,568,656	
	----- (Rupees) -----					
Net assets value per unit (face value of Rs. 100 each)	101.7739	102.5379		100.2808	100.2930	

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Aggressive Income Fund
Condensed Interim Income Statement (Unaudited)
For the quarter ended 30 September 2020

	Quarter ended 30 September 2020			Quarter ended 30 September 2019
	AIAIF	AIAIP-I	TOTAL	AIAIF
	----- (Rupees in '000) -----			
Income				
Financial income	7,505	34,887	42,392	13,411
Net capital (loss) on redemption and sale of investments	(748)	8,110	7,362	(123)
Net unrealised gain / (loss) on revaluation of investments classified as 'at fair value through profit or loss'	2,166	-	2,166	58
Provision against non-performing debt securities	-	-	-	(4,954)
Reversal of Provision against non-performing debt securities	-	-	-	1,354
Total income	8,923	42,997	51,920	9,746
Expenses				
Remuneration of the Management Company	1,642	673	2,315	1,621
Sindh Sales tax on the Management Company's remuneration	213	88	301	211
Allocation of expenses relating to the Fund	109	-	109	108
Remuneration of Central Depository Company of Pakistan Limited - Trustee	93	380	473	92
Annual fee of Securities and Exchange Commission of Pakistan	22	90	112	22
Bank charges	-	5	5	15
Auditors' remuneration	43	-	43	155
Listing fees	7	-	7	7
Brokerage expenses	42	94	136	-
Legal and professional charges	46	-	46	39
Shariah advisory fee	58	-	58	87
Other expenses	173	13	186	149
Total operating expenses	2,448	1,343	3,791	2,506
Net income from operating activities	6,475	41,654	48,129	7,240
Provision for Sindh Workers' Welfare Fund	(127)	(817)	(944)	(142)
Net income for the quarter before taxation	6,348	40,837	47,185	7,098
Taxation	-	-	-	-
Net income for the quarter after taxation	6,348	40,837	47,185	7,098
Allocation of net income for the quarter after taxation				
Net income for the quarter after taxation	6,348	40,837	47,185	7,098
Income already paid on units redeemed	(1,187)	(360)	(1,547)	(1,755)
	5,161	40,477	45,638	5,343
Accounting income available for distribution				
- Relating to capital gains	1,172	7,964	9,136	-
- Excluding capital gains	3,989	32,513	36,502	5,343
	5,161	40,477	45,638	5,343

Earnings per unit

14

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Aggressive Income Fund
 Condensed Interim Statement of Comprehensive Income (Unaudited)
 For the quarter ended 30 September 2020

	Quarter ended 30 September			Quarter ended 30 September
	2020			2019
	AIAIF	AIAIP-I	TOTAL	AIAIF
	----- (Rupees in '000) -----			
Net income for the quarter after taxation	6,348	40,837	47,185	7,098
Other comprehensive income for the quarter	-	(2,095)	(2,095)	-
Total comprehensive income for the quarter	6,348	38,742	45,090	7,098

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

**For UBL Fund Managers Limited
 (Management Company)**

SD

 Chief Executive Officer

SD

 Chief Financial Officer

SD

 Director

AI - Ameen Islamic Aggressive Income Fund
Condensed Interim Statement of Movement in Unit Holders' Fund (Unaudited)
For the quarter ended 30 September 2020

	Quarter Ended						September 30, 2019							
	September 30, 2020			September 30, 2019			September 30, 2019							
	Capital value	AIAIF Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	AIAIF Undistributed income	Total		
	AIAIFI						TOTAL			TOTAL				
	Unrealised diminution on revaluation of fair value through OCI						Unrealised diminution on revaluation of fair value through OCI			Unrealised diminution on revaluation of fair value through OCI				
	(Rupees in '000)													
Net assets at beginning of the quarter	406,719	14,784	421,503	1,462,718	326	(1,911)	1,461,133	1,869,437	15,110	(1,911)	1,882,636	441,379	14,766	456,145
Issuance of 2,564,798 , 7,115,896 (30 September 2019: 775,552) units														
- Capital value	257,200	-	257,200	713,675	-	-	713,675	970,875	-	-	970,875	77,653	-	77,653
- relating to other comprehensive income	-	-	-	-	-	(2,254)	(2,254)	-	-	(2,254)	(2,254)	-	-	-
- Element of income	1,767	-	1,767	11,815	-	-	11,815	13,582	-	-	13,582	619	-	619
Total proceeds on issuance of units	258,967	-	258,967	723,235	-	(2,254)	723,236	984,457	-	(2,254)	982,203	78,272	-	78,272
Redemption of 2,568,977 , 340,152 (30 September 2019: 1,854,199) units														
- Capital value	(257,619)	-	(257,619)	(34,115)	-	-	(34,115)	(291,734)	-	-	(291,734)	(185,654)	-	(185,654)
- relating to other comprehensive income	-	-	-	-	-	(74)	(74)	-	-	(74)	(74)	-	-	-
- Element of loss	(659)	(1,187)	(1,846)	48	(360)	-	(312)	(611)	(1,547)	-	(2,158)	(193)	(1,755)	(1,948)
Total payments on redemption of units	(258,278)	(1,187)	(259,465)	(34,502)	(360)	(74)	(34,501)	(292,345)	(1,547)	(74)	(293,966)	(185,847)	(1,755)	(187,602)
Income already paid on units redeemed	-	6,348	6,348	-	40,837	(2,095)	38,742	-	47,185	(2,095)	45,090	-	7,098	7,098
Total comprehensive income for the quarter	-	6,348	6,348	-	40,837	(2,095)	38,742	-	47,185	(2,095)	45,090	-	7,098	7,098
Interim distribution during the quarter 30 Sep 2020 Nil (2019: Nil)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the quarter less distribution	-	6,348	6,348	-	40,837	(2,095)	38,742	-	47,185	(2,095)	45,090	-	7,098	7,098
Net assets at end of the quarter	407,408	19,945	427,353	2,151,451	40,803	(6,334)	2,188,609	2,561,549	60,748	(6,334)	2,615,962	333,804	20,109	353,913
Undistributed income brought forward :														
- Realised income		15,128			326				15,454				17,190	
- Unrealised (loss) / income		(344)			-				(344)				(2,424)	
		14,784			326				15,110				14,766	
Accounting income available for distribution														
- Relating to capital gains		1,172			7,964				9,136				-	
- Excluding capital gains		3,989			32,513				36,502				5,343	
		5,161			40,477				45,638				5,343	
Interim distribution during the quarter 30 Sep 2020 Nil (2019: Nil)		-			-				-				-	
Undistributed income carried forward		19,945			40,803				60,748				20,109	
Undistributed income carried forward comprise of :														
- Realised income		17,779			40,803				58,582				20,051	
- Unrealised income / (loss)		2,166			-				2,166				58	
		19,945			40,803				60,748				20,109	
Net assets value per unit at beginning of the quarter		100,2808							102,5379					100,1259
Net assets value per unit at end of the quarter		101,7739							100,2930					101,7850

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Aggressive Income Fund
Condensed Interim Cash Flow Statement (Unaudited)
For the quarter ended 30 September 2020

	Quarter Ended			30 September 2019 AIAIF
	30 September 2020			
	AIAIF	AIAIF-I	TOTAL	
	----- (Rupees in '000) -----			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the quarter before taxation	6,348	40,837	47,185	7,098
Adjustments for non cash and other items:				
Financial income	(7,505)	(34,887)	(42,392)	(13,411)
Net unrealised (gain) / loss on revaluation of investments classified as 'at fair value through profit or loss'	(2,166)	-	(2,166)	(58)
Net capital loss on redemption and sale of investments	748	(8,110)	(7,362)	123
Provision against non-performing debt securities	-	-	-	4,954
Reversal of provision against non-performing debt securities	-	-	-	(1,354)
Provision for Sindh Workers' Welfare Fund	127	817	944	142
	(8,796)	(42,180)	(50,976)	(9,604)
Net cash used in operations before working capital changes	(2,448)	(1,343)	(3,791)	(2,506)
Working capital changes				
Decrease/ (Increase) in assets				
Investments	(115,749)	(458,359)	(574,108)	29,953
Deposits, prepayments and other receivables	1,750	18,991	20,741	5,946
Advance tax	-	-	-	-
	(113,999)	(439,368)	(553,367)	35,899
(Decrease)/ Increase in liabilities				
Payable to the Management Company	(304)	148	(156)	(138)
Payable to Central Depository Company of Pakistan Limited - Trustee	(3)	66	63	(43)
Payable to Securities and Exchange Commission of Pakistan	(57)	60	3	(379)
Accrued expenses and other payables	10,250	174	10,424	(7,324)
	9,886	448	10,334	(7,884)
Reversal of provision	-	-	-	1,354
Profits received during the quarter	6,540	41,071	47,611	15,818
Net cash (used in)/ generated from operating activities	(100,021)	(399,192)	(499,213)	42,681
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of units	258,967	723,236	982,203	78,272
Payments on redemption of units	(259,465)	(34,501)	(293,966)	(187,602)
Total distribution to unit holders	-	-	-	-
Net cash (used in)/ generated from financing activities	(498)	688,734	688,236	(109,330)
Net decrease in cash and cash equivalents	(100,519)	289,542	189,024	(66,649)
Cash and cash equivalents at beginning of the quarter	340,950	162,040	502,990	388,387
Cash and cash equivalents at end of the quarter	240,431	451,582	692,014	321,738

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

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Aggressive Income Fund
Notes to the Condensed Interim Financial Information (Unaudited)
For the quarter ended 30 September 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

AI-Ameen Islamic Aggressive Income Fund (the Fund) was established under a Trust Deed executed between UBL Fund Managers Limited, (wholly owned subsidiary company of United Bank Limited) as its Management Company and Central Depository Company of Pakistan Limited (CDC), as its Trustee. The Trust Deed was executed on 10 August 2007 and the Fund was authorized by the Securities and Exchange Commission of Pakistan (SECP) Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of on 27 August 2007 in accordance with the Non-Banking the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules 2003.

The Fund is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund at the option of the unit holder. The Fund is categorised as an open end shariah compliant (Islamic) aggressive fixed income scheme in accordance with Circular No. 7 of 2009 issued by SECP.

The Fund has been formed to generate superior, long term, risk adjusted returns by investing in medium to long term income instrument as well as short tenor money market instruments. Furthermore, the Fund invests in instruments that are approved by the Shariah Advisory Board. Under provision of the Trust Deed, all activities of the Fund shall be undertaken in accordance with the shariah

During the year, the Fund launched "AI-Ameen Islamic Aggressive Income Plan-I (AIAIP-I)" dated 16 April, 2020. The "AI-Ameen Islamic Aggressive Income Plan-I (AIAIP-I)" is an Allocation Plan with an objective to generate competitive, long-term, risk adjusted returns while aiming to preserve capital over the long term.

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

VIS Credit Rating Company Limited has assigned the A (f) rating of the Fund on October 16, 2020.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.4 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.5 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		30 September 2020 (Unaudited) AIAIF	30 September 2020 (Unaudited) AIAIP-I	TOTAL	30 June 2020 (Audited) AIAIF	30 June 2020 (Audited) AIAIP-I	TOTAL
	Note	----- (Rupees in '000) -----					
4. BANK BALANCES							
Current accounts	4.1	10,974	-	10,974	18,576	-	18,576
PLS saving accounts	4.2	229,457	451,582	681,039	322,374	162,040	484,414
		<u>240,431</u>	<u>451,582</u>	<u>692,013</u>	<u>340,950</u>	<u>162,040</u>	<u>502,990</u>

4.1 This includes balance with United Bank Limited of Rs. 2.28 million (30 June 2020: Rs. 2.79 million), holding company of the Management Company.

4.2 Profit rates on PLS savings accounts ranges from 6% to 7% (30 June 2020: 6.50% to 8.25%) per annum. This includes balance with United Bank Limited of Rs. 32.73 million (30 June 2020: Rs. 4.78 million) .

		30 September 2020 (Unaudited) AIAIF	30 September 2020 (Unaudited) AIAIP-I	TOTAL	30 June 2020 (Audited) AIAIF	30 June 2020 (Audited) AIAIP-I	TOTAL
	Note	----- (Rupees in '000) -----					
5. INVESTMENTS							
At fair value through profit or loss'							
- Sukuk certificates							
- Quoted	5.1	69,788	-	69,788	28,700	-	28,700
- Unquoted	5.1	17,728	-	17,728	17,674	-	17,674
- GOP Ijara	5.3	124,525	-	124,525	48,500	-	48,500
		<u>212,041</u>	<u>-</u>	<u>212,041</u>	<u>94,874</u>	<u>-</u>	<u>94,874</u>
At fair value through other comprehensive income							
- Sukuk certificates							
- Quoted	5.2	-	826,640	826,640	-	538,700	538,700
- Unquoted	5.4	-	289,106	289,106	-	209,352	209,352
- GOP Ijara	5.3	-	598,030	598,030	-	501,350	501,350
		<u>-</u>	<u>1,713,776</u>	<u>1,713,776</u>	<u>-</u>	<u>1,249,402</u>	<u>1,249,402</u>

5.1 'At fair value through profit or loss' - Sukuk certificates (certificates of Rs.5,000 each, unless otherwise stated)

Name of instrument	Note	As at 01 July 2020	Purchased / acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investment	Percentage of net assets
		----- (Number of certificates) -----				---- (Rupees in '000) ----			----- % -----	
Performing										
<u>Quoted</u>										
Commercial Banks										
Meezan Bank Limited		28	-	-	28	28,700	28,769	25,122	13.57%	6.73%
						28,700	28,769	25,122	13.57%	6.73%
Power generation and distribution										
K-Electric Limited		-	8,000	-	8,000	40,000	41,019	-	19.34%	9.60%
						68,700	69,788	-	32.91%	16.33%
<u>Unquoted</u>										
Food and Energy										
Dawood Hercules Corporation Limited		250	-	-	250	17,674	17,728	22,426	8.36%	4.15%
						17,674	17,728	22,426	8.36%	4.15%

5.3 Investment in Government Securities - Ijarah Sukuk - At fair value through other comprehensive income

Name of instrument	Tenor	As at 01 July 2020	Purchased / acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investment	Percentage of net assets
29-Jul-20	5 Years	-	425,000	300,000	125,000	123,500	124,525	-	58.73%	29.14%
30-Apr-20	5 Years	50,000	-	50,000	-	-	-	48,500	-	-
						123,500	124,525	48,500	58.727%	29.14%

These carry markup at the rate of 6.266 % per annum receivable semi-annually in arrears, maturing in July 2025.

5.2 At fair value through other comprehensive income¹ - Sukuk certificates (certificates of Rs.5,000 each, unless otherwise stated)

Name of instrument	Note	As at 01 July 2020	Purchased / acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investment	Percentage of net assets
		----- (Number of certificates) -----				----- (Rupees in '000) -----			----- % -----	
Non- performing										
Security Leasing Corporation Limited - Sukuk (19-09-07) – II	5.2.1	10,000	-	-	10,000	-	-	-	-	-
Cable and electronics goods										
New Allied Electronics Industries Limited-I*	5.2.1	192,000	-	-	192,000	-	-	-	-	-
New Allied Electronics Industries Limited-II	5.2.1	10,000	-	-	10,000	-	-	-	-	-
Chemical										
Agritech Limited	5.2.1	16,600	-	-	16,600	-	-	-	-	-
Agritech Limited (zero rate coupon)	5.2.1	2,411	-	-	2,411	-	-	-	-	-
						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

* Face value of each certificate is Rs.312.5.

5.2.1 For details refer annual financial statements of the Fund for the year ended 30 June 2020.

5.1.2 Significant terms and conditions of performing debt securities held as at 30 September 2020 are as follows:

Name	AIAIF					
	Issue Date	Remaining Principal (Rupees in '000)	Mark-up rate per annum	Maturity	Secured / unsecured	Rating
Commercial Banks						
Meezan Bank Limited	22-Sep-16	28,000	6 Month KIBOR + 0.50%	22-Sep-26	Secured	AA
Power generation and distribution						
K-Electric Limited	03-Aug-20	40,000	3 Month KIBOR + 1.70%	03-Aug-27	Secured	AA+
Food and Energy						
Dawood Hercules Corporation Limited	16-Nov-17	17,500	3 Month KIBOR + 1%	16-Nov-2022	Secured	AA

5.2.2

Name	Issue Date	AIAIP-I				
		Remaining Principal (Rupees in '000)	Mark-up rate per annum	Maturity	Secured / unsecured	Rating
Power generation and distribution						
K-Electric Limited	17-Jun-15	80,455	3 Month KIBOR + 1%	17-Jun-22	Secured	AA+
K-Electric Limited	03-Aug-20	150,000	3 Month KIBOR + 1.70%	03-Aug-27	Secured	AA+
Hub Power Company Limited	22-Aug-19	74,000	3 Month KIBOR + 1.90%	22-Aug-23	Secured	AA+
Hub Power Company Limited	19-Mar-20	50,000	1 Year KIBOR + 1.90%	19-Mar-24	Secured	AA+
Hub Power Company Limited	19-May-20	100,000	9.59%	19-Nov-20	Secured	AA+
Pharmaceuticals						
AGP Limited	09-Jun-17	49,210	3 Month KIBOR + 1.30%	09-Jun-22	Secured	A+
Commercial Banks						
Meezan Bank Limited	22-Sep-16	204,000	6 Month KIBOR + 0.50%	22-Sep-26	Secured	AA
Dubai Islamic Bank Pakistan Limited	14-Jul-17	282,000	6 Month KIBOR + 0.50%	14-Jul-27	Secured	AA-
Chemical						
Engro Polymer & Chemicals Limited	11-Jan-19	103,000	3 Month KIBOR + 0.90%	11-Jul-26	Secured	AA

AIAIP-I

Name of instrument	Note	As at 01 July 2020	Purchased / acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investment	Percentage of net assets
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5.2

----- (Number of certificates) -----

----- (Rupees in '000) -----

----- % -----

Quoted**Power generation and distribution**

K-Electric Limited (17-Jun-15)	45,974	-	-	45,974	81,496	81,476	93,097	4.75%	3.72%
K-Electric Limited (03-Aug-20)	-	30,000	-	30,000	153,800	153,820	-	8.98%	7.03%
Hub Power Company Limited (19-Mar-20)	-	500	-	500	51,381	51,500	-	3.01%	2.35%
Hub Power Company Limited (19-May-20)	-	1,000	-	1,000	100,450	100,000	-	5.84%	4.57%
Hub Power Company Limited (22-Aug-20)	740	-	-	740	75,135	75,795	75,587	4.42%	3.46%
	46,714	31,500	-	78,214	462,262	462,591	168,684	26.99%	21.14%

Pharmaceuticals

AGP Limited	1,406	-	-	1,406	49,709	49,619	56,322	2.90%	2.27%
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Commercial Banks

Meezan Bank Limited	204	-	-	204	207,733	209,600	209,100	12.23%	9.58%
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Chemical

Engro Polymer & Chemicals Limited	1,030	-	-	1,030	104,765	104,830	104,594	6.12%	4.79%
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824,469	826,640	538,700	48.24%	37.77%
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5.4

Unquoted**Commercial Banks**

Dubai Islamic Bank Pakistan Limited	204	78	-	282	287,541	289,106	209,352	16.87%	13.21%
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287,541	289,106	209,352	16.87%	13.21%
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5.3 Investment in Government Securities - Ijarah Sukuk - At fair value through other comprehensive income

Issue Date	Tenor	As at 01 July 2020	Purchased / acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investment	Percentage of net assets
----- (Rupees in '000) -----						----- (Rupees in '000) -----		----- (%) -----		
29-Jul-20	5 Years	-	500,000	-	500,000	500,000	498,100		29.06%	22.76%
29-Jul-20	5 Years	-	100,000	-	100,000	99,672	99,930		5.83%	4.57%
29-May-20	5 Years	500,000	-	500,000	-	<u>599,672</u>	<u>598,030</u>	501,350	<u>34.90%</u>	<u>27.32%</u>

5.3.1 These carry markup at the rate of 8.37% to 6.266 % per annum receivable semi-annually in arrears, maturing in July 2025.

6. ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the quarter, prior to receiving tax exemption certificate(s) from CIR various withholding agents have deducted advance tax under section 150 A / 151 of ITO 2001. The management is confident that the same shall be refunded after filing Income Tax Return for Tax year 2020.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

The Management Company has charged remuneration at the rate of 1.5% and 0.15% per annum of average daily net assets of AIAIF and AIAIP respectively.

8. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

During the period ended September 30, 2020, management fee was charged at the rate of 0.02% (September 30, 2019: 0.02%). The remuneration is paid to the Management Company on monthly basis in arrears.

8.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

9. ACCRUED EXPENSE AND OTHER PAYABLES

9.1. Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 9.511 million (June 30, 2020: Rs. 9.511 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 9.511 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 2.2650 (June 30, 2020: Rs. 2.2628).

9.2. Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 4.547 million (June 30, 2020: Rs. 3.602 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value of AIAIF and AIAIP-I per unit would have been higher by Rs.0.8154 and Rs 0.0526 respectively (June 30, 2020: Rs.0.7847 and Rs 0.0210).

10. CONTINGENCIES AND COMMITMENTS

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

11. TOTAL EXPENSE RATIO

On June 20, 2019, SECP has made certain amendments in Non-Banking Finance Companies and Notified Entities Regulations, 2008. As per said amendment capping of expense ratio of the Fund has now been increased from 2% to 2.5%

	2020	
	AIAIF	AIAIP-I
Total expense ratio	2.35%	0.48%
Government levy, SWWF and SECP fee	0.35%	0.23%

13. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

14. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

Details of transactions with related parties / connected persons during the period and balances held with them at the quarter ended September 30, 2020 are as follows:

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
-----Transaction during the quarter ended September 2020-----						
----- (Rupees in '000) -----						
AIAIF						
Transactions during the quarter						
Profit on PLS saving accounts	-	569	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued	-	-	-	-	3	-
Units redeemed	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-
CDS charges	-	-	20	-	-	-
Allocated expenses	109	-	-	-	-	-
Remuneration **	1,855	-	93	-	-	-
Shariah advisory fee	58	-	-	-	-	-
Listing Fee expense	-	7	-	-	-	-
-----Transaction during the quarter ended September 2019-----						
----- (Rupees in '000) -----						
AIAIF						
Transactions during the quarter						
Profit on PLS saving accounts	-	2,743	-	-	-	-
Bank charges	-	14	-	-	-	-
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	1,800	-
Dividend paid	-	-	-	-	-	-
CDS charges	-	-	3	-	-	-
Allocated expenses	108	-	-	-	-	-
Remuneration **	1,832	-	92	-	-	-
Shariah advisory fee	87	-	-	-	-	-
Listing Fee expense	-	7	-	-	-	-
-----Transaction during the quarter ended September 2020-----						
----- (Rupees in '000) -----						
AIAIP-I						
Transactions during the quarter						
Profit on PLS saving accounts	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued	-	-	-	-	-	2,009,032
Units redeemed	-	-	-	-	-	1,428,397
Dividend paid	-	-	-	-	-	-
CDS charges	-	-	-	-	-	-
Allocated expenses	-	-	-	-	-	-
Remuneration **	761	-	380	-	-	-
Shariah advisory fee	-	-	-	-	-	-
Listing Fee expense	-	-	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
As at September 30, 2020 (Unaudited)						
----- (Rupees in '000) -----						
AIAIF						
Balances held						
Units held (units in '000)	-	-	-	-	37	-
Units held (Rupees in '000)	-	-	-	-	3,744	-
Bank balances*	-	35,014	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable*	604	-	31	-	-	-
Sales load and other payables	136	185	-	-	-	-
Allocated expense payable to the management company	72	-	-	-	-	-
Shariah advisory fee payable	406	-	-	-	-	-
Conversion Charges payable	114	-	-	-	-	-
Others	60	-	-	-	-	-
Listing Fee Payable	-	28	-	-	-	-
Profit receivable	-	235	-	-	-	-

* These carry profit rate at the rate of 6% per annum.

** This balance is inclusive of Sindh Sales Tax.

	As at June 30, 2020 (Audited)					
	----- (Rupees in '000) -----					
AIAIF						
Balances held						
Units held (in units '000)	-	-	-	-	37	-
Units held (in rupees '000)	-	-	-	-	3,686	-
Bank balances*	-	7,568	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable *	676	-	34	-	-	-
Sales load and other payables	420	154	-	-	-	-
Conversion Charges Payable	111	-	-	-	-	-
Shariah fee	348	-	-	-	-	-
Others	60	-	-	-	-	-
Payable against allocated expenses	81	-	-	-	-	-
Listing Fee Payable	-	-	-	-	-	-
Profit receivable	-	466	-	-	-	-

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons /
As at September 30, 2020 (Unaudited)						
(Rupees in '000)						
AIAIP-I						
Units held (Rupees in '000)						
Units held (in units '000)	-	-	-	-	-	19,662
Units held (in rupees '000)	-	-	-	-	-	2,001,072
Bank balances*	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Remuneration payable *	299	-	150	-	-	-
Sales load and other payables	-	-	-	-	-	-
Conversion Charges Payable	-	-	-	-	-	-
Shariah fee	-	-	-	-	-	-
Others	10	-	-	-	-	-
Payable against allocated expenses	-	-	-	-	-	-

	As at June 30, 2020 (Audited)					
	(Rupees in '000)					
AIAIP-I						
Balances held						
Units held (in units '000)	-	-	-	-	-	14,252
Units held (in rupees '000)	-	-	-	-	-	1,429,348
Bank balances*	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Remuneration payable *	151	-	84	-	-	-
Sales load and other payables	-	-	-	-	-	-
Conversion Charges Payable	-	-	-	-	-	-
Shariah fee	-	-	-	-	-	-
Others	10	-	-	-	-	-
Payable against allocated expenses	-	-	-	-	-	-

*This balance is inclusive of Sindh Sales Tax.

16. GENERAL

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

16.1 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.2 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.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **October 29, 2020** by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AIAAF

Al-Ameen Islamic Asset Allocation Fund

INVESTMENT OBJECTIVE

The investment objective of the Fund is to earn competitive riba free return by investing in various shariah compliant asset classes/instruments based on the market outlook.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	KPMG Taseer Hadi and Co., Chartered Accountants
Bankers	Allied Bank Limited - Islamic Banking Bank Alfalah Limited BankIslami Pakistan Limited Dubai Islamic Bank Limited Faysal Bank Limited - Islamic Banking Habib Bank Limited - Islamic Banking Habib Metropolitan Bank Limited - Islamic Banking MCB Bank Limited Meezan Bank Limited National Bank Limited Soneri Bank Limited - Islamic Banking United Bank Limited - Islamic Banking
Management Co. Rating	AM1 (VIS)

**AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

		(Un-audited) September 30, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020 -----
ASSETS			
Bank balances	4	1,361,533	950,825
Investments	5	911,212	818,516
Dividend and profit receivable		14,990	10,029
Advance tax	6	1,994	1,994
Receivable against sale of investments		692	-
Deposits and other receivables		7,381	193,276
Total assets		2,297,802	1,974,640
LIABILITIES			
Payable to the Management Company	7	11,268	9,138
Payable to the Trustee		294	271
Annual fee payable to the Securities and Exchange Commission of Pakistan		103	509
Accrued expenses and other liabilities	9	78,892	87,511
Total liabilities		90,557	97,429
NET ASSETS		2,207,245	1,877,211
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,207,245	1,877,211
CONTINGENCIES AND COMMITMENTS	10		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		18,107,211	16,504,777
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		121.8987	113.7374

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

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Note	Quarter Ended	
		September 30, 2020	September 30, 2019
		----- (Rupees in '000) -----	
INCOME			
Financial Income		19,763	57,535
Unrealized gain/ (loss) on revaluation of investments classified as: - fair value through profit or loss'		94,803	(96,329)
Dividend income		8,708	14,972
Gain/ (loss) on sale of investments classified as: - at fair value through profit or loss'		32,662	(17,791)
Provision against non-performing debt securities	5.2.1	-	(11,434)
Reversal of provision against non-performing debt securities	5.2.1	-	3,125
Other income		-	5
Total income/ (loss)		155,936	(49,917)
EXPENSES			
Remuneration of the Management Company		10,340	15,685
Sales tax on management fee		1,344	2,039
Allocated expenses	8	517	784
Selling and marketing expenses	8	3,205	3,137
Remuneration of the Trustee		769	1,036
Sales tax on remuneration of the Trustee		100	135
Annual fee to Securities Exchange Commission of Pakistan		103	157
Amortization of preliminary expenses and floatation costs		-	-
Brokerage expenses		600	401
Auditors' remuneration		138	125
Custody and settlement charges		167	169
Charity		-	354
Shariah advisory fee		29	88
Legal and other professional charges		47	41
Bank charges and other expenses		9	47
Total expenses		17,368	24,198
Provision for Sindh Workers' Welfare Fund (SWWF)	9.1	(2,721)	-
Net income / (loss) for the quarter before taxation		135,847	(74,115)
Taxation	11	-	-
Net income/ (loss) for the quarter after taxation		135,847	(74,115)
Allocation of net income / (loss) for the quarter:			
Net income for the quarter after taxation		135,847	-
Income already paid on units redeemed		(17,204)	-
		118,643	-
Accounting income available for distribution:			
- Relating to capital gains		110,746	-
- Excluding capital gains		7,897	-
		118,643	-
Earning per unit	12		

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

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	<u>Quarter Ended</u>	
	<u>September 30, 2020</u>	<u>September 30, 2019</u>
	----- (Rupees in '000) -----	
Net income/ (loss) for the quarter before taxation	135,847	(74,115)
Other comprehensive income:		
Items that may be reclassified subsequently to income statement		
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income/ (loss) for the quarter	<u><u>135,847</u></u>	<u><u>(74,115)</u></u>

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

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended							
	September 30, 2020				September 30, 2019			
	Capital value	Undistributed income / (loss)	Unrealised appreciation / (diminution) measurement of investments classified at fair value through OCI' - net	Total	Capital value	Undistributed income	Unrealised (diminution) / appreciation on re-measurement of investments classified as 'available for sale' - net	Total
----- (Rupees in '000) -----								
Net assets at beginning of the quarter	1,524,454	352,757	-	1,877,211	3,346,422	252,715	-	3,599,137
Issuance of 4,892,016 units (30 September 2019: 1,617,947) units								
Capital value	556,405	-	-	556,405	184,021	-	-	184,021
Element of income during the quarter: - Relating to net income for the quarter after taxation	37,193	-	-	37,193	(8,107)	-	-	(8,107)
Total proceeds on issuance of units	593,599	-	-	593,598	175,914	-	-	175,914
Redemption of 3,289,582 units (30 September 2019: 7,980,532) units								
Capital value	(374,149)	-	-	(374,149)	(907,685)	-	-	(907,685)
Element of loss during the quarter: - Relating to net loss after taxation	(8,058)	(17,204)	-	(25,262)	35,904	-	-	35,904
Total payments on redemption of units	(399,411)	(17,204)	-	(399,411)	(871,781)	-	-	(871,781)
Total comprehensive income / (loss) for the quarter	-	135,847	-	135,847	-	(74,115)	-	(74,115)
Amount transferred to retained earnings	-	-	-	-	-	-	-	-
Distribution during the quarter	-	-	-	-	-	-	-	-
Net assets at end of the quarter	1,718,642	471,400	-	2,207,245	2,650,555	178,600	-	2,829,155
Undistributed income brought forward:								
- Realised income	317,392	-	-	317,392	607,786	-	-	607,786
- Unrealised income	35,365	-	-	35,365	(355,071)	-	-	(355,071)
	352,757	-	-	352,757	252,715	-	-	252,715
Accounting income available for distribution:								
- Relating to capital gains	110,746	-	-	110,746	-	-	-	-
- Excluding capital gains	7,897	-	-	7,897	-	-	-	-
	118,643	-	-	118,643	-	-	-	-
Net loss comprehensive loss for the quarter	-	-	-	-	-	-	-	-
Transferred to retained earnings	-	-	-	-	(74,115)	-	-	(74,115)
Distribution during the quarter	-	-	-	-	-	-	-	-
Undistributed income carried forward	471,400	-	-	471,400	178,600	-	-	178,600
Undistributed income carried forward								
- Realised income	376,597	-	-	376,597	274,929	-	-	274,929
- Unrealised income	94,803	-	-	94,803	(96,329)	-	-	(96,329)
	471,400	-	-	471,400	178,600	-	-	178,600
----- (Rupees) -----								
Net assets value per unit at beginning of the quarter	<u>113.7374</u>				<u>113.7374</u>			
Net assets value per unit at end of the quarter	<u>121.8987</u>				<u>110.1911</u>			

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

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended	
	September 30, 2020	September 30, 2019
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income/ (loss) for the quarter before taxation	135,847	(74,115)
Adjustments for:		
Financial Income	(19,763)	(57,535)
Profit on investments	-	-
Unrealized gain/ (loss) on revaluation of investments classified as:		
- at fair value through profit or loss'	(94,803)	96,329
Gain / (loss) on sale of investments classified as:		
- at fair value through profit or loss'	(32,662)	17,791
Dividend income	(8,708)	(14,972)
Provision against non-performing debt securities	-	11,434
Reversal of provision against non-performing debt securities	-	(3,125)
Amortization of preliminary expenses and floatation costs	-	-
Provision for Sindh Workers' Welfare Fund (SWWF)	2,721	-
	<u>(153,215)</u>	<u>49,922</u>
Net cash used in operations before working capital changes	(17,368)	(24,193)
Decrease / (increase) in assets		
Investments	34,769	(535,394)
Receivable against sale of investments	(692)	(13,950)
Deposits and other receivables	185,895	190,611
	<u>219,972</u>	<u>(358,733)</u>
(Decrease) / increase in liabilities		
Payable to the Management Company	2,130	7,271
Payable to the Trustee	23	91
Annual fee payable to the Securities Exchange Commission of Pakistan	(406)	(352)
Accrued expenses and other liabilities	(11,340)	(53,316)
	<u>(9,593)</u>	<u>(46,306)</u>
Profit and dividend received	23,510	50,004
Reversal of provision	-	3,125
Withholding tax paid	-	-
Net cash generated from/ (used in) operating activities	216,521	(376,103)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipt from issuance of units	593,598	175,914
Net payment against redemption of units	(399,411)	(871,781)
Net cash generated from/ (used in) financing activities	194,187	(695,867)
Net increase/ (decrease) in cash and cash equivalents during the quarter	410,708	(1,071,970)
Cash and cash equivalents at beginning of the quarter	950,825	950,825
Cash and cash equivalents at end of the quarter	<u>1,361,533</u>	<u>(121,145)</u>
Cash and cash equivalents		
Bank balances	1,361,533	1,600,781
Term deposit musharika (TDM)	-	-
	<u>1,361,533</u>	<u>1,600,781</u>

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

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Ameen Islamic Asset Allocation Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 25, 2013 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 30, 2013 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from December 10, 2013.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The objective of the Fund is to earn competitive riba free return by investing in various shariah compliant asset classes based on the market outlook. Under circular 07 dated March 06, 2009 issued by the SECP, the Fund has been categorized by the Management Company as an Islamic Asset Allocation Fund.
- 1.5 VIS Credit Rating Company has reaffirmed management quality rating of AM1 on December 31, 2019.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	(Un-audited) September 30, 2020	(Audited) June 30, 2020
Note	----- (Rupees in '000) -----	
4 BANK BALANCES		
Profit & loss saving accounts	4.1 1,298,774	911,715
Current accounts	<u>62,759</u>	<u>39,110</u>
	<u><u>1,361,533</u></u>	<u><u>950,825</u></u>

4.1 Profit rate on profit & loss savings accounts ranges between 6% to 6.50% per annum (30 June 2020: 7% to 12.75%)

5 INVESTMENTS

Investments by Category

At fair value through profit or loss

- Equity securities - listed	5.1 852,740	735,050
- Sukuk certificates	5.2 87,079	87,806
Less: Provision against non-performing assets	(31,015)	(31,015)
	56,064	56,791
- GOP Ijara Sukuk	5.3 <u>2,408</u>	<u>26,675</u>
	<u><u>911,212</u></u>	<u><u>818,516</u></u>

5.1 Equity securities classified as 'at fair value through profit or loss

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

Name of Investee Company	Note	Number of shares				Balance as at September 30, 2020			Market value as a % of net assets	Market value as a % of total investments	Par value as percentage of total paid up capital of the investee company	
		As at July 01, 2020	Purchased during the quarter	Sold during the quarter	Bonus / right	As at September 30, 2020	Carrying value	Market value				Unrealised (loss) / gain
----- (Rupees in '000) -----												
Cement												
Kohat Cement Company Limited		262,696	77,500	35,900	-	304,296	44,385	51,956	7,571	2.35%	5.70%	0.15%
Lucky Cement Company Limited		80,850	28,100	12,400	-	96,550	46,355	62,475	16,120	2.83%	6.86%	0.03%
							90,740	114,431	23,691	5.18%	12.56%	0.18%
Oil and gas exploration companies												
Mari Petroleum Company Limited		72,026	4,000	8,420	-	67,606	84,348	92,588	8,240	4.19%	10.16%	0.05%
Oil & Gas Development Company Limited		692,277	91,000	144,200	-	639,077	69,432	66,208	(3,224)	3.00%	7.27%	0.01%
Pakistan Oilfields Limited	5.1.2	90,420	5,000	28,400	-	67,020	23,866	28,238	4,372	1.28%	3.10%	0.02%
Pakistan Petroleum Limited		479,210	198,260	79,500	-	597,970	54,089	55,049	960	2.49%	6.04%	0.02%
							231,735	242,083	10,348	10.96%	26.57%	0.10%
Oil and gas marketing companies												
Pakistan State Oil Company Limited		109,320	-	106,400	-	2,920	462	585	123	0.03%	0.06%	0.00%
							462	585	123	0.03%	0.06%	0.00%
Fertilizer												
Engro Corporation		286,470	27,500	52,540	-	261,430	76,881	78,698	1,817	3.57%	8.64%	0.05%
Engro Fertilizer Limited		542,169	225,000	73,000	-	694,169	41,960	42,219	259	1.91%	4.63%	0.05%
Fauji Fertilizer Company Limited		129,489	311,206	28,400	-	412,295	45,306	44,524	(782)	2.02%	4.89%	0.03%
							164,147	165,441	1,294	7.50%	18.16%	0.13%
Chemicals												
Engro Polymer & Chemicals Limited		522,890	136,000	80,000	-	578,890	16,244	23,306	7,062	1.06%	2.56%	0.06%
ICI Pakistan Limited		10,200	-	-	-	10,200	7,086	7,381	295	0.33%	0.81%	0.01%
							23,330	30,687	7,357	1.39%	3.37%	0.07%
Miscellaneous												
Shifa International Hospitals Limited		-	30,000	-	-	30,000	7,890	6,683	(1,207)	0.30%	0.73%	0.05%
Synthetic Products Enterprises Limited		-	92,500	-	-	92,500	4,507	4,122	(385)	0.19%	0.45%	0.10%
							12,397	10,805	(1,592)	0.49%	1.18%	0.15%
Cable and electrical goods												
Pak Elektron Limited		700	-	700	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Pharmaceuticals												
GlaxoSmithKline Consumer Healthcare		10,000	-	10,000	-	-	-	-	-	0.00%	0.00%	0.00%
Highnoon Laboratories Limited	5.1.1	218	-	200	-	18	9	11	2	0.00%	0.00%	0.00%
The Searle Company Limited	5.1.1	72,744	24,100	10,400	-	86,444	18,743	22,156	3,413	1.00%	2.43%	0.04%
							18,752	22,167	3,415	1.00%	2.43%	0.04%
Automobile parts and accessories												
Thal Limited *		66,278	-	6,500	-	59,778	19,424	25,126	5,702	1.14%	2.76%	0.07%
							19,424	25,126	5,702	1.14%	2.76%	0.07%

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

Name of Investee Company	Note	Number of shares				Balance as at September 30, 2020			Market value as a % of net assets	Market value as a % of total investments	Par Value as percentage of total paid up capital of the investee company	
		As at July 01, 2020	Purchased during the quarter	Sold during the quarter	Bonus / right	As at September 30, 2020	Carrying value	Market value				Unrealised (loss) / gain
----- (Rupees in '000) -----												
Engineering												
International Industries Limited		20,250	-	20,250	-	-	-	-	0.00%	0.00%	0.00%	
Vanaspati & Allied Industries												
Unity Foods Limited		-	365,010	120,000	268,807	513,817	6,035	8,555	2,520	0.39%	0.94%	0.05%
Food & Personal Care Products												
Al Shaheer Corporation Limited		483,157	-	483,157	-	-	-	-	-	0.00%	0.00%	0.00%
Shezan International Limited		1,100	-	1,100	-	-	-	-	-	0.00%	0.00%	0.00%
Commercial Banks												
Meezan Bank Limited		471,237	-	92,000	40,123	419,360	26,248	34,476	8,228	1.56%	3.78%	0.03%
Textile Composite												
Interloop Limited		-	160,000	-	-	160,000	9,810	10,728	918	0.49%	1.18%	0.02%
Kohinoor Textile Mills Limited		585,000	280,500	50,500	-	815,000	34,199	44,100	9,901	2.00%	4.84%	0.27%
Nishat Mills Limited		315,700	20,000	48,000	-	287,700	22,963	29,078	6,115	1.32%	3.19%	0.08%
Power generation and distribution												
Lalpir Power Limited		1,061,500	-	100,000	-	961,500	11,221	12,634	1,413	0.57%	1.39%	0.25%
Pakgen Power Limited		1,004,723	-	50,000	-	954,723	11,466	17,185	5,719	0.78%	1.89%	0.09%
Saif Power Limited		810,195	-	-	-	810,195	13,020	13,644	624	0.62%	1.50%	0.21%
The Hub Power Company Limited	5.1.2	783,641	113,000	277,500	-	619,141	46,171	48,578	2,407	2.20%	5.33%	0.05%
Paper and board												
Packages Limited		19,300	-	19,300	-	-	-	-	-	0.00%	0.00%	0.00%
Technology and communication												
Avanceon Limited	5.1.1	7,632	-	-	-	7,632	270	513	243	0.02%	0.06%	0.00%
Systems Limited		162,900	-	82,300	-	80,600	14,804	21,924	7,120	0.99%	2.41%	0.07%
TPL Trakker Limited		-	166,500	166,500	-	-	-	-	-	0.00%	0.00%	0.00%
Total as at September 30, 2020							757,194	852,740	95,546			
Total as at June 30, 2020							701,224	735,050	33,826			

* These have a face value of Rs.5 per share.

5.1.1 The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. An investee companies of the Fund, in pursuance of the aforesaid amendment, withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs. 1.71 (2020: Rs.1.21) million at year end. Such shares have not been deposited by the investee company in CDC account in Income Tax department. The Fund has included the shares withheld in its investments and recorded them at fair market value at year end. Furthermore, the Finance Act 2018 has brought an amendment in the Income Tax Ordinance 2001, whereby the 5% withholding tax on bonus shares has been withdrawn. Therefore, the bonus shares received during the quarter ended September 30, 2020, are not liable to withholding of Income Tax.

5.1.2 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margining:

	(Un-audited) September 30, 2020 ----- (Number of shares) -----	(Audited) June 30, 2020	(Un-audited) September 30, 2020 ----- (Rupees in '000) -----	(Audited) June 30, 2020
The Hub Power Company Limited	250,000	250,000	19,615	18,125
Pakistan Oilfields Limited	500	500	211	175
	250,500	250,500	19,826	18,300

5.2 Sukuk certificates classified as 'at fair value through profit or loss'
(certificates of Rs.5,000 each unless stated otherwise)

Name of instrument	Note	As at July 01, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Market value as at June 30, 2020	Market value as a % of total investments	Market value as a % of net assets
Chemical										
Ghani Gases Limited - listed Sukuk (02.02.17) - 6 years	5.2.1	750	-	90	660	33,018 (31,015)	33,016 (31,015)	33,016 (31,015)	3.62%	1.50%
Less: Provision						2,003	2,001	2,001		
Cement										
Javedan Corporation Limited Sukuk (04.10.2018) - 8 years		350	-	-	350	35,702	34,917	35,702	3.83%	1.58%
Inv. Banks / Inv. Cos. / Securities Cos.										
Dawood Hercules Corporation Limited - unlisted Sukuk (16.11.2017) - 5 years		270	-	-	270	19,088	19,146	19,088	2.10%	0.87%
						<u>56,793</u>	<u>56,064</u>	<u>56,791</u>		

(Un-audited) (Audited)
September 30, June 30,
2020 2020
----- (Rupees in '000) -----

5.2.1 Provision for impairment

Opening Balance
Provision during the quarter
Reversal of provision during the quarter
Closing Balance

31,015	-
-	40,015
-	(9,000)
<u>31,015</u>	<u>31,015</u>

5.2.1 Due to non-recoverability of these investments, During the quarter Fund has classified these as non-performing securities and recognized provision there against as per SECP vide circular 33 of 2012.

5.3

Name of instrument	Note	As at July 01, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Market value as at June 30, 2020	Market value as a % of total investments	Market value as a % of net assets
GOP Ijarah Sukuk - 5 years		275,000	-	250,000	25,000	2,425	2,408	26,675	0.26%	0.11%

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2% (September 30, 2019: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

8 ALLOCATED EXPENSES AND SELLING AND MARKETING EXPENSES

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

Furthermore Management Company has charged selling and marketing expense to the Fund as follows:

From July 1, 2020 through September 30, 2020	0.62% per annum of average daily net assets
--	---

9 ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 32.03 million (June 30, 2020: Rs. 29.31 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Rs. 1.77 (June 30, 2020: Rs. 1.78).

9.2 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 4.56 million (June 30, 2020: Rs. 4.56). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 4.56 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Re. 0.25 (June 30, 2020: Re. 0.28).

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

13 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 0.92% which includes 0.25% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

14 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / RELATED PARTIES

14.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

14.2 Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

14.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

14.5 Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended September 30, 2020 are as follows:

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----						
September 30, 2020						
Transactions during the quarter						
Profit on profit & loss savings accounts	-	12,910	-	-	-	-
Bank and other charges	-	2	-	-	-	-
Units issued	-	-	-	-	100	-
Units redeemed	-	-	-	-	101	-
Central Depository Service Expenses (CDS)	-	-	-	-	-	-
Remuneration *	11,684	-	869	-	-	-
Allocated expenses	517	-	-	-	-	-
Selling and marketing expenses	3,205	-	-	-	-	-
Shariah advisory fee	29	-	-	-	-	-
Listing fee	-	7	-	-	-	-

September 30, 2019						
Transactions during the quarter						
Profit on profit & loss savings accounts	-	33,082	-	-	-	-
Bank and other charges	-	27	-	-	-	-
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Central Depository Service Expenses (CDS)	-	-	12	-	-	-
Remuneration *	17,724	-	1,171	-	-	-
Allocated expenses	784	-	-	-	-	-
Selling and marketing expenses	3,137	-	-	-	-	-
Shariah advisory fee	88	-	-	-	-	-
Listing fee	-	7	-	-	-	-

* Remuneration for the quarter is inclusive of sales tax.

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Rupees in '000) -----						
September 30, 2020						
Balances held						
Units held (units in '000)	-	-	-	-	-	-
Units held (Rupees in '000)	-	-	-	-	-	-
Bank balances	-	1,133,268	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	3,971	-	294	-	-	-
Sales load and other payable	3,362	680	-	-	-	-
Selling and marketing expenses payable	3,205	-	-	-	-	-
Profit receivable	-	5,711	-	-	-	-
Allocated expenses payable	351	-	-	-	-	-
Shariah advisory fee payable	379	-	-	-	-	-
June 30, 2020						
Balances held						
Units held (units in '000)	-	-	-	-	-	-
Units held (Rupees in '000)	-	-	-	-	-	-
Bank balances	-	208,320	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	3,566	-	271	-	-	-
Sales load and other payable	1,851	340	-	-	-	-
Conversion Charges	90	-	-	-	-	-
Selling and marketing expenses payable	2,959	-	-	-	-	-
Profit receivable	-	2,326	-	-	-	-
Allocated expenses payable	322	-	-	-	-	-
Shariah advisory fee payable	350	-	-	-	-	-

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

		September 30, 2020					Fair value			
		Carrying amount			Other financial assets / liabilities	Total	Level 1	Level 2	Level 3	Total
Note	Fair value through profit or loss	Available-for-sale	Loans and receivables			(Rupees in '000)				
Financial assets measured at fair value										
5.1	852,740	-	-	-	852,740	852,740	-	-	-	852,740
5.2	87,079	-	-	-	87,079	-	87,079	-	-	87,079
	<u>939,819</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>939,819</u>	<u>852,740</u>	<u>87,079</u>	<u>-</u>	<u>-</u>	<u>939,819</u>
Financial assets not measured at fair value										
15.1	-	-	-	1,361,533	1,361,533	-	-	-	-	-
	-	-	-	14,990	14,990	-	-	-	-	-
	-	-	-	7,381	7,381	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,383,904</u>	<u>1,383,904</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value										
15.1	-	-	-	11,268	11,268	-	-	-	-	-
	-	-	-	294	294	-	-	-	-	-
	-	-	-	30,399	30,399	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,961</u>	<u>41,961</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

		June 30, 2020					Fair value			
		Carrying amount			Other financial assets / liabilities	Total	Level 1	Level 2	Level 3	Total
Note	Fair value through profit or loss	Available-for-sale	Loans and receivables			(Rupees in '000)				
Financial assets measured at fair value										
	735,050	-	-	-	735,050	735,050	-	-	-	735,050
	87,806	-	-	-	87,806	-	87,806	-	-	87,806
	<u>822,856</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>822,856</u>	<u>735,050</u>	<u>87,806</u>	<u>-</u>	<u>-</u>	<u>822,856</u>
Financial assets not measured at fair value										
	-	-	-	950,825	950,825	-	-	-	-	-
	-	-	-	10,029	10,029	-	-	-	-	-
	-	-	-	193,276	193,276	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,154,130</u>	<u>1,154,130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value										
	-	-	-	9,138	9,138	-	-	-	-	-
	-	-	-	271	271	-	-	-	-	-
	-	-	-	34,918	34,918	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,329</u>	<u>7,329</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,656</u>	<u>51,656</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

15.2 There were no transfers between various levels of fair value hierarchy during the period.

16 GENERAL

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

16.1 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

16.2 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.

17 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **October 29, 2020** by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

ASSF

Al-Ameen Shariah Stock Fund

INVESTMENT OBJECTIVE

ASSF is an open-end Equity Fund, investing primarily in Shariah compliant equities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	A.F. Ferguson & Co., Chartered Accountants
Bankers	Al-Baraka Islamic Banking Bank Alfalah Limited Dubai Islamic Bank Limited Habib Metropolitan Bank Limited Meezan Bank Limited United Bank Limited Bank Islami Pakistan Limited MCB Bank Limited National Bank of Pakistan Limited Allied Bank Limited
Management Co. Rating	AM 1 - VIS

**AL-AMEEN SHARIAH STOCK FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	418,187	470,602
Investments - net	5	7,811,679	5,654,694
Dividend and profit receivable		65,683	26,575
Security deposits and other receivables		3,957	2,600
Receivable against sale of investments		56,888	66,022
Advance tax	6	3,240	3,233
TOTAL ASSETS		8,359,634	6,223,726
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	7	59,658	49,782
Payable to Central Depository Company of Pakistan Limited - Trustee		858	663
Annual fee payable to Securities and Exchange Commission of Pakistan		369	1,155
Payable against purchase of investments		36,365	-
Accrued expenses and other liabilities	8	224,950	205,068
TOTAL LIABILITIES		322,200	256,668
NET ASSETS		8,037,434	5,967,058
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		8,037,434	5,967,058
CONTINGENCIES AND COMMITMENTS	14		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		57,588,973	49,906,442
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		139.57	119.5649
FACE VALUE PER UNIT		100	100

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN SHARIAH STOCK FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Note	Quarter Ended	
		September 30, 2020	September 30, 2019
------(Rupees in '000)-----			
INCOME			
Gain / (loss) on sale of investments - net		143,011	(49,456)
Financial income		6,248	8,529
Dividend income		58,793	54,078
Unrealised gain / (loss) on re-measurement of investments classified as 'at fair value through profit or loss' - net	5.1	904,274	(347,449)
Other income		-	35
Total income / (loss)		1,112,326	(334,263)
EXPENSES			
Remuneration of UBL Fund Managers Limited - Management Company	7	36,872	23,863
Sindh Sales Tax on remuneration of the Management Company		4,793	3,102
Allocated expenses	7.1	1,844	1,193
Selling and marketing expenses	7.1	37,425	4,773
Remuneration of Central Depository Company of Pakistan Limited - Trustee		2,362	1,633
Annual fee - Securities and Exchange Commission of Pakistan		369	239
Auditor's remuneration		162	162
Brokerage and settlement charges		5,588	1,501
Listing fee		7	7
Legal and professional charges		51	41
Charity expense		-	1,247
Shariah advisor fee		88	88
Bank and other charges		7	42
Total expenses		89,568	37,891
Net operating income / (loss) for the quarter		1,022,758	(372,154)
Provision for Sindh Workers' Welfare Fund	8.2	(20,074)	-
Net income / (loss) for the quarter before taxation		1,002,684	(372,154)
Taxation	9	-	-
Net income / (loss) for the quarter after taxation		1,002,684	(372,154)
Allocation of net income for the quarter			
- Net income for the period after taxation		1,002,684	-
- Income already paid on units redeemed		(147,583)	-
Net income for the quarter after taxation		855,101	-
Accounting income available for distribution			
- Relating to capital gains		855,101	-
- Excluding capital gains		-	-
		855,101	-
Earnings per unit	10		

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN SHARIAH STOCK FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended	
	September 30, 2020	September 30, 2019
Note	------(Rupees in '000)-----	
Net income / (loss) for the quarter after taxation	1,002,684	(372,154)
Other comprehensive income		
Items that may be reclassified subsequently to income statement		
Unrealised gain on re-measurement of investments classified as 'at Fair value through other comprehensive income'	-	160
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income for the quarter	1,002,684	(371,994)

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN SHARIAH STOCK FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter Ended						
	September 30, 2020			September 30, 2019			
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Unrealised gain / (loss) on re-measurement of investments classified as 'at fair value through other comprehensive income' - net	Total
	(Rs. in '000)						
Net assets at beginning of the quarter	4,804,546	1,162,512	5,967,058	4,498,864	877,844	-	5,376,708
Amount received on issuance of 26,826,172 units (2019: 4,040,529 units)							
- Capital value	3,207,469	-	3,207,469	442,478	-	-	442,478
- Element of income / (loss) - relating to net income / (loss) for the quarter after taxation	477,246	-	477,246	(35,395)	-	-	(35,395)
Total amount received on issuance of units	3,684,715	-	3,684,715	407,083	-	-	407,083
Amount paid on redemption of 19,143,641 units (2019: 7,683,544 units)							
- Capital value	(2,288,908)	-	(2,288,908)	(841,425)	-	-	(841,425)
- Element of income / (loss) - relating to net income / (loss) for the quarter after taxation	(180,532)	(147,583)	(328,115)	71,916	-	-	71,916
Total amount paid on redemption of units	(2,469,440)	(147,583)	(2,617,023)	(769,509)	-	-	(769,509)
Total comprehensive income for the quarter	-	1,002,684	1,002,684	-	(372,154)	160	(371,994)
Amount transferred to retained earnings	-	-	-	-	-	(160)	(160)
Distribution during the quarter NIL (2019: NIL)	-	-	-	-	-	-	-
Net assets at end of the quarter	6,019,821	2,017,613	8,037,434	4,136,438	505,690	-	4,642,128
Undistributed income brought forward comprising of:							
- Realised		934,253	934,253		2,093,625	-	2,093,625
- Unrealised		228,259	228,259		(1,215,781)	-	(1,215,781)
		1,162,512	1,162,512		877,844	-	877,844
Accounting income available for distribution							
- Related to capital gain	855,101	-	855,101	-	-	-	-
- Excluding capital gain	-	-	-	-	-	-	-
Net income / (loss) for the quarter after taxation	855,101	-	855,101	(372,154)	-	160	(371,994)
Distribution during the quarter NIL (2019: NIL)	-	-	-	-	-	-	-
Transferred to retained earning	-	-	-	-	-	(160)	(160)
Undistributed income carried forward - net	2,017,613	2,017,613	2,017,613	505,690	-	-	505,690
Undistributed income carried forward comprising of:							
- Realised		1,113,339	1,113,339		853,139	-	853,139
- Unrealised gain / (loss)		904,274	904,274		(347,449)	-	(347,449)
		2,017,613	2,017,613		505,690	-	505,690
						----- (Rupees) -----	
Net assets value per unit at the beginning of the quarter						119.56	109.51
Net assets value per unit at the end of the quarter						139.57	102.13

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN SHARIAH STOCK FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended	
	September 30, 2020	September 30, 2019
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the quarter before taxation	1,002,684	(372,154)
Adjustments for non-cash charges and other items:		
Dividend income	(58,793)	(54,078)
Financial income	(6,248)	(8,529)
(Gain) / loss on sale of investments - net	(143,011)	49,456
Provision for Sindh Workers' Welfare Fund	20,074	-
Unrealised (gain) / loss on re-measurement of investments classified as 'at fair value through profit or loss' - net	(904,274)	347,449
	(1,092,252)	334,298
Cash used in operations before working capital changes	(89,568)	(37,856)
Working capital changes		
(Increase) / decrease in assets		
Investments	(1,109,700)	213,038
Security deposits and other receivables	(1,357)	11,140
Receivable against sale of investments	9,134	-
Advance tax	(7)	-
	(1,101,930)	224,178
Increase / (decrease) in liabilities		
Payable to UBL Fund Managers Limited - Management Company	9,876	(2,559)
Payable to Central Depository Company of Pakistan Limited - Trustee	195	(99)
Annual fee payable to Securities and Exchange Commission of Pakistan	(786)	(6,307)
Payable against purchase of investments	36,365	-
Accrued expenses and other liabilities	(192)	1,312
	45,458	(7,653)
	(1,146,040)	178,669
Dividend income received	19,806	36,075
Financial income received	6,127	9,645
Net cash (used in) / generated from operating activities	(1,120,107)	224,389
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	3,684,715	407,083
Payments against redemption of units	(2,617,023)	(769,509)
Net cash generated from / (used in) financing activities	1,067,692	(362,426)
Net decrease in cash and cash equivalents	(52,415)	(138,037)
Cash and cash equivalents at the beginning of the quarter	470,602	420,587
Cash and cash equivalents at the end of the quarter	418,187	282,550

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN SHARIAH STOCK FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Shariah Stock Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on September 11, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 16, 2006 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from November 16, 2006.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund and is listed on the Pakistan Stock Exchange Limited. The units of the Fund are offered for public subscription on a continuous basis and are transferable and redeemable by surrendering them to the Fund at the option of the unit holders. The Fund has been categorised as a 'Shariah compliant equity fund' pursuant to the provisions contained in Circular 7 of 2009.

The investment objective of the fund is to achieve long term capital growth by investing primarily in shariah compliant equity securities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential. The Fund invests in securities approved by the Shariah Advisory Board.

The Management Company has been re-affirmed a quality rating of AM1 by VIS Credit Rating Company dated December 31, 2019.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984;

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	(Un-audited) September 30, 2020	(Audited) June 30, 2020
Note	-----Rupees in '000-----	

4. BANK BALANCES

In local currency:

- Profit and loss sharing accounts	4.1	327,238	388,150
- Current accounts		90,949	82,452
		418,187	470,602
		418,187	470,602

4.1 Profit rates on these profit and loss sharing accounts range between 2.31% to 6.25% (June 30, 2020: 2.31% to 7%) per annum.

	(Un-audited) September 30, 2019	(Audited) June 30, 2020
Note	-----Rupees in '000-----	

5. INVESTMENTS - NET

At fair value through profit or loss - equity securities	5.1	7,811,679	5,654,694
		7,811,679	5,654,694
		7,811,679	5,654,694

5.1 Equity securities - At fair value through profit or loss

(Ordinary Shares of Rs. 10 each unless indicated otherwise)

Name of Investee Company		As at July 1, 2020	Purchased / bonus received during the quarter	Sold during the quarter	As at September 30, 2020	Total carrying value as at September 30, 2020	Total market value as at September 30, 2020	Unrealised gain / (loss) as at September 30, 2020	Market value as a percentage of net assets	Market value as a percentage of total value of investment	Investment as a percentage of paid-up capital of investee company
Quoted investments	Note	Number of shares			Rupees in '000			%			
OIL AND GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	5.1.2	885,972	-	872,440	13,532	2,140	2,709	569	0.03	0.03	0.00
						2,140	2,709	569	0.03	0.03	
OIL AND GAS EXPLORATION COMPANIES											
Mari Petroleum Company Limited		495,340	154,000	5,260	644,080	813,312	882,080	68,768	10.97	11.29	0.48
Oil and Gas Development Company Limited		4,925,815	996,479	814,653	5,107,641	557,573	529,152	(28,421)	6.58	6.77	0.12
Pakistan Oilfields Limited		748,217	293,525	307,853	733,889	269,475	309,210	39,735	3.85	3.96	0.26
Pakistan Petroleum Limited		4,069,992	1,895,000	220,000	5,744,992	524,050	528,884	4,834	6.58	6.77	0.21
						2,164,410	2,249,326	84,916	27.98	28.79	
FERTILIZER											
Engro Corporation Limited		2,117,159	448,940	116,000	2,450,099	722,791	737,553	14,762	9.18	9.44	0.43
Engro Fertilizers Limited		4,140,828	1,441,929	150,000	5,432,757	331,267	330,420	(847)	4.11	4.23	0.41
Fauji Fertilizer Company Limited		1,336,133	2,066,922	462,278	2,940,777	321,514	317,575	(3,939)	3.95	4.07	0.23
						1,375,572	1,385,548	9,976	17.24	17.74	
CHEMICALS											
I.C.I Pakistan Limited		70,367	3,500	-	73,867	51,454	53,449	1,995	0.67	0.68	0.08
Engro Polymer and Chemicals Limited		4,293,472	1,808,000	261,500	5,839,972	166,558	235,117	68,559	2.93	3.01	0.64
Sitara Chemicals Industries		87,900	5,500	7,000	86,400	24,205	27,791	3,586	0.35	0.36	0.40
						242,217	316,357	74,140	3.95	4.05	
CEMENT											
Cherat Cement Company Limited		9,790	-	-	9,790	853	1,143	290	0.01	0.01	0.01
Kohat Cement Company Limited		2,052,681	884,600	100	2,937,181	431,987	501,494	69,507	6.24	6.42	1.46
Lucky Cement Limited	5.1.1	876,624	303,073	41,698	1,137,999	554,529	736,365	181,836	9.16	9.43	0.35
						987,369	1,239,002	251,633	15.41	15.86	
PAPER AND BOARD											
Century Paper and Board Mills Limited		1,263,562	-	612,000	651,562	46,632	72,473	25,841	0.90	0.93	0.44
Packages Limited		128,613	-	123,500	5,113	1,775	2,568	793	0.03	0.03	0.01
						48,407	75,041	26,634	0.93	0.96	
TEXTILE COMPOSITE											
Nishat Mills Limited		2,358,822	400,500	100,000	2,659,322	216,260	268,778	52,518	3.34	3.44	0.76
Interloop Limited		-	755,000	-	755,000	46,697	50,623	3,926	0.63	0.65	0.09
Kohinoor textile Mills Limited		4,380,100	2,204,000	6,000	6,578,100	262,029	355,941	93,912	4.43	4.56	2.20
						524,986	675,342	150,356	8.40	8.65	
COMMERCIAL BANKS											
Meezan Bank Limited		4,125,620	379,212	333,500	4,171,332	261,088	342,925	81,837	4.27	4.39	0.29
						261,088	342,925	81,837	4.27	4.39	
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited		6,149,361	1,563,607	1,147,500	6,565,468	494,229	515,127	20,898	6.41	6.59	0.51
K-Electric Limited (Face value of Rs. 3.5 per share)		620,673	-	-	620,673	1,868	2,613	745	0.03	0.03	0.00
Lalpir Power Limited		1,075,500	50,000	-	1,125,500	13,201	14,789	1,588	0.18	0.19	0.30
Pakgen Power Limited		4,550,138	196,500	200,000	4,546,638	55,738	81,840	26,102	1.02	1.05	1.22
Saif Power Limited		3,820,404	147,500	97,000	3,870,904	62,383	65,186	2,803	0.81	0.83	1.00
						627,419	679,555	52,136	8.45	8.69	

Continued

Name of Investee Company	As at July 1, 2019	Purchased / bonus received during the quarter	Sold during the quarter	As at September 30, 2019	Total carrying value as at September 30, 2019	Total market value as at September 30, 2019	Unrealised gain / (loss) as at September 30, 2019	Market value as a percentage of net assets	Market value as a percentage of total value of investment	Investment as a percentage of paid-up capital of investee company
Quoted investments	Note	Number of shares			Rupees in '000			%		
AUTOMOBILE PARTS AND ACCESSORIES										
Thal Limited (Face Value Rs. 5 per share)	433,272	115,300	-	548,572	187,391	230,581	43,190	2.87	2.95	0.68
					187,391	230,581	43,190	2.87	2.95	
FOOD AND PERSONAL CARE PRODUCTS										
Al Shaheer Corporation	2,452,513	500,000	2,870,000	82,513	955	1,581	626	0.02	0.02	0.04
					955	1,581	626	0.02	0.02	
PHARMACEUTICALS										
GlaxoSmithKline Consumer Healthcare	20,000	10,000	22,700	7,300	2,001	2,115	114	0.03	0.03	0.01
IBL HealthCare Limited	-	20,000	20,000	-	-	-	-	0.00	0.00	0.00
The Searle Company Limited	5.1.2	429,918	442,000	97,000	774,918	171,658	198,619	26,961	2.47	2.54
Highnoon Laboratories Limited		330	-	330	166	203	37	-	-	-
					173,825	200,937	27,112	2.50	2.57	
TECHNOLOGY AND COMMUNICATION										
Systems Limited	1,297,990	136,000	462,500	971,490	179,937	264,284	84,347	3.29	3.38	0.79
TPL Trakker Limited	-	566,000	566,000	-	-	-	-	0.00	0.00	0.00
					179,937	264,284	84,347	3.29	3.38	
VANASPATI AND ALLIED INDUSTRIES										
Unity Foods Limited	-	12,812,369	8,164,397	4,647,972	58,501	77,389	18,888	0.96	0.99	0.47
					58,501	77,389	18,888	0.96	0.99	
MISCELLANEOUS										
Synthetic Products Limited	750,760	232,000	-	982,760	41,456	43,792	2,336	0.54	0.56	1.11
Shifa International Hospitals Limited	-	122,600	-	122,600	31,732	27,310	(4,422)	0.34	0.35	0.20
					73,188	71,102	(2,086)	0.88	0.56	
Total September 30, 2019 (un-audited)					6,907,405	7,811,679	904,274			
Total June 30, 2020 (audited)					5,426,435	5,654,694	228,259			

5.1.1 The above equity securities include 0.24 million shares (June 30, 2020: 0.24 million shares) pledged with National Clearing Company of Pakistan Limited having market value of Rs. 154.413 million (June 30, 2020: Rs. 110.15 million) for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.

5.1.2 This includes gross bonus shares as per Fund's entitlement declared by the investee company. The Finance Act, 2014 had brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent was to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax was to be collected at source by the investee company which was to be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to mutual funds under clause 47 B and 99 of Second schedule of the Income Tax Ordinance, 2001. Consequently, the Honorable Sindh High Court granted stay order till the final outcome of the case. As of period end, 9,709 shares (June 30, 2020: 9,709) of PSO having a fair market value of Rs. 1.944 million (June 30, 2020: Rs. 1.536 million) and 59,600 shares (June 30, 2020: 59,600 shares) of Searl having a fair market value of Rs. 15.276 million (June 30, 2020: 11.874 million) are disputed. Such shares have not been deposited by the investee company in CDC account of the department of Income Tax. The Management Company is of the view that the decision will be in its favour and accordingly has recorded the bonus shares on gross basis. Through Finance Act, 2018, the

6 ADVANCE TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150 and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2% (June 30, 2020: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services. Furthermore Management Company has charged 2.03% of selling and marketing expense to the Fund.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 54.504 million (June 30, 2020: Rs. 54.504 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.2 to the annual audited financial statements for the year ended June 30, 2019. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs. 59.585 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 0.95 (June 30, 2020: Rs.1.09).

8.2 Provision for Sindh Workers' Welfare Fund (SWWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.3 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs.90.931 million (June 30, 2020: Rs 70.858). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Rs. 1.58 (June 30, 2020: Rs.1.42).

9 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

10 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

11 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.50% which includes 0.36% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

12 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

As at September 30, 2020 (Un-audited)			
Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
ASSETS			
Investment in securities - financial assets at fair value through profit or loss			
- Equity securities	7,811,679	-	-
	7,811,679	-	7,811,679

As at June 30, 2020 (Audited)			
Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
ASSETS			
Investment in securities - financial assets at fair value through profit or loss			
- Equity securities	5,654,694	-	-
	5,654,694	-	5,654,694

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

12.2 There were no transfers between various levels of fair value hierarchy during the quarter.

13 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

13.1 Transactions with the connected persons are in the normal course of business, at agreed / contracted rates.

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

13.3 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

13.4 Details of transactions with related parties / connected persons and balances held with them as at the quarter end are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties
Quarter ended September 30, 2020						
(Rupees in '000)						
Transactions during the quarter						
Profit on savings accounts	-	6,070	-	-	-	96
Bank charges	-	5	-	-	-	-
Value of units issued	-	-	-	-	3,543	28,369
Value of units redeemed	-	-	-	-	1,720	-
Investment purchased	-	-	-	-	-	1,009,305
Investment sale	-	-	-	-	-	412,193
Remuneration (including sales tax)	41,665	-	2,362	-	-	-
Shariah advisor fee	88	-	-	-	-	-
Allocated expenses	1,844	-	-	-	-	-
Selling and marketing expenses	37,425	-	-	-	-	-
CDS expense	-	-	-	-	-	-
As at September 30, 2020						
(Units in '000)						
Balances held						
Units held	-	-	-	-	198	22,321
(Rupees in '000)						
Value of units held	-	-	-	-	27,634	3,115,242
Bank balances	-	319,958	-	-	-	87,557
Deposits	-	-	100	-	-	-
Profit receivable	-	2,653	-	-	-	-
Remuneration payable (including sales tax)	15,300	-	858	-	-	-
Sales load payable	4,947	2,129	-	-	-	-
Allocated expenses payable	1,297	-	-	-	-	-
Shariah advisor fee payable	438	-	-	-	-	-
Selling and Marketing expenses payable	37,425	-	-	-	-	-
Conversion charges and other payable	251	-	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties
Quarter ended September 30, 2019						
(Rupees in '000)						
Transactions during the quarter						
Profit on savings accounts	-	8,113	-	-	-	-
Bank charges and other charges	-	37	-	-	-	-
Value of units issued	-	-	-	-	3	-
Value of units redeemed	-	-	-	-	300	-
Remuneration (including sales tax)	26,965	-	1,633	-	-	-
Shariah advisor fee	88	-	-	-	-	-
Allocated expenses	1,193	-	-	-	-	-
Selling and marketing expenses	4,773	-	-	-	-	-
CDS expense	-	-	31	-	-	-
As at June 30, 2020						
(Units in '000)						
Balances held						
Units held	-	-	-	-	186	22,321
(Rupees in '000)						
Value of units held	-	-	-	-	22,239	2,668,866
Bank balances	-	383,424	-	-	-	-
Deposits	-	-	100	-	-	-
Investments	-	-	-	-	-	-
Profit receivable	-	2,554	-	-	-	-
Remuneration payable	11,422	-	663	-	-	-
Sales load payable	7,502	1,160	-	-	-	-
Allocated expenses payable	1,036	-	-	-	-	-
Shariah Advisor fee payable	350	-	-	-	-	-
Selling and Marketing expenses payable	29,253	-	-	-	-	-
Other payable	219	-	-	-	-	-

* This represents parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company.

** These include transactions and balances in relation to the entities where common directorship and key executives exists as at the period end.

14 CONTINGENCIES AND COMMITMENTS

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

15. GENERAL

15.1 These Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

15.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16. DATE OF AUTHORISATION FOR ISSUE

16.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AIDEF

Al-Ameen Islamic Dedicated Equity Fund

INVESTMENT OBJECTIVE

The investment objective of the Fund is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah compliant Equities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Deloitte Yousuf Adil & Co., Chartered Accountants
Bankers	Bank Alfalah Limited Faysal Bank Limited Bank Islami Pakistan Limited Allied Bank Limited Habib Metropolitan Bank Limited National Bank of Pakistan United Bank Limited
Management Co. Rating	AM 1 (JCR-VIS)

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	------(Rs. in '000)-----	
ASSETS			
Bank balances	4	78,240	88,513
Investments - net	5	177,316	400,863
Dividend and profit receivable		1,533	1,271
Security deposits and other receivables		2,671	7,973
Advance tax	6	2,168	2,168
Preliminary expenses and floatation costs		58	114
TOTAL ASSETS		261,986	500,902
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	7	1,204	1,803
Payable to Central Depository Company of Pakistan Limited - Trustee		36	78
Annual fee payable to Securities and Exchange Commission of Pakistan		17	395
Accrued expenses and other liabilities	8	80,810	81,877
TOTAL LIABILITIES		82,067	84,153
NET ASSETS		179,919	416,749
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		179,919	416,749
CONTINGENCIES AND COMMITMENTS	14		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		1,452,723	3,986,581
		----- (Rupees) -----	
NET ASSET VALUE PER UNIT		123.85	104.54
FACE VALUE PER UNIT		100	100

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

		Quarter Ended	
		September 30, 2020	September 30, 2019
		------(Rs. in '000)-----	
INCOME	Note		
Gain / (loss) on sale of investments - net		46,233	(230,514)
Profit on bank deposits		746	3,194
Dividend income		1,476	24,051
Unrealised income / (loss) on re-measurement of investments classified as 'at fair value through profit or loss - net	5.1	23,673	(179,705)
Total income/ (loss)		72,128	(382,974)
EXPENSES			
Remuneration of UBL Fund Managers Limited - Management Company	7	1,720	15,879
Sindh Sales Tax on remuneration to the Management Company		224	2,064
Allocated expenses	7.1	85	794
Selling and marketing expenses	7.1	344	3,176
Shariah advisor fee		88	88
Remuneration of Central Depository Company of Pakistan Limited - Trustee		194	1,182
Annual fee - Securities and Exchange Commission of Pakistan		17	159
Listing fee		7	7
Auditor's remuneration		102	98
Brokerage and settlement charges		924	3,759
Legal and professional charges		51	41
Charity expense		-	563
Amortization of preliminary and floatation cost		55	55
Bank and other charges		1	6
Total expenses		3,812	27,871
Net operating income / (loss) for the quarter		68,316	(410,845)
Provision for Sindh Workers' Welfare Fund	8.2	(1,340)	-
Net income / (loss) for the quarter before taxation		66,976	(410,845)
Taxation	9	-	-
Net income / (loss) for the quarter after taxation		66,976	(410,845)
Allocation of net income for the quarter			
- Net Income for the quarter after taxation		66,976	-
- Income already paid on units redeemed		(43,105)	-
Net loss for the quarter available for distribution		23,871	-
Accounting income for the quarter available for distribution			
- Relating to capital gains		23,871	-
- Excluding capital gains		-	-
		23,871	-
Earnings per unit	10		

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	<u>Quarter Ended</u>	
	<u>September 30, 2020</u>	<u>September 30, 2019</u>
Note	------(Rs. in '000)-----	
Net income / (loss) for the quarter after taxation	66,976	(410,845)
Other comprehensive income		
Items that may be reclassified subsequently to income statement		
Items that will not be reclassified subsequently to income statement	-	-
Total comprehensive income / (loss) for the quarter	66,976	(410,845)

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

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Chief Financial Officer

SD

Director

AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter Ended					
	September 30, 2020			September 30, 2019		
	(Rs. in '000)					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
Net assets at beginning of the quarter	635,230	(218,481)	416,749	4,756,293	(99,234)	4,657,059
Amount received on issuance of 295,208 units (2019: 6,186,368 units)						
- Capital value	30,861	-	30,861	594,015	-	594,015
- Element of income / (loss)						
- relating to net loss for the quarter after taxation	4,324	-	4,324	(51,966)	-	(51,966)
Total amount received on issuance of units	35,185	-	35,185	542,049	-	542,049
Amount paid on redemption of 2,829,066 units (2019: 29,819,026 units)						
- Capital value	(295,751)	-	(295,751)	(2,863,223)	-	(2,863,223)
- Element of income / (loss)						
- relating to net loss for the quarter after taxation	(135)	(43,105)	(43,240)	291,596	-	291,596
Total amount paid on redemption of units	(295,886)	(43,105)	(338,991)	(2,571,627)	-	(2,571,627)
Total comprehensive income / (loss) for the quarter	-	66,976	66,976	-	(410,845)	(410,845)
Distribution during the quarter NIL (2019: NIL)	-	-	-	-	-	-
Net assets at end of the quarter	374,529	(194,610)	179,919	2,726,715	(510,079)	2,216,636
Undistributed income brought forward comprising of:						
- Realised		(237,295)	(237,295)		976,896	976,896
- Unrealised		18,814	18,814		(1,076,130)	(1,076,130)
		(218,481)	(218,481)		(99,234)	(99,234)
Accounting income available for distribution						
- Related to capital gain	23,871	23,871	23,871	-	-	-
- Excluding capital gain	-	-	-	-	-	-
	23,871	23,871	23,871	-	-	-
Net income / (loss) for the quarter after taxation	-	-	-	(410,845)	(410,845)	(410,845)
Distribution during the quarter NIL (2019: NIL)	-	-	-	-	-	-
Undistributed income carried forward - net	(194,610)	(194,610)	(194,610)	(510,079)	(510,079)	(510,079)
Undistributed income carried forward comprising of:						
- Realised	(218,283)	(218,283)	(218,283)	(330,374)	(330,374)	(330,374)
- Unrealised gain / (loss)	23,673	23,673	23,673	(179,705)	(179,705)	(179,705)
	(194,610)	(194,610)	(194,610)	(510,079)	(510,079)	(510,079)

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

Net assets value per unit at the beginning of the quarter 104.54 96.02
Net assets value per unit at the end of the quarter 123.85 89.14

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

	Quarter Ended	
	September 30, 2020	September 30, 2019
------(Rs. in '000)-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income / (loss) for the quarter before taxation	66,976	(410,845)
Adjustments for non-cash charges and other items:		
Dividend income	(1,476)	(24,051)
Profit on bank deposits	(746)	(3,194)
(Gain) / loss on sale of investments - net	(46,233)	230,514
Amortization of preliminary and floatation cost	55	55
Unrealised (gain) / loss on re-measurement of investments classified as financial assets at fair value through profit or loss - net	(23,673)	179,705
Provision for Sindh Workers' Welfare Fund (SWWF)	1,340	
	(70,733)	383,029
Cash used in operations before working capital changes	(3,757)	(27,816)
Working capital changes		
(Increase) / Decrease in assets		
Investments	293,453	2,003,223
Security deposits, advances and other receivables	5,302	7,003
	298,755	2,010,226
(Decrease) / increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(599)	(7,904)
Payable to Central Depository Company of Pakistan Limited - Trustee	(42)	(260)
Annual fee payable to Securities and Exchange Commission of Pakistan	(378)	(7,561)
Accrued expenses and other liabilities	(2,407)	1,630
	(3,426)	(14,095)
Dividend income received	849	15,075
Profit on bank deposits received	1,112	5,305
Net cash generated from operating activities	293,533	1,988,695
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipts from issuance of units	35,185	542,049
Net payments against redemption of units	(338,991)	(2,571,627)
Net cash used in financing activities	(303,806)	(2,029,578)
Net increase / (decrease) in cash and cash equivalents during the quarter	(10,273)	(40,883)
Cash and cash equivalents at the beginning of the quarter	88,513	292,902
Cash and cash equivalents at the end of the quarter	78,240	252,019

The annexed notes 1 to 16 form an integral part of these condensed interim financial information.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

1. LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Dedicated Equity Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 10, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 20, 2015 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from January 5, 2016.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund categorised as Shariah Compliant Equity Fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The investment objective of the Fund is to provide other 'Fund of Funds' schemes and Separately Managed Accounts (only managed by UBL Fund Managers) an avenue for investing in Shariah compliant Equities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering superior risk adjusted returns. The Fund invests in securities approved by the Shariah Advisory Board.

VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company as on December 31, 2019.

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance,

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT

- 3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.
- 3.2 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.
- 3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial
- 3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	------(Rs. in '000)-----	
4 BANK BALANCES			
In local currency:			
- Profit and loss sharing accounts	4.1	20,101	75,771
- Current account		58,139	12,742
		78,240	88,513
		78,240	88,513

- 4.1 Profit rate on these profit and loss sharing accounts range between 2.31% to 6.25% (June 2020: 2.31% to 7.25%) per annum.

		(Un-audited) September 30, 2020	(Audited) June 30, 2020
	Note	------(Rs. in '000)-----	
5 INVESTMENTS - NET			
At fair value through profit or loss			
- equity securities	5.1	177,316	400,863
		177,316	400,863
		177,316	400,863

5.1 Equity securities - At fair value through profit or loss

(Ordinary Shares of Rs. 10 each unless indicated otherwise)

Name of Investee Company	As at July 1, 2020	Purchased / bonus received during the quarter	Sold during the quarter	As at September 30, 2020	Total carrying value as at September 30, 2020	Total market value as at September 30, 2020	Unrealised gain (loss) as at September 30, 2020	Market value as a percentage of net assets	Market value as a percentage of total Investments	Investment as a percentage of paid-up capital of investee company
Quoted investments										
	Note	-----Number of shares-----			-----Rupees in '000-----			-----%-----		
OIL AND GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	5.1.2	59,296	2,600	(48,000)	13,896	2,219	2,782	563	1.55	1.57
					2,219	2,782	563	1.55	1.57	0.07
OIL AND GAS EXPLORATION COMPANIES										
Oil and Gas Development Company Limited		363,459	8,000	(271,400)	100,059	10,921	10,366	(555)	5.76	5.85
Pakistan Oilfields Limited		43,904	22,000	(39,900)	26,004	9,125	10,956	1,831	6.09	6.18
Pakistan Petroleum Limited		255,389	115,000	(228,000)	142,389	13,000	13,108	108	7.29	7.39
Mari Petroleum Company Limited		37,094	1,000	(25,800)	12,294	15,237	16,837	1,600	9.36	9.50
					48,283	51,267	2,984	28.50	28.92	
ENGINEERING										
International Industries Limited		40	-	-	40	4	6	2	0.00	0.00
					4	6	2	-	-	-
AUTOMOBILE ASSEMBLER										
Indus Motor Company Limited		-	3,750	(2,000)	1,750	2,319	2,240	(79)	1.25	1.26
					2,319	2,240	(79)	1.25	1.26	0.00
FERTILIZER										
Fauji Fertilizer Company Limited		91,700	27,000	(77,932)	40,768	4,483	4,403	(80)	2.45	2.48
Engro Corporation Limited		150,421	8,000	(107,041)	51,380	15,129	15,467	338	8.60	8.72
Falima Fertilizer Company Limited		70,000	-	(70,000)	-	-	-	-	0.00	0.00
Engro Fertilizers Limited		288,655	8,000	(240,550)	56,105	3,393	3,412	19	1.90	1.92
					23,005	23,282	277	12.95	13.12	
CHEMICALS										
I.C.I Pakistan Limited		3,160	500	(2,000)	1,660	1,174	1,201	27	0.67	0.68
Engro Polymer and Chemicals Limited		164,954	71,000	(154,000)	81,954	2,207	3,300	1,093	1.83	1.86
Sitara Chemicals Industries		13,646	-	(13,600)	46	13	15	2	0.01	0.01
					3,394	4,516	1,122	2.51	2.55	
CEMENT										
Cherat Cement Company Limited		354	-	-	354	31	41	10	0.02	0.02
Attock Cement (Pakistan) Limited		-	8,000	(4,000)	4,000	576	611	35	0.34	0.34
Kohat Cement Company Limited		141,450	11,500	(108,100)	44,850	6,385	7,658	1,273	4.26	4.32
Lucky Cement Limited		62,010	25,100	(57,700)	29,410	14,370	19,030	4,660	10.58	10.73
Maple Leaf Cement Factory Limited		29,500	203,000	(231,600)	900	28	32	4	0.02	0.02
					21,390	27,372	5,982	15.22	15.43	
PAPER AND BOARD										
Packages Limited		13,869	-	(12,800)	1,069	371	537	166	0.30	0.30
Century Paper and Board Mills Limited		140,499	3,500	(136,200)	7,799	561	868	307	0.48	0.49
					932	1,405	473	0.78	0.79	
VANASPATI AND ALLIED INDUSTRIES										
Unity Foods Limited		-	572,489	(430,242)	142,247	1,841	2,369	528	1.32	1.34
					1,841	2,369	528	1.32	1.34	8.54
AUTOMOBILE ACCESSORIES										
Thal Limited		31,466	3,400	(22,100)	12,766	4,248	5,366	1,118	2.98	3.03
					4,248	5,366	1,118	2.98	3.03	0.02
TEXTILE COMPOSITE										
Kohinoor Textile Mills Limited		410,731	45,500	(303,000)	153,231	5,552	8,291	2,739	4.61	4.68
Interloop Limited		-	143,500	(90,500)	53,000	2,739	3,554	815	1.98	2.00
Nishat Mills Limited		164,157	7,500	(125,400)	46,257	3,662	4,675	1,013	2.60	2.64
					11,953	16,520	4,567	9.19	9.32	0.46
FOOD AND PERSONAL CARE PRODUCTS										
Al-Shaheer Corporation		8,675	-	-	8,675	99	166	67	0.09	0.09
					99	166	67	0.09	0.09	0.45
POWER GENERATION AND DISTRIBUTION										
Saif Power Limited		216,637	-	(157,000)	59,637	958	1,004	46	0.56	0.57
The Hub Power Company Limited	5.1.1	385,730	-	(243,300)	142,430	10,326	11,175	849	6.21	6.30
K-Electric Limited (Face value of Rs. 3.5 per share)		7,830	-	-	7,830	23	33	10	0.02	0.02
Lalpur Power Limited		210,914	-	(137,000)	73,914	863	971	108	0.54	0.55
Pakgen Power Limited		296,172	9,000	(179,000)	126,172	1,521	2,271	750	1.26	1.28
					13,691	15,454	1,763	8.59	8.72	5.63
CABLE AND ELECTRICAL GOODS										
Waves Singer Pakistan Limited		-	80,000	-	80,000	2,385	2,094	(291)	1.16	1.18
Pak Elektron Limited		900	-	-	900	21	30	9	0.02	0.02
					2,406	2,124	(282)	1.18	1.20	3.06
TECHNOLOGY AND COMMUNICATION										
Systems Limited		87,740	2,500	(71,000)	19,240	3,546	5,234	1,688	2.91	2.95
TPL Tracker Limited		-	37,500	(37,500)	-	-	-	-	0.00	0.00
					3,546	5,234	1,688	2.91	2.95	0.00
COMMERCIAL BANKS										
Meezan Bank Limited		165,227	17,322	(102,000)	80,549	5,101	6,622	1,521	3.68	3.73
					5,101	6,622	1,521	3.68	3.73	0.98
PHARMACEUTICALS										
Highnoon Laboratories Limited		13,750	250	(10,000)	4,000	2,021	2,456	435	1.37	1.39
The Searle Company Limited	5.1.2	25,550	14,500	(23,000)	17,050	3,689	4,370	681	2.43	2.46
					5,710	6,826	1,116	3.80	3.85	0.01
MISCELLANEOUS										
Synthetic Products Enterprises Limited		156,000	85,500	(157,000)	84,500	3,502	3,765	263	2.09	2.12
					3,502	3,765	263	2.09	2.12	0.00
Total September 30, 2020 (un-audited)					153,643	177,316	23,673			
Total June 30, 2020 (audited)					382,049	400,863	18,814			

5.1.1 The above equity securities include 0.11 million (June 2020: 0.38 million) shares pledged with National Clearing Company of Pakistan Limited having a market value (in aggregate) amounting to Rs. 19.759 million (June 2020: Rs. 49.592 million) for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.

5.1.2 This includes gross bonus shares as per Fund's entitlement declared by the investee company. The Finance Act, 2014 had brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder were to be treated as income and a tax at the rate of 5 percent was to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax was to be collected at source by the investee company which was to be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to mutual funds under clause 47 B and 99 of Second schedule of the Income Tax Ordinance, 2001. Consequently, the Honorable Sindh High Court granted stay order till the final outcome of the case. As of year end, 13,558 shares (June 30, 2020: 13,558) of PSO having a fair market value of Rs. 2.71 million (June 30, 2020: Rs. 2.14 million) and 15,045 shares (June 30, 2020: 15,045 shares) of Searle having a fair market value of Rs. 3.86 million (June 30, 2020: 3 million) are disputed. Such shares have not been deposited by the investee company in CDC account of the department of Income Tax. The Management Company is of the view that the decision will be in its favour and accordingly has recorded the bonus shares on gross basis. Through Finance Act, 2018, the tax on bonus shares was withdrawn.

6 ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT) / 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150 and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2%(June 2020: 2%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

Management Company has charged allocated expense at the rate of 0.1% of the average annual net assets and selling and marketing expense at the rate of 0.1% of daily net assets, to the Fund.

8 ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for indirect taxes and duties

This includes provision for federal excise duty (FED) as at September 30, 2020 amounting to Rs. 10.650 million (June 30, 2020: Rs.10.650 million). There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Management Company has maintained full provision for FED aggregating to Rs.10.650 million till June 30, 2016. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 7.33 (June 30, 2020: Rs.2.67).

8.2 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 14.2 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2019 amounting to Rs. 65.477 million (June 30, 2020: Rs.64.137 million). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had the SWWF not been provided for, the net assets value per unit would have been higher by Rs. 45.07 (June 30, 2020: Rs. 16.09).

9 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

10 EARNINGS PER UNIT

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

11 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 1.51% as on September 30, 2020 and this includes 0.50% representing government levy, worker's welfare fund and SECP fee.

12 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

ASSETS	As at September 30, 2020 (un-audited)			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000-----			
Investment in securities - financial assets at fair value through profit or loss				
- Equity securities	177,316	-	-	177,316
- Letter of rights	-	-	-	-
	177,316	-	-	177,316

ASSETS	As at June 30, 2020 (audited)			
	Level 1	Level 2	Level 3	Total
	----- Rupees in '000-----			
Investment in securities - financial assets at fair value through profit or loss				
- Equity securities	400,863	-	-	400,863
	400,863	-	-	400,863

12.1 There were no transfers between various levels of fair value hierarchy during the period.

13 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

13.1 Transactions with the connected persons are in the normal course of business, at agreed / contracted rates.

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

13.3 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

13.4 Details of transactions with related parties / connected persons and balances held with them as at the quarter end are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties
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-----For the Quarter ended September 30, 2020 -----

Transaction during the quarter

----- (Rupees in '000) -----

Profit on savings accounts	-	743	-	-	-	-
Bank and other charges	-	-	-	-	-	-
Value of units issued	-	-	-	35,185	-	-
Value of units redeemed	-	-	-	45,451	-	-
Investment purchase	-	-	-	-	-	16,012
Investment sale	-	-	-	-	-	173,962
Remuneration (including Sindh Sales Tax)	1,944	-	194	-	-	-
Allocated expenses	85	-	-	-	-	-
Shariah Advisor fee	88	-	-	-	-	-
Selling and marketing expense	344	-	-	-	-	-

----- As at September 30, 2020 -----

----- (Units in '000) -----

Balances held

Units held	-	-	-	1,432	-	-
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----- (Rupees in '000) -----

Value of units held	-	-	-	177,353	-	-
Bank balances	-	19,915	-	-	-	57,910
Deposits	-	-	100	-	-	-
Remuneration payable	356	-	36	-	-	-
Profit receivable	-	765	-	-	-	-
Allocated expenses payable	49	-	-	-	-	-
Other payable	17	-	-	-	-	-
Shariah advisor fee payable	438	-	-	-	-	-
Selling and marketing expense	344	-	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties
-------------	--------------------	----------------------------------	---------	-------------------------------	--------------------------------	---

-----For the Quarter ended 30 September, 2019 -----
 ----- (Rupees in '000) -----

Transaction during the quarter

Profit on savings accounts	-	3,189	-	-	-	-
Bank and other charges	-	7	-	-	-	-
Value of units issued	-	-	-	541,642	-	-
Value of units redeemed	-	-	-	2,571,626	-	-
Remuneration (including Sindh Sales Tax)	17,943	-	1,182	-	-	-
Allocated expenses	794	-	-	-	-	-
Shariah Advisor fee	88	-	-	-	-	-
CDS expenses	-	-	95	-	-	-
Selling and marketing expense	3,176	-	-	-	-	-

----- As at 30 June, 2020 -----
 ----- (Units in '000) -----

Balances held

Units held	-	-	-	3,966	-	-
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----- (Rupees in '000) -----

Value of units held	-	-	-	414,604	-	-
Bank balances	-	76,719	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	777	-	78	-	-	-
Profit receivable	-	1,131	-	-	-	-
Allocated expenses payable	84	-	-	-	-	-
Shariah advisor fee payable	350	-	-	-	-	-
Selling and marketing expense	575	-	-	-	-	-
Other payable	17	-	-	-	-	-

* This represents parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company.

** These include transactions and balances in relation to the entities where common directorship and key executives exists as at the period end.

14 CONTINGENCIES AND COMMITMENTS

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

15 GENERAL

15.1 These Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

15.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16. DATE OF AUTHORISATION FOR ISSUE

16.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AIEF

AL AMEEN ISLAMIC ENERGY FUND

INVESTMENT OBJECTIVE

The "Al-Ameen Islamic Energy Fund" shall aim to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities belonging to the Energy Sectors.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	KPMG Taseer Hadi & Co, Chartered Accountants
Bankers	BankIslami Pakistan Limited United Bank Limited
Management Co.Rating	AM1 (VIS)

Al-Ameen Islamic Energy Fund
Condensed Interim Statement of Assets & Liabilities

As at 30 September 2020

	September 30, 2020 (Unaudited)	June 30, 2020 (Audited)
	----- (Rupees in '000) -----	
Assets		
Bank balances	4 6,578	15,538
Investments	5 240,469	219,972
Profits receivable	543	377
Deposits and other receivables	941	2,583
Preliminary expenses and floatation costs	889	889
Advance tax	6 144	144
Total assets	249,564	239,503
Liabilities		
Payable to the Management Company	7 4,694	4,805
Payable to Central Depository Company of Pakistan Limited - Trustee	49	44
Payable to Securities and Exchange Commission of Pakistan	12	20
Accrued expense and other payables	8 5,503	1,577
Total liabilities	10,258	6,446
Net assets	239,306	233,057
Unit holders' fund (as per the statement attached)	239,306	233,057
Contingencies and Commitments	9	
	(Number of units)	
Number of units in issue	2,721,000	2,898,200
	(Rupees)	(Rupees)
Net assets value per unit	87.9478	80.4144

The annexed notes 1 to 16 form an integral part of these financial statements.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

Al-Ameen Islamic Energy Fund
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
For the Quarter Ended September 30, 2020

Note (Rupees in '000)

Income

Profit on bank deposits		461
Realized gain on sale of investments		5,076
Unrealized gain on revaluation of investments at fair value through profit or loss	5.1	15,355
Dividend income		895
Total Income		21,787

Expenses

Remuneration of the Management Company	7	1,218
Sindh Sales tax on the Management Company's remuneration		158
Selling and marketing expenses	7.1	1,236
Allocation of expenses relating to the Fund	7.1	61
Remuneration of Central Depository Company of Pakistan Limited - Trustee		138
Annual fee of Securities and Exchange Commission of Pakistan		12
Auditors' remuneration		81
Legal and professional charges		46
Brokerage expenses		217
Shariah Advisory Fee		86
Amortization of preliminary expenses and floatation costs		50
Charity expense		-
Other expenses		28
Total operating expenses		3,331

Net income from operating activities **18,455**

Provision for Sindh Workers' Welfare Fund 8.1 (362)

Net income for the period before taxation **18,093**

Taxation 10 -

Net income for the period after taxation **18,093**

Allocation of net income for the quarter

Income already paid on units redeemed **(15,051)**

Net income for the quarter **3,042**

Income available for distribution:

Relating to capital gains 3,042

Excluding capital gains -

Earnings per unit 11 **3,042**

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

Al-Ameen Islamic Energy Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the Quarter Ended September 30, 2020

(Rupees in '000)

Net income for the period after taxation	18,093
Other comprehensive income for the period	-
Total comprehensive income for the period	<u>18,093</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

Al-Ameen Islamic Energy Fund

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

For the Quarter Ended September 30, 2020

	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----		
Net assets at the beginning of the period	263,826	(30,769)	233,057
Issuance of 4,325,621 units			
- Capital value	347,842	-	347,842
- Element of income	39,561	-	39,561
Total proceeds on issuance of units	387,403	-	387,403
Redemption of 4,502,821 units			
- Capital value	(362,090)	-	(362,090)
- Element of loss	(22,106)	(15,051)	(37,157)
Total payments on redemption of units	(384,196)	(15,051)	(399,247)
Total comprehensive loss for the period	-	18,093	18,093
Distribution during the period	-	-	-
Net income for the period less distribution	-	18,093	18,093
Net assets at end of the period	267,033	(27,727)	239,306
Undistributed loss / Unrealised diminution on measurement of investments classified re-			
-Realised loss		(14,667)	
-Unrealised loss		(16,102)	
Total undistributed loss brought forward		(30,769)	
Accounting income available for distribution :			
- Relating to capital gains		3,042	
- Excluding capital gains		-	
		3,042	
Undistributed loss carried forward		(27,727)	
Undistributed loss carried forward comprise of :			
- Realised		(43,082)	
- Unrealised		15,355	
		(27,727)	
			(Rupees)
Net assets value per unit at end of the period			87.9478

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

Al-Ameen Islamic Energy Fund

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

For the Quarter Ended September 30, 2020

Note (Rupees in '000)

Cash Flows From Operating Activities

Net gain for the period before taxation 18,093

Adjustments for:

Profit on bank deposits	(461)
Realised gain on sale of investments	(5,076)
Unrealised loss on revaluation of investments fair value through profit or loss	(15,355)
Dividend Income	(895)
Provision for Sindh Workers' Welfare Fund	362
	<u>(21,424)</u>
Net cash used in operations before working capital changes	(3,331)

Working capital changes

Decrease in assets

Investments	(66)
Deposits and other receivables	1,642
Advance tax	(0)
Preliminary expenses and floatation costs	(0)
	<u>1,576</u>

Increase in liabilities

Payable to the Management Company	(111)
Payable to Central Depository Company of Pakistan Limited - Trustee	6
Payable to Securities and Exchange Commission of Pakistan	(8)
Accrued expenses and other payables	3,610
	<u>3,498</u>

Profit on bank and Dividend received during the period 1,142

Net cash flows generated from operating activities 2,884

Cash flows from financing activities

18

Proceeds from issuance of units	387,403
Payments on redemption of units	(399,247)
Net cash flows generated from financing activities	(11,844)
Net decrease in cash & cash equivalents during the period	(8,960)
Cash and cash equivalents at the beginning of the period	15,538
Cash and cash equivalents at end of the period	<u>6,578</u>

Cash and cash equivalents

Bank balances 6,578

The annexed notes 1 to 16 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Director

SD
Chief Financial Officer

Al-Ameen Islamic Energy Fund

Notes to the Financial Statements

For the Quarter Ended September 30, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Al Ameen Islamic Energy Fund (the Fund) was established under the Non Banking Finance Companies (Establishment & Regulation) Rules, 2003 (the NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) and was approved as an open end mutual fund by the Securities and Exchange Commission of Pakistan ('SECP'). It was constituted under a Trust Deed, dated 3 January 2018 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company and Central Depository Company of Pakistan Limited ("CDC") as the Trustee. The registered office of the Management Company is situated at 4th Floor STSM Building, Beaumont Road, Civil Lines Karachi.

The Fund is an open end mutual fund and was listed on Pakistan Stock Exchange (PSX) on 7 February 2020. Units of the Fund are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holder. Further, SECP vide letter no. SCD/AMCW/AIEF/154/2019 dated 3 December 2019 gave approval of Offering Document which superseded previous approval dated 16 May 2018. Accordingly, the Fund became notified entity on 3 December 2019. During the Pre Initial Offering Period (i.e on 12 December 2019), the Fund received Rs.100 million. The Fund commenced its operations from 13 December 2019.

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities belonging to the Energy Sectors.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

	<i>Note</i>	30 September 2020 (Un-Audited) (Rupees in '000)	30 June 2020 (Audited)
4. BANK BALANCES			
Savings accounts	4.1	<u>6,578</u>	<u>15,538</u>
		<u>6,578</u>	<u>15,538</u>

4.1 This includes balance with United Bank Limited holding company of the Management Company (a related company) of Rs. 4.79 million carrying profit rate ranging from 5.00% to 6.00% per annum.

	<i>Note</i>	30 September 2020 (Un-Audited) (Rupees in '000)	30 June 2020 (Audited)
5 INVESTMENTS			
At fair value through profit or loss			
- Listed equity securities	5.1	<u>240,469</u>	<u>219,972</u>
		<u>240,469</u>	<u>219,972</u>

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

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

Name of the Investee Company	Opening	Purchases during the period	Bonus/ rights issue	Sales during the period	As at 30 September 2020	Cost of holdings as at 30 September 2020	Market value as at 30 September 2020	Unrealised gain / (loss) on revaluation of investments	Market value as Percentage of total investments	Market value as a percentage of net assets	Par value as a percentage of issued capital of the investee company
(Number of shares)											
Oil and gas exploration companies											
Mari Petroleum Company Limited (5.2)	34,500	9,000	-	10,000	33,500	42,536	45,879	3,343	20.86	19.17	0.03
Oil & Gas Development Company Limited (5.2)	403,000	90,000	-	115,000	378,000	41,734	39,161	(2,573)	17.80	16.36	0.01
Pakistan Oilfields Limited (5.2)	93,806	24,000	-	33,428	84,378	30,447	35,551	5,104	16.16	14.86	0.03
Pakistan Petroleum Limited (5.2)	434,716	125,000	-	85,500	474,216	42,719	43,656	937	19.85	18.24	0.02
	966,022	248,000	-	243,928	970,094	157,436	164,247	6,811	74.67	68.64	0.09
Oil and gas marketing companies											
Attock Petroleum Limited	1,700	-	-	-	1,700	519	581	62	0.26	0.24	0.00
Pakistan State Oil Company Limited (5.2)	153,524	39,000	-	76,000	116,524	19,403	23,328	3,925	10.60	9.75	0.02
Hi-Tech Lubricants Limited	-	80,000	-	-	80,000	3,584	3,402	(182)	1.55	1.42	16.08
Sui Northern Gas Pipelines Limited	500	-	-	-	500	27	31	4	0.01	0.01	0.00
	155,724	119,000	-	76,000	198,724	23,533	27,342	3,809	12.43	11.43	16.11
Power generation and distribution											
The Hub Power Company Limited (5.2)	325,433	148,010	-	103,000	370,443	28,575	29,065	490	13.21	12.15	0.03
K-Electric Limited (having face value of Rs 3.5 per share)	790,434	-	-	-	790,434	2,379	3,327	948	1.51	1.39	0.00
Pakgen Power Limited	592,945	-	-	70,000	522,945	6,281	9,413	3,132	4.28	3.93	0.14
Saif Power Limited	138,363	-	-	-	138,363	2,223	2,330	107	1.06	0.97	0.04
Kot Addu Power Company Limited	130,000	150,000	-	100,000	180,000	4,687	4,745	58	2.16	1.98	0.02
	1,977,175	298,010	-	273,000	2,002,185	44,145	48,880	4,735	22.22	20.42	0.23
Total as at 30 September 2020						225,114	240,469	15,355			

5.2 The above securities include 392,000 shares pledged with National Clearing Company of Pakistan Limited having market value (in aggregate) amounting to Rs. 58,500.5 million for guaranteeing settlement of the Fund's trade in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

6. ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR) , through a circular "C.No.1 (43) DG (WHT)/2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 2.00% (June 30, 2020: 2.00%). The remuneration is paid to the Management Company on monthly basis in arrears.

7.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.10% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

Furthermore Management Company has charged selling and marketing expense to the Fund as follows:

From July 01, 2020 through September 30, 2020	2.03% per annum of average daily net assets
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8. ACCRUED EXPENSES AND OTHER LIABILITIES

8.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs. 0.36 million (June 30, 2020: Rs. Nil). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 13.32 (June 30, 2020: Rs. Nil).

9. CONTINGENCIES AND COMMITMENTS

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

10. TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11. EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 1.53% which includes 0.24% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

13 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Financial Services (Private) Limited (Subsidiary of the Management Company), entities under the common management or directorship, Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company and unit holders holding 10% or more of the Fund's net assets.

Remuneration payable to the Management Company and the Trustee is determined in accordance with the provisions of the NBFC Rules, NBFC Regulations and the Trust Deed respectively. Other transactions with the related parties / connected persons have been carried out at agreed terms.

Details of transactions with related parties / connected persons and balances with them at the period end are as follows:

	Management company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
Transactions during the quarter ended 30 September 2020						
----- (Rupees in '000) -----						
Transactions during the period						
Units issued	114,000	-	-	-	151	-
Units redeemed	113,573	271	-	-	595	-
Profit on PLS saving accounts	-	69	-	-	-	-
Bank and other charges	-	-	-	-	-	-
Purchase of investments	-	-	-	-	-	32,030
Sale of investments	-	-	-	-	-	34,223
Dividend Income	-	-	-	-	-	67
Allocation of expenses relating to the Fund	61	-	-	-	-	-
Remuneration of the Management Company	1,218	-	138	-	-	-
Sindh Sales tax on the Management Company's remuneration	158	-	-	-	-	-
Sales load paid	4	-	-	-	-	-
Shariah advisor fee	86	-	-	-	-	-
Selling and marketing expense	1,236	-	-	-	-	-
As at 30 September 2020						
----- (Rupees in '000) -----						
Balances held						
Units held (units in '000)	1,309	-	-	-	69	-
Units held (Rupees in '000)	115,124	-	-	-	6,068	-
Bank balances	-	4,791	-	-	-	-
Profit receivable	-	104	-	-	-	-
Investment in equity shares	-	-	-	-	-	101,599
Remuneration payable	767	-	49	-	-	-
Sales load and other payables	1,357	-	-	-	-	-
Payable against allocated expenses	51	-	-	-	-	-
Other Payables	756	-	-	-	-	-
Payable against selling and marketing expense	1,327	-	-	-	-	-
Shariah advisor fee	436	-	-	-	-	-
As at 30 June 2020						
----- (Rupees in '000) -----						
Balances held						
Units held (units in '000)	1,304	3	-	-	74	-
Units held (Rupees in '000)	104,879	265	-	-	5,955	-
Bank balances*	-	2,300	-	-	-	-
Profit receivable	-	35	-	-	-	-
Remuneration payable**	388	-	44	-	-	-
Sales load and other payables	2,838	76	-	-	-	-
Payable against allocated expenses	48	-	-	-	-	-
Payable against selling and marketing expense	1,131	-	-	-	-	-
Shariah advisor fee	350	-	-	-	-	-

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The Fund's accounting policy on fair value measurements of investments is discussed in note 3.2 to these financial statements.

IFRS 13, 'Fair Value Measurement' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

30 September 2020 (Unaudited)							
Carrying amount				Fair value			
Mandatorily at fair value through profit or loss	Designated as at fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
<i>Note</i>				----- (Rupees in '000) -----			
Financial assets measured at fair value							
Listed Equity securities	240,469	-	240,469	240,469	-	-	240,469
	240,469	-	240,469				
Financial assets not measured at fair value 14.1							
Bank balances	-	-	6,578				6,578
Profits receivable	-	-	543				543
Deposits and other receivables	-	-	941				941
	-	-	8,062				8,062
Financial liabilities not measured at fair value 14.1							
Payable to the Management Company	-	-	4,694				4,694
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	49				49
Payable against purchase of investments	-	-	-				-
Accrued expense and other payables	-	-	5,503				5,503
	-	-	10,246				10,246

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

14.2 Net assets attributable to unit holders. The Fund routinely redeems and issues the units at the amount equal to the proportionate share of net assets of the Fund at the time of redemption, calculated on a basis consistent with that used in these financial statements. Accordingly, the carrying amount of net assets attributable to unit holders approximates their fair value. The units are categorized into Level 2 of the fair value hierarchy.

15. GENERAL

15.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.2 Impact 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:

- a) The time period to regularise the exposure limits breach under Regulation 55(13) of the NBFC Regulations has been extended
- 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
- d) Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC Regulations has been extended
- 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.

15.3 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.

16. DATE OF AUTHORISATION FOR ISSUE

16.1 This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Director

SD

Chief Financial Officer

AIFPF-II

Al-Ameen Islamic Financial Planning Fund
Al-Ameen Islamic Active Allocation Plan - VII - X
Al-Ameen Islamic Active Principal Preservation Plan-I

INVESTMENT OBJECTIVE

AIFPF-II is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	BDO Ebrahim & Co
Bankers	United Bank Limited
Management Co. Rating	AM 1 (JCR-VIS)

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
 CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
 AS AT SEPTEMBER 30, 2020

	30TH SEPT 2020	30TH SEPT 2020	30TH SEPT 2020	30TH SEPT 2020	30TH SEPT 2020	Total	
	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I		
ASSETS							
Bank balances	4	1,124	1,015	7,195	6,948	15,167	29,310
Investments	5	-	-	-	106,785	-	106,785
Profit receivable		-	-	-	20	-	20
Prepayments and other receivables		-	-	-	-	-	-
TOTAL ASSETS		1,124	1,015	7,195	113,753	15,167	136,115
LIABILITIES							
Payable to UBL Fund Managers Limited - Management Company		85	119	3,575	115	11,195	14,884
Payable to Central Depository Company of Pakistan Limited - Trustee		-	6	1	8	38	47
Payable to Securities and Exchange Commission of Pakistan		42	72	13	7	40	60
Accrued expenses and other liabilities	6	997	818	3,607	3,075	3,893	10,575
TOTAL LIABILITIES		1,124	1,015	7,195	3,204	15,167	25,566
NET ASSETS					110,549	-	110,549
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)					110,549	-	110,549
CONTINGENCIES AND COMMITMENTS							
	7						
------(Number of Units)-----							
NUMBER OF UNITS IN ISSUE					987,016		
------(Rupees)-----							
NET ASSETS VALUE PER UNIT					112.0033		

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

For UBL Fund Managers Limited
 (Management Company)

SD
 CHIEF EXECUTIVE OFFICER

SD
 CHIEF FINANCIAL OFFICER

SD
 DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
 CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (Continued)
 AS AT SEPTEMBER 30, 2020

Note	June -2020					Total
	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	
ASSETS						
Bank balances	1,124	1,015	7,952	6,911	7,143	22,006
Investments	-	-	354,185	141,476	926,412	1,422,073
Profit receivable	-	-	-	17	14	31
Prepayments and other receivables	-	-	-	-	10	10
Preliminary expenses and floatation costs	-	-	-	-	-	-
TOTAL ASSETS	1,124	1,015	362,137	148,404	933,579	1,444,120
LIABILITIES						
Payable to UBL Fund Managers Limited - Management Company	85	119	136	100	236	472
Payable to Central Depository Company of Pakistan Limited - Trustee	-	6	23	10	61	94
Payable to Securities and Exchange Commission of Pakistan	42	72	158	116	256	530
Accrued expenses and other liabilities	997	818	1,154	3,146	1,304	5,604
TOTAL LIABILITIES	1,124	1,015	1,471	3,372	1,857	6,700
NET ASSETS			360,666	145,032	931,722	1,437,420
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)			360,666	145,032	931,722	1,437,420
CONTINGENCIES AND COMMITMENTS						
NUMBER OF UNITS IN ISSUE			3,543,642	1,458,945	8,772,520	
NET ASSETS VALUE PER UNIT			101.7779	99.4093	106.2091	

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

For UBL Fund Managers Limited
 (Management Company)

SD
 CHIEF EXECUTIVE OFFICER

SD
 CHIEF FINANCIAL OFFICER

SD
 DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2020

	Note	For the period	30TH SEPT 2020	For the period	TOTAL
		ended Aug 31, 2020		ended Sep 19, 2020	
		AIACTAP-IX	AIACTAP-X	AIAPPP-I	
INCOME					
Profit on bank balances		4	56	136	196
Capital gain / (loss) on sale of investments - net		38,390	5,470	1,484	45,344
Unrealised gain on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net		-	12,465	9,052	21,517
Other income		-	-	-	-
		<u>38,394</u>	<u>17,990</u>	<u>10,672</u>	<u>67,057</u>
EXPENSES					
Remuneration of Central Depository Company of Pakistan Limited - Trustee		51	27	155	233
Annual fee of Securities and Exchange Commission of Pakistan		13	7	39	59
Allocated expenses		64	34	196	294
Bank charges		1	1	-	2
Auditors' remuneration		21	43	31	95
Listing fee		1	3	2	6
Legal and professional charges		9	21	16	46
Shariah advisory fee		12	17	15	44
Other expenses		-	-	-	-
Total operating expenses		<u>172</u>	<u>153</u>	<u>455</u>	<u>779</u>
Operating income / (loss) for the period		<u>38,222</u>	<u>17,837</u>	<u>10,217</u>	<u>66,278</u>
Provision for Sindh Workers' Welfare Fund	6.1	(112)	(43)	(3)	(158)
Net income / (loss) for the period before taxation		<u>38,110</u>	<u>17,794</u>	<u>10,213</u>	<u>66,119</u>
Taxation	8	-	-	-	-
Net income / (loss) for the period after taxation		<u>38,110</u>	<u>17,794</u>	<u>10,213</u>	<u>66,119</u>
Allocation of net income for the period					
Income already paid on units redeemed		(38,227)	(5,365)	(10,517)	(54,109)
Net income / (loss) for the period available for distribution		<u>(117)</u>	<u>12,429</u>	<u>(304)</u>	<u>12,010</u>
Net income for the period available for distribution:					
Relating to capital gains		-	12,536	-	-
Excluding capital gains		-	(107)	-	-
		<u>-</u>	<u>12,429</u>	<u>-</u>	<u>-</u>
Earnings per unit	9				

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

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
 CONDENSED INTERIM INCOME STATEMENT (UNAUDITED) (Continued)
 FOR THE QUARTER ENDED SEPTEMBER 30, 2019 - (UNAUDITED)

-----Quarter Ended September 30, 2019-----						
	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	TOTAL
Note	------(Rupees in '000)-----					
INCOME						
Profit on bank balances	403	630	3,715	1,482	319	6,549
Capital (loss) / gain on sale of investments - net	(5,387)	(8,776)	(161,472)	(23,817)	(20,752)	(220,204)
Unrealised (loss) / gain on re-measurement of investments classified as financial assets at fair value through profit or loss	(8,718)	(11,132)	(19,970)	(36,914)	15,901	(60,833)
Other income	-	-	2,777	4,241	10,369	17,387
	(13,702)	(19,278)	(174,950)	(55,008)	5,837	(257,101)
EXPENSES						
Remuneration of Central Depository Company of Pakistan Limited - Trustee	71	86	387	214	283	1,041
Annual fee of Securities and Exchange Commission of Pakistan	18	22	98	54	72	264
Auditors' remuneration	27	19	18	18	18	100
Listing fee	1	1	1	1	1	5
Bank charges	4	3	7	5	1	20
Legal and professional charges	10	15	8	8	8	49
Allocated expenses	90	109	489	271	358	1,317
Shariah advisory fee	30	30	30	21	21	132
Other expenses	1	-	1	-	11	13
Total operating expenses	252	285	1,039	592	773	2,941
Operating (loss) / income for the period	(13,954)	(19,563)	(175,989)	(55,600)	5,064	(260,042)
Provision for Sindh Workers' Welfare Fund	-	-	-	-	(99)	(99)
Net (loss) / income for the period before taxation	(13,954)	(19,563)	(175,989)	(55,600)	4,965	(260,141)
Taxation	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(13,954)	(19,563)	(175,989)	(55,600)	4,965	(260,141)
Allocation of net income for the period						
Income already paid on units redeemed	-	-	-	-	(2,223)	(2,223)
Net (loss) for the period / net income for the period available for distribution	-13,954	(19,563)	(175,989)	(55,600)	2,742	(262,364)
Net income for the period available for distribution:						
Relating to capital gains	-	-	-	-	-	-
Excluding capital gains	-	-	-	-	-	-
Earnings per unit	9	-	-	-	-	-

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

For UBL Fund Managers Limited
 (Management Company)

SD
 CHIEF EXECUTIVE OFFICER

SD
 CHIEF FINANCIAL OFFICER

SD
 DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2020

	For the period ended Aug 31, 2020	30TH SEPT 2020	For the period ended Sep 19, 2020	TOTAL
	AIACTAP-IX	AIACTAP-X	AIAPPP-I	
Net income / (loss) for the period after taxation	38,110	17,794	10,213	55,905
Other comprehensive income				
Items that will be reclassified subsequently to income statement	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-
Total comprehensive income / (loss) for the period	38,110	17,794	10,213	55,905

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

For UBL Fund Managers Limited
(Management Company)

SD

CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
 CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) (Continued)
 FOR THE QUARTER ENDED SEPTEMBER 30, 2019

	FOR THE QUARTER ENDED SEPTEMBER 30, 2019	FOR THE QUARTER ENDED SEPTEMBER 30, 2019	FOR THE QUARTER ENDED SEPTEMBER 30, 2019	FOR THE QUARTER ENDED SEPTEMBER 30, 2019	FOR THE QUARTER ENDED SEPTEMBER 30, 2019	TOTAL
	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	
	----- (Rupees in '000) -----					
Net (loss) / income for the period after taxation	(13,954)	(19,563)	(175,989)	(55,600)	4,965	(260,141)
Other comprehensive income						
Items that will be reclassified subsequently to income statement	-	-	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(13,954)</u>	<u>(19,563)</u>	<u>(175,989)</u>	<u>(55,600)</u>	<u>4,965</u>	<u>(260,141)</u>

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

For UBL Fund Managers Limited
 (Management Company)

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CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2020

	AIACTAP-IX			AIACTAP-X			AIAPPP-I			Quarter ended September 30, 2020		
	30TH SEPT 2020			30TH SEPT 2020			30TH SEPT 2020					
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			
Net assets at the beginning of the period	836,974	(476,308)	360,666	257,741	(112,709)	145,032	840,409	91,313	931,722	1,935,124	(497,704)	1,437,420
Issuance of units NIL, NIL & 14,604 units												
- Capital value of units	-	-	-	-	-	-	155	-	155	155	-	155
- Element of income / (loss)												
Due to net (loss incurred) / income earned	-	-	-	-	-	-	1,396	-	1,396	1,396	-	1,396
Total proceeds on issuance of units	-	-	-	-	-	-	1,551	-	1,551	1,551	-	1,551
Redemption of 3,543,642, 463,882 & 8,772,520 units												
- Capital value of units	(360,665)	-	(360,665)	(46,114)	-	(46,114)	(931,721)	-	(931,721)	(1,338,500)	-	(1,338,500)
- Element of income / (loss)												
Due to net (income earned) / loss incurred	115	(38,227)	(38,112)	(798)	(5,365)	(6,163)	(1,248)	(10,517)	(11,765)	(1,931)	(54,109)	(56,040)
Total payments on redemption of units	(360,549)	(38,227)	(398,776)	(46,912)	(5,365)	(52,277)	(932,970)	(10,517)	(943,487)	(1,340,431)	(54,109)	(1,394,540)
Total comprehensive income / (loss) for the period	-	38,110	38,110	-	17,794	17,794	-	10,213	10,213	-	66,117	66,117
Distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period less distribution	-	38,110	38,110	-	17,794	17,794	-	10,213	10,213	-	66,117	66,117
Net assets at the end of the period	476,425	(476,425)	-	210,829	(100,280)	110,549	(91,009)	91,009	-	596,244	(485,696)	110,548
Accumulated (loss) / undistributed income brought forward comprises of:												
Realised (loss) / gain		(484,489)			(114,870)			106,299			(493,060)	
Unrealised (loss) / gain		8,181			2,161			(14,986)			(4,644)	
Total accumulated (loss) / undistributed income brought forward		(476,308)			(112,709)			91,313			(497,704)	
Income available for distribution:												
Relating to capital gains		-			12,536			-			12,536	
Excluding capital gains		-			(107)			-			(107)	
Net (loss) for the period		(117)			12,429			(304)			12,008	
Distribution during the period		-			-			-			-	
Undistributed (loss) / income carried forward		(476,425)			(100,280)			91,009			(485,696)	
Undistributed (loss) / income carried forward comprises of:												
Realised (loss) / gain		(476,425)			(112,745)			81,957			(507,213)	
Unrealised gain		-			12,465			9,052			21,517	
Total undistributed (loss) / income carried forward		(476,425)			(100,280)			91,009			(485,696)	
Net assets value per unit at the beginning of the period			(Rupees)		(Rupees)			(Rupees)				
			101.7779		99.4093			106.2091				
Net assets value per unit at end of the period			-		112.0033			-				

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

For UBL Fund Managers Limited
(Management Company)

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UNAUDITED) (Continued)
FOR THE QUARTER ENDED SEPTEMBER 30, 2019 - (UNAUDITED)

	AIACTAP-VII			AIACTAP-VIII			AIACTAP-IX			AIACTAP-X			AIAPPP-I			TOTAL		
	For the quarter ended September 30, 2019			For the quarter ended September 30, 2019			For the quarter ended September 30, 2019			For the quarter ended September 30, 2019			For the quarter ended September 30, 2019			TOTAL		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total	Capital value	Undistributed income	Total	Capital value	Accumulated loss	Total
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			
Net assets at the beginning of the period	668,548	(249,807)	418,741	1,367,391	(827,389)	540,002	3,178,955	(370,973)	2,807,982	1,368,740	(117,800)	1,250,940	1,740,939	71,865	1,812,804	8,324,572	(1,494,104)	6,830,469
Issuance of units	-	-	-	-	-	-	-	-	-	-	-	-	154	-	154	154	-	154
- Capital value of units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Element of income / loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to net (loss incurred) / income earned	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-	-	-	-	-	-	-	154	-	154	154	-	154
Redemption of 12,594,116, 2,435,974, 2,745,734, 1,323,787 and 2,187,859 units	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Capital value of units	(83,327)	-	(83,327)	(164,074)	-	(164,074)	(2,295,035)	-	(2,295,035)	(228,952)	-	(228,952)	(521,540)	-	(521,540)	(3,292,928)	-	(3,292,928)
- Element of (income) / loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0	0	0
Due to net (income earned) / loss incurred	4,389	-	4,389	7,148	-	7,148	167,905	-	167,905	16,907	-	16,907	5,301	(2,223)	3,078	201,651	(2,223)	199,428
Total payments on redemption of units	(78,938)	-	(78,938)	(156,926)	-	(156,926)	(2,127,130)	-	(2,127,130)	(212,045)	-	(212,045)	(518,462)	(2,223)	(518,462)	(3,091,277)	(2,223)	(3,493,500)
Total comprehensive (loss) / income for the period	-	(13,954)	(13,954)	-	(19,563)	(19,563)	-	(175,989)	(175,989)	-	(55,600)	(55,600)	-	4,965	4,965	-	(260,141)	(260,141)
Distribution during the period	-	(13,954)	(13,954)	-	(19,563)	(19,563)	-	(175,989)	(175,989)	-	(55,600)	(55,600)	-	4,965	4,965	-	(260,141)	(260,141)
Net (loss) / income for the period less distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net assets at the end of the period	589,610	(263,761)	325,849	1,210,465	(846,952)	363,513	1,051,824	(546,962)	504,863	1,156,695	(173,400)	983,295	1,222,631	74,607	1,299,461	5,233,448	(1,756,469)	3,476,981
Accumulated (loss) / undistributed income brought forward comprises of:																		
Realised (loss) / gain		(205,303)			(773,269)			2,323			42,530		110,992		(822,726)			
Unrealised (loss) / gain		(44,504)			(54,120)			(373,296)			(160,330)		(39,127)		(671,377)			
Total accumulated (loss) / undistributed income brought forward		(249,807)			(827,389)			(370,973)			(117,800)		71,865		(1,494,103)			
Income available for distribution:																		
Relating to capital gains		-			-			-			-		-		-			-
Excluding capital gains		-			-			-			-		-		-			-
Net loss for the period		(13,954)			(19,563)			(175,989)			(55,600)		2,742		(262,364)			
Accumulated (loss) / undistributed income carried forward		(263,761)			(846,952)			(546,962)			(173,400)		74,607		(1,756,467)			
Accumulated (loss) / undistributed income carried forward comprises of:																		
Realised (loss) / gain		(255,043)			(835,820)			(526,992)			(136,486)		58,706		(1,695,634)			
Unrealised (loss) / gain		(87,188)			(111,132)			(19,970)			(36,914)		15,901		(60,833)			
Total accumulated (loss) / undistributed income carried forward		(263,761)			(846,952)			(546,962)			(173,400)		74,607		(1,756,467)			
Net assets value per unit at the beginning of the period		<u>83.2710</u>			<u>80.9322</u>			<u>89.0261</u>			<u>91.9370</u>		<u>104.0653</u>					
Net assets value per unit at end of the period		<u>80.8963</u>			<u>78.7996</u>			<u>87.6234</u>			<u>88.4563</u>		<u>104.7115</u>					

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

For UBL Fund Managers Limited
(Management Company)

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2020

	FOR THE QUARTER ENDED			TOTAL
	For the period	30TH SEPT 2020	For the period	
	ended Aug 31,		ended Sep 19,	
	2020		2020	
	AIACTAP-IX	AIACTAP-X	AIAPPP-I	
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income / (loss) for the period before taxation	38,110	17,794	10,213	66,117
Adjustments for:				-
Profit on bank balances	(4)	(56)	(136)	(196)
Provision for Sindh Workers' Welfare Fund	-	43	3	46
Unrealised (gain) on re-measurement of investments				-
classified as financial assets at fair value through profit or loss - net	-	(12,465)	(9,052)	(21,517)
Capital gain on sale of investments - net	(38,390)	(5,470)	(1,484)	(45,344)
	(38,394)	(17,948)	(10,669)	(67,011)
Cash (used in) / generated from operations before working capital changes	(284)	(154)	(456)	(894)
				-
Working capital changes				-
Decrease / (increase) in assets				-
Investments-net	392,583	52,626	936,950	1,382,159
Other receivable	-	-	10	10
	392,583	52,626	936,960	1,382,169
(Decrease) / increase in liabilities				-
Payable to UBL Fund Managers Limited - Management Company	3,439	15	10,959	14,413
Payable to the Central Depository Company of Pakistan Limited - Trustee	(22)	(2)	(23)	(47)
Payable to the Securities and Exchange Commission of Pakistan	(145)	(109)	(216)	(470)
Accrued expenses and other liabilities	2,453	(114)	2,586	4,925
	5,724	(210)	13,306	18,820
Profit received on bank balances	4	52	150	206
Net cash generated from operating activities	398,027	52,314	949,960	1,400,301
				-
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts from issuance of units	-	-	1,551	1,551
Payments against redemption of units	(398,776)	(52,277)	(943,487)	(1,394,540)
Net cash used in financing activities	(398,776)	(52,277)	(941,936)	(1,392,989)
				0
Net increase / (decrease) in cash and cash equivalents	(749)	37	8,024	7,312
Cash and cash equivalents at the beginning of the period	7,952	6,911	7,143	22,006
Cash and cash equivalents at the end of the period	7,195	6,948	15,167	29,310

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

For UBL Fund Managers Limited
(Management Company)

SD

CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
 CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) (Continued)
 FOR THE QUARTER ENDED SEPTEMBER 30, 2019 - (UNAUDITED)

FOR THE NINE QUARTER ENDED SEPTEMBER 30, 2019

	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	TOTAL
	------(Rupees in '000) -----					
CASH FLOWS FROM OPERATING ACTIVITIES						
Net (loss) / income for the period before taxation	(13,954)	(19,563)	(175,989)	(55,600)	4,965	(260,141)
Adjustments for:						
Capital loss / (gain) on sale of investments - net	5,387	8,776	161,472	23,817	20,752	220,204
Profit on bank balances	(403)	(630)	(3,715)	(1,482)	(319)	(6,549)
Unrealised loss / (gain) on re-measurement of investments classified as financial assets at fair value through profit or loss - held for trading	8,718	11,132	19,970	36,914	(15,901)	60,833
	13,702	19,278	177,727	59,249	4,532	274,488
Cash (used in) / generated from operations before working capital changes	(252)	(285)	1,738	3,649	9,497	14,347
Working capital changes						
Decrease / (increase) in assets						
Investments-net	83,048	177,850	2,128,180	294,970	508,470	3,192,518
Other receivable	-	-	-	-	-	-
	83,048	177,850	2,128,180	294,970	508,470	3,192,518
(Decrease) / increase in liabilities						
Payable to UBL Fund Managers Limited - Management Company	14	2	12	40	47	115
Payable to the Central Depository Company of Pakistan Limited - Trustee	(12)	(25)	(175)	(34)	(42)	(288)
Payable to the Securities and Exchange Commission of Pakistan	(891)	(2,834)	(2,412)	(1,141)	(1,451)	(8,729)
Accrued expenses and other liabilities	29	57	1,027	46	48	1,206
	(860)	(2,800)	(1,548)	(1,089)	(1,398)	(7,696)
Profit received on bank balances	348	569	111	502	225	1,755
Net cash generated from operating activities	82,284	175,334	2,128,481	298,032	516,794	3,200,924
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts from issuance of units	-	-	-	-	154	154
Payments against redemption of units	(78,938)	(156,926)	(2,127,130)	(212,045)	(518,462)	(3,093,501)
Distributions during the quarter	-	-	-	-	-	-
Net cash used in financing activities	(78,938)	(156,926)	(2,127,130)	(212,045)	(518,308)	(3,093,346)
Net (decrease) / increase in cash and cash equivalents	3,346	18,408	1,351	85,987	(1,514)	107,578
Cash and cash equivalents at the beginning of the period	9,598	3,689	427	11,171	1,758	26,643
Cash and cash equivalents at the end of the period	12,944	22,097	1,778	97,158	244	134,221

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

For UBL Fund Managers Limited
 (Management Company)

SD

CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
NOTES TO AND FORMING PART OF CONDENSED
INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2020

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Ameen Islamic Financial Planning Fund - II (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end mutual fund. It was constituted under the Trust Deed, dated August 29, 2016 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company, a company incorporated under repealed Companies Ordinance, 1984 (now Companies Act, 2017) and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has also been approved by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 4th floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules.
- 1.3 The Fund is an open ended shariah compliant fund of fund scheme and is listed on the Pakistan Stock Exchange Limited. The units of Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X and Al-Ameen Islamic Principal Preservation Plan-I of the Fund were initially offered to public on February 14, 2017, May 19, 2017, August 25, 2017, December 8, 2017, November 8, 2017 and March 19, 2018 respectively. Subsequent to the Initial Public Offering, the offer of Units of the Allocation Plans at the Initial Offer Price is discontinued. The Units of the Allocation Plans could then be purchased at their Offer price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The units are transferable and can be redeemed by surrendering them to the Fund at the option of unit holder. The Fund consists of multiple plans and aims to generate return for investors in line with their risk tolerance level. The duration of the Fund is perpetual however the allocation plans have a standard time frame of two years except Al-Ameen Islamic Principal Preservation Plan-I (AIAPPP-I) having duration of two and a half years. Each Allocation Plan announces separate NAVs which rank pari passu inter se according to its number of Units. Units are offered for public subscription on a continuous basis.
- 1.4 The Fund mainly makes investments in designated authorised investments approved by the Shariah Advisory Board and offers Shariah Compliant returns to the investors. Under Circular 07 dated March 6, 2009 issued by the SECP, the Fund is categorised as Shariah Compliant Fund of Funds.
- 1.5 Title to the assets of the Fund are held in the name of the CDC as the Trustee of the Fund.
- 1.6 Currently, five plans (i.e. Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, and Al-Ameen Islamic Principal Preservation Plan-I) have been introduced. The brief description of the plans is as follows:

Al-Ameen Islamic Active Allocation Plan - VII (AIACTAP-VII)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 100% in Islamic Equity, Islamic Income and Islamic Money Market schemes. The uninvested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - VIII (AIACTAP-VIII)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 100% in Islamic Equity, Islamic Income and Islamic Money Market schemes. The uninvested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - IX (AICTAP-IX)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 95% in Islamic Equity, 95% in Islamic Income and 5% to 100% in Islamic Money Market schemes.

The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - X (AICTAP-X)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 95% in Islamic Equity, 95% in Islamic Income and 5% to 100% in Islamic Money Market schemes. The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time. The plan will be matured on Dec 14, 2020.

Al-Ameen Islamic Principal Preservation Plan-I (AIAPPP-I)

An Islamic Principal Preservation plan with an objective to earn a potentially high return through dynamic asset allocation between Islamic Equity, Islamic Sovereign Income and Islamic Money Market based collective investment schemes, while providing principal preservation of the initial investment value including front end load at completion of twenty four months and beyond till maturity of the plan. Investment segment of the Plan may invest upto 50% in Islamic Equity Scheme(s) category, 100% in Islamic Money Market/Sovereign Income Scheme(s) and 10% in Cash in Islamic Windows Account.

- 1.7 VIS Credit Rating Company has re-affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company as on March 31, 2020 and a stability rating of "AA (f)" to the Fund as on March, 2020.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

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

- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

- 2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2019.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2019.

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

3.3 The significant estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2020

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2019. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020

4 **BANK BALANCES**

	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	Total	
	September 30 2020						
Note	------(Rupees in '000)-----						
Cash at bank							
PLS accounts	4.1	-	-	359,235	3,390	7,937	370,562
Current accounts		1,124	1,015	7,963	3,558	-	13,661
		1,124	1,015	367,199	6,948	7,937	384,223

	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	Total	
	June 30, 2020 (Audited)						
	------(Rupees in '000)-----						
Cash at bank							
PLS accounts	4.1	0	0	65	2,727	7,143	9,935
Current accounts		1,124	1,015	7,887	4,184	-	14,210
		1,124	1,015	7,952	6,911	7,143	24,145

4.1 Profit rate on these PLS accounts range between 7.0% to 12.75% per annum (June 30, 2019: 4.1% to 11.25% per annum). This comprises of amounts held by a related party (United Bank Limited).

5 **INVESTMENTS**

5.1 **Financial assets classified as at fair value through profit or loss**

;

	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	Total	
	30-Sep-20						
	------(Rupees in '000)-----						
Units of mutual funds	5.2	-	-	-	106,785	-	106,785

	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIACTAP-X	AIAPPP-I	Total		
	June 30, 2020 (Audited)							
	------(Rupees in '000)-----							
Units of mutual funds	5.2	-	-	354,185	141,476	926,412	1,422,073	1,422,073

5.2 Units of mutual funds

Name of investee funds	At the beginning of the period	Purchased during the period	Sold during the period	At the end of the period	Carrying value as at Sept 30, 2020	Market value as at Sept 30, 2020	Unrealised gain/(loss)	Market value as at June 30, 2020	Market value as percentage of net assets	Market value as percentage of investment
	----- No. of holdings -----				----- (Rupees in '000) -----					
Al Ameen Islamic Active Allocation Plan - IX										
Al Ameen Islamic Sovereign Fund	964,847	2,702,411	3,667,258	-	0	0	-	97,584	0.00%	0.00%
Al Ameen Islamic Dedicated Equity Fund	2,454,572	0	2,454,572	-	-	-	-	256,601	0.00%	0.00%
Total	3,419,419	2,702,411	6,121,830	0	0	0	-	354,185	0.00%	0.00%
Al Ameen Islamic Active Allocation Plan - X										
Al Ameen Islamic Sovereign Fund	437,754	0	150,508	287,246	29,053	29,461	408	44,274	26.65%	27.59%
Al Ameen Islamic Dedicated Equity Fund	929,808	0	305,470	624,338	65,267	77,324	12,057	97,202	69.95%	72.41%
Total	1,367,562	0	455,978	911,584	94,320	106,785	12,465	141,476	96.60%	100.00%
Al Ameen Islamic Active Principal Preservation Plan-I										
Al Ameen Islamic Sovereign Fund	9,159,321	0	9,159,321	-	0	0	-	926,411	0.00%	0.00%
Al Ameen Islamic Dedicated Equity Fund										
Total	9,159,321	0	9,159,321	0	0	0	-	926,411	0.00%	0.00%
Total investments in units of mutual funds										
Al Ameen Islamic Sovereign Fund	10,561,922	2,702,411	12,977,087	287,246	29,053	29,461	408	1,068,269	-	-
Al Ameen Islamic Dedicated Equity Fund	3,384,380	-	2,760,042	624,338	65,267	77,324	12,057	353,803	1	1
Total	13,946,302	2,702,411	15,737,129	911,584	94,320	106,785	12,465	1,422,072	100.00%	100.00%

6 ACCRUED EXPENSES AND OTHER LIABILITIES

6.1 Provision for Sindh Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to Rs 0.888 million, Rs. 0.691 million, 0.112 million, 2.275 million and 0.435 million in Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, and Al-Ameen Islamic Principal Preservation Plan-I respectively. (June 30, 2020: Rs. Rs 0.888 million, Rs. 0.691 million, Rs. 0 million, Rs. 2.232 million and Rs. 0.432 million. (2019: Rs 0.00 million) in Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, and Al-Ameen Islamic Principal Preservation Plan-I respectively). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by Rs. 0.00, Rs. 0.00, Rs. 0.00, Rs 2.3047, Rs 0.00 per unit of Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, and Al-Ameen Islamic Principal Preservation Plan-I respectively. (June 30, 2020 : 0.00, Rs. 0.00, Re. 0.00, Rs. 1.53 and Re. 0.05 (2019: Re. 0.00) per unit of Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, and Al-Ameen Islamic Principal Preservation Plan-I respectively.).

7 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at 30 September 2020.

8 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

9 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in this condensed interim financial information as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

10 TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by Securities and Exchange Commission of Pakistan, the total expense ratio of the fund as on September 30, 2020 of AIACTAP-IX, AIACTAP-X, and AIAPPP-I is 0.23%, 0.14%, 0.05% respectively and this includes 0.03%, 0.04%, 0.01% respectively representing Government levy, Workers' Welfare Fund and SECP fee.

11 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

- 11.1** Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (the Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited as trustee and custodian of the Fund, the directors and officers of the Management Company, and unit holders holding 10% or more of the Fund's net assets.
- 11.2** Transactions with the connected persons are carried out in the normal course of business, at agreed terms.
- 11.3** Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Rules, NBFC Regulations.
- 11.4** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 11.5** Details of transactions with related parties / connected persons and balances with them at the period end, other than those which have been specifically disclosed elsewhere in this condensed interim financial information are as follows:

Details of transaction with the related parties and balances with them at the period end are as follows:

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
<u>Al Ameen Islamic Active Allocation Plan - VII</u>						
Transactions during the year ended September 30, 2020						
Profit on PLS accounts	-	1,042	-	-	-	-
Bank charges	-	15	-	-	-	-
Listing fee	-	7	-	-	-	-
Allocated expenses	214	-	-	-	-	-
Dividend received	-	-	-	-	-	-
Purchase of securities	-	-	-	72,863	-	-
Sale of securities	-	-	-	212,200	-	-
Bonus units issued	-	-	-	-	-	-
Shariah advisory fees paid	70	-	-	-	-	-
Remuneration of Trustee	-	-	169	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
<u>Al Ameen Islamic Active Allocation Plan - VII</u>						
Transactions during the quarter ended September 30, 2019						
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	403	-	-	-	-
Bank charges	-	4	-	-	-	-
Listing Fee	-	1	-	-	-	-
Allocated expenses	90	-	-	-	-	-
Purchase of securities	-	-	-	67,123	-	-
Sale of securities	-	-	-	150,171	-	-
Dividend received	-	-	-	-	-	-
Shariah advisory fee	30	-	-	-	-	-
Remuneration of Trustee	-	-	71	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
<u>Al Ameen Islamic Active Allocation Plan - VIII</u>						
Transactions during the year ended September 30, 2020						
Units purchased	-	-	-	-	-	-
Profit on PLS accounts	-	2,307	-	-	-	-
Bank charges	-	11	-	-	-	-
Listing fee	-	6	-	-	-	-
Allocated expenses	361	-	-	-	-	-
Purchase of securities	-	-	-	63,269	-	-
Sale of securities	-	-	-	269,855	-	-
Shariah advisory fees paid	70	-	-	-	-	-
Remuneration of Trustee	-	-	285	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Transactions during the quarter ended September 30, 2019						
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	630	-	-	-	-

Bank charges	-	3	-	-	-	-
Listing Fee	-	1	-	-	-	-
Allocated expenses	109	-	-	-	-	-
Purchase of securities	-	-	-	60,722	-	-
Sale of securities	-	-	-	238,573	-	-
Dividend received	-	-	-	-	-	-
Shariah advisory fee	30	-	-	-	-	-
Remuneration of Trustee	-	-	86	-	-	-
	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- Un-Audited -----						
----- (Rupees in '000) -----						

Al Ameen Islamic Active Allocation Plan - IX

Transactions during the quarter ended September 30 2020'

Profit on bank balances	-	4	-	-	-	-
Bank charges	-	1	-	-	-	-
Allocated expenses	64	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Purchase of securities	-	-	-	275,695	-	-
Sale of securities	-	-	-	1,029,749	-	-
Shariah advisory fee paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-
Remuneration of Trustee	-	-	51	-	-	-

Page - 9

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- Un-Audited -----						
----- (Rupees in '000) -----						

Transactions during the quarter ended September 30 2019'

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	991	-
Profit on PLS accounts	-	3,715	-	-	-	-
Bank charges	-	7	-	-	-	-
Listing Fee	-	1	-	-	-	-
Allocated expenses	489	-	-	-	-	-
Purchase of securities	-	-	-	1,488,566	-	-
Sale of securities	-	-	-	1,691,745	-	-
Dividend received	-	-	-	-	-	-
Shariah advisory fee	30	-	-	-	-	-
Remuneration of Trustee	-	-	387	-	-	-

Al Ameen Islamic Active Allocation Plan - X

Transactions during the quarter ended September 30 2020'

Profit on bank balances	-	56	-	-	-	-
Bank charges	-	1	-	-	-	-
Allocated expenses	34	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	52,626	-	-
Shariah advisory fee paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-
Remuneration of Trustee	-	-	27	-	-	-

Transactions during the quarter ended September 30 2019'

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	1,482	-	-	-	-
Bank charges	-	5	-	-	-	-
Listing Fee	-	1	-	-	-	-
Allocated expenses	271	-	-	-	-	-
Purchase of securities	-	-	-	53,954	-	-
Sale of securities	-	-	-	348,924	-	-
Dividend received	-	-	-	-	-	-
Shariah advisory fee	21	-	-	-	-	-
Remuneration of Trustee	-	-	214	-	-	-

Al Ameen Islamic Active Principal Preservation Plan-I

Transactions during the quarter ended September 30 2020'

Profit on bank balances	-	136	-	-	-	-
Bank charges	-	3	-	-	-	-
Allocated expenses	196	-	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	937,266	-	-
Shariah advisory fee paid	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-
Remuneration of Trustee	-	-	155	-	-	-

Transactions during the quarter ended September 30 2019'

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	319	-	-	-	-
Bank charges	-	-	-	-	-	-
Listing Fee	-	1	-	-	-	-
Allocated expenses	358	-	-	-	-	-
Purchase of securities	-	-	-	376,063	-	-
Sale of securities	-	-	-	887,738	-	-
Dividend received	-	-	-	-	-	-
Shariah advisory fee	21	-	-	-	-	-
Remuneration of Trustee	-	-	283	-	-	-

Al Ameen Islamic Active Allocation Plan - VII

Balances held as at September 30, 2020

Investment	-	-	-	-	-	-
Bank balances	-	1,124	-	-	-	-
Securities	-	-	-	-	-	-
Pay	-	-	-	-	-	-
Co	-	-	-	-	-	-
- Trustee	-	-	-	-	-	-
Allocated expenses payable	-	-	-	-	-	-
Shariah Advisor fee payable	77	-	-	-	-	-
Conversion charges payable	9	-	-	-	-	-
Profit receivable	-	-	-	-	-	-

Balances held as at June 30, 2020

Investment	-	-	-	-	-	-
Bank balances	-	1,124	-	-	-	-
Securities	-	-	-	-	-	-
Pay	-	-	-	-	-	-
Co	-	-	-	-	-	-
- Trustee	-	-	-	-	-	-
Allocated expenses payable	-	-	-	-	-	-
Shariah Advisor fee payable	77	-	-	-	-	-
Conversion charges payable	9	-	-	-	-	-
Profit receivable	-	-	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
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----- (Rupees in '000) -----

Al Ameen Islamic Active Allocation Plan - VIII

Balances held as at September 30, 2020

Units held (in Units '000)	-	-	-	-	-
Units held (in Rupees '000)	-	-	-	-	-
Investment	-	-	-	-	-
Bank balances	-	1,015	-	-	-
Payable to Central Depository Company of Pakistan Limited					
- Trustee	-	-	6	-	-
Allocated expenses payable	-	-	-	-	-
Shariah Advisor fee payable	77	-	-	-	-
Conversion charges payable	7	-	-	-	-
Profit receivable					

Balances held as at June 30, 2020

Units held (in Units '000)	-	-	-	-	-
Units held (in Rupees '000)	-	-	-	-	-
Investment	-	-	-	-	-
Bank balances	-	1,015	-	-	-
Payable to Central Depository Company of Pakistan Limited					
- Trustee	-	-	6	-	-
Allocated expenses payable	-	-	-	-	-
Shariah Advisor fee payable	77	-	-	-	-
Conversion charges payable	7	-	-	-	-
Profit receivable					

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
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----- (Rupees in '000) -----

Al Ameen Islamic Active Allocation Plan - IX

Balances held as at September 30 2020

----- Un-Audited -----					
Units held (in Units '000)	-	-	-	-	-
Units held (in Rupees '000)	-	-	-	-	-
Investment	-	-	-	-	-
Bank balances	-	7,195	-	-	-
Payable to Central Depository Company of Pakistan Limited					
- Trustee	-	-	1	-	-
Allocated expenses payable	124	-	-	-	-
Shariah Advisor fee payable	83	-	-	-	-
Conversion charges payable	6	-	-	-	-
Profit receivable	-	-	-	-	-

Balances held as at June 30, 2020

----- Audited -----					
Units held (in Units '000)	-	-	-	-	1,959
Units held (in Rupees '000)	-	-	-	-	199,383
Investment	-	-	354,185	-	-
Bank balances	-	7,952	-	-	-
Payable to Central Depository Company of Pakistan Limited					
- Trustee	-	-	23	-	-
Allocated expenses payable	60	-	-	-	-
Shariah Advisor fee payable	71	-	-	-	-
Conversion charges payable	5	-	-	-	-
Profit receivable	-	1	-	-	-

Al Ameen Islamic Active Allocation Plan - X

Balances held as at September 30 2020	----- Un-Audited -----					
Units held (in Units '000)	-	-	-	-	-	243
Units held (in Rupees '000)	-	-	-	-	-	27,167
Investment	-	-	-	106,785	-	-
Bank balances	-	6,948	-	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	8	-	-	-
Allocated expenses payable	22	-	-	-	-	-
Shariah Advisor fee payable	90	-	-	-	-	-
Conversion charges payable	3	-	-	-	-	-
Profit receivable	-	20	-	-	-	-

Balances held as at June 30, 2020	----- Audited -----					
Units held (in Units '000)	-	-	-	-	-	396
Units held (in Rupees '000)	-	-	-	-	-	39,366
Investment	-	-	-	141,476	-	-
Bank balances	0	6,911	0	0	0	0
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	10	-	-	-
Allocated expenses payable	24	-	-	-	-	-
Shariah Advisor fee payable	73	-	-	-	-	-
Conversion charges payable	3	-	-	-	-	-
Profit receivable	-	17	-	-	-	-

Page - 12

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
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	----- (Rupees in '000) -----				
	Al Ameen Islamic Active Allocation Plan - AIAPPP-1				
Balances held as at September 30 2020	----- Un-Audited -----				
Units held (in Units '000)	-	-	-	-	-
Units held (in Rupees '000)	-	-	-	-	-
Investment	-	-	-	-	-
Bank balances	-	15,167	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	38	-	-
Allocated expenses payable	356	-	-	-	-
Shariah Advisor fee payable	88	-	-	-	-
Conversion charges payable	6	-	-	-	-
Profit receivable	-	-	-	-	-

Balances held as at June 30, 2020	----- Audited -----				
Units held (in Units '000)	-	-	-	-	-
Units held (in Rupees '000)	-	-	-	-	-
Investment	-	-	-	926,412	-
Bank balances	-	7,143	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	61	-	-
Allocated expenses payable	160	-	-	-	-
Shariah Advisor fee payable	73	-	-	-	-
Sales load payable	-	-	-	-	-
Profit receivable	-	14	-	-	-

12 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as 'at fair value through profit or loss' which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

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

Fair value measurements using Inputs for assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

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

Al Ameen Islamic Active Allocation - VII

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Un-Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,124	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	-	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 85 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- - - - -

Accrued expenses and other liabilities

- 997 - - -

-	1,082	-	-	-
---	-------	---	---	---

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,124	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,124	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 85 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- - - - -

Accrued expenses and other liabilities

- 997 - - -

-	1,082	-	-	-
---	-------	---	---	---

Al Ameen Islamic Active Allocation - VIII

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Un-Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,015	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,015	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 119 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- 5 - - -

Accrued expenses and other liabilities

- 818 - - -

-	942	-	-	-
---	-----	---	---	---

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,015	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,015	-	-	-
-	1,015	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited

Management Company

- 119 - - -

Payable to Central Depository Company

of Pakistan Limited - Trustee

- 5 - - -

Accrued expenses and other liabilities

-	818	-	-	-
-	942	-	-	-

Al Ameen Islamic Active Allocation - IX

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Un-Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	7,195	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	7,195	-	-	-
-	7,195	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited

Management Company

- 3,575 - - -

Payable to Central Depository Company

of Pakistan Limited - Trustee

- 1 - - -

Accrued expenses and other liabilities

-	3,607	-	-	-
-	7,182	-	-	-

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

354,185 - 354,185 - -

Financial assets not measured at fair value

Bank balances

-	7,952	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	7,952	-	-	-
354,185	7,952	354,185	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited

Management Company

- 136 - - -

Payable to Central Depository Company

of Pakistan Limited - Trustee

- 20 - - -

Accrued expenses and other liabilities

-	1,154	-	-	-
-	1,310	-	-	-

Al Ameen Islamic Active Allocation - X

Carrying Amount		Fair value		
----- As at September 30, 2020 -----		----- As at September 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
----- Un-Audited -----				
----- Rupees in '000 -----				
Investment in mutual funds	106,785	-	106,785	-
Financial assets not measured at fair value				
Bank balances	-	6,948	-	-
Profit receivable	-	20	-	-
Other Receivable	-	-	-	-
	-	6,968	-	-
	106,785	6,968	106,785	-

Financial assets measured at fair value

Investment in mutual funds

Financial assets not measured at fair value

Bank balances

Profit receivable

Other Receivable

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Accrued expenses and other liabilities

Carrying Amount		Fair value		
----- As at June 30, 2020 -----		----- As at June 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
----- Audited -----				
----- Rupees in '000 -----				
Investment in mutual funds	141,476	-	141,476	-
Financial assets not measured at fair value				
Bank balances	-	6,911	-	-
Profit receivable	-	17	-	-
Other Receivable	-	10	-	-
	-	6,928	-	-
	141,476	6,928	141,476	-

Financial assets measured at fair value

Investment in mutual funds

Financial assets not measured at fair value

Bank balances

Profit receivable

Other Receivable

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

Payable to Central Depository Company of Pakistan Limited - Trustee

Accrued expenses and other liabilities

Carrying Amount		Fair value		
----- As at September 30, 2020 -----		----- As at September 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
----- Un-Audited -----				
----- Rupees in '000 -----				
Investment in mutual funds	-	-	-	-
Financial assets not measured at fair value				
Bank balances	-	15,167	-	-
Profit receivable	-	-	-	-
	-	15,167	-	-
	-	15,167	-	-

Financial assets measured at fair value

Investment in mutual funds

Financial assets not measured at fair value

Bank balances

Profit receivable

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company	-	11,195	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	34	-	-	-
Accrued expenses and other liabilities	-	3,893	-	-	-
	-	15,121	-	-	-

----- As at June 30, 2020 -----		----- As at June 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
----- Audited -----				
----- Rupees in '000 -----				

Financial assets measured at fair value

Investment in mutual funds	926,412	-	926,412	-	-
----------------------------	---------	---	---------	---	---

Financial assets not measured at fair value

Bank balances	-	7,143	-	-	-
Profit receivable	-	7,143	-	-	-
	-	14,286	-	-	-
	926,412	14,286	926,412	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company	-	236	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	54	-	-	-
Accrued expenses and other liabilities	-	1,304	-	-	-
	-	1,594	-	-	-

Al Ameen Islamic Active Allocation - VII

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Un-Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,124	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	-	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 85 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- - - - -

Accrued expenses and other liabilities

- 997 - - -

-	1,082	-	-	-
---	-------	---	---	---

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,124	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,124	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 85 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- - - - -

Accrued expenses and other liabilities

- 997 - - -

-	1,082	-	-	-
---	-------	---	---	---

Al Ameen Islamic Active Allocation - VIII

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
Un-Audited				
Rupees in '000				

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,015	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,015	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 119 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- 5 - - -

Accrued expenses and other liabilities

- 818 - - -

-	942	-	-	-
---	-----	---	---	---

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	1,015	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	1,015	-	-	-
-	1,015	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 119 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- 5 - - -

Accrued expenses and other liabilities

-	818	-	-	-
-	942	-	-	-

Al Ameen Islamic Active Allocation - IX

Carrying Amount		Fair value		
As at September 30, 2020		As at September 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Un-Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

- - - - -

Financial assets not measured at fair value

Bank balances

-	7,195	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	7,195	-	-	-
-	7,195	-	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 3,575 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- 1 - - -

Accrued expenses and other liabilities

-	3,607	-	-	-
-	7,182	-	-	-

Carrying Amount		Fair value		
As at June 30, 2020		As at June 30, 2020		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

Audited

Rupees in '000

Financial assets measured at fair value

Investment in mutual funds

354,185 - 354,185 - -

Financial assets not measured at fair value

Bank balances

-	7,952	-	-	-
---	-------	---	---	---

Profit receivable

-	-	-	-	-
-	7,952	-	-	-
354,185	7,952	354,185	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company

- 136 - - -

Payable to Central Depository Company of Pakistan Limited - Trustee

- 20 - - -

Accrued expenses and other liabilities

-	1,154	-	-	-
-	1,310	-	-	-

Al Ameen Islamic Active Allocation - X

Carrying Amount		Fair value		
----- As at September 30, 2020 -----		----- As at September 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

----- Un-Audited -----

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

Financial assets measured at fair value

Investment in mutual funds

106,785	-	106,785	-	-
---------	---	---------	---	---

Financial assets not measured at fair value

Bank balances

-	6,948	-	-	-
---	-------	---	---	---

Profit receivable

-	20	-	-	-
---	----	---	---	---

Other Receivable

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

-	6,968	-	-	-
---	-------	---	---	---

106,785	6,968	106,785	-	-
---------	-------	---------	---	---

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited

Management Company

-	115	-	-	-
---	-----	---	---	---

Payable to Central Depository Company

of Pakistan Limited - Trustee

-	7	-	-	-
---	---	---	---	---

Accrued expenses and other liabilities

-	3,075	-	-	-
---	-------	---	---	---

-	3,197	-	-	-
---	-------	---	---	---

Carrying Amount		Fair value		
----- As at June 30, 2020 -----		----- As at June 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

----- Audited -----

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

Financial assets measured at fair value

Investment in mutual funds

141,476	-	141,476	-	-
---------	---	---------	---	---

Financial assets not measured at fair value

Bank balances

-	6,911	-	-	-
---	-------	---	---	---

Profit receivable

-	17	-	-	-
---	----	---	---	---

Other Receivable

-	10	-	-	-
---	----	---	---	---

-	6,928	-	-	-
---	-------	---	---	---

141,476	6,928	141,476	-	-
---------	-------	---------	---	---

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited

Management Company

-	100	-	-	-
---	-----	---	---	---

Payable to Central Depository Company

of Pakistan Limited - Trustee

-	9	-	-	-
---	---	---	---	---

Accrued expenses and other liabilities

-	3,146	-	-	-
---	-------	---	---	---

-	3,255	-	-	-
---	-------	---	---	---

Al-Ameen Islamic Active Principal Preservation Plan-I

Carrying Amount		Fair value		
----- As at September 30, 2020 -----		----- As at September 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3

----- Un-Audited -----

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

Financial assets measured at fair value

Investment in mutual funds

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

Financial assets not measured at fair value

Bank balances

-	15,167	-	-	-
---	--------	---	---	---

Profit receivable

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

-	15,167	-	-	-
---	--------	---	---	---

-	15,167	-	-	-
---	--------	---	---	---

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company	-	11,195	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	34	-	-	-
Accrued expenses and other liabilities	-	3,893	-	-	-
	-	15,121	-	-	-

----- As at June 30, 2020 -----		----- As at June 30, 2020 -----		
Fair value through profit or loss	Amortized cost	Level 1	Level 2	Level 3
----- Audited -----				
----- Rupees in '000 -----				

Financial assets measured at fair value

Investment in mutual funds	926,412	-	926,412	-	-
----------------------------	---------	---	---------	---	---

Financial assets not measured at fair value

Bank balances	-	7,143	-	-	-
Profit receivable	-	7,143	-	-	-
	-	14,286	-	-	-
	926,412	14,286	926,412	-	-

Financial liabilities not measured at fair value

Payable to UBL Fund Managers Limited Management Company	-	236	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	-	54	-	-	-
Accrued expenses and other liabilities	-	1,304	-	-	-
	-	1,594	-	-	-

13 GENERAL

13.1 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

13.2 Impact 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:

- 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(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

13.3 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.

14 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on 29 Oct 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AIFPF-III

Al-Ameen Islamic Financial Planning Fund

Al Ameen Islamic Active Allocation Plan - XI

Al Ameen Islamic Active Principal Preservation Plan II-IV

INVESTMENT OBJECTIVE

AIFPF-III is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	KPMG Taseer Hadi & Co.
Bankers	United Bank Limited Soneri Bank Limited
Management Co.Rating	AM1 (JCR-VIS)

AI - Ameen Islamic Financial Planning Fund - III
Statement of Assets and Liabilities
As at 30 September 2020

	Quarter Ended				Total	
	September 2020					
Note	AIAPPP- II	AIAPPP- III	AIAPPP- IV	AIACTAP-XI	(Rupees in '000)	
Assets						
Bank balances	4	9,685	400	956	552	11,593
Investments	5	435,520	589,097	153,906	48,748	1,227,271
Profit receivable		48	4	8	3	63
Prepayments and other receivables		-	18	21	138	177
Advance Tax		-	3	-	-	3
Deferred formation cost		61	-	-	-	61
Total assets		445,314	589,522	154,891	49,441	1,239,168
Liabilities						
Payable to the Management Company		191	220	142	119	672
Payable to Central Depository Company of Pakistan Limited - Trustee		30	40	10	3	83
Payable to Securities and Exchange Commission of Pakistan		24	31	8	2	64
Accrued expenses and other payables	8	1,380	1,357	986	663	4,387
Total liabilities		1,625	1,648	1,146	787	5,206
Net assets		443,690	587,874	153,745	48,653	1,233,962
Unit holders' fund (as per statement attached)		443,690	587,874	153,745	48,653	1,233,962
Contingencies and commitments						
	9	----- (Number of units) -----				
Number of units in issue		4,147,652	5,464,518	1,332,556	406,072	
		----- (Rupees) -----				
Net assets value per unit		106.9737	107.5803	115.3762	119.8124	

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Financial Planning Fund - III

Statement of Assets and Liabilities

As at 30 September 2020

	Note	June 2020				Total
		AIAPPP- II	AIAPPP- III	AIAPPP- IV	AIACTAP-XI	
(Rupees in '000)						
Assets						
Bank balances	4	354	414	992	576	2,336
Investments	5	502,973	603,536	149,482	43,169	1,299,160
Profit receivable		26	15	2	2	45
Prepayments and other receivables		1,517	22	34	23	1,596
Preliminary expenses and floatation cost		191	-	-	-	191
Total assets		505,061	603,987	150,510	43,770	1,303,328
Liabilities						
Payable to the Management Company		182	197	120	97	596
Payable to Central Depository Company of Pakistan Limited - Trustee		34	40	10	3	87
Payable to Securities and Exchange Commission of Pakistan		124	130	42	11	307
Accrued expenses and other payables	8	3,141	931	888	585	5,545
Total liabilities		3,481	1,298	1,060	696	6,535
Net assets		501,580	602,689	149,450	43,074	1,296,793
Unit holders' fund (as per statement attached)		501,580	602,689	149,450	43,074	1,296,793
Contingencies and commitments	9					
(Number of units)						
Number of units in issue		4,750,697	5,711,578	1,333,873	406,776	
(Rupees)						
Net assets value per unit		105.5804	105.5206	112.0424	105.8910	

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Income Statement (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended				TOTAL
	30 September 2020				
	--AIAPPP-II-- Note (Rupees in '000)	--AIAPPP-III-- (Rupees in '000)	--AIAPPP-IV-- (Rupees in '000)	--AIACTAP-XI-- (Rupees in '000)	
Income					
Net capital gain on sale of investments	417	997	189	6	1,609
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	6,032	11,049	4,375	5,749	27,205
Profit income and dividend income	141	2	25	6	175
Other income	-	98	3	1	102
Total income	6,590	12,146	4,592	5,762	29,091
Expenses					
Allocated expenses	118	153	38	12	322
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	93	121	30	9	254
Annual fee of Securities and Exchange Commission of Pakistan	24	31	8	2	64
Auditors' remuneration	28	28	28	28	113
Shariah advisory fee	22	22	22	22	86
Listing fee	2	2	2	2	7
Legal and professional charges	13	13	13	13	51
Formation cost	130	-	-	-	130
Bank Charges	2	-	-	2	4
Total operating expenses	431	370	141	90	1,031
Net income from operating activities	6,159	11,776	4,451	5,672	28,060
Provision for Sindh Workers' Welfare Fund	8.1 (1)	(9)	(6)	(13)	(30)
Net income for the quarter before taxation	6,158	11,767	4,445	5,659	28,030
Taxation	10 -	-	-	-	-
Net income for the quarter after taxation	6,158	11,767	4,445	5,659	28,030
Allocation of net income for the quarter after taxation					
Net income for the quarter after taxation	6,158	11,767	4,445	5,659	28,029
Income already paid on units redeemed	(379)	(516)	(15)	(161)	(1,070)
Accounting income available for distribution	5,779	11,251	4,430	5,498	26,959
Accounting income available for distribution					
- Relating to capital gains	6,057	11,519	4,550	5,591	27,717
- Excluding capital gains / (loss)	(278)	(268)	(120)	(93)	(758)
	5,779	11,251	4,430	5,498	26,959

Earning per unit

11

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Income Statement (Un-audited)
For the quarter ended 30 September 2019

	Quarter Ended				
	30 September 2019	30 September 2019	30 September 2019	30 September 2019	TOTAL
	--AIAPPP-II-- (Rupees in '000)	--AIAPPP-III-- (Rupees in '000)	--AIAPPP-IV-- (Rupees in '000)	--AIACTAP-XI-- (Rupees in '000)	(Rupees in '000)
Income					
Net capital gain on sale of investments	(8,783)	(9,524)	(3,371)	(228)	(21,906)
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	7,263	5,749	1,942	(2,277)	12,677
Profit income and dividend income	68	159	330	10	567
Other income	1,234	1,248	2,722	285	5,489
Total income	(218)	(2,368)	1,623	(2,210)	(3,173)
Expenses					
Allocated expenses	161	164	59	13	397
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	128	129	47	11	315
Annual fee of Securities and Exchange Commission of Pakistan	32	33	12	3	80
Auditors' remuneration	24	24	24	24	96
Shariah advisory fee	25	25	25	25	100
Listing fee	2	2	2	2	8
Legal and professional charges	10	10	10	10	40
Formation cost	130	-	-	-	130
Bank Charges	3	3	1	2	9
Total operating expenses	515	390	180	90	1,175
Net income from operating activities	(733)	(2,758)	1,443	(2,300)	(4,348)
Provision for Sindh Workers' Welfare Fund	8.1	-	(28)	-	(28)
Net income for the quarter before taxation	(733)	(2,758)	1,415	(2,300)	(4,376)
Taxation	10	-	-	-	-
Net income for the quarter after taxation	(733)	(2,758)	1,415	(2,300)	(4,376)
Allocation of net income for the quarter after taxation					
Net income for the quarter after taxation	(733)	(2,758)	1,415	(2,300)	(4,376)
Income already paid on units redeemed	-	-	-	-	-
Accounting income available for distribution	(733)	(2,758)	1,415	(2,300)	(4,376)
Accounting income available for distribution					
- Relating to capital gains	-	-	-	-	-
- Excluding capital gains / (loss)	-	-	-	-	-

Earning per unit

11

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the quarter ended 30 September 2019

	Quarter Ended				TOTAL
	30 September 2020 ---AIAPPP-II---	30 September 2020 ---AIAPPP-III---	30 September 2020 ---AIAPPP-IV---	30 September 2020 ---AIACTAP-XI---	
	(Rupees in '000)	(Rupees in '000)	(Rupees in '000)	(Rupees in '000)	(Rupees in '000)
Net income for the quarter after taxation	6,158	11,767	4,445	5,659	28,030
Other comprehensive income for the quarter	-	-	-	-	-
Total comprehensive income for the quarter	6,158	11,767	4,445	5,659	28,030

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Financial Planning Fund - III
 Condensed Interim Statement of Comprehensive Income (Un-audited)
 For the quarter ended 30 September 2019

	Quarter Ended				TOTAL
	30 September 2019	30 September 2019	30 September 2019	30 September 2019	
	---AIAPPP-II--- (Rupees in '000)	---AIAPPP-III--- (Rupees in '000)	---AIAPPP-IV--- (Rupees in '000)	---AIACTAP-XI--- (Rupees in '000)	
Net income for the quarter after taxation	(733)	(2,758)	1,415	(2,300)	(4,376)
Other comprehensive income for the quarter	-	-	-	-	
Total comprehensive income for the quarter	(733)	(2,758)	1,415	(2,300)	(4,376)

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
 (Management Company)

SD
 Chief Executive Officer

SD
 Chief Financial Officer

SD
 Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Statement of Movement in Unit Holders' Fund (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended												TOTAL		
	30 September 2020			30 September 2020			30 September 2020			30 September 2020					
	AIAPPP-II			AIAPPP-III			AIAPPP-IV			AIACTAP-XI			Capital value	Undistributed income	Total
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total			
(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			
Net assets at beginning of the quarter	466,621	34,959	501,580	568,757	33,932	602,689	138,140	11,310	149,450	43,574	(500)	43,074	1,217,093	79,701	1,296,794
Issuance of Nil - Nil - 4,950 - 15,033 units															
- Capital value	-	-	-	-	-	-	555	-	555	1,592	-	1,592	2,146	-	2,146
- Element of income	-	-	-	-	-	-	12	-	12	155	-	155	167	-	167
Total proceeds on issuance of units	-	-	-	-	-	-	566	-	566	1,747	-	1,747	2,314	-	2,314
Redemption of 603,045 - 247,060 - 6,267 - 15,737 units															
- Capital value	(63,670)	-	(63,670)	(26,070)	-	(26,070)	(702)	-	(702)	(1,666)	-	(1,666)	(92,108)	-	(92,108)
- Element of loss	-	(379)	(379)	3	(516)	(513)	-	(15)	(15)	1	(161)	(160)	4	(1,070)	(1,066)
Total payments on redemption of units	(63,670)	(379)	(64,049)	(26,067)	(516)	(26,582)	(702)	(15)	(717)	(1,665)	(161)	(1,827)	(92,104)	(1,070)	(93,175)
Total comprehensive income for the quarter		6,158	6,158		11,767	11,767		4,445	4,445		5,659	5,659		28,029	28,029
Final distribution during the quarter		-	-		-	-		-	-		-	-		-	-
Net assets at end of the quarter	402,952	40,738	443,690	542,691	45,183	587,874	138,004	15,740	153,745	43,656	4,998	48,653	1,127,303	106,660	1,233,962
Accounting income available for distribution															
Undistributed income brought forward:		43,044			43,305			14,316		(1,465)				99,200	
- Realised income		(8,085)			(9,373)			(3,006)		965				(19,499)	
- Unrealised income		34,959			33,932			11,310		(500)				79,701	
Accounting income available for distribution															
- Related to capital gains		6,057			11,519			4,550		5,591				27,718	
- Excluding capital gains / (loss)		(278)			(268)			(120)		(93)				(759)	
Final distribution during the quarter		5,779			11,251			4,430		5,498				26,959	
Undistributed income carried forward		40,738			45,183			15,740		4,998				106,660	
Undistributed income carried forward comprises of:															
- Realised income / (loss)		34,705			34,134			11,365		(751)				79,454	
- Unrealised income		6,032			11,049			4,375		5,749				27,205	
		40,738			45,183			15,740		4,998				106,660	
			(Rupees)												(Rupees)
Net assets value per unit at the beginning of the year		105,5804			105,5206			112,0424		105,8910					
Net assets value per unit at end of the quarter		106,9737			107,5803			115,3762		119,8124					

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Statement of Movement in Unit Holders' Fund (Un-audited)
For the quarter ended 30 September 2019

	Quarter Ended														
	30 September 2019			30 September 2019			30 September 2019			30 September 2019			TOTAL		
	AIAPPP-II			AIAPPP-III			AIAPPP-IV			AIACTAP-XI					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
(Rupees in '000)															
Net assets at beginning of the quarter	655,723	26,914	682,637	657,751	14,346	672,097	276,199	4,227	280,426	65,438	(4,081)	61,357	1,655,111	41,406	1,696,517
Issuance of 94 - Nil - Nil - Nil units															
- Capital value	10	-	10	-	-	-	-	-	-	-	-	-	10	-	10
- Element of income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total proceeds on issuance of units	10	-	10	-	-	-	-	-	-	-	-	-	10	-	10
Redemption of 600,734 - 325,459 - 674,643 - 79,046 units															
- Capital value	(62,484)	-	(62,484)	(33,263)	-	(33,263)	(68,501)	-	(68,501)	(7,435)	-	(7,435)	(171,683)	-	(171,683)
- Element of loss	785	-	785	529	-	529	465	-	465	323	-	323	2,102	-	2,102
Total payments on redemption of units	(61,699)	-	(61,699)	(32,734)	-	(32,734)	(68,036)	-	(68,036)	(7,112)	-	(7,112)	(169,580)	-	(169,580)
Total comprehensive income for the quarter		(733)	(733)		(2,758)	(2,758)		1,415	1,415		(2,300)	(2,300)		(4,376)	(4,376)
Final distribution during the quarter		-	-		-	-		-	-		-	-		-	-
Net assets at end of the quarter	594,034	26,181	620,215	625,017	11,588	636,605	208,163	5,642	213,805	58,326	(6,381)	51,945	1,485,540	37,030	1,522,570
Undistributed income brought forward:		42,399		29,891.2		8,828.5		605.6		81,724					
- Realised income		(15,485)		(15,545.4)		(4,601.5)		(4,686.6)		(40,318)					
- Unrealised income		26,914		14,345.9		4,227.0		(4,081.0)		41,406					
Accounting income available for distribution															
- Relating to capital gains															
- Excluding capital gains / (loss)		(733)		(2,758)		1,415		(2,300)		(4,376)					
Final distribution during the quarter		-		-		-		-		-		-		-	-
Undistributed income carried forward		26,181		11,588		5,642		(6,381)		37,030					
Undistributed income carried forward comprises of:															
- Realised income / (loss)		18,918		5,839		3,700		(4,104)		24,353					
- Unrealised income		7,263		5,749		1,942		(2,277)		12,677					
		26,181		11,588		5,642		(6,381)		37,030					
			(Rupees)		(Rupees)		(Rupees)		(Rupees)						
Net assets value per unit at end of the quarter		104,0124		102,2033		101,5360		94,0590							

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Cash Flow Statement (Un-audited)
For the quarter ended 30 September 2020

	Quarter Ended				TOTAL
	30 September 2020	30 September 2020	30 September 2020	30 September 2020	
	--AIAPPP-II--	--AIAPPP-III--	--AIAPPP-IV--	--AIACTAP-XI--	
	(Rupees in '000)				(Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the quarter before taxation	6,158	11,767	4,445	5,659	28,029
Adjustments for non-cash and other items:					
Net capital gain on sale of investments	(417)	(997)	(189)	(6)	(1,609)
Profit on bank balances	(141)	(2)	(25)	(6)	(175)
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	(6,032)	(11,049)	(4,375)	(5,749)	(27,205)
	(6,590)	(12,048)	(4,590)	(5,761)	(28,989)
Net cash generated / (used in) operations before working capital changes	(432)	(281)	(145)	(102)	(960)
Working capital changes					
Decrease / (Increase) in assets					
Investments	73,901	26,483	142	175	100,701
Prepayments and other receivables	1,517	3	13	(114)	1,420
Deferred formation cost	130	-	-	-	130
	75,549	26,487	155	60	102,251
(Decrease) / Increase in liabilities					
Payable to the Management Company	9	23	21	23	76
Payable to Central Depository Company of Pakistan Limited - Trustee	(4)	-	-	-	(4)
Annual fee payable to Securities and Exchange Commission of Pakistan	(100)	(99)	(34)	(8)	(242)
Accrued expenses and other liabilities	(1,761)	426	98	78	(1,159)
	(1,856)	349	85	92	(1,329)
Profit received on bank balances	119	13	19	5	156
Net cash generated / (used in) from operating activities	73,379	26,568	114	56	100,118
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issuance of units	-	-	566	1,747	2,314
Payments on redemption of units	(64,049)	(26,582)	(717)	(1,827)	(93,175)
Net cash (used in) / generated from financing activities	(64,049)	(26,582)	(150)	(80)	(90,861)
Net increase in cash and cash equivalents	9,330	(14)	(36)	(24)	9,257
Cash and cash equivalents at beginning of the quarter	354	414	992	576	2,336
Cash and cash equivalents at end of the quarter	9,685	400	956	552	11,593

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AI - Ameen Islamic Financial Planning Fund - III
Condensed Interim Cash Flow Statement (Un-audited)
For the quarter ended 30 September 2019

	Quarter Ended				TOTAL
	30 September 2019 --AIAPP-II-- (Rupees in '000)	30 September 2019 --AIAPP-III-- (Rupees in '000)	30 September 2019 --AIAPP-IV-- (Rupees in '000)	30 September 2019 --AICTAP-XI-- (Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income for the quarter before taxation	(733)	(2,758)	1,415	(2,300)	(4,376)
Adjustments for non-cash and other items:					
Net capital gain on sale of investments	8,783	9,524	3,371	228	21,906
Net unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	(68)	(159)	(330)	(10)	(567)
	(7,263)	(5,749)	(1,942)	2,277	(12,677)
Net cash generated / (used in) operations before working capital changes	1,452	3,616	1,099	2,495	8,662
	719	858	2,514	195	4,286
Working capital changes					
Decrease / (Increase) in assets					
Investments	60,734	25,755	55,875	7,070	149,432
Prepayments and other receivables	63	52	50	1	166
Deferred formation cost	130	-	-	-	130
	60,927	25,807	55,925	7,071	149,728
(Decrease) / Increase in liabilities					
Payable to the Management Company	11	46	2,310	652	3,019
Payable to Central Depository Company of Pakistan Limited - Trustee	(18)	(15)	(9)	(2)	(44)
Annual fee payable to Securities and Exchange Commission of Pakistan	(526)	(369)	(103)	(9)	(1,006)
Accrued expenses and other liabilities	31	1	(2,392)	(897)	(3,257)
	(502)	(337)	(194)	(256)	(1,288)
Profit received on bank balances	91	214	386	4	695
Net cash generated / (used in) from operating activities	61,235	26,542	58,631	7,014	153,421
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issuance of units	10	-	-	-	10
Payments on redemption of units	(61,699)	(32,734)	(68,036)	(7,112)	(169,580)
Net cash (used in) / generated from financing activities	(61,689)	(32,734)	(68,036)	(7,112)	(169,570)
Net increase in cash and cash equivalents	(454)	(6,192)	(9,405)	(98)	(16,149)
Cash and cash equivalents at beginning of the quarter	670	6,273	9,556	547	17,046
Cash and cash equivalents at end of the quarter	216	81	151	449	897

The annexed notes 1 to 15 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AI - Ameen Islamic Financial Planning Fund - III

Condensed Interim Notes to the Financial Information (Un-audited)

For the quarter ended 30 September 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 AI-Ameen Islamic Financial Planning Fund - III (the fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 3 January 2018, and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 22 January 2018 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from 28 May 2018.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

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

- 1.2 The Fund is an Open-end Shariah Compliant Fund of funds Scheme that aims to generate returns on Investment as per the respective Allocation Plan by investing via underlying mutual funds. These comprises the following:

1.2.1 AI-Ameen Islamic Active Principal Preservation Plan – II (AIAPPP-II)

AIAPPP-II is an Islamic Principal Preservation Plan under “AI-Ameen Islamic Financial Planning Fund - III” with an objective to earn potentially high return through dynamic asset allocation between Islamic Dedicated Equity, Islamic Sovereign Income and Islamic Money Market based Collective Investment Schemes, PLS & Term Deposit Receipts while providing principal preservation of the Initial Investment Value including Front end load at completion of twenty four months and beyond till maturity of the plan.

AI-Ameen Islamic Active Principal Preservation Plan - II (AIAPPP II) is due to mature on 27 November 2020, unless the Management Company decides otherwise.

1.2.2 AI-Ameen Islamic Active Principal Preservation Plan – III (AIAPPP-III)

AIAPPP-III is an Islamic Principal Preservation Plan under “AI-Ameen Islamic Financial Planning Fund - III” with an objective to earn a potentially high return through dynamic asset allocation between Islamic Dedicated Equity, Islamic Sovereign Income and Islamic Money Market based Collective Investment Schemes, PLS & Term Deposit Receipts while providing principal preservation of the Initial Investment Value including Front end load at completion of twenty four months and beyond till maturity of the Plan.

AI-Ameen Islamic Active Principal Preservation Plan - III (AIAPPP III) is due to mature on 24 March 2021, unless the Management Company decides otherwise.

1.2.3 AI-Ameen Islamic Active Principal Preservation Plan – IV (AIAPPP-IV)

AIAPPP-IV is an Islamic Principal Preservation Plan under “AI-Ameen Islamic Financial Planning Fund - III” with an objective to earn potentially high return through dynamic asset allocation between Islamic Dedicated Equity, Islamic Sovereign Income and Islamic Money Market based Collective Investment Schemes, PLS and term deposit musharika while providing principal preservation of the Initial Investment Value including Front end load at completion of twenty four months and beyond till maturity of the plan.

1.2.4 AI-Ameen Islamic Active Asset Allocation Plan - XI (AIACTAP-XI)

AIACTAP-XI is an Islamic Allocation Plan under “AI-Ameen Islamic Financial Planning Fund - III” with an objective to earn a potentially high return through active asset allocation between Islamic Equity scheme, Islamic Income scheme and Islamic Money Market Schemes based on the Fund Manager’s outlook on the asset classes.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

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

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

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2019, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim distribution statement, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2020

2.1.4 In compliance with Schedule V of the NBFRC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020 except as disclosed in note 3.2 .

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

4	BANK BALANCES	(Un-audited) September 2020				Total
		AIAPPP - II	AIAPPP - III	AIAPPP - IV	AIACTAP-XI	
(Rupees in '000)						
	Cash at bank in saving accounts					
4.1		9,685	400	956	552	11,593
		(Audited) June 2020				
		AIAPPP - II	AIAPPP - III	AIAPPP - IV	AIACTAP-XI	Total
(Rupees in '000)						
	Cash at bank in saving accounts					
4.1		354	414	992	576	2,336

4.1 These balances includes balance with United Bank Limited (holding company of the Management Company) of Rs. 11.041 million (2019: Rs. 1.760 million) carrying profit ranging from 5% to 6.5% per annum (Jun 2020: 7% to 12.5% per annum).

5 INVESTMENTS

At fair value through profit or loss
Units of Mutual Funds - Open Ended

(Un-audited)				
September 2020				
AIAPPP - II	AIAPPP - III	AIAPPP - IV	AIACTAP-XI	TOTAL
(Rupees in '000)				
435,520	589,097	153,906	48,748	1,227,271

At fair value through profit or loss
Units of Mutual Funds - Open Ended

(audited)				
June 30 2020				
AIAPPP - II	AIAPPP - III	AIAPPP - IV	AIACTAP-XI	TOTAL
(Rupees in '000)				
502,973	603,536	149,482	43,169	1,299,160

5.1 Units of Mutual Funds - Open Ended (AIAPPP-II)

	At the beginning of the quarter 01 July 2020	Acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investments	Percentage of net assets
	(No. of holdings)				(Rupees in '000)			%	
<u>Investments in:</u>									
Al-Ameen Islamic Sovereign Fund	4,972,835	-	726,541	4,246,294	429,488	435,520	502,973	100%	98%
Investments as at 30 September 2020					429,487	435,520	502,973	100%	98%

Units of Mutual Funds - Open Ended (AIAPPP-III)

	At the beginning of the quarter 01 July 2020	Acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investments	Percentage of net assets
	(No. of holdings)				(Rupees in '000)			%	
<u>Investments in:</u>									
Al-Ameen Islamic Sovereign Fund	5,798,284	45,097	506,511	5,336,870	539,818	547,374	586,462	93%	93%
Al-Ameen Islamic Dedicated Equity Fund	163,325	228,316	54,765	336,876	38,230	41,722	17,074	7%	7%
Investments as at 30 September 2020					578,048	589,097	603,536	100%	100%

Units of Mutual Funds - Open Ended (AIAPPP-IV)

	At the beginning of the quarter 01 July 2020	Acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investments	Percentage of net assets
	(No. of holdings)				(Rupees in '000)			%	
<u>Investments in:</u>									
Al-Ameen Islamic Dedicated Equity Fund	128,781	66,892	13,494	182,179	19,997	22,563	13,463	15%	15%
Al-Ameen Islamic Sovereign Fund	1,344,801	15,201	79,420	1,280,582	129,533	131,342	136,019	85%	85%
Investments as at 30 September 2020					149,530	153,906	149,481	100%	101%

Units of Mutual Funds - Open Ended (AIACTAP-XI)

	At the beginning of the quarter 01 July 2020	Acquired during the quarter	Sold / matured during the quarter	As at 30 September 2020	Carrying value as at 30 September 2020	Market value as at 30 September 2020	Market value as at 30 June 2020	Percentage of total investments	Percentage of net assets
	(No. of holdings)				(Rupees in '000)			%	
<u>Investments in:</u>									
Al-Ameen Islamic Dedicated Equity Fund	289,499	-	1,159	288,340	30,142	35,711	30,264	73%	73%
Al-Ameen Islamic Sovereign Fund	127,593	-	484	127,109	12,856	13,037	12,905	27%	27%
Investments as at 30 September 2020					43,000	48,748	43,169	100%	100%

6 ADVANCE INCOME TAX

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

7 ALLOCATED EXPENSES

The Management Company is charging 0.1% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services

8 ACCRUED EXPENSES AND OTHER PAYABLES

8.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 10.1 to the annual audited financial statements for the year ended June 30, 2020.

Further, this includes provision for Sindh Workers' Welfare Fund (SWWF) as at September 30, 2020 amounting to AIAPPP II, AIAPPP III, AIAPPP IV and AIACVTAP XI 0.772, 0.711, 0.447 and 0.098 million rupees respectively (June 30, 2020: AIAPPP II, AIAPPP III, AIAPPP IV and AIACTAP XI 0.771, 0.702, 0.440, 0.085 million rupees respectively). The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. Had SWWF not been provided for, the net assets value per unit would have been higher by 0.1862 in AIAPPP II, 1302 in AIAPPP III, 0.3351 in AIAPPP IV and 0.2416 in AIACTAP XI (June 30, 2020: Rs. 0.1623 per unit for AIAPPP-II, Rs. 0.1230 per unit for AIAPPP-III, Rs. 0.3299 for AIAPPP-IV and Rs. 0.2089 for AIACTAP-XI per unit).

9 CONTINGENCIES AND COMMITMENTS

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

10 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

11 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

12 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 are as follows:

	AIAPPP-II	AIAPPP-III
Total expense ratio	0.09%	0.06%
Government levy, SWWF and SECP fee	0.01%	0.01%
	AIAPPP-IV	AIACTAP-XI
Total expense ratio	0.10%	0.22%
Government levy, SWWF and SECP fee	0.01%	0.04%

12 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

12.1 Connected persons / related parties comprise of United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of the Management Company.

12.2 Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

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

12.4 Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

12.5 Details of transactions with related parties / connected persons during the period and balances held with them at the quarter year ended September 30, 2019 are as follows:

	Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
Transactions during the quarter ended 30 September 2020						
AIAPPP-II						
----- (Rupees in '000) -----						
Remuneration	-	-	82	-	-	-
Sales tax on remuneration	-	-	11	-	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	-	-	-
Sale of Collective Investment Scheme units at cost	-	-	-	73,902	-	-
Bank Charges	-	2	-	-	-	-
Profit on saving account	-	141	-	-	-	-
Allocation of expenses	118	-	-	-	-	-
Shariah advisory fee	22	-	-	-	-	-
Dividend Received	-	-	-	-	-	-
Transactions during the quarter ended 30 September 2019						
AIAPPP-II						
----- (Rupees in '000) -----						
Remuneration	-	-	163	-	-	-
Sales tax on remuneration	-	-	21	-	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	50,598	-	-
Sale of Collective Investment Scheme units at cost	-	-	-	243,852	-	-
Bank Charges	-	3	-	-	-	-
Profit Received	-	68	-	-	-	-
Allocation of expenses	161	-	-	-	-	-
Shariah advisory fee	25	-	-	-	-	-
Dividend Received	-	-	-	-	-	-
Transactions during the quarter ended 30 September 2020						
AIAPPP-III						
----- (Rupees in '000) -----						
Remuneration	-	-	107	-	-	-
Sales tax on remuneration	-	-	14	-	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	31,790	-	-
Sale of Collective Investment Scheme units at cost	-	-	-	58,275	-	-
Bank Charges	-	-	-	-	-	-
Profit on saving account	-	2	-	-	-	-
Allocated expenses	153	-	-	-	-	-
Shariah advisory fee	22	-	-	-	-	-
Dividend Received	-	-	-	-	-	-
Transactions during the quarter ended 30 September 2019						
AIAPPP-III						
----- (Rupees in '000) -----						
Remuneration	-	-	165	-	-	-
Sales tax on remuneration	-	-	21	-	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	168,015	-	-
Sale of Collective Investment Scheme units at cost	-	-	-	190,807	-	-
Bank Charges	-	3	-	-	-	-
Profit Received	-	159	-	-	-	-
Allocated expenses payable	164	-	-	-	-	-
Shariah advisory fee	25	-	-	-	-	-
Dividend Received	-	-	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
Transactions during the quarter ended 30 September 2020					
AIAPPP-IV					
----- (Rupees in '000) -----					
Remuneration	-	-	27	-	-
Sales tax on remuneration	-	-	3	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	9,530	-
Sale of Collective Investment Scheme units at cost	-	-	-	9,760	-
Bank Charges	-	-	-	-	-
Profit on saving account	-	25	-	-	-
Allocated expenses	38	-	-	-	-
Shariah advisory fee	22	-	-	-	-
Dividend Received	-	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
Transactions during the quarter ended 30 September 2019					
AIAPPP-IV					
----- (Rupees in '000) -----					
Remuneration	-	-	41	-	-
Sales tax on remuneration	-	-	5	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	3,314	-
Sale of Collective Investment Scheme units at cost	-	-	-	4,158	-
Bank Charges	-	2	-	-	-
Profit Received	-	330	-	-	-
Allocated expenses payable	59	-	-	-	-
Shariah advisory fee	25	-	-	-	-
Dividend Received	-	-	-	-	-

Transactions during the quarter ended 30 September 2020					
AIACTAP-XI					
----- (Rupees in '000) -----					
Units Issued	-	-	-	-	1
Units Issued Amount	-	-	-	-	155
Units Redeemed	-	-	-	-	-
Remuneration	-	-	8	-	-
Sales tax on remuneration	-	-	1	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	-	-
Sale of Collective Investment Scheme units at cost	-	-	-	176	-
Bank Charges	-	-	-	-	-
Profit on saving account	-	6	-	-	-
Allocated expenses	60	-	-	-	-
Shariah advisory fee	13	-	-	-	-
Dividend Received	-	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
Transactions during the quarter ended 30 September 2019					
AIACTAP-XI					
----- (Rupees in '000) -----					
Remuneration	-	-	10	-	-
Sales tax on remuneration	-	-	1	-	-
Purchase of Collective Investment Scheme units at cost	-	-	-	2,216	-
Sale of Collective Investment Scheme units at cost	-	-	-	9,286	-
Bank Charges	-	-	-	-	-
Profit Received	-	6	-	-	-
Allocated expenses payable	60	-	-	-	-
Shariah advisory fee	13	-	-	-	-
Dividend Received	-	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Balances held as at 30 September 2020) -----					
AIAPPP-II					
----- (Rupees in '000) -----					
Collective Investment Scheme units held (Units in '000)	-	-	-	-	-
Collective Investment Scheme units held (Amount in '000)	-	-	-	4,246	-
Bank balance	-	9,685	-	-	-
Profit receivable	-	48	-	-	-
Allocated expenses	77	-	-	-	-
Shariah advisory fee	112	-	-	-	-
Conversion Charges Payable	3	-	-	-	-
Remuneration payable	-	-	30	-	-

	----- (Balances held as at 30 June 2020) -----					
	AIAPPP-II					
	----- (Rupees in '000) -----					
Collective Investment Scheme units held (Units in '000)	-	-	-	4,973	-	-
Collective Investment Scheme units held (Amount in '000)	-	-	-	502,973	-	-
Bank balance	-	354	-	-	-	-
Profit receivable	-	26	-	-	-	-
Allocated expenses	90	-	-	-	-	-
Shariah advisory fee	90	-	-	-	-	-
Conversion charges and other payables	2	-	-	-	-	-
Remuneration payable	-	-	34	-	-	-

	Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
	----- (Balances held as at 30 September 2020) -----					
	AIAPPP-III					
	----- (Rupees in '000) -----					
Units held (units in '000)	-	-	-	-	-	968
Units held (Rupees in '000)	-	-	-	-	-	104,151
Collective Investment Scheme units held (Units in '000)	-	-	-	5,674	-	-
Collective Investment Scheme units held (Amount in '000)	-	-	-	589,097	-	-
Bank balance	-	400	-	-	-	-
Profit receivable	-	4	-	-	-	-
Allocated expenses	102	-	-	-	-	-
Shariah advisory fee	112	-	-	-	-	-
Conversion Charges Payable	1	-	-	-	-	-
Other Payable	5	-	-	-	-	-
Remuneration payable	-	-	40	-	-	-

	----- (Balances held as at 30 June 2020) -----					
	AIAPPP-III					
	----- (Rupees in '000) -----					
Units held (units in '000)	-	-	-	-	-	968
Units held (Rupees in '000)	-	-	-	-	-	102,157
Collective Investment Scheme units held (Units in '000)	-	-	-	5,962	-	-
Collective Investment Scheme units held (Amount in '000)	-	-	-	503,536	-	-
Bank balance	-	414	-	-	-	-
Profit receivable	-	15	-	-	-	-
Allocated expenses	10	-	-	-	-	-
Shariah advisory fee	90	-	-	-	-	-
Other Payables	6	-	-	-	-	-
Remuneration payable	-	-	40	-	-	-
Sales load payable	-	70	-	-	-	-

	----- (Balances held as at 30 September 2020) -----					
	AIAPPP-IV					
	----- (Rupees in '000) -----					
Units held (units in '000)	-	-	-	-	-	477
Units held (Rupees in '000)	-	-	-	-	-	54,999
Investment in Collective Investment Scheme (units in '000)	-	-	-	1,463	-	-
Investment in Collective Investment Scheme (Rupees in '000)	-	-	-	153,906	-	-
Bank balance	-	956	-	-	-	-
Profit receivable	-	8	-	-	-	-
Remuneration payable	-	-	10	-	-	-
Allocation of expenses relating to the Fund	26	-	-	-	-	-
Shariah advisory fee	111	-	-	-	-	-
Other payables	5	-	-	-	-	-
Sales load payable	-	302	-	-	-	-

	----- (Balances held as at 30 June 2020) -----					
	AIAPPP-IV					
	----- (Rupees in '000) -----					
Units held (units in '000)	-	-	-	-	8	477
Units held (Rupees in '000)	-	-	-	-	899	53,410
Investment in Collective Investment Scheme (units in '000)	-	-	-	1,474	-	-
Investment in Collective Investment Scheme (Rupees in '000)	-	-	-	149,482	-	-
Bank balance	-	992	-	-	-	-
Profit receivable	-	2	-	-	-	-
Remuneration payable	-	-	10	-	-	-
Allocation of expenses relating to the Fund	25	-	-	-	-	-
Shariah advisory fee	90	-	-	-	-	-
Other payables	5	-	-	-	-	-
Sales load payable	-	-	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Balances held as at 30 September 2020) -----						
AIACTAP-XI						
----- (Rupees in '000) -----						
Units held (units in '000)	-	-	-	-	-	195
Units held (Rupees in '000)	-	-	-	-	-	23,407
Investment in Collective Investment Scheme (units in '000)	-	-	-	-	-	-
Investment in Collective Investment Scheme (Rupees in '000)	-	-	-	415	-	-
Bank balance	-	552	-	48,748	-	-
Profit receivable	-	3	-	-	-	-
Remuneration payable	-	-	3	-	-	-
Allocation of expenses relating to the Fund	8	-	-	-	-	-
Shariah advisory fee	111	-	-	-	-	-
Other payables	-	-	-	-	-	-
Sales load payable	-	87	-	-	-	-
----- (Balances held as at 30 June 2020) -----						
AIACTAP-XI						
----- (Rupees in '000) -----						
Units held (units in '000)	-	-	-	-	-	195
Units held (Rupees in '000)	-	-	-	-	-	20,688
Investment in Collective Investment Scheme (units in '000)	-	-	-	417	-	-
Investment in Collective Investment Scheme (Rupees in '000)	-	-	-	43,169	-	-
Bank balance	-	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
Remuneration payable	-	-	3	-	-	-
Allocation of expenses relating to the Fund	7	-	-	-	-	-
Shariah advisory fee	90	-	-	-	-	-
Sales load payable	-	-	-	-	-	-

13 FAIR VALUES OF FINANCIAL INSTRUMENTS

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

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

Fair value of investments classified as at fair value through profit or loss, which are tradable in an open market is based on the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The table below provides information on financial assets or liabilities carried at fair values, by valuation methods.

30 September 2020	Note	Carrying amount				Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
		---AIAPPP-II---							
		(Rupees in '000)							

Financial assets measured at fair value

Investments	5.1	<u>435,520</u>	-	-	-	<u>435,520</u>	<u>435,520</u>	-	-	<u>435,520</u>
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30 June 2020	Note	Carrying amount				Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
		---AIAPPP-II---							
		(Rupees in '000)							

Financial assets measured at fair value

Investments		<u>502,973</u>	-	-	-	<u>502,973</u>	<u>502,973</u>	-	-	<u>502,973</u>
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30 September 2020	Note	Carrying amount				Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
		---AIAPPP-III---							
		(Rupees in '000)							

Financial assets measured at fair value

Investments	5.1	<u>589,097</u>	-	-	-	<u>589,097</u>	<u>589,097</u>	-	-	<u>589,097</u>
-------------	-----	----------------	---	---	---	----------------	----------------	---	---	----------------

30 June 2020	Note	Carrying amount				Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
		---AIAPPP-III---							
		(Rupees in '000)							

Financial assets measured at fair value

Investments		<u>603,536</u>	-	-	-	<u>603,536</u>	<u>603,536</u>	-	-	<u>603,536</u>
-------------	--	----------------	---	---	---	----------------	----------------	---	---	----------------

30 September 2020	Note	Carrying amount				Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
		---AIAPPP-IV---							
		(Rupees in '000)							

Financial assets measured at fair value

Investments	5.1	<u>153,906</u>	-	-	-	<u>153,906</u>	<u>153,906</u>	-	-	<u>153,906</u>
-------------	-----	----------------	---	---	---	----------------	----------------	---	---	----------------

30 June 2020	Note	Carrying amount				Total	Fair value			Total
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities		Level 1	Level 2	Level 3	
---AIAPPP-IV--- (Rupees in '000)										
Financial assets measured at fair value										
Investments		149,482	-	-	-	149,482	149,482	-	-	149,482

30 September 2020	Note	Carrying amount				Total	Fair value			Total
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities		Level 1	Level 2	Level 3	
---AIACTAP-XI--- (Rupees in '000)										
Financial assets measured at fair value										
Investments	5.1	48,748	-	-	-	48,748	48,748	-	-	48,748

30 June 2020	Note	Carrying amount				Total	Fair value			Total
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities		Level 1	Level 2	Level 3	
---AIACTAP-XI--- (Rupees in '000)										
Financial assets measured at fair value										
Investments		43,169	-	-	-	43,169	43,169	-	-	43,169

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

13.2 There were no transfers between various levels of fair value hierarchy during the period.

14 GENERAL

14.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

14.2 Impact 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:

- 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;
- Maximum limit for application of discretionary discount as per the Annexure-I, Chapter 3 of Circular 33 of 2012 has been enhanced;
- 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;
- Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

14.3 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.

15 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 29 Oct 2020 by the Board of Directors of the Management Company.

**For UBL Fund Managers Limited
(Management Company)**

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AISSF

Al-Ameen Islamic Special Savings Fund

INVESTMENT OBJECTIVE

Al-Ameen Islamic Special Savings Funds is an open-end Shariah Compliant Capital Protected Fund that aims to not only provide its unit-holders capital preservation but competitive regular returns from a portfolio of shariah compliant fixed income investments in line with the risk tolerance of the Investor.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Deloitte Yousuf Adil
Bankers	Dubai Islamic Bank Limited
Management Co.Rating	AM1 (JCR-VIS)

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020**

	Note	AISSP-II	
		(Un-audited) Sep 30, 2020	(Audited) June 30, 2020
		(Rupees in '000')	
ASSETS			
Bank balances	4	172,974	147,686
Investments	5	74,715	-
Profit receivable		1,463	692
Prepayments and other receivables		159	-
Preliminary expenses and floatation costs	6	751	837
Receivable against sale of investments		-	63,256
Advance income tax	7	219	219
Total assets		250,281	212,690
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	8	1,347	1,257
Payable to Central Depository Company of Pakistan Limited - Trustee		11	9
Payable to Securities and Exchange Commission of Pakistan		8	6
Accrued expenses and other liabilities	9	785	9,079
Total liabilities		2,151	10,351
Net Assets		248,130	202,339
Unit Holders' Fund (as per statement attached)		248,130	202,339
CONTINGENCIES AND COMMITMENTS			
	10	---(Number)---	
Number of Units in Issue		2,460,248	2,030,584
		---(Rupees)---	
Net Asset Value Per Unit		100.8557	99.6458

The annexed notes 1 to 16 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

**AISSP-II
Quarter ended
September 30 2020**

	Note	(Rupees in '000')
INCOME		
Capital gain on redemption and sale of investments-net		690
Financial income		2,882
Total income		<u>3,572</u>
EXPENSES		
Remuneration of UBL Fund Managers Limited - Management Company	8	319
Sindh Sales Tax on remuneration of the Management Company		42
Remuneration of Central Depository Company of Pakistan Limited - Trustee		29
Annual fee - Securities and Exchange Commission of Pakistan		9
Allocated expenses	8.1	43
Allocated selling and marketing expenses	8.1	170
Auditor's remuneration		128
Bank charges		1
Listing fee		13
Legal and professional charges		32
Amortisation of preliminary expenses and floatation costs		86
Total expenses		<u>872</u>
Net operating Income for the quarter		<u>2,700</u>
Provision for Sindh Workers' Welfare Fund		(53)
Net income for the quarter before taxation		<u>2,647</u>
Taxation	11	-
Net income for the quarter after taxation		<u>2,647</u>
Allocation of net income for the quarter:		
- Net income for the period after taxation		2,647
- Income already paid on units redeemed		(330)
Net income for the quarter available for distribution		<u>2,317</u>
Accounting income available for distribution		
- Relating to capital gains		446
- Excluding capital gains		1,871
		<u>2,317</u>
Earnings per unit	12	

The annexed notes 1 to 16 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

**AISSP-II
Quarter ended
September 30 2020**

(Rupees in '000')

Net income for the quarter	2,647
Other comprehensive income for the quarter	
Unrealised loss on re-measurement of investments - classified at fair value through other comprehensive income	(285)
Reclassification adjustment relating to investments - at fair value through other comprehensive income sold during the period	-
	<u>(285)</u>
Total comprehensive income for the quarter	<u>2,362</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

AISSP-II			
Quarter ended			
September 30 2020			
(Rupees in '000')			
Capital value	Undistributed loss	Unrealised diminution on revaluation of fair value through OCI	Total
202,913	(574)	-	202,339
118,326	-	-	118,326
-	-	-	-
951	-	-	951
119,277	-	-	119,277
(75,511)	-	-	(75,511)
-	-	-	-
(7)	(330)	-	(337)
(75,518)	(330)	-	(75,848)
-	2,647	(285)	2,362
-	-	-	-
-	2,647	(285)	2,362
246,672	1,743	(285)	248,130

Net assets at beginning of the quarter

Amount received on issuance of 1,187,462 units

- Capital value

-Element of income during the period

relating to other comprehensive income

relating to net income for the period after taxation

Total amount received on issuance of units

Amount paid on redemption of 757,797 units

- Capital value

-Element of income during the period

relating to other comprehensive income

relating to net income for the period after taxation

Total amount paid on redemption of units

Total comprehensive Income/(loss) for the quarter

Distribution during the quarter

Net Income for the period less distribution

Net assets at end of the quarter

Undistributed loss brought forward comprising of:

- Realised

- Unrealised

(574)

-

(574)

Accounting income available for distribution

-Relating to capital gains

- Excluding capital gains

446

1,871

2,317

Net Income for the period after taxation

1,743

Distribution during the quarter

-

Undistributed income carried forward - net

1,743

Undistributed Income carried forward comprising of:

- Realised

1,743

- Unrealised

-

1,743

(Rupees)

Net assets value per unit at beginning of the quarter

100.8557

Net assets value per unit at end of the quarter

99.6458

The annexed notes 1 to 16 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

**AISSP-II
Quarter ended
September 30
2020**

(Rupees in '000')

CASH FLOWS FROM OPERATING ACTIVITIES

Net Income for the period before taxation 2,647

Adjustments for:

Financial income	(2,882)
Provision for Sindh Workers' Welfare Fund	53
Realised (gain) / loss on sale of investments	(690)
Amortisation of preliminary expenses and floatation costs	86
Cash used in operations before working capital changes	(3,433)

Increase in assets

Receivable against sale of investments	63,256
Investment	(74,310)
Prepayments and other receivables	(159)
Advance tax	-
Preliminary expenses and floatation costs	-
	(11,213)

Increase in liabilities

Payable to UBL Fund Managers Limited - Management Company	90
Payable to Central Depository Company of Pakistan Limited - Trustee	2
Payable to Securities and Exchange Commission of Pakistan	2
Accrued expenses and other liabilities	(8,347)
	(8,253)
Cash used in operations	(20,252)

Financial income received 2,111

Net cash used in operating activities **(18,141)**

CASH FLOWS FROM FINANCING ACTIVITIES

Receipts from issuance of units	119,277
Payments against redemption of units	(75,848)
Net cash generated from financing activities	43,429

Net increase in cash and cash equivalents **25,288**

Cash and cash equivalents at beginning of the quarter 147,686

Cash and cash equivalents at end of the quarter **172,974**

The annexed notes 1 to 16 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC SPECIAL SAVINGS FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

1. LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Special Savings Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 15 July, 2019 and was approved by the Securities and Exchange Commission of Pakistan (SECP) for registration on 28 August, 2019 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Fund commenced its operations from 10 March, 2020. Accordingly these financial statements have been prepared for the period from March 11, 2020 to June 30, 2020.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an open ended shariah compliant mutual fund categorised as Islamic Capital Protected Fund. The Fund consists of one plan namely, Al-Ameen Special Savings Plan - II (the "Plan") which is listed on the Pakistan Stock Exchange Limited.

The "Al-Ameen Islamic Special Savings Plan - II (AISSP-II)" is an allocation plan under the Fund with an objective to earn competitive regular return with capital preservation for unit holders who held their investment within Plan for Twenty Four (24) months & beyond from commencement of life of the Plan.

Class A units are the capital preserved units which are issued in Pre-IPO, IPO and subscription period of the Plan. As per the first supplement to the offering document of the Fund dated December 5, 2019, the subscription period of the plan was for 90 days until June 11, 2020. The subscription period is extended to October 09, 2020 vide fourth supplement to the offering document dated August 11, 2020. Back end load is applicable after the subscription period until the completion of 24 months of life of the Plan.

VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company as on December 31, 2019.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

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

2.1.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2020.

2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial information has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2020.

2.1.4 In compliance with Schedule V of the NBFC Regulations the directors of the Management Company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at September 30, 2020.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the Fund's functional and presentation currency.

3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

3.1 The accounting policies applied in the preparation of this condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2020.

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

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual published audited financial statements as at and for the year ended June 30, 2020.

3.4 There are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the Fund's accounting period beginning on or after July 01, 2020. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a significant effect on this condensed interim financial information.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Fund for the year ended June 30, 2020.

4	BANK BALANCES	Note	AISSP-II Sep 30, 2020 (Rupees in '000')
	In local currency:		
	- Profit and loss sharing account	4.1	<u>172,974</u>
	June 30, 2020		<u>147,686</u>

4.1 Profit rates on this profit and loss sharing account range between 6.5% per annum.(7.50% 30 June 2020)

5.	INVESTMENTS	Note	AISSP-II Sep 30, 2020 (Rupees in '000')
	At fair value through other comprehensive income (FVOCI)		
	Government securities	5.1	<u>74,715</u>
	June 30, 2020		<u>-</u>

5.1 **Government securities**

	As at June 30, 2020	Purchased during the period	Sold during the period	As at Sep 30, 2020	Carrying value as at Sep 30, 2020	Market value as at Sep 30, 2020
	----- (No. of holdings) -----				----- (Rupees in '000') -----	
Government of Pakistan						
Ijara Sukuk - 5 years	5.1.1	-	1,400	650	750	75,000
September 30, 2020			<u>1,400</u>	<u>650</u>	<u>750</u>	<u>74,715</u>
June 30, 2020				<u>-</u>	<u>-</u>	<u>-</u>

5.1.1 This Ijara Sukuk had a nominal value of Rs. 100,000.

6.	PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	AISSP-II Sep 30, 2020 (Rupees in '000')
	Preliminary expenses and floatation costs		<u>837</u>
	Less: amortisation during the period	6.1	<u>(86)</u>
	September 30, 2020		<u>751</u>
	June 30, 2020		<u>837</u>

6.1 The provisions of the Trust Deed and NBFC Regulations require the amortisation of preliminary expenses and floatation costs up to 1.5% of the net assets at the close of IPO capital of the Fund. This cost is amortised over 24 months period.

7. **ADVANCE INCOME TAX**

The income of the Fund is exempt under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" date May 12, 2015, made it mandatory to obtain exemption certificates under section 159(1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150, 150A and 151 of the Income Tax Ordinance, 2001 which has been recorded as receivable from the Tax Department in this condensed interim financial information.

8 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

During the period ended September 30, 2020, management fee was charged at the rate of 0.75%. The remuneration is paid to the Management Company on monthly basis in arrears.

8.1 Allocated expenses and selling and marketing expenses

The Management Company is charging 0.10% per annum of average daily net assets on account of fee and expenses related to registrar services, accounting, operation and valuation services and 0.4 % per annum of average daily net assets on account of selling and marketing .

9 ACCRUED EXPENSES AND OTHER LIABILITIES

9.1 Provision for Workers' Welfare Fund (WWF)

As a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on May 21, 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs. 500,000 or more in any year of account commencing on or after the date of closing of account on or after December 31, 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above, the MUFAP obtained a legal opinion on these matters during financial year ended June 30, 2017. Based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited), MUFAP had recommended to all its members to start recording Sindh WWF. Consequently, the Fund has recorded provision of Rs. 0.053 million for the quarter in respect of SWWF.

Had the provision not been made, it would have resulted in an increase in the net assets value per unit by Rs. 0.026 per unit. (June 30, 2020: Rs. NIL).

10 CONTINGENCIES AND COMMITMENTS

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

11 TAXATION

The income of the Fund is exempt from tax under clause (99) of Part I of the Second Schedule of the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Further, 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. As the Management Company intends to distributed through cash at least 90% of the Fund's net accounting income as reduced by capital gain whether realised or unrealised by the year-end to the unit holders, accordingly, no provision for taxation has been recognized in this condensed interim financial information.

12 EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as, in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

13 TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund for the period ended September 30, 2020 is 2.17% which includes 0.25% representing Government levies, Sindh Workers' Welfare Fund and SECP fee.

14 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise United Bank Limited (Holding Company of the Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (Subsidiary of the Management Company), entities under common management or directorships, the Central Depository Company of Pakistan Limited (Trustee), Directors and Officers of Management Company, persons having 10% or more beneficial ownership of the units of the Fund and other collective investment schemes managed by the Management Company.

Transactions with the connected persons are at agreed / contracted rates.

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

Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

14.1 Details of the transactions with connected persons and balances with them, if not disclosed elsewhere in these financial statements are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties **
----- (For the quarter ended 30 September 2020) (Un-audited) -----						
----- (Units) -----						
Transactions during the quarter						
Units issued	489	-	-	-	-	996,596
Units redeemed	700,000	-	-	-	-	-
----- (Rupees in '000') -----						
Value of units issued	48	-	-	-	-	100,000
Value of units redeemed	70,047	-	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration (including sales tax)	361	-	29	-	-	-
Allocated expenses	43	-	-	-	-	-
Selling and marketing expenses	170	-	-	-	-	-
----- (As at 30 September 2020) (Un-audited) -----						
----- (Units) -----						
Balances held						
Units held	489	-	-	-	-	1,310,270
----- (Rupees in '000') -----						
Value of units held	49	-	-	-	-	132,148
Remuneration payable (including sales tax)	137	-	11	-	-	-
Allocated expenses payable	30	-	-	-	-	-
Selling and marketing expenses payable	170	-	-	-	-	-
Other payable	1,010	-	-	-	-	-
----- As at June 30, 2020 (audited) -----						
----- (Units) -----						
Balances held						
Units held	700,000	-	-	-	-	928,570
----- (Rupees in '000') -----						
Value of units held	69,572	-	-	-	-	92,528
Remuneration payable (including sales tax)	114	-	9	-	-	-
Allocated expenses payable	22	-	-	-	-	-
Selling and marketing expenses payable	111	-	-	-	-	-
Other payable	1,010	-	-	-	-	-

* This represents parent (including the related subsidiaries of the parent) of the Management Company, associated companies / undertakings of the Management Company.

** This represents the persons having 10% or more holding in the period.

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.

15.2 Impact 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:

- 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) Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- d) Time period to ensure compliance with minimum fund size for Open End Schemes under Regulation 54(3b) of the NBFC regulations has been increased to 180 days for Open End Schemes;
- 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.

15.3 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.

16 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 29, 2020 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer









SD
Director









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