



## CONTENTS

Mission & Vision Statement .....	01
Fund Information .....	02
Report of the Director of the Management Company.....	03
Report of the Director of the Management Company (Urdu) .....	08
Condensed Interim Statement of Assets and Liabilities .....	09
Condensed Interim Income Statement .....	10
Condensed Interim Statement of Comprehensive Income .....	11
Condensed Interim Statement of Movement in Unit Holder's Fund .....	12
Condensed Interim Cash Flow Statement .....	13
Notes to the Condensed Interim Financial Information.....	14



## Our Mission

"To provide higher risk adjusted returns to investors at large by investing into a diversified range of investment assets on consistent basis."

## Our Vision

"PAK OMAN ADVANTAGE ASSET ALLOCATION FUND aims to provide diversified portfolio and return that is risk adjusted to suit investors at large, on a consistent basis."



## FUND INFORMATION

**Management Company**

Pak Oman Asset Management Company Limited.  
 ICON House 83-C, 12th Commercial Street,  
 Phase-II Extension, DHA, Karachi.  
 Phone : +92 - 21 - 35899641-44  
 Fax : +92 - 21 - 35899645  
 Website : www.pakomanfunds.com

**Board of Director of The Management Company**

H.H. Juland Jaifer Salim Al Said	Chairman
Mr. Bahauddin Khan	Director
Mr. Humayun Murad	Director
Mr. Jehangir Shah	Director
Mr. Rashid Ali Ibrahim Al Balushi	Director
Ms. Sadaf Kazmi	CEO

**Audit Committee**

Mr. Humayun Murad	Chairman
Mr. Bahauddin Khan	Member
Mr. Rashid Ali Ibrahim Al Balushi	Member

**Chief Financial Officer**

Mr. Abdul Rehman

**Company Secretary**

Ms. Hina Mir

**Asset Manager Rating**

AM3 + (Positive)

**Trustee**

**MCB Financial Services Limited**  
 4th Floor, Perdesi House, 2/1, R-Y-16,  
 Old Queens Road, Karachi.

**Auditors**

**RSM Avais Hyder Liaquat Nauman  
 Chartered Accountants**  
 407, Progressive Plaza, Beamont Road,  
 Karachi-75530

**Bankers to The Fund**

Bank Alfalah Limited  
 BankIslami Pakistan Limited  
 JS Bank Limited  
 Khushhali Bank Limited  
 NRSP Microfinance Bank Limited  
 The First MicroFinanceBank Limited

**Legal Advisor**

**Mohsin Tayyab Ali**  
**Corporate & Commercial Law Firm**  
 D-21, Block - 4,  
 KDA Scheme 5, Clifton, Karachi.



## DIRECTORS REPORT TO THE UNIT HOLDERS

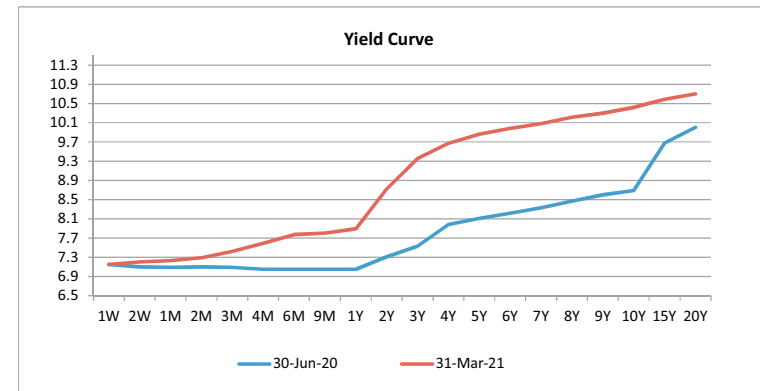
The Board of Directors (BOD) of Pak Oman Asset Management Company Limited is pleased to present the half yearly financial statements of Askari Asset Allocation Fund for the period ended March 31, 2021.

**Fixed Income Review 9M-FY21**

In first nine months of FY21, secondary market yields across short term papers reversed from their bottom levels. Yields on 3m, 6m and 12m paper increased by 33bp, 72bps and 84bps and stood at 7.42%, 7.77% and 7.89% respectively by end of Mar-21. On the other hand, yield on longer tenor bonds witnessed sharp increase of 182bps, 175bps and 173bps and settled at 9.35%, 9.86% and 10.42% for 3yr, 5yr and 10yr bond respectively. During the quarter, money market remained stagnant and slow activity was witnessed post SBP's decision to maintain policy rate at 7.00%.

In the monetary policies announced during the first half of financial year 2021, SBP decided to maintain benchmark policy rate at 7.00%. The decision was taken in consideration to stable core inflation and sizeable growth in Large Scale Manufacturing Index. SBP concluded that lower borrowing cost has made major contribution in wiping out economic burn, after covid-19 outbreak. Further, SBP is of the view that reduction in borrowing cost has resulted in significant liquidity in the market to support local industries.

In the T-Bill auctions held during the period, SBP raised a total of PKR 9,681 billion against the target of PKR 8,500 billion and maturing amount of PKR 9,564 billion. The Last cut-off yields stood at 7.5398%, 7.8000% for 3m and 6m paper respectively while all bids were rejected for 12m paper. In the PIB auction for fixed rated bonds, SBP raised PKR 448 while Banks offered PKR 1,120 billion. Major participation was witnessed in 3yr and 5yr paper. Cut-off yields settled at 9.41%, 9.90% and 10.2890% for 3yr, 5yr, and 10yr bond respectively.

**Economic Review 9-MFY21**

In 9M-FY21 CPI averaged at 8.34% as compared to 11.53% in same period last year. The CPI stayed lower in 9-Months of FY21 as this period saw a decline in oil prices amid covid-19, followed by decline in other CPI heads. However, in 2-QFY21 and 3QFY21, CPI started to elevate on the back of reversal in fuel prices, upward revision in electricity prices and higher food inflation, especially notable increase was witnessed in perishable food items. During the period under review, SPI and WPI averaged at 11.91% and 6.35% respectively.



On the external front, in 8MFY21, Current Account settled in surplus of \$881 million, which is +0.5% of the GDP as compared to deficit of \$2.741 billion, i-e -1.5% of GDP in same period last year. Major contributor for improvement in current account balance was 22.16% decline in trade deficit on account of approximately 8.59% drop in imports. Further impetus came from significant growth in remittances, which increased by 24% on YoY basis.

In the monetary policies announced during the nine months of financial year 2021, SBP decided to maintain benchmark policy rate at 7.00%. The decision was taken in consideration to stable core inflation and notable growth in LSM Index. SBP has concluded that lower borrowing cost has made major contribution in wiping out economic burn, after covid-19 outbreak.

Going forward, government's major challenge would curtail fiscal imbalances and management of foreign flows. SBP expects inflation to settle in the band of 7%-9% in FY21. However, higher inflationary trend might be observed post expected upward revision in energy prices as per IMF's structural criteria for resumption of EFF program.

#### EQUITY REVIEW

In 3QFY21, The KSE-100 index recorded an increase of 10,166 points. During the quarter, index touched a peak of 47,399 pts, with a bottom of 34,146 pts and settled at 44,588 pts, enclosing a total return of 29.53%. The improvement in equity market was led by exceptional financial results of listed companies for the quarter ended Sep-20 & Dec-20 along with the quick rebound in international oil prices and appreciation in Rupee/Dollar parity. However, in the month of March 2021 market witnessed dismal performance due to political noise following the controversy in Senate Elections 2021,

During 3QFY21, foreigners were net seller of USD 293.85mn. Major selling was observed in Banks (USD97.42mn), Oil & gas exploration (USD45.39mn) Cement (USD40.04mn), while a net buying was witnessed in Textile (USD3.09mn). On the local side Individuals, corporate companies, Insurance Companies and were net buyers of USD 246.29mn, USD104.67mn and USD55.59mn, while Banks/DFI were net seller of USD 91.51mn.

The market is expected to remain upbeat in the upcoming months. Our thesis is premised on improved earnings expectations for the Mar'21 quarter. Together with this, improving macroeconomic outlook, higher than expected figures for growth, rupee appreciation and foreign flows will be key positive triggers for the market going forward.

#### PakOman Advantage Asset Allocation Fund

In 3QFY21, POAAAF posted a return of 5.46% against the benchmark return of 15.16%. Net assets settled at PKR 95.433mn by end of Mar-21 against PKR 94.977mn in start of Fy21. Average Equity Exposure during the 3QFY21 was 62.86% as compare to 50.77% in 2QFY21.

By end of Mar-21 Fund was mainly allocated in Equity having allocation in Cement, Vanaspati & Allied Industries, Engineering, and Oil and Gas Marketing to the extent of 7.63%, 6.53%, 4.67% and 4.47% respectively. Exposure in TFC's/ Sukuk's stood at 8.56% as compare to 7.46% on 31st December -20. Remaining funds were invested as cash with A and above rated banks.



#### ACKNOWLEDGEMENTS

We would like to thank our valued investors who have placed their confidence in us. The Board is also thankful to the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustees of the Fund and the Pakistan Stock Exchange for their continued cooperation and support. The Board of Directors also appreciates the efforts put in by the management team for their commitment and hard work.

For and on behalf of the Board  
**Sadaf kazmi**  
Chief Executive Officer

12th April 2021  
Karachi - Pakistan.



### اظہار تشکر

ہم ان تمام سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنہوں نے ہم پر اعتماد کیا ہے۔ ہم سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، فنڈ کے منولیان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ مخلصانہ کوششوں پر ان کے مشکور ہیں۔ منتظم کمپنی کے ملازمین کے لئے ہم اپنی سٹائن ریکارڈ پر لانا چاہتے ہیں۔

صدف کاظمی  
چیف ایگزیکٹو آفیسر  
12 اپریل 2021ء  
کراچی۔ پاکستان



بیرونی محاذ پر کرنٹ اکاؤنٹ گزشتہ سال کی اسی مدت میں 2.741 ملین ڈالر یعنی جی ڈی پی کا منفی 1.5% فیصد شمارہ کے مقابلے میں مالیاتی سال 21 کے 8 ماہ میں، 881 ملین ڈالر کے سرپلس یعنی جی ڈی پی کا پلس 0.5% طے کیا گیا۔ درآمدات میں تقریباً 8.59 فیصد کمی کی وجہ سے کرنٹ اکاؤنٹ بیلنس میں بہتری کے لئے اہم شراکت دار تجارتی خسارے میں 22.16 فیصد کمی تھی۔ مزید ترغیبات و ترسیلات زر میں نمایاں نمو سے ہوئیں، جو سالانہ بنیاد پر 24 فیصد تک زیادہ ہوئی۔

مالی سال 2021 کی نو ماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بیٹیج مارک پالیسی شرح کو 7.00 فیصد برقرار رکھنے کا فیصلہ کیا۔ یہ فیصلہ بنیادی افراط زر اور لارج سکیل میں فیکچرنگ انڈیکس میں نمایاں نمو کو مستحکم رکھنے کے لئے کیا گیا۔ SBP نے یہ نتیجہ اخذ کیا کہ Covid-19 کے پھیلاؤ کے بعد، قرضہ کی کم لاگت نے اقتصادی بحالی میں اہم حصہ شامل کیا ہے۔

آگے بڑھتے ہوئے حکومت کو سب سے بڑا چیلنج مالی عدم توازن کو کم اور غیر ملکی بھاری کا انتظام کرنا ہوگا۔ اسٹیٹ بینک کو توقع ہے کہ مالی سال 21 میں افراط زر 7 فیصد -9 فیصد کے بینڈ میں رہے گا۔ تاہم، EFF پروگرام کو دوبارہ شروع کرنے کے لئے آئی ایم ایف کے ساختی معیار کے مطابق توانائی کی قیمتوں میں متوقع اضافے کے بعد افراط زر بڑھنے کا رجحان پایا جاسکتا ہے۔

### ایکویٹی تجزیہ

مالیاتی سال 21 کی تیسری سہ ماہی میں، KSE 100 انڈیکس نے 10,166 پوائنٹس کا اضافہ درج کرایا۔ سہ ماہی کے دوران، انڈیکس، 34,146 پوائنٹس کی bottom کے ساتھ 47,399 پوائنٹس کی بلندی پر پہنچ گیا اور 44,588 پوائنٹس پر طے پایا، 29.53 فیصد کمی کل واپسی پر بند ہوا۔ ایکویٹی مارکیٹ میں بہتری کی وجہ سے 20 دسمبر کو ختم ہونے والی سہ ماہی کے لئے مندرجہ کمپنیوں کے مالی نتائج غیر معمولی تھے جس کے ساتھ ساتھ تیل کی بین الاقوامی قیمتوں اور روپیہ/ڈالر کی قیمت میں تیزی کا رجحان رہا۔ تاہم، مارچ 2021 کے مبینہ سینٹ انتخابات 2021 میں تنازعہ کے بعد سیاسی شوریٰ وجہ سے مارکیٹ میں ناقص کارکردگی دیکھنے میں آئی۔

مالیاتی سال 21 کی تیسری سہ ماہی کے دوران، 293.85 ملین ڈالر خالص کا غیر ملکی اخراج دیکھا گیا۔ اہم فروخت ٹیکسوں (USD 97.42mn)، تیل و گیس ایکسپلوریشن (USD 45.39mn)، تینٹ (USD 40.04mn) میں دیکھی گئی، جبکہ خالص خریداری ٹیکسائل (USD 3.09mn) میں درج کرائی گئی۔ مقامی شراکاء میں، افراد، کارپوریٹ کمپنیاں، انشورنس کمپنیاں بالترتیب 246.29 ملین ڈالر، 104.67 ملین ڈالر اور 55.59 ملین ڈالر کے خالص خریدار تھے، جبکہ بینک DFI/91.51 ملین امریکی ڈالر کے خالص فروخت کنندگان تھے۔

توقع ہے کہ آنے والے مہینوں میں مارکیٹ میں استحکام رہے گا۔ ہمارا مقالہ مارچ 21 کی سہ ماہی کی بہتر آمدنی کی توقعات پر مبنی ہے۔ اس کے ساتھ، نمو کے متوقع اعداد و شمار سے زیادہ، معاشی نقطہ نظر کی بہتری روپے کی قدر اور غیر ملکی بھاری مارکیٹ کو آگے بڑھانے کے لئے کلیدی مثبت محرک ثابت ہوگی۔

### پاک اومان ایڈوانٹیج ایٹ ایلوکیشن فنڈ (POAAAF)

مالی سال 21 کی تیسری سہ ماہی میں، POAAAF نے بیٹیج مارک منفعت 15.16 فیصد کے مقابلے میں 5.46 فیصد منفعت فراہم کی۔ خالص اثاثے مالی سال 21 کے شروع میں 94.977 ملین روپے کے مقابلے میں مارچ 21 کے اختتام تک 95.433 ملین روپے طے ہوئے۔ مالی سال 21 کی دوسری سہ ماہی میں 50.77% کے مقابلے میں مالی سال 2021 کی تیسری سہ ماہی کے دوران اوسط ایکویٹی ایکسپوزر 62.86% تک ہو گیا۔

مارچ 21 کے اختتام تک فنڈ سیمٹ، وینا سٹی اور لائیو اینڈ انڈسٹریز، انجینئرنگ اور تیل و گیس مارکیٹنگ میں بالترتیب 7.63%، 6.53%، 4.67% اور 4.47% کی حد تک ایلوکیشن کی ایکویٹی میں مختص کیا گیا۔ Sukuk's /TFC's میں ایکسپوزر 31 دسمبر 20 کو 7.46% کے مقابلے میں 8.56% تھا۔ ایف پی ڈی کی A اور بلا درجہ کے بینکوں میں بطور کیش سرمایہ کاری کی گئی۔



## یونٹ ہولڈرز کو ڈائریکٹریٹ کی رپورٹ

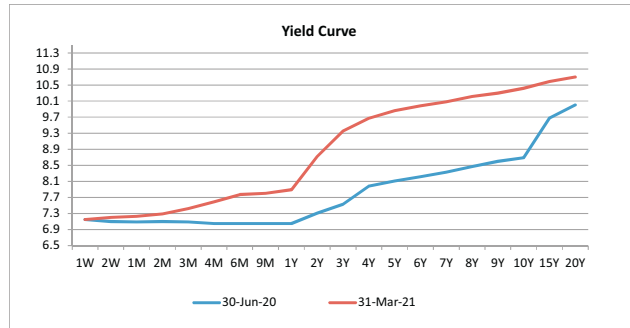
پاک اومان اینجمنٹ کمپنی لمیٹڈ ("منظم کمپنی" یا "POAMCL" یا "کمپنی") کے بورڈ آف ڈائریکٹرز پاکستان اومان ایڈوانٹیج ایسٹ ایبلٹیشن فنڈ (POAAAF) کی 31 مارچ 2021ء کو ختم ہونے والی نو ماہی کے لئے پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

## مستقل آمدنی تجزیہ نو ماہی مالیاتی سال 2021ء

مالیاتی سال 2021 کی نو ماہی میں ثانوی مارکیٹ افادہ شارٹ ٹرم بیپرز کی مد میں اپنی زیریں سطحوں سے واپس لیا گیا۔ شارٹ ٹرم بیپرز پر آمدنی 3،6 اور 12 ماہ بیپرز پر 33bps، 72bps اور 84bps تک بڑھ گئی اور یہ مارچ 21 کے اختتام تک بالترتیب 7.42 فی صد، 7.77 فی صد اور 7.89 فی صد پر بند ہوئی۔ دوسری جانب، طویل مدتی بانڈز پر آمدنی 182bps، 175bps اور 173bps بڑھ گئی اور تین، پانچ اور دس سالہ بانڈز پر آمدنی بالترتیب 9.35 فی صد، 9.86 فی صد اور 10.42 فی صد رہی۔ رواں سہ ماہی کے دوران، مٹی مارکیٹ جمود کا شکار رہی اور ٹریڈ بینک پاکستان کے پالیسی شرح کو 7.00% پر برقرار رکھنے کے فیصلے کے بعد کم از کم سرگرمی دیکھی گئی۔

مالی سال 2021 کی پہلی ششماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بیچ مارک پالیسی شرح کو 7.00 فی صد برقرار رکھنے کا فیصلہ کیا۔ بنیادی افراط زر کو مستحکم رکھنے اور لارج اسکیل مینیوفیکچرنگ انڈیکس میں نمایاں نمو کے لئے یہ فیصلہ کیا گیا۔ SBP نے نتیجہ اخذ کیا ہے کہ COVID-19 پھیلنے کے بعد، قرضہ کی کم لاگت نے اقتصادی بحالی میں اہم حصہ شامل کیا ہے۔ اس کے علاوہ، اسٹیٹ بینک پاکستان کا موقف ہے کہ قرض کی لاگت میں کمی کے نتیجے میں مقامی صنعتوں کی مدد کے لئے مارکیٹ میں نمایاں لیکویڈیٹی موجود ہے۔

اس مدت کے دوران منصفانہ بڑی بڑی نیلامی میں، SBP نے 8,500 بلین روپے ہدف اور وصول شدہ 9,564 بلین روپے کے مقابلہ میں مجموعی 9,681 بلین روپے اکٹھے کئے۔ 3 اور 6 کے بیپرز پر کٹ آف منافع بالترتیب 7.5398 فی صد اور 7.8000 فی صد رہا جبکہ 12 ماہ کے بیپرز کے لئے تمام بولیاں مسترد کر دی گئیں۔ مستقل شرح کے بانڈز پر PIB نیلامی میں SBP نے 448 بلین روپے اکٹھے کئے جبکہ بینکوں نے 1,120 بلین روپے کی پیشکش کی۔ 3 سالہ اور 5 سالہ بیپرز میں اہم شرائط دیکھی گئی۔ 15 اور 10 سالہ بانڈز پر نظر ثانی شدہ منافع بالترتیب 9.41 فی صد، 9.90 فی صد اور 10.2890 فی صد لیا گیا۔



## اقتصادی جائزہ برائے نو ماہی مالیاتی سال 2021ء

9M-FY21 میں CPI اوسطاً گزشتہ سال کی اسی مدت میں 11.53% کے مقابلے میں 8.34% رہی۔ مالی سال 2021 کی نو ماہی میں، CPI کم ہی رہا کیونکہ اس مدت میں دیگر CPI ہیز میں کمی کے باعث COVID-19 کے پھیلنے کی قیمتوں میں کمی دیکھی گئی۔ تاہم، مالی سال 21 کی دوسری سہ ماہی اور مالی سال 21 کی تیسری سہ ماہی میں، سی پی آئی نے ایندھن کی قیمتوں میں اضافے، بجلی کی قیمتوں میں اضافہ اور کھانے پینے کی اشیاء کی قیمتوں میں اضافے کو متاثر کر دیا، خاص طور پر خراب ہونے والی اشیاء خورد و نوش میں قابل ذکر اضافہ دیکھا گیا۔ زیر جائزہ مدت کے دوران، SPI اور WPI بالترتیب اوسطاً 11.91 فی صد اور 6.35 فی صد رہی۔



## CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 MARCH 2021

Note	31 March 2021	30 June 2020
	Un-audited	Audited
-----Rupees in '000-----		
<b>ASSETS</b>		
Balances with Bank	22,364	20,663
Investments	71,713	68,415
Dividend receivable and markup accrued	4,965	2,946
Advances, deposits, prepayments and other receivables	3,399	9,141
<b>Total assets</b>	<b>102,441</b>	<b>101,165</b>
<b>LIABILITIES</b>		
Payable to Management Company	1,347	1,265
Payable to Trustee	25	25
Payable to the Securities and Exchange Commission of Pakistan	15	20
Dividend payable	1,360	19
Accrued expenses and other liabilities	4,262	4,859
<b>Total liabilities</b>	<b>7,009</b>	<b>6,188</b>
<b>NET ASSETS</b>	<b>95,432</b>	<b>94,977</b>
<b>UNIT HOLDERS' FUNDS (AS PER STATEMENT ATTACHED)</b>	<b>95,432</b>	<b>2,101,898</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	<b>8</b>	
<b>NUMBER OF UNITS IN ISSUE</b>	<b>2,031,103</b>	<b>2,101,898</b>
<b>NET ASSET VALUE PER UNIT</b>	<b>46.9856</b>	<b>45.1865</b>

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

For Pak Oman Asset Management Company Limited  
(Management Company)

  
Chief Executive Officer


  
Chief Financial Officer


  
Director



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	Nine Months Ended 31 March		Quarter Ended 31 March		
	2021	2020	2021	2020	
Note	-----Rupees in '000-----		-----Rupees in '000-----		
<b>INCOME / (LOSS)</b>					
Mark-up income on bank balances	1,408	2,185	543	698	
Mark-up income on term finance certificates	599	1,902	197	621	
Mark-up income on sukuk certificates	36	1,428	-	414	
Mark-up income on government securities	687	14	21	14	
Dividend income	1,493	1,699	687	401	
Net realised loss on sale of investments	8,185	(257)	304	(809)	
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	(2,896)	(9,311)	(3,998)	(13,986)	
	9,512	(2,340)	(2,246)	(12,647)	
<b>EXPENSES</b>					
Remuneration of Asset Management Company	6.1	1,465	1,527	494	515
Sindh Sales Tax on Remuneration of the Management Company	6.2	190	199	64	67
Reimbursement of operational expenses to the Management Company	6.4	73	76	24	25
Reimbursement of selling and marketing charges to the Management Company	6.5	98	-	98	-
Remuneration of MCB Financial Services Limited - Trustee		54	104	18	35
Annual fee to the Securities and Exchange Commission of Pakistan		15	15	5	5
Auditors' remuneration		415	350	124	120
Securities transaction cost		1,773	482	652	192
Printing and Stationary charges		24	24	8	9
Legal and professional charges		29	59	-	20
Fees and Subscription		26	132	9	44
Settlement and Bank charges		-	24	-	18
Provision for Sindh Workers' Welfare Fund		107	-	(77)	(167)
<b>Net income for the period before taxation</b>		4,269	2,992	1,419	883
Taxation	10	-	-	-	-
<b>Net income for the period after taxation</b>		5,243	(5,332)	(3,665)	(13,530)

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

For Pak Oman Asset Management Company Limited  
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For The Nine Months and Quarter Ended 31 March 2021

10



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021

	Nine Months Ended 31 March		Quarter Ended 31 March	
	2021	2020	2021	2020
Note	-----Rupees in '000-----		-----Rupees in '000-----	
<b>Net loss for the period after taxation</b>	5,243	(5,332)	(3,665)	(13,530)
Other comprehensive (loss) / income	-	-	-	-
<b>Total comprehensive loss for the period</b>	5,243	(5,332)	(3,665)	(13,530)

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

For Pak Oman Asset Management Company Limited  
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For The Nine Months and Quarter Ended 31 March 2021

11



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)  
FOR THE NINE MONTHS ENDED 31 MARCH 2021

	Nine Month Ended 31 March 2021			Nine Month Ended 31 March 2020		
	Capital Value	Accumulated (loss) / Undistributed Income	Net Assets	Capital Value	Accumulated (loss) / Undistributed Income	Net Assets
	-----Rupees in '000-----					
Net assets at the beginning of the period [Units outstanding: 2,101,898 (2020: 2,462,053)]	100,984	(6,006)	94,978	107,841	(7,404)	100,437
Issue of 1,221 (2020: 147,960) units						
- Capital value(at net asset per unit at beginning of year)	55	-	55	1,008	-	1,008
- Element of loss	3	-	3	(8)	-	(8)
	58	-	58	1,000	-	1,000
Redemption of 176,455 (2020: 354,311) units						
- Capital value(at net asset per unit at beginning of year)	(4,612)	-	(4,612)	(7,857)	-	(7,857)
- Element of (income) / loss	-	(235)	(235)	-	(491)	(491)
	(4,612)	(235)	(4,847)	(7,857)	(491)	(8,348)
<b>Total comprehensive loss for the period</b>		5,243	5,243		(5,332)	(5,332)
<b>Dividend Distribution</b>		(1,342)				
Net assets at the end of the period [Units outstanding: 2,031,103 (2020: 2,255,703)]	96,430	(2,340)	95,432	100,984	(13,227)	87,757
Accumulated (loss) / Undistributed income brought forward						
-Realized income		2,587			2,587	
-Unrealised loss		(9,991)			(9,991)	
		(7,404)			(7,404)	
Net loss for the period		5,243			(5,332)	
Income paid on units redeemed		(235)			(491)	
Accumulated loss carried forward		(2,396)			(13,227)	
-Realized (loss) / income		500			(3,916)	
-Unrealised loss		(2,896)			(9,311)	
		(2,396)			(13,227)	

(Rupees)

Net asset value at the beginning of the period 41.75 45.19

Net asset value at the end of the period 46.99 41.75

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

Chief Executive Officer

Chief Financial Officer

Director

For The Nine Months and Quarter Ended 31 March 2021

12



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE NINE MONTHS ENDED 31 MARCH 2021

	Note	Nine Month Ended 31 March	
		2021	2020
		-----Rupees in ('000)-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net loss for the period after taxation		5,243	(5,332)
<b>Adjustments:</b>			
Net capital loss on sale of investments		(8,185)	257
Net unrealised diminution on re-measurement of investments 'financial assets at fair value through profit or loss'		2,896	9,311
		(5,289)	9,568
<b>(Increase) / decrease in assets</b>			
Investments - net		1,991	4,206
Dividend receivable and markup accrued		(2,020)	2,514
Advances, deposits, prepayments and other receivables		5,742	(17,581)
		5,713	(10,861)
<b>Increase / (decrease) in liabilities</b>			
Payable to Asset Management Company		82	145
Payable to the MCB Financial Services Limited - Trustee		1	1
Payable to the Securities and Exchange Commission of Pakistan		(5)	(5)
Payable against purchase of investments		-	-
Accrued expenses and other liabilities		744	(2,682)
		822	(2,541)
<b>Net cash (used in) / generated from operating activities</b>		6,489	(9,166)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net receipts from issue of units		58	1,000
Net payments against redemption of units		(4,847)	(8,348)
<b>Net cash used in financing activities</b>		(4,789)	(7,348)
<b>Net (decrease) / increase in cash and cash equivalents</b>		1,700	(16,514)
Cash and cash equivalents at the beginning of the period		20,663	20,663
<b>Cash and cash equivalents at the end of the period</b>	4	22,363	4,149

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

For Pak Oman Asset Management Company Limited  
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

For The Nine Months and Quarter Ended 31 March 2021

13



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE NINE MONTHS AND QUARTER ENDED 31 MARCH 2021**

**1 LEGAL STATUS AND NATURE OF BUSINESS**

Pak Oman Advantage Asset Allocation Fund (the Fund) was established under a Trust deed executed between Pak Oman Asset Management Limited as the Management Company and MCB Financial Services Limited (MCBFSL). The trust deed was approved on 02 June 2008 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 (The NBFC Rules) and was executed on 18 March 2011.

The Management Company 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 Ikon House, 83-C, 12th Commercial Street, Phase-II Extension, DHA, Karachi.

The Fund is an open-ended mutual fund classified as an "Asset Allocation" by the Management Company 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 Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3+ (Positive)" to the Management Company as at 15 February 2021 and a Performance Ranking of 2-Star for the long term and 3-star for short term to the Fund as at 15 February 2021.

Title to the assets of the Fund are held in the name of MCBFSL as trustee of the Fund.

**2 STATEMENT OF COMPLIANCE**

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the requirements of the said directives prevail.

This condensed interim financial statements does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual published financial statements of the Fund for the year ended 30 June 2020.

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

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial statements and the significant judgements made by the management in applying



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**

the accounting policies and key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended 30 June 2020.

		<b>31 March 2021</b>	<b>30 June 2020</b>
		<b>Un-audited</b>	<b>Audited</b>
	<b>Note</b>	-----Rupees in '000-----	
<b>4 CASH AND BANK BALANCES</b>			
Balances with banks:			
- in saving accounts	4.1	<u>22,364</u>	<u>20,663</u>
4.1	The rate of return on these accounts ranges between 6.50% to 8.50% (30 June 2020: 10.50% and 11.25%) per annum.		

		<b>31 March 2021</b>	<b>30 June 2020</b>
		<b>Un-audited</b>	<b>Audited</b>
	<b>Note</b>	-----Rupees in '000-----	
<b>5 INVESTMENTS</b>			
<b>At fair value through profit or loss - held for trading</b>			
Listed equity securities	5.1	39,689	16,221
Sukuk certificates	5.2	-	10,630
Term finance certificates	5.3	8,766	16,152
Pakistan Investment Bonds	5.4	<u>23,258</u>	<u>25,412</u>
		<u>71,713</u>	<u>68,415</u>

**5.1 Listed equity securities**

At fair value through profit or loss - equity securities

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

Name of Investee Company	Number of Shares				Rupees		Percentage		
	As at 01 July 2020	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets

**COMMERCIAL BANKS**

MEEZAN BANK LIMITED	-	29,000	-	29,000	-	-	-	0.00%	0.00%	0.0000%
BANK ALFALAH LIMITED	20,000	68,000	-	88,000	-	-	-	0.00%	0.00%	0.0000%
THE BANK OF PUNJAB	46,500	113,000	-	159,500	-	-	-	0.00%	0.00%	0.0000%
FAYSAL BANK LIMITED	-	60,000	-	60,000	-	-	-	0.00%	0.00%	0.0000%
HABIB BANK LIMITED	17,000	84,505	-	101,505	-	-	-	0.00%	0.00%	0.0000%
MCB BANK LIMITED	5,400	24,636	-	30,036	-	-	-	0.00%	0.00%	0.0000%
UNITED BANK LIMITED	17,300	59,000	-	76,300	-	-	-	0.00%	0.00%	0.0000%
	106,200	438,141	-	544,341	-	-	-	0.00%	0.00%	



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

Name of Investee Company	Number of Shares					Rupees		Percentage		
	As at 01 July 2020	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
<b>CEMENT</b>										
D.G KHAN CEMENT COMPANY LIMITED	10,000	24,000	-	25,000	9,000	1,136	1,085	1.51%	1.14%	0.0046%
FAUJI CEMENT COMPANY LIMITED	83,000	86,000	-	-	169,000	3,870	3,857	5.38%	4.04%	0.1230%
LUCKY CEMENT LIMITED	2,300	21,500	-	23,800	-	-	-	0.00%	0.00%	0.0000%
POWER CEMENT LIMITED	91,000	100,000	-	-	191,000	1,962	1,759	2.45%	1.84%	0.0000%
MAPLE LEAF CEMENT FACTORY LIMITED	65,000	44,000	-	84,000	25,000	1,139	1,120	1.56%	1.17%	0.0124%
PIONEER CEMENT LIMITED	-	119,500	-	119,500	-	-	-	0.00%	0.00%	0.0000%
	251,300	395,000	-	252,300	394,000	8,107	7,821	10.90%	8.19%	
<b>POWER GENERATION AND DISTRIBUTION</b>										
K-ELECTRIC LIMITED	15,000	800,000	-	815,000	-	-	-	-	-	-
THE HUB POWER COMPANY LIMITED	15,798	233,500	-	201,298	48,000	4,283	3,895	5.43%	4.08%	0.0005%
KOT ADDU POWER COMPANY LIMITED	-	183,000	-	183,000	-	-	-	0.00%	0.00%	0.0000%
	30,798	1,216,500	-	1,199,298	48,000	4,283	3,895	-	-	-
<b>OIL AND GAS MARKETING COMPANIES</b>										
HI-TECH LUBRICANTS LIMITED	-	25,000	-	25,000	-	-	-	0.00%	0.00%	0.0000%
PAKISTAN STATE OIL COMPANY LIMITED	884	80,000	-	65,100	15,784	3,989	3,640	5.08%	3.81%	0.0136%
SUI NORTHERN GAS PIPELINES LIMITED	-	177,000	-	153,000	24,000	1,152	941	1.31%	0.99%	0.0038%
	884	282,000	-	243,100	39,784	5,141	4,581	6.39%	4.80%	
<b>OIL AND GAS EXPLORATION COMPANIES</b>										
MARI PETROLEUM COMPANY LIMITED	926	-	-	926	-	-	-	0.00%	0.00%	0.0000%
OIL & GAS DEVELOPMENT COMPANY LIMITED	4,500	63,000	-	67,500	-	-	-	0.00%	0.00%	0.0000%
PAKISTAN OILFIELDS LIMITED	1,220	13,200	-	11,920	2,500	995	950	1.32%	1.00%	0.0009%
PAKISTAN PETROLEUM LIMITED	10,000	179,000	-	165,000	24,000	2,159	2,096	2.92%	2.20%	0.0009%
	16,646	255,200	-	245,346	26,500	3,154	3,046	4.24%	3.20%	
<b>ENGINEERING</b>										
AMRELI STEELS LIMITED	-	254,000	-	204,000	50,000	2,436	2,084	2.91%	2.18%	0.0115%
INTERNATIONAL INDUSTRIES LIMITED	5,000	-	-	5,000	-	-	-	0.00%	0.00%	0.0115%
INTERNATIONAL STEELS LIMITED	-	111,000	-	111,000	-	-	-	0.00%	0.00%	0.0115%
MUGHAL IRON AND STEEL INDUSTRIES LTD	-	129,000	-	100,000	29,000	2,941	2,699	3.76%	2.83%	0.0115%
AGHA STEEL INDUSTRIES LIMITED	-	261,000	-	261,000	-	-	-	0.00%	0.00%	0.0000%
ITTEFAQ IRON INDUSTRIES LIMITED	-	100,000	-	100,000	29,000	-	-	3.76%	1.58%	0.0000%
	5,000	855,000	-	781,000	108,000	5,377	4,783	-	-	-
<b>Cables &amp; Electrical Goods</b>										
PAK ELEKTRON LIMITED	-	282,500	-	235,500	47,000	1,873	1,553	2.17%	1.63%	0.0000%
WAVES SINGER PAKISTAN LIMITED	-	431,000	-	353,000	78,000	2,033	1,744	2.43%	1.83%	0.0000%
	-	713,500	-	588,500	125,000	3,906	3,297	-	-	-
<b>FERTILIZER</b>										
ENGRO CORPORATION LIMITED	12,100	57,413	-	69,513	-	-	-	0.00%	0.00%	0.0000%
ENGRO FERTILIZERS LIMITED	15,055	118,500	-	133,555	-	-	-	0.00%	0.00%	0.0000%
FAUJI FERTILIZER BIN QASIM LIMITED	31,500	526,000	-	557,500	-	-	-	0.00%	0.00%	0.0000%
FAUJI FERTILIZER COMPANY LIMITED	-	55,000	-	55,000	-	-	-	0.00%	0.00%	0.0000%
	58,655	756,913	-	815,568	-	-	-	0.00%	0.00%	
<b>PHARMACEUTICALS</b>										
AGP LIMITED	-	9,000	-	9,000	-	-	-	0.00%	0.00%	0.0000%
THE SEARLE COMPANY LIMITED	232	-	-	-	232	-	-	0.00%	0.00%	0.0000%
	232	9,000	-	9,000	232	-	-	0.00%	0.00%	

For The Nine Months and Quarter Ended 31 March 2021

16



PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

Name of Investee Company	Number of Shares					Rupees		Percentage		
	As at 01 July 2020	Purchases during the period	Bonus / Rights shares issued during the period	Sales during the period	As at 31 March 2021	Carrying value as at 31 March 2021	Market value as at 31 March 2021	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Paid up capital of investee company
<b>CHEMICALS</b>										
ENGRO POLYMER & CHEMICALS LIMITED	-	404,500	-	404,500	-	-	-	0.00%	0.00%	0.0000%
LOTTE CHEMICAL PAKISTAN LIMITED	-	150,000	-	150,000	-	-	-	0.00%	0.00%	0.0000%
	5,000	554,500	-	554,500	-	-	-	0.00%	0.00%	
<b>Glass &amp; Ceramics</b>										
SHABIR TILES & CERAMICS LIMITED	-	100,000	-	100,000	-	-	-	0.00%	0.00%	0.0000%
TARIQ GLASS INDUSTRIES LTD	-	45,000	-	45,000	-	-	-	0.00%	0.00%	0.0000%
<b>FOODS AND PERSONAL CARE PRODUCTS</b>										
FAUJI FOODS LIMITED	-	114,000	-	114,000	-	-	-	0.00%	0.00%	0.0000%
FRIESLANDCAMPINA ENGRO PAKISTAN LIMITED	-	15,000	-	15,000	-	-	-	-	-	-
TREET CORPORATION LIMITED	-	250,500	-	155,500	2,975	2,487	-	-	-	-
MATCO FOODS LIMITED	3,000	43,000	-	46,000	-	-	-	-	-	-
	3,000	422,500	-	330,500	-	2,975	2,487	0.00%	0.00%	
<b>REFINERY</b>										
ATTOCK REFINERY LIMITED	-	15,000	-	15,000	-	-	-	0.00%	0.00%	0.0000%
PAKISTAN REFINERY LIMITED	-	50,000	-	50,000	-	-	-	0.00%	0.00%	0.0000%
	-	4,000	-	4,000	-	-	-	0.00%	0.00%	
<b>REAL STATE INVESTMENT TRUST</b>										
Dolmen City REIT	95,000	-	-	95,000	-	-	-	0.00%	0.00%	0.0000%
	95,000	-	-	95,000	-	-	-	0.00%	0.00%	0.07%
<b>MISCELLANEOUS</b>										
TRI-PACK FILMS LIMITED	-	20,000	-	20,000	-	-	-	0.00%	0.00%	0.0056%
PAKISTAN INTERNATIONAL BULK LIMITED	319,000	-	-	90,000	228,000	2,940	2,393	3.34%	2.51%	0.0056%
Matco Foods Limited	3,000	43,000	-	46,000	-	-	-	0.00%	0.00%	0.0056%
Treet Corporation Limited	-	45,000	-	45,000	-	-	-	0.00%	0.00%	0.0056%
Pakistan Telecommunication Company Ltd.	-	114,000	-	114,000	-	-	-	0.00%	0.00%	0.0056%
Unity Foods Limited	290,000	130,000	-	195,000	225,000	7,256	6,749	9.41%	7.07%	0.0056%
Nishat Mills Limited	-	66,000	-	66,000	-	-	-	0.00%	0.00%	0.0056%
INTERLOOP LIMITED	15,000	14,000	-	24,000	5,000	348	331	0.46%	0.35%	0.0056%
Kohinoor Textile Mills Limited	10,000	-	-	5,000	5,000	320	307	0.43%	0.32%	0.0056%
SIDDIQSONS TIN PLATE LIMITED	-	206,000	-	206,000	-	-	-	0.00%	0.00%	0.0000%
	637,000	638,000	-	811,000	464,000	10,864	9,779	-	-	-
<b>Total as at 31 March 2021</b>						<b>43,807</b>	<b>39,689</b>			
<b>Total as at 30 June 2020</b>						<b>17,978</b>	<b>16,221</b>			

For The Nine Months and Quarter Ended 31 March 2021

17



## PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

5.1.1 Investments include shares with market value of Rs. 4.6943 million (30 June 2020: Rs. 4.4680 million) which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trade in accordance with circular no. 11 dated 23 October 2007 issued by the Securities and Exchange Commission of Pakistan.

### 5.2 Sukuk Certificates

Name of the investee company	Number of certificates				Market value as at 31 March 2021	Investment as a percentage of		
	As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 March 2021		Net assets	Market value of total investments	Issue size
					Rs in '000'	-----%		
International Brands Limited	150	-	150.00	-	-	0.00%	0.00%	0.53%
	150	-	150	-	-	0.00%	0.00%	
					<u>11,125</u>			

Total face value of Rs. 100,000 each

Carrying value as at 31 March 2021

5.2.2 These sukuk certificates are secured by hypothecation charge over the assets of the issuer and pledge of shares of the issuers.

### 5.3 Term finance certificates - unlisted

Name of the investee company	Number of certificates				Market value as at 31 March 2021	Investment as a percentage of		
	As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 March 2021		Net assets	Market value of total investments	Issue size
					Rs in '000'	-----%		
JS Bank Limited (29-Dec-2017)	-	85	-	85	8,766	9.19%	8.50%	0.43%
	-	85	-	85	8,766	9.19%	19.00%	
					<u>16,775</u>			

All term finance certificates have a total face value of Rs. 5,000 each unless stated otherwise

Carrying value as at March 31, 2021

### 5.4 Pakistan Investment Bonds

Issue date	Tenor	Face value				Balance as at 31 March 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		As at 01 July 2020	Purchased during the year	Sold / matured during the year	As at 31 March 2021	Carrying value	Market value	Appreciation / Diminution		
						Rs in '000'				
12-Jul-18	10-Years	-	25,000,000	-	25,000,000.00	23,526.39	23,258	(268)	24.37	32.43
	31 March 2021	-	25,000,000	-	25,000,000	23,526	23,258	(268)	24	32
	30 June 2020	-	-	-	-	-	-	-	-	-



## PAK OMAN ADVANTAGE ASSET ALLOCATION FUND

### 6 PAYABLE TO MANAGEMENT COMPANY

	31 March 2020	30 June 2019
	Un-audited	Audited
Note	-----Rupees in '000-----	
Remuneration of the Management Company	6.1	131
Sindh sales tax payable on remuneration of the Management Company	6.2	118
Federal Excise Duty payable on remuneration of the Management Company	6.3	736
Reimbursement of operational expenses to the Management Company	6.4	32
Reimbursement of selling and marketing charges to the Management Company	6.5	303
Sales Load Payable		27
	<u>1,347</u>	<u>1,266</u>

6.1 The Management Company has charged its remuneration at the rate of 2% (30 June 2020: 2%) per annum of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

6.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (30 June 2020:13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from 01 July 2011.

6.3 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from 13 June 2013. As the asset management services rendered by the Management Company of the Fund are already subject to provincial sales tax on services levied by the Sindh Revenue Board, which is being charged to the Fund as explained in note 6.2 above, the Management Company is of the view that further levy of FED was not justified.

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

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

With effect from 01 July 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED for the period from January 13, 2013 to June 30, 2016 aggregating to Rs. 0.736 million. Had the provision not been retained, NAV per unit of the Fund as at March 31, 2021 would have been higher by Rs. 0.36 per unit (June 30, 2020: Rs. 0.35 per unit).

6.4 In accordance with the provisions of the NBFC Regulations, 2008 (amended vide S.R.O 1160(I)/2015 dated 25 November 2015), the Management Company of the Fund is entitled to reimbursement of fees and expenses in relation to registrar services, accounting, operation



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**

and valuation services related to the Fund upto a maximum of 0.1% of the average annual net assets of the Scheme or actual whichever is less. Accordingly, the Management Company has charged accounting and operational charges to the Fund in respect of the back office accounting function @ 0.1% of average annual assets of the scheme to an independent service provider.

- 6.5 SECP vide Circular No. 11 of 2019 dated July 05, 2019 has super seeded circular 40 of 2016, 05 of 2017 and 05 of 2018 and has prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to collective investment schemes managed by them. Selling and Marketing expenses has been allowed on all categories of Open and mutual funds except fund of funds at a maximum cap of 0.4% per annum of net assets of the Fund or actual expenses, whichever is lower. Accordingly, the Management Company has charged 0.4% of daily net assets of the Fund starting from 01-January-2021, being the lower amount.

7	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	31 March	30 June
			2021	2020
			Un-audited	Audited
			----- Rupees in '000-----	
	Auditors' remuneration payable		377	340
	Printing charges payable		42	-
	Withholding tax and capital gains tax payable		266	-
	Fund Rating Fee Payable		-	-
	Transaction charges payable		1,892	174
	Provision for Sindh Workers' Welfare Fund	7.1	1,685	1,607
	Payable against purchase of equity securities		-	-
	Other Payable		-	330
			<b>4,262</b>	<b>2,451</b>

- 7.1 There is no change in the status of the SWWF as reported in note 13 to the annual financial statements of the Fund for the year ended 30 June 2020.

**8 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at 31 March 2021 and 30 June 2020.

**9 EXPENSE RATIO**

The Total Expense Ratio (TER) of the Fund as at 31 March 2020 is 5.06% which includes 0.56% representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP, etc. This ratio exceeds the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as a Asset Allocation scheme.



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**

**10 TAXATION**

The income of the fund is exempt from Income Tax as per Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of taxation has been made in these financial statements.

**11 TRANSACTIONS WITH CONNECTED PERSONS / OTHER RELATED PARTIES**

11.1	Details of transaction with related parties during the period are as follows:	For the Nine Months Ended	
		31 March	2020
		2021	2020
		Un-audited	
		-----Rupees in '000-----	
<b>Pak Oman Asset Management Company Limited (Management Company)</b>			
	Remuneration of the Management Company	1,465	1,527
	Sindh Sales tax on Remuneration of Management Company	190	199
	Reimbursement of operational expenses to the Management Company	73	76
	Reimbursement of selling and marketing charges to the Management Company	98	-
	Issue of Nil (2019: 147,960 units)	-	-
	Redemption of Nil (2019: 147,960) units	-	-
<b>MCB Financial Services Limited (Trustee)</b>			
	Remuneration of the Trustee inclusive of sales tax there on	54	104
		<b>31 March</b>	<b>30 June</b>
		<b>2021</b>	<b>2020</b>
		Un-audited Audited	
		-----Rupees in '000-----	
11.2	Balances outstanding at the period / year end		
<b>Pak Oman Asset Management Company Limited (Management Company)</b>			
	Remuneration payable to the management company	131	131
	Sindh Sales tax payable on remuneration of the Management Company	118	118
	Federal Excise Duty payable on remuneration of the Management Company	736	736
	Reimbursement of operational expenses to the Management Company	32	49
	Reimbursement of selling and marketing charges to the Management Company	303	205
	Sales Load Payable	27	27
<b>MCB Financial Services Limited (Trustee)</b>			
	Trustee fee payable inclusive of sales tax there on	25	25



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**

	31 March 2021 Un-audited	30 June 2020 Audited
	-----Rupees in '000-----	

**Pak Oman Investment Company Limited - Parent of the Management Company**

Outstanding 2,000,000 (30 June 2020: 2,000,000) units 93,971      90,373

**Pak Oman Asset Management Company Limited - Employees Provident Fund Trust (Provident Fund of the Management Company)**

Outstanding 19,076 (30 June 2020: Nil) units 896      -

**12 GENERAL**

Figures have been rounded off to the nearest thousand rupee.

**13 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 12th April 2021.

For Pak Oman Asset Management Company Limited  
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



**PAK OMAN ADVANTAGE ASSET ALLOCATION FUND**