
JS Islamic Fund

Quarterly Report for the period
ended March 31, 2021



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VISION

To be recognized as a responsible asset manager respected for continually realizing goals of its investors.

MISSION

To build JS Investments into a top ranking Asset Management Company; founded on sound values; powered by refined knowhow; supported by a committed team operating within an accountable framework of social, ethical and corporate responsibility - a strong and reliable institution for its shareholders to own; an efficient service provider and value creator for clients; an exciting and fulfilling work place for employees; and a participant worth reckoning for competitors.

BROAD POLICY OBJECTIVES

- Value creation for clients on a sustainable basis
- Maintain high standards of ethical behaviors and fiduciary responsibility
- Manage Investments with Prudence and with the aim of providing consistent returns better than that of peers
- Take Products and Services to the People, Create awareness on understanding financial goals, risks and rewards
- Professional Excellence – Adapt, Evolve and Continuously Improve
- Maintain highly effective controls through strong compliance and risk management
- A talented, diligent and diverse HR



ORGANIZATION

Management Company

JS Investments Limited
19th Floor, The Centre, Plot # 28,
SB-5 Abdullah Haroon Road, Saddar,
Karachi-75600
Tel: (92-21) 111-222-626 Fax: (92-21) 35165540
E-mail:info@jsil.com

Board of Directors

Mr. Suleman Lalani	Chairman
Ms. Iffat Zehra Mankani*	Chief Executive Officer
Mr. Hasan Shahid	Non-Executive Director
Mr. Tahir Ali Sheikh	Non-Executive Director
Mr. Asif Reza Sana	Independent Director
Ms. Aisha Fariel Salahuddin	Independent Director
Mr. Zahid Ullah Khan**	Non-Executive Director
Mr. Imran Haleem Shaikh	Non-Executive Director

Audit Committee

Mr. Asif Reza Sana	Chairman
Ms. Aisha Fariel Salahuddin	Member
Mr. Hasan Shahid	Member

Director Finance & Company Secretary

Mr. Muhammad Khawar Iqbal

Chief Financial Officer

Mr. Zafar Iqbal Ahmed

Trustee

Central Depository Company of Pakistan Limited
CDC House, 99-B, Block 'B', S.M.C.H.S.,
Main Sharah-e-Faisal, Karachi-74400 Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326040

Auditors

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Adviser

Bawaney & Partners

Shariah Advisors

Al – Hilal Shariah Advisors (Pvt) Limited

* Ms. Iffat Zehra Mankani has been appointed as Chief Executive Officer of JS Investments Limited w.e.f April 15, 2021 in place of Mr. Hasnain Raza Nensey.

** Mr. Zahid Ullah Khan has been appointed as Director on the Board of JS Investments Limited w.e.f March 18, 2021 in place of Mr. Kamran Jafar.

DIRECTORS' REPORT TO THE UNIT HOLDERS

The Board of Directors of JS Investments Limited has the pleasure in presenting to you the un-audited Financial Statements of JS Islamic Fund (the Fund) for the nine months period ended March 31, 2021.

Economic review

Since July 2020, Pakistan witnessed two Corona virus waves and is currently undergoing the third wave, the severity of which has heightened the risk of city wide lockdowns and economic activity slowdown. In an effort to overcome the Corona virus situation, the government has initiated a vaccine drive targeting 50+ population and is expected to expand the drive to the lower age groups in the coming months. Therefore, this could be the last major Corona virus wave and the return to normalcy seems closer than ever.

Similarly, the IMF program has also resumed after a year long suspension with another disbursement of USD 500 million. The performance targets remain largely unchanged and the government is expected to achieve the set targets barring any political distraction and escalation of the Corona virus situation.

The Current Account improved considerably during the nine months of the fiscal year 2021. The country reported a surplus of USD 748 million in the period under review compared to USD 2,911 million deficit in the same period last year. The improvement was on account of 24% growth in remittances that outweighed the 22% rise in the trade deficit. As a result, foreign reserves continued to strengthen and PKR/USD parity also improved with the PKR trading at 153 to the dollar in March 2021.

Lastly, CPI inflation eased off from 9.3% in July 2020 to 5.7% in January 2021. However, the inflation has increased to 9% levels from February onwards due to the low base effect. The State Bank of Pakistan continues to maintain a dovish policy stance with a higher focus towards economic recovery stimulation.

Equity Market Review:

The KSE 100 returned 29.5% during the nine months of the fiscal year 2021 and closed at 44,588 points. The KMI 30 recorded a slightly higher return of 32.8% while the KSE 30 returned 22.9%. The market's daily traded value improved from PKR 6.1 billion at the start of the fiscal year to PKR 14.8 billion in March 2021 as investor confidence grew on the back of improving macroeconomic conditions. However, foreigners continued to remain net sellers in Pakistan equities with USD 295.1 million outflow during the period under review compared to USD 130.2 million of outflow in the same period last year.

The KSE 100 index increased by 10,166 points during the nine months of the fiscal year due to improving Corona virus situation, the launch of several vaccines and strong corporate profitability in December 2020 earnings season. Cements were the largest contributors to the index at 1,957 points, followed by Commercial Banks at 1,938 points and Technology & Communication at 1,872 points. The rally in the index was broad based with all other sectors contributing positively to the index during the period.

Review of Fund Performance

The Fund return was 28.68% for the nine months period ended March 31, 2021, against the benchmark return of 32.81%. Net Assets moved from PKR 430.04 million (June 30, 2020) to PKR 513.68 million as of March 31, 2021. The total expense ratio (TER) of the Fund is 3.70% which includes 0.77% representing government levies on the Fund.



Asset Manager Rating

The Pakistan Credit Rating Agency Limited (PACRA) has assigned JS Investments' Management Quality Rating of AM2 (AM-Two) with a stable outlook. The rating denotes High Management Quality

Acknowledgment

The Directors express their gratitude to the Securities and Exchange Commission of Pakistan and Central Depository Company of Pakistan Limited (CDC) for their valuable support, assistance, and guidance. The Board also thanks the employees of the Management Company for their dedication and hard work and the unitholders for their confidence in the Management

Karachi: April 23, 2021

Director

Chief Executive Officer

JS Islamic Fund

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 2021

	Note	31 March 2021 (Unaudited)	30 June 2020 (Audited)
-----Rupees-----			
Assets			
Balances with banks	5	56,333,924	73,426,398
Investments	6	472,699,981	384,764,489
Dividend and profit receivables	7	1,411,300	286,944
Deposits, prepayments and other receivable	8	4,711,123	4,704,153
Total assets		535,156,328	463,181,984
Liabilities			
Payable to JS Investment Limited - Management Company	9	7,740,896	7,223,970
Payable to Central Depository Company of Pakistan Limited - Trustee	10	102,216	84,016
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	11	75,101	93,615
Payable against redemption of units		-	15,000,274
Payable against transactions in marketable securities		162,992	171,314
Accrued and other liabilities	12	13,390,817	10,570,541
Total liabilities		21,472,022	33,143,730
Contingencies and commitment	13		
Net assets		513,684,306	430,038,254
Unit holders' fund		513,684,306	430,038,254
----- (Number) -----			
Number of units in issue		5,099,829	5,493,374
----- (Rupees) -----			
Net asset value per unit		100.73	78.28

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2021

	Note	Nine months period ended		Three months period ended	
		31 March		31 March	
		2021	2020	2021	2020
(Rupees)					
Net realized gain/(loss) on sale of investments at fair value through profit or loss		47,532,922	(16,422,362)	17,912,803	(15,963,736)
Net unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss		82,793,661	(72,383,151)	(11,365,242)	(130,063,713)
Dividend income		9,194,857	13,764,945	3,312,696	2,185,832
Return on bank balances		1,323,334	5,315,580	531,038	1,139,251
Total income		140,844,774	(69,724,989)	10,391,295	(142,702,367)
Expenses					
Remuneration to the Management Company	9	7,509,598	7,348,791	2,534,195	2,326,482
Sindh Sales tax on remuneration to the Management Company	9.1	976,258	955,353	329,454	302,443
Remuneration to the Central Depository Company of Pakistan Limited - Trustee		750,515	736,227	254,559	233,964
Sindh Sales tax on remuneration of the trustee		97,281	95,710	32,807	30,415
Allocated expenses	9.3	375,505	367,482	126,735	116,334
Selling and marketing expenses	9.4	4,017,634	2,995,510	1,355,806	1,244,680
Annual fee to the SECP	11	75,126	73,495	25,347	23,267
Auditors' remuneration		582,829	456,078	174,735	94,773
Shariah advisory fee		126,002	73,718	47,901	23,444
Annual listing fee		18,664	18,750	6,164	6,250
SECP supervisory fee on listing fee		1,867	1,875	617	625
Securities transaction cost		1,184,915	2,632,299	304,044	1,285,603
Bank, settlement and other charges		296,568	428,428	96,466	153,186
Provision for Sindh Workers' Welfare Fund (SWWF)		2,496,640	-	102,409	1,252,658
Net income / (loss) for the period before taxation		122,335,372	(85,908,706)	5,000,416	(149,796,492)
Taxation	14	-	-	-	-
Net income / (loss) for the period after taxation		122,335,372	(85,908,706)	5,000,416	(149,796,492)
Allocation of net income for the period					
Net income / (loss) for the period after taxation		122,335,372	-	5,000,416	-
Income already paid on units redeemed		(23,821,850)	-	(6,901,627)	-
Accounting income available for distribution		98,513,522	-	(1,901,211)	-
Relating to capital gain		130,326,583	-	22,216,148	-
Excluding capital (loss)		(31,813,061)	-	(24,117,359)	-
		98,513,522	-	(1,901,211)	-

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Fund

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2021

	Nine months period ended		Three months period ended	
	31 March		31 March	
	2021	2020	2021	2020
	(Rupees)			
Net income/(loss) for the period after taxation	122,335,372	(85,908,706)	5,000,416	(149,796,492)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/(loss) for the period	<u>122,335,372</u>	<u>(85,908,706)</u>	<u>5,000,416</u>	<u>(149,796,492)</u>

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

	Note	Nine months period ended	
		31 March 2021	31 March 2020
----- (Rupees) -----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Income (loss) for the period before taxation		122,335,372	(85,908,706)
Adjustments for:			
Profit on bank deposits		(1,323,334)	(5,315,580)
Dividend income		(9,194,857)	(13,764,945)
Net realised (gain) on revaluation investments at fair value through profit or loss		(47,532,922)	16,422,362
Net unrealised (gain) / loss on re-measurement of investments at fair value through profit or loss		(82,793,661)	72,383,151
Operating (loss) / gain before working capital changes		(140,844,774)	69,724,989
Increase/(decrease) in assets			
Investments - net		42,382,769	128,830,244
Receivable against sale of investment		-	22,251,728
Deposits and other receivables		(6,970)	(6,875)
		42,375,799	151,075,097
(Decrease)/increase in current liabilities			
Payable to JS Investments Limited - Management Company		516,926	1,478,723
Payable to Central Depository Company of Pakistan Limited -Trustee		18,200	(20,164)
Annual fee payable to the SECP		(18,514)	(744,143)
Accrued and other liabilities		2,820,276	1,199,921
		3,336,888	1,914,336
Profit received on bank deposits		1,361,978	4,973,317
Dividend received		8,031,857	14,218,075
		9,393,835	19,191,391
Net cash generated from operating activities		36,597,120	155,997,107
NET CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of units		203,463,209	117,429,906
Payments on redemption of units		(257,152,803)	(279,736,610)
Net cash used in financing activities		(53,689,594)	(162,306,704)
Net decrease in cash and cash equivalents		(17,092,474)	(6,309,597)
Cash and cash equivalents at beginning of the period		73,426,398	47,249,238
Cash and cash equivalents at end of the period	5	56,333,924	40,939,641

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

JS Islamic Fund

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

	Nine Months Period Ended March 31, 2021			Nine Months Period Ended March 31, 2020		
	Rupees					
	Capital Value	Undistributed income / Accumulated loss)	Total	Capital Value	Undistributed income / Accumulated loss)	Total
Net assets at beginning of the period	762,408,567	(332,370,313)	430,038,254	892,770,260	(310,533,046)	582,237,214
Issue of 2,105,793 (2020: 1,382,421 units)						
- Capital value (at net asset value per unit at the beginning of the year)	164,841,465	-	164,841,465	115,710,622	-	115,710,622
- Element of income	38,621,744	-	38,621,744	1,719,284	-	1,719,284
Total proceeds on issuance of units	203,463,209	-	203,463,209	117,429,906	-	117,429,906
Redemption of 2,499,337 units (2020: Units 3,283,974)						
- Capital value (at net asset value per unit at the beginning of the year)	(195,648,119)	-	(195,648,119)	(274,873,304)	-	(274,873,304)
- Amount paid out of element of income	-	(23,821,850)	(23,821,850)	-	-	-
- Element of loss	(22,682,561)	-	(22,682,561)	(4,863,306)	-	(4,863,306)
Total payments on redemption of units	(218,330,679)	(23,821,850)	(242,152,529)	(279,736,610)	-	(279,736,610)
Total comprehensive income for the period	-	122,335,372	122,335,372	-	(85,908,706)	(85,908,706)
Net assets at end of the period	747,541,097	(233,856,791)	513,684,306	730,463,557	(396,441,752)	334,021,804
Undistributed loss brought forward						
- Realized loss	(325,280,587)				(216,787,503)	
- Unrealized loss	(7,089,726)				(93,745,543)	
	(332,370,313)				(310,533,046)	
Accounting income available for distribution						
- Relating to capital gain / (loss)	130,326,583				-	
- Excluding capital (loss) / gain	(31,813,061)				-	
	98,513,522				-	
Net Income / (loss) during the period	122,335,372				(85,908,706)	
Undistributed loss carried forward	(233,856,791)				(310,533,046)	
Undistributed loss carried forward						
- Realized (loss)	(309,941,708)				(232,245,867)	
- Unrealized income / (loss)	76,084,917				(78,287,179)	
	(233,856,791)				(310,533,046)	
	(Rupees)				(Rupees)	
Net assets value per unit at beginning of the period	78.28			83.70		
Net assets value per unit at end of the period	100.73			66.08		

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

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2021

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 JS Islamic Fund (the Fund) was established under a Trust Deed executed between JS Investments Limited as Management Company, a Company incorporated under the Companies Ordinance, 1984 (Now Companies Act, 2017) and the MCB Financial Services Limited (MCBFSL) as Trustee. The Trust Deed was executed on December 16, 2002 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 18, 2002 under the Asset Management Companies Rules, 1995 replaced by the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules).
- 1.2 During the year ended June 30, 2005, MCBFSL voluntarily retired as Trustee of the Fund and Central Depository Company of Pakistan Limited (CDC) was appointed as new Trustee under an amended Trust Deed dated May 28, 2005. Accordingly, the Trust Deed was approved by the SECP on January 27, 2005 under the Rules.
- 1.3 All the activities of the Fund are undertaken in accordance with the Islamic Shariah rules and principles. The Management Company has appointed a Shariah Supervisory Council whose advice is followed to ensure that activities of the Fund are in compliance with Shariah.
- 1.4 The Fund is an open-end mutual fund categorised as 'Shariah Compliant (Islamic) Scheme' as per Circular No. 07 of 2009 issued by SECP, and its units are listed on Pakistan Stock Exchange Limited.
- 1.5 The registered office of JS Investments Limited is situated at 19th Floor, The Centre, Abdullah Haroon Road, Saddar, Karachi.
- 1.6 During the current period, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in consultation with the Mutual Fund Association of Pakistan (MUFAP) and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the Fund.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; 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).

Wherever provisions of and directives issued under the Companies Act, 2017, the requirements of the Trust Deed, the NBFC Rules and the NBFC Regulations differ with the requirements of IAS - 34, the provisions of and directives issued under the Companies Act, 2017, requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations have been followed..

The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of IAS 34. 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 financial statements of the Fund for the year ended June 30, 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 this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at March 31, 2021.

JS Islamic Fund

2.2 Basis of Measurement

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial assets are measured at fair value.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency. All amount have been rounded off to the nearest rupees unless otherwise indicated.

- 2.4 There are certain new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after July 01, 2020 but are considered no to be relevant or do not have any significant effect on the Fund's operations and therefore not detailed in this condensed interim financial information.

3 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

- 3.1 The accounting policies, basis of accounting estimates applied and method of computation adopted in the preparation of these condensed interim financial statements and financial risk management objectives and policies are the same as those applied in the preparation of the annual 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, 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.

4 FINANCIAL RISK MANAGEMENT

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

The Fund has adopted the following new standards, amendments to published standards and interpretations of IFRSs which became effective during the current year.

		Unaudited March 31, 2021	Audited June 30, 2020
		-----Rupees-----	
5 BALANCES WITH BANKS	Note		
- In saving accounts	5.1	55,069,369	72,110,001
- In current accounts	5.2	1,264,555	1,316,397
		56,333,924	73,426,398
5.1	This includes balance of Rs. 0.190 million (June 30, 2020: Rs. 0.031 million) with BankIslami Pakistan Limited (related party) that carries profit at 6.00% per annum (June 30, 2020: 11.00% per annum). Other PLS accounts of the Fund carry profit rates ranging from 3.25% to 6.50% per annum (June 30, 2020: 5.00% to 13.25% per annum).		
5.2	This includes balance of Rs. 0.965 million (June 30, 2020: Rs.1.15 million) with JS Bank Limited (related party).		
		Unaudited March 31, 2021	Audited June 30, 2020
		-----Rupees-----	
6 INVESTMENTS	Note		
At fair value through profit or loss			
Listed equity securities	6.1	472,699,981	384,764,489
		472,699,981	384,764,489

6.1 Listed equity securities - 'at fair value through profit or loss'

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Sector/companies	Holding (Opening)	During the year			Holding (Closing)	Carrying value	Market value	Total Investments	Investee Capital
		Acquired	Bonus/right	Disposed					
(Number of shares)									
Automobile Assembler									
Honda Atlas Cars (Pakistan) Limited	20,000	19,000	-	39,000	-	-	-	-	-
Pak Suzuki Motor Company Limited	-	55,000	-	-	55,000	15,780,051	17,318,400	3.66	0.07
						15,780,051	17,318,400	3.66	0.07
Oil & Gas Exploration Companies									
Mari Petroleum Company Limited	15,395	-	-	2,980	12,415	15,353,010	19,011,090	4.02	0.01
Oil & Gas Development Company Limited	434,900	-	-	152,100	282,800	30,825,200	28,735,308	6.08	0.01
Pakistan Petroleum Limited	544,840	-	-	266,600	278,240	24,145,667	24,298,699	5.14	0.01
Pakistan Oilfields Limited	-	29,000	-	5,000	24,000	8,840,360	9,117,360	1.93	0.01
						79,164,237	81,162,457	17.17	0.03
Oil & Gas Marketing Companies									
Pakistan State Oil Company Limited	150,300	30,000	-	32,500	147,800	25,360,206	34,087,114	7.21	0.03
Shell Pakistan (Pvt.) Limited	70,100	20,000	31,100	120,300	900	138,204	138,528	0.03	0.00
Sui Northern Gas Pipelines Limited	142,000	-	-	142,000	-	-	-	-	-
						25,498,410	34,225,642	7.24	0.03
Power Generation & Distribution									
Hub Power Company Limited (related party)	435,769	150,000	-	213,700	372,069	28,953,566	30,189,679	6.39	0.03
Nishat Chunian Power Limited	-	614,000	-	106,000	508,000	8,540,928	7,411,720	1.57	0.14
						37,494,494	37,601,399	7.95	0.17
Glass & Ceramics									
Tariq Glass Industries Limited	183,500	-	-	183,500	-	-	-	-	-
Shabbir Tiles & Ceramics Limited (Face value of Rs. 5 each)	-	425,500	-	17,000	408,500	9,842,305	9,648,770	2.04	0.12
						9,842,305	9,648,770	2.04	0.12
Chemicals									
I.C.I Pakistan Limited	25,000	-	-	4,300	20,700	14,380,497	17,215,983	3.64	0.02
Berger Paints Pakistan Limited	-	60,000	-	60,000	-	-	-	-	-
Sitara Peroxide Limited	-	184,000	-	138,000	46,000	1,144,780	1,281,100	0.27	0.08
Engro Polymer & Chemicals Limited	-	477,000	-	53,500	423,500	19,290,016	23,288,265	4.93	0.05
						34,815,293	41,785,348	8.84	0.15
Miscellaneous									
Siddiqsons Tin Plate Limited	-	505,500	-	85,000	420,500	8,318,850	6,997,120	1.48	0.18
Cement									
Lucky Cement Limited	45,200	-	-	8,400	36,800	16,986,144	30,087,312	6.36	0.01
D. G. Khan Cement Company Limited	116,000	125,500	-	116,000	125,500	16,310,230	15,124,005	3.20	0.03
Cherat Cement Company Limited	222,000	-	-	43,500	178,500	15,559,845	28,667,100	6.06	0.09
Maple Leaf Cement Factory Limited	401,000	-	-	78,500	322,500	8,378,550	14,448,000	3.06	0.03
Pioneer Cement Limited	329,000	-	-	65,500	263,500	16,611,040	32,094,300	6.79	0.12
						73,845,809	120,420,717	25.48	0.28
Textile Composite									
Nishat Mills Limited	-	107,000	-	20,000	87,000	7,233,017	8,049,240	1.70	0.02
Interloop Limited	-	159,000	-	27,000	132,000	8,486,820	8,727,840	1.85	0.02
						15,719,837	16,777,080	3.55	0.04
Commercial Banks									
Meezan Bank Limited	230,660	-	-	230,660	-	-	-	-	-
Pharmaceuticals									
Hightnoon Laboratories Limited	17,680	10,000	-	4,800	22,880	12,376,539	14,860,331	3.14	0.07
IBL Healthcare Limited	-	103,000	-	103,000	-	-	-	-	-
Searl Company Limited	-	61,000	5,083	65,900	183	42,584	45,206	0.01	0.00
						12,419,123	14,905,538	3.15	0.07
Fertilizer									
Engro Corporation Limited	92,300	-	-	27,400	64,900	19,010,508	17,998,068	3.81	0.01
Engro Fertilizer Corporation Limited	-	128,000	-	128,000	-	-	-	-	-
Fauji Fertilizer Company Limited	-	103,000	-	103,000	-	-	-	-	-
						19,010,508	17,998,068	3.81	0.01
Refinery									
Pakistan Refinery Limited	-	250,000	-	250,000	-	-	-	0.00	0.00
Engineering									
International Steels Limited	-	204,000	-	39,500	164,500	10,810,551	14,077,910	2.98	0.04
Mughal Iron & Steel Industries Limited	-	280,500	-	23,500	257,000	19,355,081	23,921,560	5.06	0.10
Mughal Iron & Steel Industries Limited (Right)	-	-	41,120	-	41,120	1,188,935	930,134	0.20	0.10
						31,354,567	38,929,604	8.24	0.24
Paper & Board									
Packages Limited	39,500	-	-	13,150	26,350	9,148,984	13,327,040	2.82	0.03
Century Paper & Board Mills Limited	80,000	149,000	35,300	263,900	400	29,141	37,856	0.01	0.00
Security Papers Limited	-	67,000	-	67,000	-	-	-	-	-
						9,178,125	13,364,896	2.83	0.03
Food & Personal Care Products									
Unity Foods Limited	-	750,000	-	126,500	623,500	14,456,429	18,542,890	3.92	0.06
Automobile Parts & Accessories									
Agriauto Industries Limited (Face value of Rs. 5 each)	-	16,900	-	2,800	14,100	3,008,281	3,022,053	0.64	0.05
Technology And Communications									
Systems Limited	52,000	42,000	-	94,000	-	-	-	-	-
Total as at March 31, 2021						389,906,319	472,699,981	100.00	1.54
Cost as at March 31, 2021						396,615,064			

JS Islamic Fund

5.1.1 Following shares have been pledged with National Clearing Company of Pakistan Limited (NCCPL)

Engro Corporation Limited
The Hub Power Company Limited (related party)
Meezan Bank Limited

Un-audited March 31, 2021	Audited June 30, 2020	Un-audited March 31, 2021	Audited June 30, 2020
---(Number of shares)---		-----Rupees-----	
35,000	35,000	9,706,200	10,252,200
138,000	138,000	11,197,320	10,005,000
-	180,500	-	12,427,425
173,000	353,500	20,903,520	32,684,625

7 DIVIDEND AND PROFIT RECEIVABLE

Accrued profit on bank deposits
Dividend receivable

Un-audited March 31,	Audited June 30,
248,300	286,944
1,163,000	-
1,411,300	286,944

8 DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLE

Security deposit with:
- National Clearing Company of Pakistan Limited
- Central Depository Company of Pakistan Limited
Prepaid listing fee - PSX
Prepaid SECP Supervisory fee on listing fee
Withholding tax recoverable

2,500,000	2,500,000
100,000	100,000
6,336	-
634	-
8.1	2,104,153
4,711,123	4,704,153

9 PAYABLE TO MANAGEMENT COMPANY

Under the provisions of Non-Banking Finance Companies and Notified Entities Regulations 2008, an Asset Management Company shall be entitled to an accrued remuneration equal to an amount not exceeding 2% of average annual net assets. Management Company has charged remuneration at the rate of 2% (2020: 2%) per annum based on the daily net assets of the Fund for the nine months period ended March 31, 2021.

	Un-audited March 31,	Audited June 30,
Remuneration of the Management Company	864,144	690,278
Sindh Sales Tax payable on the remuneration of the Management Company	9.1	772,277
Federal Excise Duty payable on remuneration of the Management Company	9.2	4,636,905
Allocated expenses payable	9.3	34,512
Selling and marketing expenses payable	9.4	1,078,096
Sales load payable	-	446
	7,740,896	7,223,970

9.1 Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (June 30, 2020: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from July 01, 2011. Above liability includes Rs. 0.68 million (June 30, 2020: 0.68 million) accrued on Federal Excise Duty (FED) on the Management Company's remuneration. Had the provision on FED not been made, net asset value per unit of the Fund as at period end would have been higher by Re. 0.13 (June 30, 2020: Re. 0.12) per unit.

9.2 The legal status of applicability of Federal Excise Duty on the Fund is same as disclosed in note 8.3 to the annual audited financial statements of the Fund for the year ended June 30, 2020, and the appeal, filed by tax authorities against the order passed by Sindh High Court in the Honorable Supreme Court of Pakistan dated July 16, 2016, is pending for decision.

In view of above, the Management Company, as a matter of abundant caution, is carrying provision for FED aggregating to Rs. 4.637 million as at March 31, 2021 (June 30, 2020: 4.637 million). Had the provision not been made, Net Asset Value per unit as at March 31, 2021 would have been higher by Re. 0.91 (June 30, 2020: Re. 0.84) per unit.

9.3 This represents reimbursement of certain expenses to the Management Company. As per regulation 60(3) of the NBFC Regulations, fee and expenses related to registrar services, accounting, operation and valuation services related to CIS shall be payable to AMC. During the period, such expenses have been charged at the rate of 0.1% (June 30, 2020: 0.1%) of net assets of the Fund.

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as per the tariff structure specified therein, based on the daily net assets of the Fund.

Based on the Trust Deed, the tariff structure applicable to the Fund as at March 31, 2021 is as follows:

Net assets	Tariff per annum
Up to Rs 1,000 million	0.2% per annum of the daily net assets.
Exceeding Rs 1,000 million	Rs 2 million plus 0.1% per annum of the daily net assets of the Fund exceeding Rs 1,000 million.

11 ANNUAL FEE PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

As per SRO 685 (I) / 2019 dated June 28, 2019, annual fee at the rate 0.02% (June 30, 2020: 0.02%) of the net assets of the Fund has been charged during the period by Securities and Exchange Commission of Pakistan.

		Un-audited March 31, 2021	Audited June 30, 2020
	Note	-----Rupees-----	
Provision for Sindh workers' welfare fund	12.1	11,739,747	9,243,107
Auditors' remuneration		322,524	359,402
Withholding tax and capital gain tax payable		430,193	121,655
Charity payable		408,285	246,496
Zakat payable		43,975	44,172
Other payables		313,230	312,607
Dividend payable		11,533	11,533
Sales load payable		121,330	29,376
Transfer load payable		-	202,193
		13,390,817	10,570,541

12.1 The legal status of applicability of Sindh Workers' Welfare Fund (SWWF) is same as that disclosed in note 12.1 to the annual audited financial statements of the Fund for the year ended June 30, 2020.

As a matter of abundant caution, Management Company with effect from May 21, 2015 till March 31, 2021 is carrying provision for SWWF aggregating to Rs. 12.301 million (June 30, 2020: Rs. 9.243 million). Had the provision not been made, the Net Asset Value per unit of the Fund as at March 31, 2021 would have been higher by Rs. 2.58 (June 30, 2020: 1.68) per unit.

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2021 (June 30, 2020: Nil).

14 TOTAL EXPENSE RATIO

The total expense ratio (TER) of the Fund for the nine months period ended March 31, 2021 is 3.70% which includes 0.77% representing government levies on the Fund such as federal excise duties and sales taxes, Workers' Welfare Fund, annual fee payable to the SECP, etc. This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorized as a Equity scheme.

14 TAXATION

The Fund is exempt from taxation under clause 99 of the Part I of the 2nd Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income as reduced by the realized and unrealised capital gain for the year is distributed amongst the Fund's unit holders. Since the management intends to distribute the income earned by the Fund during the year to the unit holders in the manner as explained above, no provision for taxation has been made in these financial statements. The Fund is exempt from provisions of section 113 (Minimum Tax) under the clauses IIA of Part IV of the second schedule of the Income Tax Ordinance, 2001.

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Related party / connected person include JS Investments Limited being the Management Company, CDC-Trustee being the Trustee, Jahangir Siddiqui and Co. Limited (holding 75.02% shares of JS Bank Ltd) being the holding company of JS Bank Limited (JSBL-which is the holding company of the Management Company - holding 84.56% shares of JS Investments Ltd), JS Global Capital Limited (which is a fellow subsidiary of JSBL - 83.50% shares held by JS Bank Ltd) and other associated companies of the Management Company and its subsidiaries, Key Management Personnel of the Management Company and other funds being managed by the Management Company and includes entities holding 10% or more in the units of the Fund as at 31 March 2021. It also includes the staff retirement benefits of the above related parties / connected persons.

Transactions and balances with related parties other than disclosed elsewhere in these financial statements are as follows:

	Nine months period ended	
	Un-audited March 2021	Un-audited March 2020
	-----Rupees-----	
15.1 Transactions during the year period		
JS Investments Limited (Management Company)		
Remuneration of the Management Company	7,509,598	7,348,791
Sales Tax on Management Company's remuneration	976,258	955,353
Sales load for the period	93,275	15,080
Selling and Marketing Expense Payable	4,017,634	2,995,510
Allocated expenses	375,505	367,482
Shariah advisory fee	126,002	73,718
Issuance of units 123,571 (2020: Nil)	12,000,000	-
Redemption of units 123,571 (2020: Nil)	12,562,249	-
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	750,515	736,227
Sindh Sales Tax on remuneration of the trustee	97,281	95,710
Settlement charges	36,884	76,724

JS Islamic Fund

	Nine months period ended	
	Un-audited March 2021	Un-audited March 2020
	-----Rupees-----	
East West Insurance Company Limited (Common Directorship of JSCL)		
Redemption of units: Nil (2020: 393,210)	-	31,649,460
JS Bank Limited (Parent Company of JSIL)		
Bank charges	-	9,097
Bank Islami Pakistan Limited (Associate of Ultimate Parent Company - JSCL)		
Return on bank balances	6,332	59,748
Bank charges	-	50
JS Global Capital Limited (Fellow subsidiary of JSBL)		
Brokerage expense	105,282	294,753
Key Management Personnel & Directors		
Issue of units 22,631 (2020: 8,388)	1,859,203	700,000
Redemption of units 23,866 (2020: 24,188)	2,046,726	2,089,713
	Un-audited March 31, 2021	Audited June 30, 2020
	-----Rupees-----	
15.2 Details of balances with related parties / connected persons as at period end		
JS Investments Limited - Management Company		
Remuneration to the Management Company	864,144	690,278
Sindh sales tax on remuneration to the Management Company	794,889	772,277
Federal Excise Duty payable on remuneration to the management company	4,636,905	4,636,905
Allocated expenses payable	43,210	34,512
Selling and marketing expenses payable	1,355,913	1,078,096
Sales load payable	-	446
Shariah advisor fee	45,835	11,454
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the trustee	86,420	70,634
Sindh sales tax payable on remuneration to the trustee	11,234	9,182
Settlement charges payable	4,562	4,200
Security deposit	100,000	100,000
JS Bank Limited (Parent Company of JSIL)		
Balances with banks	964,522	1,145,899
Bank Islami Pakistan Limited (Associate of Ultimate Parent Company - JSCL)		
Balances with banks	189,943	31,421
The Hub Power Company Limited (Common Directorship - JSCL)		
Investment in shares	30,189,679	31,593,253
Key Management Personnel & Directors		
Units held: 6,058 (June 2020: 33,288) units	610,269	2,605,817

16 FINANCIAL INSTRUMENTS - FAIR VALUES AND RISK MANAGEMENT

Risk Management Framework

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

Level 1:	quoted prices in active markets for identical assets.
Level 2:	other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
Level 3:	techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at March 31, 2021 the Fund held the following financial instruments measured at fair value.



As at March 31, 2021 Un-audited
At fair value through profit and loss

Level 1	Level 2	Level 3	Total
----- Rupees -----			
472,699,981	-	-	472,699,981
517,825,756	-	-	517,825,756

As at June 30, 2020 Audited
At fair value through profit and loss

Level 1	Level 2	Level 3	Total
----- Rupees -----			
384,764,489	-	-	384,764,489
384,764,489	-	-	384,764,489

17 GENERAL

- 17.1 Certain corresponding figures have been re-arranged where necessary.
- 17.2 The pandemic of COVID-19 that has rapidly spread all across the world has not only endangered human lives but has also impacted the economy. On March 24, 2020, the Government announced a temporary lock down as a measure to reduce the spread of the COVID-19. The Fund's operations were not affected as it were operated under all necessary Standard Operating Procedures (SOPs) issued by the Government to ensure safety of employees and smooth and adequate continuation of its business. Due to this, management has assessed the accounting implications of these developments on these financial statements, however, according to management's assessment, there is no significant accounting impact of the effects of COVID-19 on these financial statements.

17.3 Figures have been rounded off to the nearest rupee.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company of the Fund on April 23, 2021.

For JS Investments Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director

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