

2.4 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for the investments which are stated at fair value.

2.5 Functional and presentation currency

This condensed interim financial information is presented in Pakistani Rupees, which is the functional and presentation currency of the Fund. All amounts have been rounded off to the nearest of thousand Rupees, unless otherwise indicated.

3. MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and methods of computation used for the preparation of this condensed interim financial information are same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, judgements and assumptions that affect the reported amounts of assets, liabilities, income and expenses. It also requires management to exercise judgement in application of its accounting policies. The estimates, judgements and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. In preparing this condensed interim financial information, significant judgments made by management in applying accounting policies and the key sources of estimation and uncertainty are the same as those that were applied to the financial statements as at and for the year ended June 30, 2024.

3.3 There are certain amendments to accounting and reporting standards that are mandatory for the Fund's accounting period beginning on or after July 1, 2024. However, these are considered either not to be relevant or to have any significant impact on the Fund's financial statements and operations and, therefore, have not been disclosed in this condensed interim financial information

3.4 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, 2024.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
4. BANK BALANCES	Note	----- Rupees in '000 -----	
In local currency:			
- Savings accounts		469,086	2,319,289
- Current accounts		67	67
	4.1	<u>469,153</u>	<u>2,319,356</u>

4.1 Mark-up rates on these savings accounts range between 12% to 16% per annum (June 30, 2024: 18% to 22.25% per annum). This includes amounts of Rs. 260.8 million (June 30, 2024: Rs. 1,807.93 million) and Rs. 0.02 million (June 30, 2023: Rs. 0.02 million) held by related parties, United Bank Limited and Khushhali Bank Limited respectively.

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
5. INVESTMENTS	Note	----- Rupees in '000 -----	
At fair value through profit or loss			
Government securities			
- Market Treasury Bills	5.1	391,779	255,739
- Pakistan Investment Bonds	5.2	1,355,978	270,040
Debt securities - unquoted	5.3	193,736	193,282
Debt securities - quoted	5.3	60,807	62,794
		<u>2,002,300</u>	<u>781,855</u>
Pre IPO Placements for issuance of Term Finance Certificates	5.4	-	-
Preference shares	5.6	-	-
Total		<u>2,002,300</u>	<u>781,855</u>

5.1 Government securities - Market Treasury Bills

Issue date	Tenor	Note	Face value				Carrying value as at December 31, 2024 / June 30, 2024	Market value as at December 31, 2024 / June 30, 2024	Unrealised gain / (loss) as at December 31, 2024 / June 30, 2024	Market value as a percentage of	
			As at July 1, 2024 / 2023	Purchased during the period / year	Sold / matured during the period / year	As at December 31, 2024 / June 30, 2024				Total investments of the Fund	Net assets of the Fund
----- Rupees in '000 ----- % -----											
October 19, 2023	12 Months		-	810,000	810,000	-	-	-	-	-	-
November 2, 2023	12 Months		-	380,000	380,000	-	-	-	-	-	-
December 14, 2023	12 Months		-	260,000	260,000	-	-	-	-	-	-
December 18, 2023	12 Months		-	100,000	100,000	-	-	-	-	-	-
December 28, 2023	12 Months		-	382,800	382,800	-	-	-	-	-	-
January 11, 2024	6 Months		-	100,000	100,000	-	-	-	-	-	-
April 18, 2024	3 Months		-	800,000	800,000	-	-	-	-	-	-
May 30, 2024	12 Months		300,000	330,000	630,000	-	-	-	-	-	-
June 13, 2024	6 Months		-	200,000	200,000	-	-	-	-	-	-
July 11, 2024	3 Months		-	400,000	400,000	-	-	-	-	-	-
July 11, 2024	12 Months		-	250,000	250,000	-	-	-	-	-	-
July 25, 2024	12 Months		-	1,200,000	1,200,000	-	-	-	-	-	-
July 25, 2024	3 Months		-	50,000	50,000	-	-	-	-	-	-
August 22, 2024	6 Months		-	250,000	250,000	-	-	-	-	-	-
August 22, 2024	12 Months		-	250,000	250,000	-	-	-	-	-	-
October 3, 2024	12 Months		-	100,000	100,000	-	-	-	-	-	-
October 21, 2024	3 Months		-	350,000	350,000	-	-	-	-	-	-
December 12, 2024	3 Months		-	400,000	-	400,000	393,126	391,779	(1,347)	19.57%	15.89%
December 12, 2024	12 Months		-	64,700	64,700	-	-	-	-	-	-
As at December 31, 2024 (Un-audited)			300,000	6,677,500	6,577,500	400,000	393,126	391,779	(1,347)	19.57%	15.89%
As at June 30, 2024 (Audited)			100,000	5,465,000	5,265,000	300,000	254,541	255,739	1,198	32.71%	7.64%

5.1.1 Market Treasury Bills carry effective yield of 11.82% (June 30, 2024: 19.98%) per annum.

5.2 Government securities - Pakistan Investment Bonds

Issue date	Tenor	Note	Face value				Carrying value as at December 31, 2024 / June 30, 2024	Market value as at December 31, 2024 / June 30, 2024	Unrealised gain / (loss) as at December 31, 2024 / June 30, 2024	Market value as a percentage of	
			As at July 1, 2024 / 2023	Purchased during the period / year	Sold / matured during the period / year	As at December 31, 2024 / June 30, 2024				Total investments of the Fund	Net assets of the Fund
----- Rupees in '000 -----											
Fixed rate		5.2.1									----- % -----
July 12, 2018	10 Years		-	950,000	950,000	-	-	-	-	-	-
January 17, 2024	5 Years		84,800	150,000	-	234,800	229,088	246,290	17,202	12.30%	9.99%
February 15, 2024	3 Years		-	855,000	855,000	-	-	-	-	-	-
Floating rate		5.2.2									
April 6, 2023	2 Years		94,000	-	-	94,000	93,484	93,812	328	4.68%	3.80%
April 18, 2024	5 Years		100,000	-	-	100,000	95,919	97,300	1,381	4.86%	3.95%
June 27, 2024	5 Years		-	1,850,000	900,000	950,000	923,127	918,576	(4,551)	45.88%	37.26%
As at December 31, 2024 (Un-audited)			278,800	3,805,000	2,705,000	1,378,800	1,341,618	1,355,978	14,360	67.72%	55.00%
As at June 30, 2024 (Audited)			703,000	4,764,000	5,188,200	278,800	270,789	270,040	(749)	34.54%	8.07%

5.2.1 These fixed rate Pakistan Investment Bonds carry coupon interest of 14% (June 30, 2024: 14%) per annum.

5.2.2 These floating rate Pakistan Investment Bonds carry coupon interest of 11.89% to 19.93% (June 30, 2024: 19.99% to 23.39%) per annum.

5.3 Debt Securities - Term Finance Certificates / Sukuks
(face value of Rs.5,000 each unless otherwise stated)

Performing Term Finance Certificates / Sukuks

Particulars	Note	As at July 01, 2024	Purchased during the period	Disposed / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024 / June 30, 2024 before provision for diminution	Provision for diminution (note 5.5)	Carrying value as at December 31, 2024 / June 30, 2024 after provision for diminution	Market value as at December 31, 2024 / June 30, 2024	Unrealised gain / (loss) as at December 31, 2024 / June 30, 2024	Market value as a percentage of	
											Total Investments of the Fund	Net assets of the Fund
						----- Rupees in '000 -----					----- % -----	
Unquoted												
Power Generation and Distribution												
K-Electric Limited - VII*	5.3.1	250	-	-	250	25,197	-	25,197	25,675	478	1.28%	1.04%
Commercial Banks												
Bank Al Habib Limited**	5.3.1	15,000	-	-	15,000	73,801	-	73,801	73,786	(15)	3.69%	2.99%
Bank of Punjab***	5.3.1	400	-	-	400	39,275	-	39,275	39,275	-	1.96%	1.59%
Microfinance Institution												
Kashf Foundation*	5.3.1	550	-	-	550	55,000	-	55,000	55,000	-	2.75%	2.23%
As at December 31, 2024 (Un-audited)						193,273	-	193,273	193,736	463	9.68%	7.85%
At June 30, 2024						193,710	-	193,710	193,282	(428)	24.72%	5.76%
Quoted												
Power Generation and Distribution												
K Electric Limited****	5.3.1	3,335	-	-	3,335	9,361	-	9,361	9,378	17	0.47%	0.38%
Commercial Banks												
Samba Bank Limited*****	5.3.1	515	-	-	515	51,757	-	51,757	51,429	(328)	2.57%	2.09%
As at December 31, 2024 (Un-audited)						61,118	-	61,118	60,807	(311)	3.04%	2.47%
At June 30, 2024						62,490	-	62,490	62,794	304	8.03%	1.88%

* These have face value of Rs. 100,000 each.

** These have face value of Rs. 4,994 each.

*** These have face value of Rs. 99,940 each.

**** These have face value of Rs. 2,750 each.

***** These have face value of Rs. 99,860 each.

5.3 Debt Securities - Term Finance Certificates / Sukuks
(face value of Rs.5,000 each unless otherwise stated)

Non Performing Term Finance Certificates / Sukuks

Particulars	Note	As at July 01, 2024	Purchased during the period	Disposed / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024 / June 30, 2024 before provision for diminution	Provision for diminution (Note 5.5)	Carrying value as at December 31, 2024 / June 30, 2024 after provision for diminution	Market value as at December 31, 2024 / June 30, 2024	Unrealised gain / (loss) as at December 31, 2024	Market value as a percentage of total investments of the Fund	Market value as a percentage of net assets of the Fund
<u>Unquoted</u>												
Chemicals												
Agritech Limited - Sukuk	5.3.2 & 5.5.1	3,800	-	3,800	-	-	-	-	-	-	-	-
Agritech Limited - TFC (January 14, 2008)	5.3.2 & 5.5.1	147,000	-	147,000	-	-	-	-	-	-	-	-
Agritech Limited - TFC (November 30, 2007)	5.3.2 & 5.5.1	58,000	-	58,000	-	-	-	-	-	-	-	-
Household Goods												
New Allied Electronic Industries - TFC	5.3.2	31,000	-	-	31,000	31,162	(31,162)	-	-	-	-	-
New Allied Electronic Industries - Sukuk	5.3.2	10,000	-	-	10,000	35,000	(35,000)	-	-	-	-	-
Financial Services												
Security Leasing Corporation Limited - Sukuk II	5.3.2	20,000	-	-	20,000	22,028	(22,028)	-	-	-	-	-
As at December 31, 2024 (Un-audited)						88,190	(88,190)	-	-	-	-	-
As at June 30, 2024 (Audited)						794,360	(794,360)	-	-	-	-	-
<u>Quoted</u>												
Trust Investment Bank Limited - TFC	5.3.2	23,877	-	-	23,877	44,499	(44,499)	-	-	-	-	-
As at December 31, 2024 (Un-audited)						44,499	(44,499)	-	-	-	-	-
As at June 30, 2024 (Audited)						44,499	(44,499)	-	-	-	-	-

5.3.1 Significant terms and conditions of Term finance certificates and sukuk bonds outstanding as at December 31, 2024 are as follows:

Name of security	Issue date	Mark-up rate (Per annum)	Maturity	Secured / Unsecured	Ratings
Bank of Punjab	April 18, 2023	6M Kibor + 1.25%	April 17, 2033	Unsecured	AA
K Electric Limited	August 3, 2020	3M Kibor + 1.70%	August 3, 2027	Secured	AA
Samba Bank Limited	March 1, 2021	6M Kibor + 1.35%	March 1, 2031	Unsecured	AA-
Bank Al Habib Limited	September 30, 2021	6M Kibor + 0.75%	September 30, 2031	Unsecured	AAA
K Electric - VII	November 1, 2022	3M Kibor + 1.70%	November 1, 2029	Secured	AA
Kashf Foundation	December 8, 2023	3M Kibor + 1.50%	December 8, 2026	Secured	AAA

5.3.2 Due to continuous default on repayment of coupon by the issuer, the Fund has classified said investment as non-performing debt securities. The Fund has suspended further accrual of mark-up there against.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
----- Rupees in '000 -----			
5.4 Pre IPO Placements for issuance of Term Finance Certificates			
Pre-IPO placement	5.4.1	34,446	40,003
Less: provision for impairment		<u>(34,446)</u>	<u>(40,003)</u>
		<u>-</u>	<u>-</u>

5.4.1 Movement of provision

Opening balance	5.4.2	40,003	45,835
Reversal of provision		<u>(5,557)</u>	<u>(5,832)</u>
		<u>34,446</u>	<u>40,003</u>

5.4.2 This represents Pre-IPO disbursement to Dewan 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.

During the period, the Company has paid Rs. 5.557 million against the said disbursement out of which Rs. 5.557 million relates to pincipal respectively. Accordingly, the Management Company has reversed the provision for impairment with the amount received.

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
----- Rupees in '000 -----			
5.5 Provision for diminution in value of investments			
Term Finance Certificates / Sukuks - Non Performing			
Opening balance		838,859	866,390
Reversal during the period / year against amounts received on disposal	5.5.1	(445,216)	(27,531)
Write off from provision on disposal of investment	5.5.1	(260,954)	-
		132,689	838,859
Closing balance		<u>(132,689)</u>	<u>(838,859)</u>
		<u>-</u>	<u>-</u>

5.5.1 The Management Company was carrying a full provision against non-performing investments in the securities (i.e., TFCs) of Agritech Limited.

On June 3, 2022, the Honorable High Court of Lahore (LHC) had approved a "Scheme of Arrangement" (through CO No. 21 of 2016) filed by Agritech Limited under section 284 read with sections 285 to 288 of the Companies Ordinance, 1984 which was effective from December 31, 2013. As per the approved scheme, Agritech Limited had to issue preference shares (transaction shares) and privately placed term finance certificates (PPTFCs) to its creditors (including UBL Growth and Income Fund) against the outstanding principal and accrued markup amounts respectively.

During the current period on December 9, 2024, the Fund (through the Management Company) entered into two agreements with Fauji Fertilizer Company Limited; (i) Share Purchase Agreement for the sale of transaction shares (allotted in favour of the Fund but yet to be issued to the Fund) against a consideration of Rs. 426.48 million; and (ii) Purchase Agreement for the sale of the rights, benefits, titles, and entitlements in respect of the PPTFCs (yet to be issued in favour of the Fund) against a consideration of Rs. 18.74 million.

Consequently, the Fund sold its outstanding investments in Agritech Limited to Fauji Fertilizer Company Limited and received a total of Rs. 445.22 million on December 16, 2024. The provision against the investment has been reversed by the same amount. Further, the balance provision against investments in securities of Agritech Limited has been written off during the period.

5.6 Preference Shares

Particulars	Note	As at July 01, 2024 / July 01, 2023	Purchased during the period / year	Redeemed during the period / year	As at December 31, 2024 / June 30, 2024	Carrying amount as at December 31, 2024 / June 30, 2024	Provision for diminution	Carrying value as at December 31, 2024 / June 30, 2024 after provision for diminution	Carrying value as a percentage of total investments of the Fund	Carrying value as a percentage of net assets of the Fund
Azgard Nine Limited	5.6.1	200,000	-	100,000	100,000	600	(600)	-	-	-
As at December 31, 2024 (Un-audited)		200,000	-	100,000	100,000	600	(600)	-	-	-
As at June 30, 2024 (Audited)		200,000	-	-	200,000	850	(850)	-	-	-

5.6.1 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 September 30, 2009 but due to default by the Company, management had made full provision of Rs. 0.85 million against the outstanding amount. However, during the period, the Fund received second redemption of the Azgard Nine Limited Preference Shares amounting to Rs. 0.25 million, as per Preference Shareholders' Approved Settlement Plan. Accordingly, the Fund has reversed the provision for diminution with the same amount.

6. ADVANCE INCOME TAX

As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 (ITO), payments made to Collective Investment Schemes (CISs) are exempt from withholding of tax under section 151 of ITO. 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 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 151 of the ITO in current and prior periods.

As disclosed in detail in the annual audited financial statements of the Fund for the year ended June 30, 2024, petition has been filed by MUFAP in the Sindh High Court (SHC), and subsequently in the Supreme Court of Pakistan (SCP) by the CISs (managed by the Management Company and other Asset Management Companies) and this matter is pending resolution in the SCP. The amounts withheld as described above have been shown as advance income tax under assets as at December 31, 2024 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

7. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY	Note	(Un-audited)	(Audited)
		December 31, 2024	June 30, 2024
		----- Rupees in '000 -----	
Remuneration payable	7.1	5,092	1,007
Sindh Sales Tax on management fee	7.2	662	131
Selling and marketing expenses payable	7.3	3,901	1,041
Sindh Sales Tax on selling and marketing expenses		688	-
Allocated expenses payable	7.4	989	345
Sindh Sales Tax on allocated expenses		175	-
Conversion charges payable		80	-
Sales load payable		2,345	1,512
Other payables		27	107
		13,959	4,143

7.1 As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the Total Expense Ratio limit (refer note 15). The remuneration is payable to the Management Company monthly in arrears. Keeping in view the maximum allowable threshold, during the period ended December 31, 2024, the Management Company has charged management fee at the rates ranging from 0.96% to 2.00% (June 30, 2024: 0.95% to 1.50%) per annum of daily net assets.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

7.3 In accordance with Circular 11 dated July 5, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except funds of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses at the rates ranging from 0.0001% to 0.26% (June 30, 2024: 0.1% - 1%) per annum of the daily net assets while keeping in view the overall return and the Total Expense Ratio limit (refer note 15) of the Fund.

The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% on reimbursable expenditure (selling and marketing expenses) effective from July 1, 2024, through the Sindh Sales Tax on Services Act, 2011.

7.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company can charge allocated expenses to the CIS based on its discretion, provided the Total Expense Ratio (refer note 15) prescribed by the SECP vide SRO 639 (I) / 2019 dated June 20, 2019 is complied with. During the period, the Management Company has charged the Fund at the rate of 0.0001% to 0.06% (June 30, 2024: 0.06% - 0.57%) per annum of daily net assets.

The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% on reimbursable expenditure (allocated expenses) effective from July 1, 2024, through the Sindh Sales Tax on Services Act, 2011.

8. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. The Fee has been charged at the rate of 0.075% from July 01, 2024 to December 31, 2024 (June 30, 2024: 0.055%) per annum of average daily net assets of the Fund during the period. The remuneration is payable on monthly basis in arrears. The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

9. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with NBFC Regulations, a collective investment scheme classified as open end scheme is required to pay to the SECP an amount equal to 0.075% (June 30, 2024: 0.075%) per annum of daily net assets of the Fund as annual fee. The fee is payable on monthly basis in arrears.

	(Un-audited) December 31, 2024	(Audited) June 30, 2024
Note	----- Rupees in '000 -----	
10. ACCRUED EXPENSES AND OTHER LIABILITIES		
Auditor's remuneration payable	653	443
Sales load payable	2,238	1,452
Brokerage payable	839	963
Legal and professional charges payable	1,585	1,559
Capital gains tax payable	37,666	2,880
Zakat payable	1,501	1,501
Withholding tax payable	414	414
Provision for indirect duties and taxes	24,359	24,359
CDS fee payable to CDC	28	36
Transaction charges payable to NCCPL	15	153
Other payables	1,354	104
	70,652	33,864

10.1 This represents provision for Federal Excise Duty (FED) as at December 31, 2024. 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 of the Fund for the year ended June 30, 2024. Had the said provision for FED not been recorded in the financial statements of the Fund, the net assets value of the Fund, as at December 31, 2024 would have been higher by Rs. 1.06 (June 30, 2024: Rs. 0.62) per unit.

11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

	(Un-audited) For the half year ended December 31, 2024	(Audited) For the year ended June 30, 2024
	----- Number of units -----	
12. NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the period / year	39,229,835	13,719,219
Units issued during the period / year	12,664,011	36,609,181
Units redeemed during the period / year	(29,005,987)	(11,098,565)
Total units in issue at the end of the period / year	22,887,859	39,229,835

13. TAXATION

The Fund's income is exempt from income tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Further, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. 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. Since the Management Company intends to distribute the required minimum percentage of Fund's net accounting income for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in this condensed interim financial information.

14. 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 cumulative weighted average number of outstanding units for calculating EPU is not practicable.

15. TOTAL EXPENSE RATIO

The annualised Total Expense Ratio of the Fund for the period ended December 31, 2024 is 2.11% (December 31, 2023: 1.97%) which includes 0.30% (December 31, 2023: 0.22%) representing Government Levy and the SECP fee. This ratio is within the maximum limit of 2.5% (i.e. excluding Government levy and SECP fee) prescribed under the NBFC Regulations for a collective investment scheme categorised as a aggressive fixed income scheme.

16. 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, 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.

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 liabilities that are not based on observable market data (i.e., unobservable inputs) (level 3).

The estimated fair value of all other financial assets and liabilities at amortised cost is considered not significantly different from the carrying value as the items are short-term in nature.

As at December 31, 2024 (Un-audited)

Financial assets measured at fair value through profit or loss

	Level 1	Level 2	Level 3	Total
Pakistan Investment Bonds	1,109,688	246,290	-	1,355,978
Market Treasury Bills	-	391,779	-	391,779
Debt securities	60,807	193,736	-	254,543
	<u>1,170,495</u>	<u>831,805</u>	<u>-</u>	<u>2,002,300</u>

As at June 30, 2024 (Audited)

Financial assets measured at fair value through profit or loss

	Level 1	Level 2	Level 3	Total
Pakistan Investment Bonds	189,678	80,362	-	270,040
Market Treasury Bills	-	255,739	-	255,739
Debt securities	62,794	193,282	-	256,076
	<u>252,472</u>	<u>529,383</u>	<u>-</u>	<u>781,855</u>

17. TRANSACTIONS 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 carried out 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 half year ended December 31, 2024 are as follows:

Particulars	Management Company	Associated companies and others*	Trustee	Funds under common management	Directors and key executives**	Other connected persons / related parties***
Transactions during the period						
----- Half year ended December 31, 2024 (Un-audited) -----						
----- Units in '000 -----						
Units issued	-	-	-	-	19	-
Units redeemed	-	-	-	-	19	-
----- Rupees in '000 -----						
Value of units issued	-	-	-	-	1,672	-
Value of units redeemed	-	-	-	-	2,043	-
Mark-up on savings accounts	-	16,157	-	-	-	-
Purchase of securities	-	-	-	-	-	9,847,623
Sale of securities	-	-	-	-	-	6,437,600
Remuneration (inclusive of Sindh Sales Tax)	25,627	-	1,374	-	-	-
Selling and marketing expenses (inclusive of Sindh Sales Tax)	3,548	-	-	-	-	-
Allocated expense (inclusive of Sindh Sales Tax)	819	-	-	-	-	-
Amount received against issuance to unitholders*	4,362	-	-	-	-	-

* This represents amount reimbursed by the Management Company to the Fund against issuance of 41,462 units in UBL Money Market Fund to identified unit holders of the Fund in relation to reversal of excess amount charged against reimbursement of selling and marketing expenses as per the direction of Securities and Exchange Commission of Pakistan.

----- Half year ended December 31, 2023 (Un-audited) -----						
----- Units in '000 -----						
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	528
----- Rupees in '000 -----						
Value of units issued	-	-	-	-	-	-
Value of units redeemed	-	-	-	-	-	50,000
Mark-up on savings accounts	-	2,050	-	-	-	-
Purchase of securities	-	252,552	-	-	-	180,730
Sale of securities	-	294,749	-	-	-	618,415
Remuneration (inclusive of Sindh Sales Tax)	6,148	-	460	-	-	-
Selling and marketing expenses	1,601	-	-	-	-	-
Allocated expense	1,303	-	-	-	-	-

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

Balances held

----- As at December 31, 2024 (Un-audited) -----

----- Units in '000 -----

Units held	-	-	-	-	-	2,930
------------	---	---	---	---	---	--------------

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

Value of units held	-	-	-	-	-	315,615
Bank balances	-	260,824	-	-	-	-
Security deposits	-	-	100	-	-	-
Remuneration payable (inclusive of Sindh Sales Tax)	5,754	-	223	-	-	-
Allocated expenses payable (inclusive of Sindh Sales Tax)	989	-	-	-	-	-
Selling and marketing expense payable (inclusive of Sindh Sales Tax)	3,901	-	-	-	-	-
Sales load payable	2,345	-	-	-	-	-
Conversion charges payable	80	-	-	-	-	-
Mark-up receivable	-	14,675	-	-	-	-
Receivable from the Management Company	571	-	-	-	-	-
CDC fee payable	-	-	28	-	-	-
Other payables	27	-	-	-	-	-

----- As at June 30, 2024 (Audited) -----

----- Units in '000 -----

Units held	-	-	-	-	0.079	6,484
------------	---	---	---	---	-------	-------

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

Value of units held	-	-	-	-	7	553,203
Bank balances	-	1,807,953	-	-	-	-
Security deposits	-	-	100	-	-	-
Remuneration payable (inclusive of Sindh Sales Tax)	1,138	-	91	-	-	-
Allocated expenses payable	345	-	-	-	-	-
Selling and marketing expenses payable	1,041	-	-	-	-	-
Sale load payable	1,512	-	-	-	-	-
Conversion charges payable	-	-	-	-	-	-
Mark-up receivable	-	4,205	-	-	-	-
Receivable from the Management Company	571	-	-	-	-	-
CDC fee payable	-	-	36	-	-	-
Other payables	107	-	-	-	-	-

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

*** These include transactions and balances in relation to the entities where common directorship exist as at half year / year end. However it does not include the transactions and balances whereby common directorship changed during the year.

18. GENERAL

This condensed interim financial information is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed by auditors.

19. DATE OF AUTHORISATION FOR ISSUE

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

YR

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

Chief Executive Officer

Chief Financial Officer

Director



FINANCIAL STATEMENTS

OF

UBL INCOME OPPORTUNITY FUND

**FOR THE HALF YEAR ENDED DECEMBER 31,
2024**

MANAGED BY UBL FUND MANAGERS LIMITED



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

The Board of Directors,
UBL Fund Managers Limited,
402, 4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi.

February 8, 2025
U-30/AA-0268/25

REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Dear Board Members,

We are pleased to enclose the draft condensed interim financial statements of **UBL INCOME OPPORTUNITY FUND** (the "Fund") for the Half Year Ended December 31, 2024, prepared by the management of UBL Fund Managers Limited (the Management Company), together with our draft review reports thereon. We have initialed the draft condensed interim financial statements and the draft review report thereon for the purpose of identification only and we shall be pleased to issue our review report, in the present or amended form, after we have received:

- a. The condensed interim financial statements, with or without modifications, approved by the Board of Directors (the Board) of the Management Company and signed on this behalf by the Chief Executive Officer, Chief Financial Officer and a Director of the Management Company, duly authorized for this purpose;
- b. Extracts of the minutes of meeting of the Board approving this condensed interim financial statements;
- c. The Board's specific approvals for the items listed in Annexure A to this letter;
- d. Appropriately signed representation letters for the Fund, draft of which will be provided to management of the Management Company.

Matters which we would like to bring into the attention of the Board in Annexure B (General observations).

We take this opportunity to thank your management and staff for the courtesy and cooperation extended to us during the course of our review.

Yours faithfully,

BDO EBRAHIM & CO.

Enclosed as above

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

UBL INCOME OPPORTUNITY FUND

- Investments purchased during the year amounting to Rs. 3,554 million;
- Investments sold during the year having sale proceeds amounting to Rs. 3,274.500 million;
- Remuneration of the Management Company exclusive of Sindh Sales Tax amounting to Rs. 13.288 million;
- Allocated expenses to the Management Company amounting to Rs. 0.808 million;
- Remuneration of Trustee exclusive of Sindh Sales Tax amounting to Rs. 0.984 million; and
- Transactions with related parties and associated undertakings as disclosed in the notes to the financial statements.

(GENERAL OBSERVATIONS)**1. RESPONSIBILITIES OF THE AUDITORS AND THE BOARD IN RELATION TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

The responsibilities of the independent auditors, in review of condensed interim financial statements, are explained in International Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." While the auditors are responsible for forming a conclusion on the condensed interim financial statements, the responsibility for their preparation is primarily that of the Management Company.

The Management Company's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Fund, and prevention and detection of frauds and irregularities. The review of the condensed interim financial statements does not relieve the Management Company of its responsibilities. Accordingly, our examination of the books of account and records should not be relied upon to disclose all the errors and / or irregularities in relation to the condensed interim financial statements.

2. SIGNIFICANT MATTERS

Our review has highlighted certain significant matters, which are set forth in the ensuing paragraphs. These matters came to our knowledge during the conduct of normal review procedures designed primarily with a view to enable us to form a conclusion on the Funds' condensed interim financial statements. The matters set forth cannot, therefore, be expected to highlight all possible issues that a more extensive special examination may have highlighted. These matters also include some important communications to you that we are required to make under ISA 260 - Communication with those Charged with Governance.

3. FRAUD AND ERRORS

We have been informed by the management that no case of fraud and error, has been brought to their knowledge during the reporting period except for as disclosed and intimated to us by management.

4. COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of non-compliances with statutory laws and regulations that would have financial reporting implications.

5. RELATED PARTY TRANSACTIONS

We have been informed by the management that there were no transactions with the related parties other than those disclosed in the condensed interim financial statements.



6. SUBSEQUENT EVENTS

We have been informed by the management that there were no subsequent events having an impact on amounts and/or disclosure in the financial statements except as disclosed in the financial statements.

7. INDEPENDENCE

We confirm that in our professional judgment the firm is independent within the meaning of regulatory and professional requirements and the objectivity of the audit engagement partner and audit staff has not been compromised.

We take this opportunity to thank your management and staff for the courtesy and cooperation extended to us during the course of our review.



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

DRAFT

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TOTHE UNIT HOLDERS OF UBL INCOME OPPORTUNITY FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **UBL INCOME OPPORTUNITY FUND** ("the Fund") as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' funds' together with the notes forming parts thereof (here-in-after referred to as the "condensed interim financial statements"), for the half year ended December 31, 2024. UBL Fund Managers Limited (Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the half year ended December 31, 2024 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matters

The figures for the quarter ended December 31, 2024 and December 31, 2023 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's report is Zulfikar Ali Causer.

KARACHI

DATED:

UDIN:

**BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS**

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	-----Rupees in '000-----	
ASSETS			
Bank balances	4	302,377	398,585
Investments	5	1,801,155	1,530,845
Profit / mark-up receivable	6	50,707	57,288
Advance tax	7	4,509	4,471
Advances, deposits, prepayments and other receivables	8	3,264	23,287
TOTAL ASSETS		<u>2,162,012</u>	<u>2,014,476</u>
LIABILITIES			
Payable to the UBL Fund Managers Limited - Management Company	9	23,540	12,150
Payable to the Trustee	10	156	169
Payable to Securities and Exchange Commission of Pakistan	11	134	149
Accrued expenses and other liabilities	12	10,289	5,103
TOTAL LIABILITIES		<u>34,119</u>	<u>17,571</u>
NET ASSETS		<u>2,127,893</u>	<u>1,996,905</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>2,127,893</u>	<u>1,996,905</u>
CONTINGENCIES AND COMMITMENTS			
	13	-----Number of units-----	
Number of units in issue		<u>17,471,599</u>	<u>18,080,472</u>
		-----Rupees-----	
Net assets value per unit		<u>121.7915</u>	<u>110.4454</u>

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For UBL Fund Managers Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR



UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024

	Note	Half year ended December 31,		Quarter ended December 31,	
		2024	2023	2024	2023
-----Rupees in '000-----					
INCOME					
Realised gain on sale of investments - net		28,426	7,287	21,609	7,452
Income from Government securities		170,647	46,282	83,066	28,279
Income from term finance certificates and sukus		21,019	27,180	9,337	13,055
Income from money market placements		-	1,735	-	1,735
Mark-up on bank deposits		40,687	54,875	8,763	33,543
Other Income		48	469	-	470
		<u>260,827</u>	<u>137,828</u>	<u>122,775</u>	<u>84,534</u>
Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at 'fair value through loss or profit' - net	5.2	26,896	841	(33,046)	(501)
		<u>287,723</u>	<u>138,669</u>	<u>89,729</u>	<u>84,033</u>
EXPENSES					
Remuneration of the Management Company		13,288	6,881	6,555	3,513
Sindh sales tax on remuneration of the Management Company		1,993	894	983	456
Remuneration of the Trustee		984	450	469	264
Sindh sales tax on remuneration of the Trustee		148	59	70	34
Annual fee to the Securities and Exchange Commission - of Pakistan		984	446	469	263
Allocation of expenses related to registrar services, - accounting, operation and valuation services		808	599	327	351
Selling and marketing expense		2,885	1,378	1,168	808
Auditors' remuneration		263	238	132	119
Fees and subscription		184	221	83	180
Securities transaction and settlement costs		400	421	33	350
Bank charges		177	215	33	192
Total operating expenses		<u>22,114</u>	<u>11,802</u>	<u>10,323</u>	<u>6,529</u>
Net operating profit for the period		<u>265,609</u>	<u>126,868</u>	<u>79,406</u>	<u>77,504</u>
Net profit for the period before taxation		<u>265,609</u>	<u>126,868</u>	<u>79,406</u>	<u>77,504</u>
Taxation	14	-	-	-	-
Net profit for the period after taxation		<u>265,609</u>	<u>126,868</u>	<u>79,406</u>	<u>77,504</u>
Allocation of net income for the period					
Income already paid on redemption of units		(141,042)	(24,807)	-	(15,492)
Net profit for the period		<u>124,568</u>	<u>102,061</u>	<u>79,406</u>	<u>62,012</u>
Income/(loss) available for distribution:					
Relating to capital gains		28,426	7,287	-	(3,774)
Excluding capital gains		96,142	94,774	(11,602)	2,152
		<u>124,568</u>	<u>102,061</u>	<u>79,406</u>	<u>(1,622)</u>
Earnings / (loss) per unit	15				

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For UBL Fund Managers Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

**UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half year ended December 31		Quarter ended December 31	
	2024	2023	2024	2023
-----Rupees in '000-----				
Net income for the period	265,609	126,868	79,406	77,504
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>265,609</u>	<u>126,868</u>	<u>79,406</u>	<u>77,504</u>

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

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

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR



**UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

	Half year ended December 31					
	2024			2023		
	Capital Value	Undistributed Income	Total	Capital Value	Undistributed Income	Total
-----Rupees in '000-----						
Net assets at beginning of the period	1,808,047	188,858	1,996,905	654,530	13,714	668,244
Issuance of units 27,164,834 (2023: 24,063,453 units)						
Capital value (at net asset value per unit at the beginning of the period)	3,062,961	-	3,062,961	2,655,573	-	2,655,573
Element of income	139,659	-	139,659	167,434	-	167,434
Total proceeds on issuance of units	3,202,620	-	3,202,620	2,823,007	-	2,823,007
Redemption of units 27,773,708 (2023: 29,230,235 units)						
Capital value (at net asset value per unit at the beginning of the period)	(3,130,208)	-	(3,130,208)	(943,719)	-	(943,719)
Element of loss	(65,991)	(141,042)	(207,033)	(111,953)	(24,807)	(136,760)
Total payments on redemption of units	(3,196,199)	(141,042)	(3,337,241)	(1,055,672)	(24,807)	(1,080,479)
Total comprehensive income for the period	-	265,609	265,609	-	126,868	126,868
Net assets at end of the period	<u>1,814,468</u>	<u>313,426</u>	<u>2,127,893</u>	<u>2,421,865</u>	<u>115,775</u>	<u>2,537,640</u>
Undistributed income brought forward						
Realised gain		188,858			18,548	
Unrealised gain		-			(4,834)	
		188,858			13,714	
Accounting income available for distribution						
Relating to capital gains		28,426			7,287	
Excluding capital gains		96,142			94,774	
		124,568			102,061	
Undistributed income carried forward		<u>313,426</u>			<u>115,775</u>	
Undistributed income carried forward						
Realised gain		286,530			114,934	
Unrealised (loss)/ gain		26,896			841	
		<u>313,426</u>			<u>115,775</u>	
			(Rupees)			(Rupees)
			per unit			per unit
Net assets value per unit at beginning of the period			<u>110.4454</u>			<u>110.3571</u>
Net assets value per unit at end of the period			<u>121.7915</u>			<u>122.7007</u>

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

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

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

UBL INCOME OPPORTUNITY FUND
CONDENSED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended December 31	
	2024	2023
Note	-----Rupees in '000-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	265,609	126,868
Adjustments for:		
Realized capital gain on sale of investments - net	(28,426)	(7,287)
Mark-up / profit on bank deposits	(40,688)	(54,876)
Income from Government securities	(170,647)	(46,282)
Income from term finance certificates and sukus	(21,019)	(27,180)
Income from money market placements	-	(1,735)
Unrealised appreciation on re-measurement of investments classified as financial assets at 'fair value through profit or loss' - net	(26,896)	(841)
	(22,067)	(11,333)
(Increase) / decrease in assets		
Investments - net	(158,185)	(447,051)
Receivable against sale of investment	2	-
Advance tax	(38)	(774)
Advances, deposits, prepayments and other receivables	20,023	(38,578)
	(138,198)	(486,403)
Increase / (decrease) in liabilities		
Payable to the Management Company	11,390	5,480
Payable to the Trustee	(13)	64
Payable to the Securities and Exchange Commission of Pakistan	(15)	(180)
Accrued expenses and other liabilities	5,186	(186,402)
	16,548	(181,038)
Cash used in operations	(143,717)	(678,774)
Income received from Government securities	121,196	12,799
Income received from money market placement	-	1,735
Income received from term finance certificates and sukus	14,073	28,584
Mark-up received	46,862	48,446
	182,130	91,563
Net cash generated from / (used in) operating activities	38,413	(587,211)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issue of units	3,202,620	2,823,007
Payment against redemption of units	(3,337,241)	(1,080,479)
Net cash (used in) / generated from financing activities	(134,621)	1,742,528
Net (decrease) / increase in cash and cash equivalents	(96,208)	1,155,317
Cash and cash equivalents at the beginning of the period	398,585	344,294
Cash and cash equivalents at end of the period	4 302,377	1,499,611

The annexed notes from 1 to 21 form an integral part of this condensed interim financial statements.

For UBL Fund Managers Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

UBL INCOME OPPORTUNITY FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

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.

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act “Sindh Act 2020” as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company after fulfilling the requirement for registration of Trust Deed under Sindh Act, 2020, has submitted Collective Investment Scheme Trust Deed to Registrar acting under Sindh Act, 2020 for registration. Subsequently on August 30, 2021 trust deed of the fund has been registered under Sindh Trust Act, 2020.

- 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 categorized as an open-ended income scheme in accordance with Circular No. 7 of 2009 issued by the SECP.
- 1.4 The objective is to provide a competitive rate of return to its investors by investing in quality term finance certificates / sukuks issued by the financial institutions, Government securities, bank deposits and short-term and long-term debt instruments. The weighted average time to maturity of the Fund's investment shall not exceed 4 years and this shall not apply to Government Securities. This is intended to reduce risk while providing competitive returns and maintaining liquidity.
- 1.5 VIS Credit Rating Company Limited has re-affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company on December 29, 2023 and a stability rating of "AA-(f)" to the Fund as at December 29, 2023.

- 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 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, the provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 'NBFC Regulations'), the directives issued by the SECP and the requirements of the Trust Deed.

Where 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, the directives issued by the SECP and the requirements of the Trust Deed differ from the requirements of the IAS 34, 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, the directives issued by the SECP and the requirements of the Trust Deed have been followed.

- 2.1.2 The disclosures made in this condensed interim financial statements have, however, been limited based on the requirements of IAS - 34. This condensed interim financial statements 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 audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3 The comparative statement of assets and liabilities presented in this condensed interim financial statements has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2024, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unitholders' fund and condensed interim statement of cash flows are extracted from the reviewed condensed interim financial statements for the half year ended December 31, 2023.
- 2.1.4 This condensed interim financial statements is unaudited, but has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 have not been reviewed.

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 statements gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial statements has been prepared under the historical cost convention, unless stated otherwise.

2.3 Functional and presentation currency

This condensed interim financial statements is presented in Pakistani Rupee (Rupee's or 'Rs.' which is the Fund's functional and presentation currency.

3 MATERIAL ACCOUNTING POLICY INFORMATION AND ACCOUNTING ESTIMATES, JUDGEMENTS AND CHANGES THEREIN

3.1 The accounting policies adopted for the preparation of the condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of this condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan 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, 2024.

3.4 There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan effective for the first time in this condensed interim financial statements and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. These standards, interpretations and amendments are either not relevant to the Fund's operations or are not expected to have a material effect on this condensed interim financial statements.

3.5 The Fund's financial risk management objectives and policies are consistent with that disclosed in the annual financial statements of the Fund for the year ended June 30, 2024.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	-----Rupees in '000-----	
4	BANK BALANCES		
	Current accounts	48	48
	Savings accounts	4.1 302,329	398,537
		<u>302,377</u>	<u>398,585</u>

4.1 These bank accounts carry mark-up at rates ranging between 13.50% to 21.10% (June 30, 2024: 20.50% to 22.30%) per annum. This includes an amount held by a related parties, (United Bank Limited) amounting to Rs. 149.528 million (June 30, 2024: Rs. 51.969 million) on which return is earned at rate ranging between 13.5% to 19% (June 30, 2024: 20.50%) per annum.

5 INVESTMENTS

Financial assets at fair value through profit or loss

Government securities			
Market treasury bills	5.1	591,636	485,696
Pakistan investment bonds	5.2	1,002,443	838,311
Term finance certificates	5.3	181,401	181,641
Corporate sukuk bond	5.4	25,675	25,197
		<u>1,801,155</u>	<u>1,530,845</u>

5.1 Market treasury bills

Issue date	Tenure	Face value				Carrying value	Market value As at December 31, 2024	Unrealised appreciation / (diminution)	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at December 31, 2024					
-----Rupees in '000-----%										
October 31, 2024	12 Months	200,000	-	(200,000)	-	-	-	-	0.00%	0.00%
May 30, 2024	12 Months	350,000		(350,000)	-	-	-	-	0.00%	0.00%
October 31, 2024	3 Months	-	300,000	-	300,000	297,821	297,801	(20)	14.00%	16.53%
December 12, 2024	3 Months	-	300,000	-	300,000	293,858	293,835	(23)	13.81%	16.31%
Total - As at December 31, 2024		550,000	600,000	(550,000)	600,000	591,679	591,636	(43)	27.80%	0.00%
Total - As at June 30, 2024		-	9,095,000	8,545,000	550,000	485,462	485,696	233	24.32%	31.73%

5.2 Pakistan investment bonds

5.2.1 Fixed

Issue date	Tenure	Face value				Carrying value	Market value As at December 31, 2024	Unrealised (diminution) / appreciation	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales / matured during the period	As at December 31, 2024					
-----Rupees in '000-----%										
February 15, 2024	3 Years	100,000		(100,000)	-	-	-	-	0.00%	0.00%
October 15, 2020	5 Years	-	204,500	(204,500)	-	-	-	-	0.00%	0.00%
December 7, 2018	10 Years	-	550,000	(550,000)	-	-	-	-	0.00%	0.00%
January 17, 2024	5 Years	-	100,000	-	100,000	100,018	105,024	5,006	4.94%	5.83%
January 17, 2024	5 Years	-	100,000	-	100,000	99,105	105,024	5,919	4.94%	5.83%
February 15, 2024	3 Years	-	200,000	(200,000)	-	-	-	-	0.00%	0.00%
February 15, 2024	3 Years	-	150,000	(150,000)	-	-	-	-	0.00%	0.00%
February 15, 2024	3 Years	-	100,000	(100,000)	-	-	-	-	0.00%	0.00%
February 15, 2024	3 Years	-	100,000	(100,000)	-	-	-	-	0.00%	0.00%
February 15, 2024	3 Years	-	100,000	-	100,000	97,345	103,032	5,687	4.84%	5.72%
February 15, 2024	3 Years	-	100,000	-	100,000	96,418	103,032	6,614	4.84%	5.72%
February 15, 2024	3 Years	-	100,000	-	100,000	95,763	103,032	7,269	4.84%	5.72%
Total - As at December 31, 2024		100,000	1,804,500	(1,404,500)	500,000	488,649	519,143	30,494	24.397%	29%
Total - As at June 30, 2024		-	3,937,600	3,837,600	100,000	94,788	94,475	(313)	4.73%	6.17%

5.2.2 Floating

Issue date	Tenure	Face value				Carrying value	Market value As at December 31, 2024	Unrealised (diminution) / appreciation	Market value as a percentage of net assets	Market value as a percentage of total investments
		As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024					
-----Rupees in '000-----%										
April 18, 2024	5 Years	670,000		(670,000)	-	-	-	-	0.00%	0.00%
June 27, 2024	5 Years	-	1,150,000	(650,000)	500,000	485,756	483,300	(2,456)	22.71%	26.83%
Total - As at December 31, 2024		670,000	1,150,000	(1,320,000)	500,000	485,756	483,300	(2,456)	22.71%	26.83%
Total - As at June 30, 2024		211,800	6,415,000	5,856,800	770,000	742,414	743,836	1,422	37.25%	48.59%

As at December 31, 2024, Pakistan Investment Bonds (PIBs) had a face value of Rs. 500 million (June 30 2024: Rs. 770) carrying effective yield of 19.93% to 21.304% per annum (June 30 2024: 21.3% to 22.85%) per annum.

5.3 Term Finance Certificates

Name of the investee company	Issue Date	As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying value	Market value As at December 31, 2024	Unrealised (diminution) / appreciation	Market value as a percentage of net assets	Market value as a percentage of total investments
----- (Rupees in '000) -----%										
Samba Bank Limited *	March 1, 2021	333	-	-	333	33,253	33,253	(0)	1.56%	1.85%
Bank Al-Habib Limited **	March 30, 2021	5,000	-	-	5,000	24,970	24,595	(375)	1.16%	1.37%
Bank of Punjab ***	April 17, 2023	800	-	-	800	79,952	78,553	(1,399)	3.69%	4.36%
Kashf Foundation ****	December 8, 2023	450	-	-	450	45,000	45,000	-	2.11%	2.50%
Total - As at December 31, 2024		6,583	-	-	6,583	183,175	181,401	(1,774)	9%	10%
Total - As at June 30, 2024		26,133	5,450	25,000	6,583	182,641	181,641	(1,000)	9.10%	11.87%

* The face value of TFC is Rs. 99,860 per certificate

** The face value of TFC is Rs. 4994 per certificate

*** The face value of TFC is Rs. 99,940 per certificate

**** The face value of TFC is Rs. 100,000 per certificate

These Term Finance Certificates carry mark-up at the rate ranging between 14.11% to 21.46% (2024: 23.42% to 22.46%), per annum.

5.4 Corporate Sukuk Bond

Name of the investee company	Issue Date	As at July 1, 2024	Purchases during the period	Sales during the period	As at December 31, 2024	Carrying value	Market value As at December 31, 2024	Unrealised (diminution) / appreciation	Market value as a percentage of net assets	Market value as a percentage of total investments
----- Units ----- (Rupees in '000) -----										
K-Electric Limited	November 1, 2022	250	-	-	250	25,000	25,675	675	1.21%	1.43%
Total - As at December 31, 2024		250	-	-	250	25,000	25,675	675	1.21%	1.43%
Total - As at June 30, 2024		250	-	-	250	25,000	25,197	197	1.26%	1.65%

The Corporate Sukuk Bond carry mark-up at the rate of 3 months KIBOR + 1.7% per annum.

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	----- (Rupees in '000) -----	
5.2 Net unrealized appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss'		
Market value of investments	1,801,155	1,530,845
Less: Carrying value of investments	1,774,259	1,530,004
	<u>26,896</u>	<u>841</u>
6 PROFIT / MARK-UP RECEIVABLE		
Profit receivable on TFCs and Sukuks	15,959	9,015
Profit receivable on PIBs	31,027	38,379
Profit receivable on bank accounts	3,721	9,895
	<u>50,707</u>	<u>57,289</u>
7 ADVANCE TAX		
7.1 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). Furthermore, 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). However, various withholding agents have deducted advance tax under section 151 of ITO 2001. The management is confident that the same shall be refunded after filing refund application within stipulated time as per Income Tax Ordinance , 2001.		
8 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Security deposit with:		
National Clearing Company of Pakistan Limited (NCCPL)	1,000	1,000
Central Depository Company of Pakistan Limited	100	100
	<u>1,100</u>	<u>1,100</u>
Prepayments	-	19
Advance against NCCPL exposure margin	2,062	2,062
Receivable against issuance of units	102	20,106
	<u>3,264</u>	<u>23,287</u>

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Note	------(Rupees in '000)-----	
9 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY		
Remuneration payable of the Management Company	2,147	1,922
Sindh Sales Tax payable on the Management - Company's remuneration	322	250
Sales load payable	13,655	6,256
Allocation of expenses related to registrar services, - accounting, operation and valuation services	1,664	856
Conversion charges	61	61
Selling and marketing expense payable	5,690	2,805
	<u>23,540</u>	<u>12,150</u>

- 9.1 As per Regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the Total Expense Ratio limit (note 16). The remuneration is payable to the Management Company monthly in arrears. During the period ended December 31, 2024 the Management Company has charged management fee at the rates ranging from 0.98% to 1.25% of daily net assets.
- 9.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 9.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company can charge allocated expenses to the CIS based on its discretion, provided the Total Expense Ratio (refer note 16) prescribed by the SECP is complied with. During the period, the Management Company has charged the Fund at the rates ranging from 0.00% to 0.1% (June 30, 2024: 0.02% to 0.075%) of daily net assets. The above amount includes Sindh Sales Tax at the rate of 15%.
- 9.4 In accordance with Circular 11 dated July 5, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-ended mutual funds (except funds of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses, while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, at the rates ranging from 0.00% to 0.27% (June 30, 2024: rates ranging from 0.2% to 0.27%) of daily net assets of the fund. The above amount includes Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%).

**10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
- TRUSTEE**

The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. The Fee has been charged at the rate of 0.075% (June 30, 2024:0.055%) per annum of average daily net assets of the Fund during the period. The remuneration is payable on monthly basis in arrears. The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

11 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

In accordance with NBFC Regulations a collective investment scheme classified as open end scheme is required to pay to the SECP an amount equal to 0.075% (June 30, 2024: 0.02% to 0.075%) of the average annual net assets of the Fund as annual fee. The fee is payable on monthly basis in arrears.

12 ACCRUED EXPENSES AND OTHER LIABILITIES

Repayment - non taxable		-	621
Provision for Federal Excise Duty	12.1	1,597	1,597
Auditors' remuneration		669	406
Brokerage payable		1,143	1,016
Zakat payable		107	140
Others		6,774	1,324
		<u>10,289</u>	<u>5,103</u>

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

On September 04, 2013, a Constitutional Petition was filed in the Honourable Sindh High Court (SHC) jointly by various Asset Management Companies, together with their representatives of Collective Investment Schemes through their trustees, challenging the levy of FED.

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 July 1, 2016, FED on services provided or rendered by Non-Banking Financial Institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016. In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution, the provision for FED made prior to this year has been maintained by the Fund which at December 31, 2023 aggregates to Rs.1.597 (2022: Rs.1.597) million. Had the provision for FED not been recorded in the financial statements of the Fund, the net assets value of the Fund as at December 31, 2023 would have been higher by Re.0.08 (2023: Re.0.264) per unit.

13 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at December 31, 2024.

14 TAXATION

The Fund's income 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 its accounting income for the year, as reduced by the capital gains whether realised or unrealized, is distributed to the unitholders in cash. The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. The Fund has not recorded a tax liability in the current reporting period, as the Management Company intends to distribute at least 90% of the Fund's accounting income as reduced by capital gains (whether realised or unrealized) to its unitholders.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these financial statements as in the opinion of the Management Company the determination of the cumulative weighted average number of outstanding units is not practicable.

16 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 year 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) -----						
Transactions during the half year ended December 31, 2024 (Un-Audited)						
Units issued	-	-	-	-	18,714	305,000
Units redeemed	-	-	-	-	18,761	-
Remuneration (including Sindh sales tax)	15,281	-	1,132	-	-	-
Selling and marketing expense	2,885	-	-	-	-	-
Allocated expenses	808	-	-	-	-	-
Transactions during the half year ended December 31, 2023 (Audited)						
Profit on savings accounts	-	883	-	-	-	-
Units issued	-	-	-	-	147	-
Units redeemed	-	-	-	-	147	7,000
Sale of investment	7,775	-	508	-	-	-
Selling and marketing expenses	1,378	-	-	-	-	-
Allocated expenses	599	-	-	-	-	-
Balances held as at December 31, 2024 (Un-Audited)						
Units held (in Units '000)	-	-	-	-	-	2,512
Units held (in Rupees '000)	-	-	-	-	-	305,909
Bank balances	149,528	-	-	-	-	-
Remuneration payable	2,469	-	-	-	-	-
Sales load and other payables	13,655	-	-	-	-	-
Allocated expenses payable	1,664	-	-	-	-	-
Conversion charges payable	61	-	-	-	-	-
Selling and marketing payable	5,690	-	-	-	-	-
Mark-up receivable	-	1,733	-	-	-	-
Balances held as at June 30, 2024 (Audited)						
Units held (in Units '000)	-	-	-	-	2	-
Units held (in Rupees '000)	-	-	-	-	221	-
Bank balances	-	68,980	-	-	-	-
Remuneration payable	2,172	-	169	-	-	-
Sales load and other payables	6,256	-	-	-	-	-
Conversion charges payable	61	-	-	-	-	-
Mark-up receivable	-	1,774	-	-	-	-
Allocated expenses payable	856	-	-	-	-	-
Selling and marketing expenses	2,805	-	-	-	-	-

17 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, differences can arise between carrying values their 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 are based on the quoted market prices at the close of trading on the period end date. The quoted market price 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.

As per the requirements of IFRS 13 (Fair Value Measurements), 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 following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

		December 31, 2024 (Un-Audited)						
		Carrying Amount			Fair Value			
		Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
Note		-----Rupees in '000-----						
Financial assets measured at fair value	17.1							
Pakistan Investment Bonds		1,002,443	-	1,002,443	-	#####	-	#####
Term Finance Certificates		181,401	-	181,401	-	181,401	-	181,401
Corporate Sukuk Bonds		25,675	-	25,675	-	25,675	-	25,675
Term Deposit Receipts		-	-	-	-	-	-	-
		<u>1,209,519</u>	<u>-</u>	<u>1,209,519</u>	<u>-</u>	<u>#####</u>	<u>-</u>	<u>#####</u>
Financial assets not measured at fair value	17.2							
Bank balances		-	302,377	302,377				
Profit / Mark-up receivable		-	57,288	57,288				
Deposits		-	1,202	1,202				
		<u>-</u>	<u>360,867</u>	<u>360,867</u>				
Financial liabilities not measured at fair value	17.2							
Payable to Management Company		-	23,218	23,218				
Payable to the Trustee		-	138	138				
Accrued expenses and other liabilities		-	8,584	8,584				
		<u>-</u>	<u>31,940</u>	<u>31,940</u>				

		June 30, 2024 (Audited)						
		Carrying Amount			Fair Value			
		Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
Note		----- (Rupees in '000) -----						
Financial assets measured at fair value	17.1							
Pakistan Investment Bonds		838,311	-	838,311	-	838,311	-	838,311
Term Finance Certificates		181,641	-	181,641	-	181,641	-	181,641
Corporate Sukuk Bonds		25,197	-	25,197	-	25,197	-	25,197
Term Deposit Receipts		-	-	-	-	-	-	-
		<u>1,045,149</u>	<u>-</u>	<u>1,045,149</u>	<u>-</u>	<u>#####</u>	<u>-</u>	<u>#####</u>
Financial assets not measured at fair value	17.2							
Bank balances		-	398,585	398,585				
Profit / mark-up receivable		-	42,902	42,902				
Deposits		-	21,206	21,206				
		<u>-</u>	<u>462,693</u>	<u>462,693</u>				
Financial liabilities not measured at fair value	17.2							
Payable to the Management Company		-	11,900	11,900				
Payable to the Trustee		-	150	150				
Accrued expenses and other liabilities		-	5,103	5,103				
		<u>-</u>	<u>17,152</u>	<u>17,152</u>				

17.1 Valuation techniques

For level 2 investments at fair value through profit or loss - investment in respect of Pakistan Investment Bonds, Fund uses the rates which are derived from PKRV and PKRFV rates at reporting date and for investment in respect of Term Finance Certificates/ Sukuk, Fund uses the rates prescribed by MUFAP.

17.2 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.

17.3 Transfers during the reporting period

No transfers were made between various levels of fair value hierarchy during the reporting period.

18 TOTAL EXPENSE RATIO

In accordance with the directive 23 of 2016 dated July 20, 2016 issued by the Securities and Exchange Commission of Pakistan (SECP), the total expense ratio of the Fund for the half year ended December 31, 2024 is 1.68% (December 31, 2023: 0.99%) which includes 0.24% (December 31, 2023: 0.12%) representing Government levy and SECP fee.

19 GENERAL

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

20 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for better presentation and disclosure, effect of which is not material.

21 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements was authorized for issue by the Board of Directors of the Management Company on _____.

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

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR





FINANCIAL STATEMENTS

OF

UBL LIQUIDITY PLUS FUND

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

MANAGED BY UBL FUND MANAGERS LIMITED

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

The Board of Directors,
UBL Fund Managers Limited,
402, 4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi.

February 8, 2025
U-30/AA-0269/25

REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED DECEMBER 31, 2024

Dear Board Members,

We are pleased to enclose the draft condensed interim financial statements of **UBL LIQUIDITY PLUS FUND** (the "Fund") for the Half Year Ended December 31, 2024, prepared by the management of UBL Fund Managers Limited (the Management Company), together with our draft review reports thereon. We have initialed the draft condensed interim financial statements and the draft review report thereon for the purpose of identification only and we shall be pleased to issue our review report, in the present or amended form, after we have received:

- a. The condensed interim financial statements, with or without modifications, approved by the Board of Directors (the Board) of the Management Company and signed on this behalf by the Chief Executive Officer, Chief Financial Officer and a Director of the Management Company, duly authorized for this purpose;
- b. Extracts of the minutes of meeting of the Board approving this condensed interim financial statements;
- c. The Board's specific approvals for the items listed in Annexure A to this letter;
- d. Appropriately signed representation letters for the Fund, draft of which will be provided to management of the Management Company.

Matters which we would like to bring into the attention of the Board in Annexure B (General observations).

We take this opportunity to thank your management and staff for the courtesy and cooperation extended to us during the course of our review.

Yours faithfully,

BDO EBRAHIM & CO.

Enclosed as above

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



ANNEXURE - A

UBL LIQUIDITY PLUS FUND

- Investments purchased during the year amounting to Rs. 28,100.840 million;
- Investments sold during the year having sale proceeds amounting to Rs. 7,143.600 million;
- Remuneration of the Management Company exclusive of Sindh Sales Tax amounting to Rs 174.149 million;
- Remuneration of Trustee exclusive of Sindh Sales Tax amounting to Rs. 8.184 million; and
- Transactions with related parties and associated undertakings as disclosed in the notes to the financial statements.

(GENERAL OBSERVATIONS)**1. RESPONSIBILITIES OF THE AUDITORS AND THE BOARD IN RELATION TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

The responsibilities of the independent auditors, in review of condensed interim financial statements, are explained in International Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." While the auditors are responsible for forming a conclusion on the condensed interim financial statements, the responsibility for their preparation is primarily that of the Management Company.

The Management Company's responsibilities include the maintenance of adequate accounting records and internal controls, the selection and application of accounting policies, safeguarding of the assets of the Fund, and prevention and detection of frauds and irregularities. The review of the condensed interim financial statements does not relieve the Management Company of its responsibilities. Accordingly, our examination of the books of account and records should not be relied upon to disclose all the errors and / or irregularities in relation to the condensed interim financial statements.

2. SIGNIFICANT MATTERS

Our review has highlighted certain significant matters, which are set forth in the ensuing paragraphs. These matters came to our knowledge during the conduct of normal review procedures designed primarily with a view to enable us to form a conclusion on the Funds' condensed interim financial statements. The matters set forth cannot, therefore, be expected to highlight all possible issues that a more extensive special examination may have highlighted. These matters also include some important communications to you that we are required to make under ISA 260 - Communication with those Charged with Governance.

3. FRAUD AND ERRORS

We have been informed by the management that no case of fraud and error, has been brought to their knowledge during the reporting period except for as disclosed and intimated to us by management.

4. COMPLIANCE WITH STATUTORY LAWS AND REGULATIONS

We have been informed by the management that there were no instances of non-compliances with statutory laws and regulations that would have financial reporting implications.

5. RELATED PARTY TRANSACTIONS

We have been informed by the management that there were no transactions with the related parties other than those disclosed in the condensed interim financial statements.



6. SUBSEQUENT EVENTS

We have been informed by the management that there were no subsequent events having an impact on amounts and/or disclosure in the financial statements except as disclosed in the financial statements.

7. INDEPENDENCE

We confirm that in our professional judgment the firm is independent within the meaning of regulatory and professional requirements and the objectivity of the audit engagement partner and audit staff has not been compromised.

We take this opportunity to thank your management and staff for the courtesy and cooperation extended to us during the course of our review.



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

DRAFT

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS OF UBL LIQUIDITY PLUS FUND

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **UBL LIQUIDITY PLUS FUND** ("the Fund") as at December 31, 2024 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' funds' together with the notes forming parts thereof (here-in-after referred to as the "condensed interim financial statements"), for the half year ended December 31, 2024. UBL Fund Managers Limited (Management Company) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim financial statements Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the half year ended December 31, 2024 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matters

The figures for the quarter ended December 31, 2024 and December 31, 2023 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The financial statements of the Fund for the year ended June 30, 2024 were audited by another firm of chartered accountants who through their audit report dated September 30, 2024, and review report dated February 27, 2024 expressed an unmodified opinion and conclusion thereon, respectively.

The engagement partner on the review resulting in this independent auditor's report is Zulfikar Ali Causer.

KARACHI

DATED:

UDIN:

**BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS**

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024**

	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	
ASSETS		
Bank balances	4	1,040,827
Investments	5	27,750,322
Mark up / interest receivable		59,286
Receivable against units issued		68,243
Prepayments and other receivables		1,440
Advance tax	6	18,629
TOTAL ASSETS	<u>28,938,747</u>	<u>38,407,739</u>
LIABILITIES		
Payable to UBL Fund Managers Limited - Management Company	7	68,991
Payable to Central Depository Company of Pakistan Limited - Trustee	8	1,456
Payable to Securities and Exchange Commission of Pakistan	9	1,717
Payable against Unit Redeemed		464
Dividend Payable		-
Accrued expenses and other liabilities	10	90,136
TOTAL LIABILITIES	<u>162,764</u>	<u>1,343,114</u>
NET ASSETS	<u>28,775,983</u>	<u>37,064,625</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	<u>28,775,983</u>	<u>37,064,625</u>
CONTINGENCIES AND COMMITMENTS		
	11	------(Number of units)-----
NUMBER OF UNITS IN ISSUE	<u>260,571,744</u>	<u>365,483,192</u>
		------(Rupees)-----
NET ASSETS VALUE PER UNIT	<u>110.4340</u>	<u>101.4127</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half Year ended		Quarter ended	
	December 31,	December 31,	December 31,	December 31,
	2024	2023	2024	2023
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
INCOME				
Financial Income	2,646,900	3,349,252	1,131,044	1,653,744
Gain/(loss) on sale of investments - net	78,242	23,643	60,271	21,134
Unrealised diminution on revaluation of investments classified as 'financial asset 'at fair value through profit or loss' - net	39,522	(1,472)	(73,971)	(16,143)
TOTAL INCOME	2,764,665	3,371,423	1,117,345	1,658,735
EXPENSES				
Remuneration of UBL Fund Managers Limited - Management Company	174,149	170,546	84,143	82,162
Sindh Sales tax on Management Company's remuneration	26,122	22,171	12,621	10,557
Allocated expenses	1,090	13,196	8	10,742
Remuneration of Central Depository Company of Pakistan Limited - Trustee of Pakistan Limited - Trustee	8,184	9,546	3,889	5,307
Annual fee of Securities and Exchange Commission of Pakistan	1,235	-	677	(549)
Bank charges	11,160	11,505	5,303	5,742
Auditors' remuneration	119	8	119	8
Brokerage and settlement expenses	526	580	263	290
Selling and marketing expenses	1,820	2,913	860	936
Selling and marketing expenses	2,473		7	(8)
Legal and professional charges	157	126	78	63
Fee and subscription charges	167	173	83	108
Total operating expenses	227,202	230,764	108,051	115,358
Net income before taxation	2,537,463	3,140,659	1,009,294	1,543,377
Taxation	-	-	-	-
Net income after taxation	2,537,463	3,140,659	1,009,294	1,543,377
Allocation of net income for the period				
Income already paid on redemption of units	(197,804)	(200,109)	(82,725)	(85,030)
Net income for the period	2,339,659	2,940,550	926,569	1,458,347
Income available for distribution:				
Relating to capital gains	-	-	-	-
Excluding capital gains	2,339,659	2,940,550	926,569	1,458,347
	2,339,659	2,940,550	926,569	1,458,347
Earnings per unit				

12

13

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



**UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- (Rupees in '000) -----		----- (Rupees in '000) -----	
Net income after taxation	2,537,463	3,140,659	1,009,294	1,543,377
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>2,537,463</u>	<u>3,140,659</u>	<u>1,009,294</u>	<u>1,543,377</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.

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

Chief Executive Officer

Chief Financial Officer

Director



UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	-----Half year ended-----					
	December 31, 2024			December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
----- (Rupees in '000) -----						
Net assets at the beginning of the period	36,806,504	258,121	37,064,625	25,656,016	189,800	25,845,816
Issuance of 398,830,822 units (2023: 596,847,382 units)						
Capital value	40,446,510	-	40,446,510	60,429,007	-	60,429,007
Element of income	2,415,764	-	2,415,764	218,094	-	218,094
Total proceeds on issuance of units	42,862,274	-	42,862,274	60,647,101	-	60,647,101
Redemption of 503,742,270 units (2023: 550,816,023 units)						
Capital value	(51,085,864)	-	(51,085,864)	(55,768,470)	-	(55,768,470)
Element of loss	(2,404,713)	(197,804)	(2,602,516)	(4,038)	(200,109)	(204,147)
Total payments on redemption of units	(53,490,576)	(197,804)	(53,688,380)	(55,772,508)	(200,109)	(55,972,617)
Total comprehensive income for the period	-	2,537,463	2,537,463	-	3,140,659	3,140,659
Distributions during the period:	-	-	-	(209,668)	(2,836,491)	(3,046,159)
Net income for the period less distribution	-	2,537,463	2,537,463	(209,668)	304,168	94,500
Net assets at the end of the period	<u>26,178,202</u>	<u>2,597,780</u>	<u>28,775,983</u>	<u>30,320,941</u>	<u>293,859</u>	<u>30,614,800</u>
Undistributed income brought forward comprises of:						
Realised gain		258,121	258,121		189,800	189,800
Unrealised loss		-	-		-	-
Total undistributed income brought forward		-	258,121		189,800	189,800
Income available for distribution:						
Relating to capital gains		-	-		-	-
Excluding capital gains		2,339,659	2,339,659		2,940,550	2,940,550
		2,339,659	2,339,659		2,940,550	2,940,550
Distribution during the period		-	-		(2,836,491)	(2,836,491)
Undistributed income carried forward		<u>2,597,780</u>	<u>2,597,780</u>		<u>293,859</u>	<u>293,859</u>
Undistributed income carried forward comprises of:						
Realised income		2,597,780	2,597,780		293,859	293,859
Unrealised loss		-	-		-	-
Total undistributed income carried forward		<u>2,597,780</u>	<u>2,597,780</u>		<u>293,859</u>	<u>293,859</u>
			(Rupees) Per unit			(Rupees) Per unit
Net assets value per unit at the beginning of the period			<u>101.4127</u>			<u>101.2470</u>
Net assets value per unit at the end of the period			<u>110.4340</u>			<u>101.6069</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



UBL LIQUIDITY PLUS FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Half year ended	
	December 31, 2024	December 31, 2023
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	2,537,463	3,140,659
Adjustments for:		
Financial Income	(2,646,900)	(3,349,252)
Unrealised loss on revaluation of investments at fair value through profit or loss - net	(39,522)	(23,643)
Realized loss on sale of investments - net	(78,242)	1,472
Provision for Sindh Workers' Welfare Fund		-
	<u>(2,764,665)</u>	<u>(3,371,423)</u>
	(227,202)	(230,764)
(Increase) / decrease in assets		
Investments - net	(20,332,447)	1,219,185
Receivable against units issued	(60,389)	(8,087,381)
Prepayments and other receivables	(5,037)	(167,128)
	<u>(20,397,873)</u>	<u>(7,035,324)</u>
Decrease in liabilities		
Payable to UBL Fund Managers Limited - Management Company	3,256	4,452
Payable to Central Depository Company of Pakistan Limited - Trustee	(270)	201
Annual fee payable to Securities and Exchange Commission of Pakistan	(366)	(4,547)
Accrued expenses and other liabilities	(1,182,970)	(550,289)
	<u>(1,180,350)</u>	<u>(550,183)</u>
Cash used in operations	(21,805,425)	(7,816,271)
Profit received on bank balances and investments	2,684,743	3,244,067
Net cash used in operating activities	<u>(19,120,682)</u>	<u>(4,572,204)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	42,862,274	60,793,115
Payments against redemption of units	(53,688,380)	(59,255,339)
Dividend paid	-	(2,830,013)
Net cash generated from / (used in) financing activities	<u>(10,826,106)</u>	<u>(1,292,237)</u>
Net decrease in cash and cash equivalents	(29,946,788)	(5,864,441)
Cash and cash equivalents at the beginning of the period	30,987,615	27,945,760
Cash and cash equivalents at the end of the period	<u>1,040,827</u>	<u>22,081,319</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial information.

For UBL Fund Managers Limited
(Management Company)

Chief Executive Officer

Chief Financial Officer

Director



UBL LIQUIDITY PLUS FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL
INFORMATION
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

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 Trust Deed of the fund was registered under Sindh Trust Act, 2020 on August 13, 2021. The Fund commenced its operations from July 7, 2011.
- 1.2 The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi, Pakistan.
- 1.3 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules.
- 1.4 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 categorized as an open-ended income scheme in accordance with Circular No.7 of 2009 issued by the SECP.
- 1.5 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.
- 1.6 VIS Credit Rating Company has re-affirmed an asset manager quality rating of 'AM1' (stable outlook) to the Management Company as at December 29, 2023 and a stability rating of "AA+(f)" to the Fund as at December 29, 2023.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1 This 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, the provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the 'NBFC Regulations'), the directives issued by the SECP and the requirements of the Trust Deed.

Where provisions of and directives issued under Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

- 2.1.2 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 do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Fund for the year ended June 30, 2024.
- 2.1.3 The comparative statement of asset and liabilities presented in this condensed interim financial statements has been extracted from the annual audited financial statements of the Fund for the year ended June 30, 2024, whereas the comparative condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of movement in unit holders' fund are extracted from the condensed interim financial statements for the half year ended December 31, 2023.
- 2.1.4 This condensed interim financial statements is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 have not been reviewed.
- 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 statements gives a true and fair view of the state of the Fund's affairs as at December 31, 2024.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, unless stated otherwise.

2.3 Functional and presentation currency

This condensed interim financial statements is presented in Pakistani rupees ('Rupees' or 'Rs.') which is the Fund's functional and presentation currency.

3 MATERIAL 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, 2024.
- 3.2 The preparation of this condensed interim financial information in conformity with accounting and reporting standards as applicable in Pakistan 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, 2024.
- 3.4 There are certain standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan effective for the first time in this condensed interim financial information and are mandatory for the Fund's accounting period beginning on or after July 01, 2024. 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, 2024.

	December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
Note	----- (Rupees in '000) -----	
4 BANK BALANCES		
In local currency		
Current accounts	1	1
Savings accounts	4.1 1,040,826	30,987,614
	<u>1,040,827</u>	<u>30,987,615</u>

- 4.1 Profit rates on these savings accounts range from 13.5% to 19% per annum (June 30, 2024: 20.5% to 22.2% per annum). This includes an amount held by a related party (United Bank Limited) amounting to Rs. 748,080 million (June 30, 2024: Rs. 12,186.831 million) on which return is earned at 14.50% (June 30, 2024: 20.5%) per annum.

INVESTMENTS

December
31, 2024
(Un-Audited)
----- (Rupees in '000) -----

June
30, 2024
(Audited)
----- (Rupees in '000) -----

At fair value through profit or loss

Government securities - Market Treasury Bills	5.1	13,108,782	6,950,110
Reverse Repo	5.2	11,941,540	-
Letter of placement	5.3	2,700,000	-
Debt Securities		-	350,000
		<u>27,750,322</u>	<u>7,300,110</u>

5.1 Government securities - Market Treasury Bills

Issue Date	Tenor	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain /(loss)	Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at December 31, 2024				Total investments	Net assets
Rupees in '000										
June 13, 2024	3-Months	1,500,000	-	1,500,000	-	-	-	-	-	-
January 11, 2024	3-Months	125,000	-	125,000	-	-	-	-	-	-
May 30, 2024	3-Months	1,000,000	-	1,000,000	-	-	-	-	-	-
June 13, 2024	6-Months	500,000	-	500,000	-	-	-	-	-	-
June 13, 2024	6-Months	4,018,600	-	4,018,600	-	-	-	-	-	-
November 28, 2024	3-Months	-	500,000	-	500,000	491,224	491,885	661	1.77%	1.71%
October 31, 2024	3-Months	-	500,000	-	500,000	495,766	496,335	569	1.79%	1.72%
December 26, 2024	3-Months	-	500,000	-	500,000	487,515	487,580	65	1.76%	1.69%
August 22, 2024	6-Months	-	250,000	-	250,000	244,363	245,943	1,580	0.89%	0.85%
December 26, 2024	6-Months	-	500,000	-	500,000	472,784	472,865	81	1.70%	1.64%
December 12, 2024	6-Months	-	500,000	-	500,000	474,855	474,911	56	1.71%	1.65%
November 28, 2024	6-Months	-	500,000	-	500,000	475,407	476,975	1,568	1.72%	1.66%
October 17, 2024	6-Months	-	1,000,000	-	1,000,000	960,767	966,606	5,839	3.48%	3.36%
October 3, 2024	6-Months	-	250,000	-	250,000	241,578	242,730	1,152	0.87%	0.84%
October 3, 2024	6-Months	-	250,000	-	250,000	241,535	242,730	1,196	0.87%	0.84%
July 11, 2024	6-Months	-	16,300	-	16,300	16,241	16,254	13	0.06%	0.06%
August 8, 2024	6-Months	-	250,000	-	250,000	245,740	247,044	1,304	0.89%	0.86%
August 8, 2024	6-Months	-	350,000	-	350,000	344,036	345,861	1,826	1.25%	1.20%
August 8, 2024	6-Months	-	350,000	-	350,000	344,036	345,861	1,826	1.25%	1.20%
August 8, 2024	6-Months	-	500,000	-	500,000	492,710	494,088	1,377	1.78%	1.72%
August 8, 2024	6-Months	-	210,000	-	210,000	206,460	207,517	1,057	0.75%	0.72%
August 8, 2024	6-Months	-	350,000	-	350,000	344,100	345,861	1,762	1.25%	1.20%
August 22, 2024	6-Months	-	400,000	-	400,000	392,149	393,508	1,359	1.42%	1.37%
September 5, 2024	6-Months	-	124,000	-	124,000	120,467	121,452	984	0.44%	0.42%
September 5, 2024	6-Months	-	356,000	-	356,000	346,647	348,684	2,036	1.26%	1.21%
September 5, 2024	6-Months	-	400,000	-	400,000	390,135	391,779	1,644	1.41%	1.36%
September 5, 2024	6-Months	-	1,200,000	-	1,200,000	1,172,371	1,175,338	2,967	4.24%	4.08%
September 5, 2024	6-Months	-	300,000	-	300,000	291,348	293,835	2,487	1.06%	1.02%

Issue Date	Tenor	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain /(loss)	Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at December 31, 2024				Total investments	Net assets
----- Rupees in '000 ----- % -----										
January 25, 2024	12-Months	-	830,000	-	830,000	822,682	823,917	1,235	2.97%	2.86%
February 22, 2024	12-Months	-	18,000	-	18,000	17,600	17,708	107	0.06%	0.06%
January 11, 2024	12-Months	-	35,000	-	35,000	34,874	34,901	27	0.13%	0.12%
June 13, 2024	12-Months	-	200,000	-	200,000	189,943	189,964	21	0.68%	0.66%
May 16, 2024	12-Months	-	2,000,000	-	2,000,000	1,916,137	1,916,230	93	6.91%	6.66%
April 4, 2024	12-Months	-	320,000	-	320,000	309,751	310,695	944	1.12%	1.08%
March 7, 2024	12-Months	-	500,000	-	500,000	486,041	489,724	3,684	1.76%	1.70%
Total as at Dec 31, 2024		7,143,600	13,459,300	7,143,600	13,459,300	13,069,260	13,108,782	39,522	47.24%	45.55%
Total as at June 30, 2024 (Audited)		23,619,970	360,689,480	377,165,850	7,143,600	6,952,396	6,950,110	(2,286)	95.20%	18.75%

5.1.1 These Market Treasury Bills carry effective yield ranging from 19.9% to 21.70% (2023: 21.1% to 22.85%) per annum.

5.2 Reverse Repo

Issue date	Tenor	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain /(loss)	Market value as a percentage of	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at December 31, 2024				Total investments	Net assets
----- Rupees in '000 ----- % -----										
December 27, 2024	1 month	-	2,961,280	-	2,961,280.00	2,965,418	2,965,418	-	10.69%	10.31%
December 26, 2024	1 month	-	8,980,260	-	8,980,260.00	8,995,943	8,995,943	-	32.42%	31.26%
As at Dec 31, 2024		-	11,941,540	-	11,941,540.00	11,961,361	11,961,361	-	43.10%	41.57%
As at June 30, 2024 (Audited)		-	-	-	-	-	-	-	-	-

5.3 Letter of placement

Issue date	Tenor	Face value				Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised gain /(loss)	Market value as a	
		As at July 1, 2024	Purchased during the year	Sold / matured during the year	As at December 31, 2024				Total investments	Net assets
----- Rupees in '000 ----- % -----										
December 20, 2024	1 month	-	2,700,000	-	2,700,000	2,700,000	2,700,000	-	9.73%	9.38%
As at Dec 31, 2024		-	2,700,000	-	2,700,000	2,700,000	2,700,000	-	9.73%	9.38%
As at June 30, 2024		-	-	-	-	-	-	-	-	-

6 ADVANCE TAX

As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 151. However, withholding tax on profit on bank balances, term deposit receipts, PIBs and letters of placement paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide its Circular C. No.1 (43) DG (WHT) / 2008 - Vol.II - 66417 - R dated May 12, 2015, which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on profit on bank balances, term deposit receipts, PIBs and letters of placements amounts to Rs. 18.63 million (2023: Rs. 13.48 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on bank balances, term deposit receipts, PIBs and letters of placements have been shown as advance tax under assets as at June 30, 2024 as, in the opinion of the management, the amount of tax deducted at source will be refunded.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	-----Rupees in '000-----	
7 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY			
Remuneration payable (including Sindh Sales tax)	7.1 & 7.2	30,839	31,146
Conversion charges payable		191	191
Allocated expenses payable	7.3	12,744	11,654
Selling and Marketing		25,039	22,566
Other payable		178	178
		<u>68,991</u>	<u>65,735</u>

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged remuneration at the rate of 10% of the daily gross earnings with floor of 1% and cap of 1.25% per annum of the daily average net assets. The remuneration is payable to the Management Company monthly in arrears.

7.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (June 30, 2024: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

7.3 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company based on its own discretion has charged allocated expenses at the rate 0.4% per annum of average daily net assets while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

In accordance with Circular 11 dated July 5, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-ended mutual funds (except funds of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses, while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, at the rates ranging from 0.00% to 0.19% (June 30, 2024: rates ranging from 0.001% to 0.22%) of daily net assets of the fund. This amount includes Sindh Sales Tax of 15%.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	-----Rupees in '000-----	
8	PAYABLE TO CENTRAL DEPOSITORY COMPANY LIMITED OF PAKISTAN - TRUSTEE		
	Trustee fee (inclusive of Sindh sales tax)	8.1 <u>1,456</u>	<u>1,726</u>
8.1	The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed. The Fee has been charged at the rate of 0.055% (2023: 0.055%) per annum of average daily net assets of the Fund during the year. The remuneration is payable on monthly basis in arrears. The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 15% (2023: 13%) on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.		
9	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		
	Annual fee payable	<u>1,717</u>	<u>2,083</u>

9.1 In accordance with NBFC Regulations a collective investment scheme classified as open end scheme is required to pay to the SECP an amount equal to 0.075% (June 30, 2024: 0.075%) of the average annual net assets of the Fund as annual fee. The fee is payable on monthly basis in arrears.

		December 31, 2024 (Un-Audited)	June 30, 2024 (Audited)
	Note	-----Rupees in '000-----	
10	ACCRUED EXPENSES AND OTHER LIABILITIES		
Provision for indirect duties and taxes	10.1	55,390	55,390
Zakat deducted at source payable		1,887	1,887
Capital gains tax payable		21,465	4,519
Auditors' remuneration payable		1,177	651
Brokerage expense payable		9,883	9,902
CDS fee payable to CDC		83	85
Legal and professional chargers payable		203	129
Withholding tax payable		-	1,222
Other payable		49	35
		<u>90,136</u>	<u>73,820</u>

10.1 As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Management Company was applied with effect from June 13, 2013. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Management Company jointly with other Asset Management Companies and Trustees of respective Collective Investment Schemes (CISs), through a Constitutional Petition filed in the Honorable High Court of Sindh (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

On June 30, 2016, the SHC had passed a Judgment that after the 18th amendment in the Constitution of Pakistan, the Provinces alone have the legislative power to levy a tax on rendering or providing services, therefore, chargeability and collection of FED after July 01, 2011 is ultra vires to the Constitution of Pakistan. On September 23, 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. The Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 55.390 million until the matter is resolved. Had the provision not been retained, the net asset value per unit of the Fund as at December 31, 2024 would have been higher by Rs. 0.2100 per unit (June 30, 2024: Rs. 0.1515 per unit).

Through Finance Act, 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn. Therefore, provision for FED has not been recorded by the Fund since July 01, 2016.

11 CONTINGENCIES AND COMMITMENTS

11.1 CONTINGENCIES

The Deputy Commissioner Inland Revenue (DCIR) initiated monitoring proceedings for the tax year 2018 and 2020 vide notice dated October 26, 2021 under section 276 of the Income Tax Ordinance, 2001 (the Ordinance) read with rule 44 (4) of the Income Tax Rules, 2002 and notice dated November 19, 2021 issued under section 161 (1A) read with section 205 of the Ordinance. Monitoring proceedings for the tax year 2018 were finalized (see below) by tax authorities whereas proceedings for the tax year 2020 are pending.

On June 30, 2024, the DCIR passed monitoring order for tax year 2018 under section 161 and 205 of the Ordinance, whereby a default of tax amounting to Rs. 48,170,925 was created without considering the provided reconciliations and supporting documents from the Management Company. This order was challenged in appeal before the Appellate Tribunal Inland Revenue (ATIR) on July 13, 2024. The said appeal is listed for hearing on August 26, 2024.

During the pendency of the appeal before ATIR, the DCIR issued a recovery notice dated August 02, 2024, under section 138(1) of the Ordinance. The Management Company filed an application for stay of demand with the ATIR against the said notice, which was allowed by the ATIR on August 08, 2024, and the impugned demand was stayed for a period of 30 days.

Subsequently, the Management Company sought further relief, and another stay order was granted. The last stay order was received on December 20, 2024, for a period of 30 days. No further correspondence has been received to date.

11.2 COMMITMENTS

There were no commitments as at December 31, 2024 (June 30, 2024: Nil).

12 TAXATION

The Fund's income 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 accumulated losses and capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Further, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. 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. During the period, the Fund has distributed by way of cash dividend at minimum 90 percent of accounting income for the year as reduced by capital gains, whether realised or unrealised, to the unit holders. Accordingly, no provision for taxation has been recognized in these financial statements.

13 EARNINGS PER UNIT

Earnings per unit has not been disclosed as in the opinion of the Management Company, determination of the cumulative weighted average number of outstanding units is not practicable.

14 TOTAL EXPENSE RATIO

The total expense ratio of the Fund is 1.53% (December 31, 2023: 1.50%) which includes 0.26% (December 31, 2023: 0.23%) representing Government Levy and the SECP fee. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorized as a money market fund.

15 TRANSACTIONS 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 carried in 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 period ended December 31, 2024 are as follows:

Particulars	Management Company	Associated companies and others *	Trustee	Funds under common management	Directors and key executives **	Other connected persons ***
----- For the year ended Dec 31, 2024 -----						
----- Units in '000 -----						
<u>Transactions during the year</u>						
Units issued	29,512	-	-	-	94	74,583
Units redeemed	67,097	-	3,604	-	59	42,270
----- Rupees in '000 -----						
Value of units issued	3,124,288	-	-	-	9,782	8,137,568
Value of units redeemed	7,003,000	-	384,559	-	6,187	4,519,908
Mark-up on savings accounts	-	86,320	-	-	-	-
Purchase of securities	-	9,172,073	-	194,704	-	17,076,683
Sale of securities	-	11,941,540	-	4,966,570	-	2,412,011

Particulars	Management Company	Associated companies and others *	Trustee	Funds under common management	Directors and key executives **	Other connected persons / related parties ***
-------------	--------------------	-----------------------------------	---------	-------------------------------	---------------------------------	---

----- For the year ended Dec 31, 2024 -----

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

Remuneration (inclusive of Sindh Sales Tax)	9,419	-	18,889	-	-	-
Selling and marketing expense	22,581	-	-	-	-	-
Allocated expense	24,850	-	-	-	-	-
Dividends paid	196,225	12	73,972	-	138	16,434
CDS expenses	-	-	15	-	-	-

----- As at Dec 31, 2024 -----

----- Units in '000 -----

Balances held

Units held	878	-	-	-	-	814
------------	-----	---	---	---	---	-----

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

Value of units held	89,040	-	-	-	-	82,550
Bank balances	-	12,185,831	-	-	-	-
Security deposits	-	-	197	-	-	-
Remuneration (inclusive of Sindh Sales Tax)	30,839	-	1,456	-	-	-
Allocated expenses payable	12,744	-	-	-	-	-
Selling and marketing expenses payables	25,039	-	-	-	-	-
Other payable and conversion charges	369	-	-	-	-	-
Mark-up receivable	-	-	-	-	-	-
Receivable from the Management Company	1,065	-	-	-	-	-
CDS payable to CDC	-	-	83	-	-	-

----- For the year ended June 30, 2024 -----

----- Units in '000 -----

Transactions during the year

Units issued	78,555	12	621	-	269	836
Units redeemed	52,378	12	945	-	269	634

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

Value of units issued	7,990,408	1,226	62,876	-	27,313	84,917
Value of units redeemed	5,313,000	1,228	96,000	-	27,426	64,500
Mark-up on savings accounts	-	168,604	-	-	-	-
Bank charges	-	-	-	-	-	-

Particulars	Management Company	Associated companies and others *	Trustee	Funds under common management	Directors and key executives **	Other connected persons / related parties ***
-------------	--------------------	-----------------------------------	---------	-------------------------------	---------------------------------	---

----- For the year ended June 30, 2024 -----

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

Purchase of securities	-	19,272,372	-	-	-	11,612,011
Sale of securities	-	21,067,931	-	-	-	11,953,647
Remuneration (inclusive of Sindh Sales Tax)	362,749	-	18,889	-	-	-
Selling and marketing expense	22,581	-	-	-	-	-
Allocated expenses	24,850	-	-	-	-	-
Dividends paid	196,225	12	73,972	-	138	16,434
CDS expenses	-	-	15	-	-	-

----- As at June 30, 2024 -----

----- Units in '000 -----

Balances held

Units held	38,463	-	3,604	-	-	814
------------	--------	---	-------	---	---	-----

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

Value of units held	3,900,637	-	365,491	-	-	82,550
Bank balances	-	12,185,831	-	-	-	-
Security deposits	-	-	197	-	-	-
Remuneration (inclusive of Sindh Sales Tax)	31,146	-	1,726	-	-	-
Allocated expenses payable	11,654	-	-	-	-	-
Selling and marketing expenses payable	22,566	-	-	-	-	-
Other payable and conversion charges	369	-	-	-	-	-
Mark-up receivable	-	122	-	-	-	-
Receivable from the Management Company	1,065	-	-	-	-	-
CDS payable to CDC	-	-	85	-	-	-

* 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 those directors and key executives (including their close family members) 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

*** These include transactions and balances in relation to the entities where common directorship exists as at year end. However, it does not include the transactions and balances whereby the common directorship changed during the year.

16 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, 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.

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 liabilities that are not based on observable market data (i.e, unobservable inputs) (level 3).

The estimated fair value of all financial assets and liabilities at amortised cost is considered not significantly different from the carrying value as the items are short-term in nature.

December 31, 2024	Fair Value			
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
Financial assets measured at fair value through profit or loss				
- Market Treasury Bills	-	13,108,782	-	13,108,782
- Reverse Repo	-	11,941,540	-	11,941,540
- LOP	-	2,700,000	-	2,700,000
	-	27,750,322	-	27,750,322

June 30, 2024	Fair Value			
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
Financial assets measured at fair value through profit or loss				
- Market Treasury Bills	-	6,950,110	-	6,950,110
- Pakistan Investment Bonds	-	-	-	-
- Sukuk	-	350,000	-	350,000
	-	7,300,110	-	7,300,110

16.1 Valuation techniques

For level 2 investments at fair value through profit or loss - investments in Market Treasury Bills and Pakistan Investment Bonds, the Fund uses rates which are derived from PKRV, PKFRV and PKISRV rates at reporting date.

16.2 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.

16.3 Transfers during the period

No transfers were made between various levels of fair value hierarchy during the reporting period.

17 CORRESPONDING FIGURES

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 reporting period.

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

18 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by Board of Directors of the Management Company on_____.

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

Chief Executive Officer

Chief Financial Officer

Director



**UBL MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2024**

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	12,316,541	11,914,019
Investments	5	24,932,854	3,556,311
Securities purchased under an agreement to resell	6	27,400,480	-
Profit receivable	7	124,120	64,714
Receivable against sale of investments		7,179,854	-
Deposits, prepayments and other receivables		2,844	759
Receivable against conversion of units		146,126	107,176
Advance tax	8	6,274	4,249
Total assets		72,109,093	15,647,228
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	9	80,812	52,205
Payable to Central Depository Company of Pakistan Limited - Trustee	10	2,735	944
Payable to the Securities and Exchange Commission of Pakistan	11	3,233	1,136
Dividend payable		681	681
Payable against purchase of investments - net		-	-
Accrued expenses and other liabilities	12	59,060	45,404
Total liabilities		146,521	100,370
NET ASSETS		<u>71,962,572</u>	<u>15,546,858</u>
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		<u>71,962,572</u>	<u>15,546,858</u>
CONTINGENCIES AND COMMITMENTS	13	----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		<u>655,491,040</u>	<u>154,037,589</u>
NET ASSET VALUE PER UNIT		<u>109.7842</u>	<u>100.9290</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.



For UBL Fund Managers Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

**UBL MONEY MARKET FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Note	Half year ended		Quarter ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
INCOME					
Profit on savings accounts with banks		262,816	208,101	162,512	143,771
Income on term deposit receipts		11,507	26,542	11,507	24,109
Income on letters of placement		99,253	54,244	76,404	31,945
Income on Pakistan Investment Bonds		21,202	521,336	2,095	276,684
Income on Market Treasury Bills		1,557,650	688,943	900,767	385,594
Income on securities purchased under an agreement to resell		61,818	-	61,818	-
Gain / (loss) on sale of investments - net		60,506	(9,250)	50,460	(3,648)
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5	(420)	(1,449)	(420)	(13,675)
Other income		2,201	-	-	-
Total income		2,076,533	1,488,467	1,265,143	844,780
EXPENSES					
Remuneration of UBL Fund Managers Limited - Management Company	9.1	129,259	69,129	82,789	37,674
Sindh Sales Tax on remuneration of the Management Company	9.2	19,389	8,987	12,419	4,896
Selling and marketing expenses	9.3	1,913	5,698	7	3,860
Sindh Sales Tax on selling and marketing expenses	9.4	287	-	1	-
Allocated expenses	9.5	403	8,872	7	7,953
Sindh Sales Tax on allocated expenses	9.6	61	-	1	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	10.1	6,741	3,713	4,473	2,124
Sindh Sales Tax on remuneration of the Trustee	10.2	1,017	483	675	276
Fee to the Securities and Exchange Commission of Pakistan	11.1	9,193	5,063	6,100	2,896
Annual rating fee		115	121	51	61
Annual listing fee		14	14	7	7
Auditors' remuneration		615	559	360	291
Legal and professional charges		181	136	90	73
Bank charges		117	16	35	1
Brokerage expense		1,813	845	1,290	362
Total operating expenses		171,118	103,636	108,305	60,474
Net income for the period before taxation		1,905,415	1,384,831	1,156,838	784,306
Taxation	16	-	-	-	-
Net income for the period after taxation		1,905,415	1,384,831	1,156,838	784,306
Allocation of net income for the period					
Net income for the period after taxation		1,905,415	1,384,831		
Income already paid on units redeemed		(407,548)	(370,239)		
		<u>1,497,867</u>	<u>1,014,592</u>		
Accounting income available for distribution					
- Relating to capital gains		60,086	-		
- Excluding capital gains		1,437,781	1,014,592		
		<u>1,497,867</u>	<u>1,014,592</u>		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

AMEL

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

Chief Financial Officer

Chief Executive Officer

Director

**UBL MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2024**

	Half year ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- (Rupees in '000) -----			
Net income for the period after taxation	1,905,415	1,384,831	1,156,838	784,306
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>1,905,415</u>	<u>1,384,831</u>	<u>1,156,838</u>	<u>784,306</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

AMEL

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

Chief Financial Officer

Chief Executive Officer

Director

**UBL MONEY MARKET FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	----- (Rupees in '000) -----					
Net assets at the beginning of the period (audited)	15,542,703	4,155	15,546,858	8,893,186	318	8,893,504
Issuance of 762,783,752 units (2023: 248,558,037 units)						
- Capital value (at net asset value per unit at the beginning of the period)	76,987,001	-	76,987,001	25,037,723	-	25,037,723
- Element of income	5,675,733	-	5,675,733	1,162,592	-	1,162,592
Total proceeds on issuance of units	82,662,734	-	82,662,734	26,200,315	-	26,200,315
Redemption of 261,330,301 units (2023: 197,477,616 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(26,375,806)	-	(26,375,806)	(19,892,295)	-	(19,892,295)
- Element of loss	(1,369,081)	(407,548)	(1,776,629)	(667,989)	(370,239)	(1,038,228)
Total payments on redemption of units	(27,744,887)	(407,548)	(28,152,435)	(20,560,284)	(370,239)	(20,930,523)
Total comprehensive income for the period	-	1,905,415	1,905,415	-	1,384,831	1,384,831
Distribution during the period	-	-	-	-	-	-
Net income for the period less distribution	-	1,905,415	1,905,415	-	1,384,831	1,384,831
Net assets at the end of the period (un-audited)	70,460,550	1,502,022	71,962,572	14,533,217	1,014,910	15,548,127
Undistributed income brought forward						
- Realised income		15,256			9,278	
- Unrealised loss		(11,101)			(8,960)	
		4,155			318	
Accounting income available for distribution						
- Relating to capital gains		60,086			-	
- Excluding capital gains		1,437,781			1,014,592	
		1,497,867			1,014,592	
Undistributed income carried forward		1,502,022			1,014,910	
Undistributed income carried forward						
- Realised income		1,502,442			1,016,359	
- Unrealised loss		(420)			(1,449)	
		1,502,022			1,014,910	
			(Rupees)			(Rupees)
Net asset value per unit at the beginning of the period			<u>100.9290</u>			<u>100.7319</u>
Net asset value per unit at the end of the period			<u>109.7842</u>			<u>111.5607</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

Amel

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

Chief Financial Officer

Chief Executive Officer

Director

**UBL MONEY MARKET FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024**

	Half year ended	
	December 31, 2024	December 31, 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period after taxation	1,905,415	1,384,831
Adjustments for:		
Profit on savings accounts with banks	(262,816)	(208,101)
Income on term deposit receipts	(11,507)	(26,542)
Income on letters of placement	(99,253)	(54,244)
Profit on commercial papers	-	-
Income on Pakistan Investment Bonds	(21,202)	(521,336)
Income on Market Treasury Bills	(1,557,650)	(688,943)
Income on securities purchased under an agreement to resell	(61,818)	-
(Gain) / loss on sale of investments - net	(60,506)	9,250
Net unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss'	5.5 420	1,449
Other income	(2,201)	-
	(2,076,533)	(1,488,467)
(Increase) / decrease in assets		
Investments - net	(4,050,709)	9,451,358
Deposits, prepayments and other receivables	(2,085)	2,768
Securities purchased under an agreement to resell	(27,400,480)	-
	(31,453,274)	9,454,126
Increase / (decrease) / in liabilities		
Payable to UBL Fund Managers Limited - Management Company	28,607	(6,624)
Payable against purchase of investments - net	-	(1,538,018)
Payable to Central Depository Company of Pakistan Limited - Trustee	1,791	200
Payable to the Securities and Exchange Commission of Pakistan	2,097	(447)
Accrued expenses and other liabilities	13,656	(90,332)
	46,151	(1,635,221)
Profit received	1,957,041	1,497,784
Income tax paid	(2,025)	(1,773)
Net cash (used in) / generated from operating activities	(29,623,225)	9,211,280
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts against issuance and conversion of units	82,623,784	26,206,140
Payments against redemption and conversion of units	(28,152,435)	(21,928,939)
Dividend paid	-	(16,509)
Net cash generated from financing activities	54,471,349	4,260,692
Net increase in cash and cash equivalents during the period	24,848,124	13,471,972
Cash and cash equivalents at the beginning of the period	12,401,271	1,533,302
Cash and cash equivalents at the end of the period	15 37,249,395	15,005,274

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.



For UBL Fund Managers Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

UBL MONEY MARKET FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 UBL Money Market Fund (the Fund) is an open ended mutual fund constituted under a Trust Deed entered 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 Trust Deed was executed under the Trust Act, 1882 on February 21, 2014 and was approved by the Securities and Exchange Commission of Pakistan (SECP). The Fund commenced its operations from October 14, 2010. During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely "Sindh Trusts Act, 2020" (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund was required to be registered under the Sindh Trust Act. Accordingly, on August 30, 2021 the above-mentioned Trust Deed had been registered under the Sindh Trust Act.
- 1.2 The investment objective of the 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.
- 1.3 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.
- 1.4 The units are offered for subscription on a continuous basis to the general public. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders. The Fund has been categorised as an open ended 'Money Market Fund' by the Board of Directors pursuant to the provisions contained in Circular 7 of 2009 dated March 6, 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited.
- 1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS Credit Rating Company Limited dated January 9, 2024 (December 31, 2023: 'AM1' dated December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes. The Fund has been given a stability rating of AA+(f) by VIS Credit Rating Company Limited dated January 9, 2025 (December 31, 2023: AA+(f) dated December 29, 2023).
- 1.6 The 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

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards 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 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do 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, 2024.

These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the NBFC Regulations, the directors of the Management Company declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at and for the half year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The material accounting policies applied and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan 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. In preparing the condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty are the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

4	BANK BALANCES	Note	December 31,	June 30,
			2024	2024
			(Un-audited)	(Audited)
			----- (Rupees in '000) -----	-----
	Balances with banks in:			
	Savings accounts	4.1	12,316,051	11,913,529
	Current accounts	4.2	490	490
			<u>12,316,541</u>	<u>11,914,019</u>

4.1 These include a balance of Rs. 11,619.091 million (June 30, 2024: Rs. 5,383.924 million) maintained with United Bank Limited (a related party) that carries profit at the rate of 13.50% (June 30, 2024: 20.50%) per annum. Other savings accounts of the Fund carry profit rates ranging from 8.00% to 13.50% (June 30, 2024: 8.00% to 22.50%) per annum.

4.2 These include a balance of Rs. 0.464 million (June 30, 2024: Rs. 0.464 million) maintained with United Bank Limited (a related party).

5	INVESTMENTS	Note	December 31,	June 30,
			2024	2024
			(Un-audited)	(Audited)
			----- (Rupees in '000) -----	-----
	Investments - 'at fair value through profit or loss'			
	Government securities - Market Treasury Bills	5.1	19,932,854	3,556,311
	Government securities - Pakistan Investment Bonds	5.2	-	-
	Term deposit receipts	5.3	-	-
	Letter of placements	5.4	5,000,000	-
			<u>24,932,854</u>	<u>3,556,311</u>

5.1 Government securities - Market Treasury Bills

Issue date	Tenure	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised (diminution) / appreciation as at December 31, 2024	Market value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
Face value (Rupees in '000)					Rupees in '000			----- % -----		
May 30, 2024	3 months	5,000	2,100,000	2,100,000	5,000	-	-	-	-	-
June 13, 2024	3 months	500,000	7,500	507,500	-	-	-	-	-	-
July 11, 2024	3 months	-	250,000	250,000	-	-	-	-	-	-
August 22, 2024	3 months	-	2,100,200	2,100,200	-	-	-	-	-	-
October 31, 2024	3 months	-	500,000	500,000	-	-	-	-	-	-
October 17, 2024	3 months	-	17,000,000	-	17,000,000	16,952,239	16,951,885	(354)	23.56%	67.99%
December 12, 2024	3 months	-	500,000	500,000	-	-	-	-	-	-
December 26, 2024	3 months	-	5,500,000	5,000,000	500,000	487,634	487,580	(54)	0.68%	1.96%
January 11, 2024	6 months	125,000	-	125,000	-	-	-	-	-	-
April 4, 2024	6 months	-	500,000	500,000	-	-	-	-	-	-
May 2, 2024	6 months	-	500,000	500,000	-	-	-	-	-	-
May 30, 2024	6 months	-	800,000	800,000	-	-	-	-	-	-
June 13, 2024	6 months	500,000	14,704,130	15,204,130	-	-	-	-	-	-
June 27, 2024	6 months	-	3,054,000	3,054,000	-	-	-	-	-	-
July 11, 2024	6 months	-	1,550,000	-	1,550,000	1,545,644	1,545,613	(31)	2.15%	6.20%
August 22, 2024	6 months	-	8,100,000	8,100,000	-	-	-	-	-	-
August 8, 2024	6 months	-	1,000,000	1,000,000	-	-	-	-	-	-
September 5, 2024	6 months	-	1,000,000	1,000,000	-	-	-	-	-	-
October 31, 2024	6 months	-	500,000	500,000	-	-	-	-	-	-
December 12, 2024	6 months	-	500,000	-	500,000	474,904	474,911	7	0.66%	1.90%
December 26, 2024	6 months	-	500,000	-	500,000	472,853	472,865	12	0.65%	1.90%
July 13, 2023	12 months	2,500,000	-	2,500,000	-	-	-	-	-	-
October 19, 2023	12 months	-	8,400,000	8,400,000	-	-	-	-	-	-
November 2, 2023	12 months	-	16,725,000	16,725,000	-	-	-	-	-	-
November 16, 2023	12 months	-	5,823,630	5,823,630	-	-	-	-	-	-
November 30, 2023	12 months	-	100,000	100,000	-	-	-	-	-	-
December 28, 2023	12 months	-	47,989,800	47,989,800	-	-	-	-	-	-
December 14, 2023	12 months	-	24,097,500	24,097,500	-	-	-	-	-	-
January 25, 2024	12 months	-	830,000	830,000	-	-	-	-	-	-
Total as at December 31, 2024						19,933,274	19,932,854	(420)	27.70%	79.95%
Total as at June 30, 2024						3,567,412	3,556,311	(11,101)	22.87%	100.00%

5.2 Government securities - Pakistan Investment Bonds

Issue date	Tenure	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Market value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
Face value (Rupees in '000)					(Rupees in '000)			----- % -----		
October 7, 2021	3 years	-	160,690	160,690	-	-	-	-	-	-
April 7, 2022	3 years	-	49,503	49,503	-	-	-	-	-	-
Total as at December 31, 2024						-	-	-	-	-
Total as at June 30, 2024						-	-	-	-	-

5.3 Term deposit receipts

Name of the Bank	Maturity date	Profit rate	As at July 1, 2024	Placed during the period	Matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
(Rupees in '000)								----- % -----		
Samba Bank Limited (AA, PACRA)	December 5, 2024	15.00%	-	2,000,000	2,000,000	-	-	-	-	-
Total as at December 31, 2024						-	-	-	-	-
Total as at June 30, 2024						-	-	-	-	-

5.4 Letter of placements

Name of the investee company	Maturity date	Profit rate	As at July 1, 2024	Placed during the period	Matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Market value as a percentage of	
									Net assets of the Fund	Total investments of the Fund
(Rupees in '000)									%	
Pakistan Kuwait Investment Company (Private) Limited (AAA, PACRA)	January 20, 2025	13.00%	-	5,000,000	-	5,000,000	5,000,000	5,000,000	6.95%	20.05%
Pak Brunei Investment Company Limited (AA+, VIS)	December 27, 2024	13.05%	-	4,000,000	4,000,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 24, 2024	13.05%	-	2,500,000	2,500,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 20, 2024	13.35%	-	4,800,000	4,800,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 17, 2024	15.00%	-	4,300,000	4,300,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	December 12, 2024	15.15%	-	1,900,000	1,900,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	November 5, 2024	17.60%	-	1,700,000	1,700,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	November 4, 2024	17.55%	-	1,600,000	1,600,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	October 25, 2024	17.80%	-	500,000	500,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	October 21, 2024	17.80%	-	500,000	500,000	-	-	-	-	-
Pak Brunei Investment Company Limited (AA+, VIS)	August 2, 2024	20.40%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	November 5, 2024	17.60%	-	1,600,000	1,600,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	September 27, 2024	18.00%	-	1,000,000	1,000,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	August 1, 2024	20.00%	-	1,300,000	1,300,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 31, 2024	19.60%	-	1,300,000	1,300,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 30, 2024	21.00%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 29, 2024	20.50%	-	1,400,000	1,400,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 26, 2024	20.60%	-	1,600,000	1,600,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 24, 2024	20.45%	-	1,500,000	1,500,000	-	-	-	-	-
Pak Oman Investment Company Limited (AA+, VIS)	July 19, 2024	20.30%	-	1,600,000	1,600,000	-	-	-	-	-
Total as at December 31, 2024							5,000,000	5,000,000	6.95%	20.05%
Total as at June 30, 2024							-	-	-	-

5.5 Net unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss'

	Note	December 31, 2024 (Un-audited) (Rupees in '000)	June 30, 2024 (Audited) (Rupees in '000)
Market value of investments	5.1, 5.2, 5.3 & 5.4	24,932,854	3,556,311
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	(24,933,274)	(3,567,412)
		<u>(420)</u>	<u>(11,101)</u>

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees in '000) -----	
6	Securities purchased under an agreement to resell	Note	
	Government securities - Pakistan Investment Bonds	6.1	27,400,480
6.1	During the period, the Fund entered into a reverse repurchase agreement with United Bank Limited (a related party). The average effective return on this transaction is 12.75% (June 30, 2024: Nil) per annum. The balances have maturities in January 2025 (June 30, 2024: Nil).		
7	PROFIT RECEIVABLE	Note	
	Profit receivable on:		
	Bank balances	7.1	50,366
	Securities purchased under an agreement to resell	7.2	54,841
	Letter of placements		18,913
			124,120
			64,714
7.1	This includes an amount of Rs. 27.456 million (June 30, 2024: Rs. 38.495 million) due from United Bank Limited (a related party).		
7.2	This represents amount of Rs. 54.841 million (June 30, 2024: Nil) due from United Bank Limited (a related party).		
8	ADVANCE TAX		
	As per Clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 150 and 151 of the Income Tax Ordinance, 2001. However, withholding tax on payment of profit on savings accounts, term deposit receipts, Market Treasury Bills, commercial papers, Pakistan Investment Bonds and letter of placements paid to the Fund has been deducted by various withholding agents based on the interpretation issued by FBR vide its letter C. no.1(43) DG (WHT)/2008-Vol.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholder. The tax withheld on profit on savings accounts, term deposit receipts, Market Treasury Bills, commercial papers, Pakistan Investment Bonds and letter of placements amounts to Rs. 6.274 million (June 30, 2024: Rs. 4.249 million).		
	For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Honourable Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the Supreme Court granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts, term deposit receipts, Market Treasury Bills, commercial papers, Pakistan Investment Bonds and letter of placements has been shown as an Advance Tax as, in the opinion of the management, the amount of tax deducted at source will likely be refunded.		
9	PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY	Note	
	Remuneration payable	9.1	37,639
	Sindh Sales Tax payable on remuneration of the Management Company	9.2	5,646
	Selling and marketing expenses payable	9.3	21,574
	Sindh Sales Tax payable on selling and marketing expenses	9.4	3,236
	Allocated expenses payable	9.5	5,637
	Sindh Sales Tax payable on allocated expenses	9.6	845
	Sales load and conversion charges payable		6,235
			80,812
			15,485
			2,013
			20,009
			2,601
			5,326
			692
			6,079
			52,205

- 9.1 As per regulation 61 of the NBFC Regulations, 2008, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rate of 5% per annum of gross earnings of the Fund subject to a minimum of 0.15% and a maximum of 1% of the average annual net assets of the Fund during the period ended December 31, 2024. The remuneration is payable to the Management Company monthly in arrears.
- 9.2 The Sindh Finance Act, 2024 has introduced an amendment to the Sindh Sales Tax on Services Act, 2011, whereby the rate of sindh sales tax has increased from 13% to 15% per annum. Accordingly, during the period, an amount of Rs. 19.389 million (December 31, 2023: Rs. 8.987 million) has been charged on account of sales tax on remuneration of the Management Company at the rate of 15% (December 31, 2023: 13%).
- 9.3 In accordance with Circular 11 dated July 5, 2019 issued by the SECP with respect to charging of selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at the following rates during the period ended December 31, 2024 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred:

For the half year ended December 31, 2024		For the half year ended December 31, 2023	
Rate applicable from July 1, 2024 to July 17, 2024	Rate applicable from July 18, 2024 to December 31, 2024	Rate applicable from July 1, 2023 to August 06, 2023	Rate applicable from August 07, 2023 to December 31, 2023
0.29% per annum of the average annual net assets of the Fund	0.0001% per annum of the average annual net assets of the Fund	Nil	0.1% per annum of the average annual net assets of the Fund

- 9.4 During the period, an amount of Rs. 0.287 million (December 31, 2023: Rs. 0.656 million) was charged on account of sales tax on selling and marketing expenses levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (December 31, 2023: 13%).
- 9.5 In accordance with regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS).

The Management Company, based on its own discretion, has charged such expenses at the following rates during the period ended December 31, 2024 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred:

For the half year ended December 31, 2024		For the half year ended December 31, 2023		
Rate applicable from July 1, 2024 to July 17, 2024	Rate applicable from July 18, 2024 to December 31, 2024	Rate applicable from July 01, 2023 to August 06, 2023	Rate applicable from August 07, 2023 to October 08, 2023	Rate applicable for October 09, 2023 to December 31, 2023
0.09% per annum of the average annual net assets of the Fund	0.0001% per annum of the average annual net assets of the Fund	Nil	0.05% per annum of the average annual net assets of the Fund	0.15% per annum of the average annual net assets of the Fund

- 9.6 During the period, an amount of Rs. 0.061 million (December 31, 2023: Rs. 1.021 million) was charged on account of sales tax on allocated expenses levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (December 31, 2023: 13%).

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Remuneration payable	10.1	2,378	835
Sindh Sales Tax payable on remuneration of the Trustee	10.2	357	109
		<u>2,735</u>	<u>944</u>

- 10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (December 31, 2023: 0.055%) per annum of the average annual net assets of the Fund.
- 10.2 During the period, an amount of Rs. 1.017 million (December 31, 2023: Rs. 0.483 million) was charged on account of sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (December 31, 2023: 13%).

11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	December 31,	June 30,
			2024 (Un-audited)	2024 (Audited)
			----- (Rupees in '000) -----	
	Fee payable	11.1	<u>3,233</u>	<u>1,136</u>

- 11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% per annum of the average daily net assets of the Fund, applicable to a "Money Market Scheme". Accordingly, the Fund has charged SECP fee at the rate of 0.075% (2024: 0.075%) per annum of the daily net assets during the period.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

12	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31,	June 30,
			2024 (Un-audited)	2023 (Audited)
			----- (Rupees in '000) -----	
	Auditors' remuneration payable		106	251
	Capital gain tax payable		34,004	979
	Legal and professional charges payable		397	300
	Listing fee payable		41	28
	Sales load payable		9,626	30,136
	Brokerage payable		1,249	77
	Zakat payable		4,125	4,125
	Provision for Federal Excise Duty and related Sindh Sales Tax on sales load	12.1	387	387
	Provision for Federal Excise Duty and related Sindh Sales Tax on remuneration of the Management Company	12.1	9,112	9,112
	Other payable		13	9
			<u>59,060</u>	<u>45,404</u>

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

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

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services 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 (SCP) which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company and sales load with effect from July 1, 2016. However, as a matter of abundant caution, the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 9.499 million (June 30, 2024: Rs. 9.499 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the SCP. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2024 would have been higher by Re. 0.0145 (June 30, 2024: Re. 0.0617) per unit.

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

14 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 based on the current period results is 1.40% (December 31, 2023: 1.53%) which includes 0.24% (December 31, 2023: 0.13%) representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 2% as prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Money Market Scheme'.

		December 31, 2024 (Un-audited)	December 31, 2023 (Un-audited)
	Note	------(Rupees in '000)-----	
15 CASH AND CASH EQUIVALENTS			
Bank balances	4	12,316,541	14,505,274
Government securities - Market Treasury Bills	5.1	19,932,854	-
Term deposit receipts	5.3	-	500,000
Letter of placements	5.4	5,000,000	-
		<u>37,249,395</u>	<u>15,005,274</u>

16 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of 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. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

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.

17 TRANSACTIONS AND BALANCES OUTSTANDING WITH CONNECTED PERSONS / OTHER RELATED PARTIES OF THE FUND

Connected persons / related parties include United Bank Limited being the holding company of the Management Company, UBL Fund Managers Limited being the Management Company, other collective investment schemes being managed by the Management Company, Al-Ameen Islamic Financial Services (Private) Limited being subsidiary of the Management Company, entities under common management or directorships, Central Depository Company of Pakistan Limited being the Trustee, directors and their close family members and key management personnel of the Management Company and any person or company beneficially owning directly or indirectly 10% or more of the 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, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Details of transactions and balances at period / year end with connected persons / related parties, other than those which have been disclosed elsewhere in these condensed interim financial statements are as follows:

17.1 Transactions during the period

Half year ended December 31, 2024 (Un-audited)					
Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and key executives ***	Other connected persons / related parties ***
(Units in '000)					
Units issued	29,277	-	-	571	180,682
Units redeemed	2,870	-	-	856	55,644
(Rupees in '000)					
Profit on savings account	-	100,883	-	-	-
Amount received on account of unit issuance against selling and marketing expenses ****	5,574	-	-	-	-
Value of units issued	3,206,555	-	-	60,923	19,657,318
Value of units redeemed	311,000	-	-	91,265	6,061,708
Investments purchased	-	31,224,374	-	-	7,881,148
Securities purchased under an agreement to resell	-	47,396,120	-	-	1,168,520
Remuneration of UBL Fund Managers Limited - Management Company	129,259	-	-	-	-
Sindh Sales Tax on remuneration of the Management Company	19,389	-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	-	-	6,741	-	-
Sindh Sales Tax on remuneration of the Trustee	-	-	1,017	-	-
Selling and marketing expenses	1,913	-	-	-	-
Sindh Sales Tax on selling and marketing expenses	287	-	-	-	-
Allocated expenses	403	-	-	-	-
Sindh Sales Tax on allocated expenses	61	-	-	-	-

Half year ended December 31, 2023 (Un-audited)					
Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and key executives ***	Other connected persons / related parties ***
(Units in '000)					
Units issued	-	-	-	757	-
Units redeemed	91	-	-	805	-
(Rupees in '000)					
Profit on savings account	-	51,475	-	-	-
Value of units issued	-	-	-	77,843	-
Value of units redeemed	9,262	-	-	83,632	-
Sale of investments	-	-	-	-	-
Remuneration of UBL Fund Managers Limited - Management Company	69,129	-	-	-	-
Sindh Sales Tax on remuneration of the Management Company	8,987	-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	-	-	3,713	-	-
Sindh Sales Tax on remuneration of the Trustee	-	-	483	-	-
Selling and marketing expenses	5,698	-	-	-	-
Sindh Sales Tax on selling and marketing expenses	-	-	-	-	-
Allocated expenses	8,872	-	-	-	-
Sindh Sales Tax on allocated expenses	-	-	-	-	-

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

** These include transactions in relation to the entities where common directorship exist as at the reporting date.

*** These include transactions in relation to those directors, key executives and other connected persons / related parties that exist as at the reporting date.

**** During the year ended June 30, 2024, SECP carried out routine offsite review and onsite inspection of the Management Company and inspected, among other matters, the mechanism of chargeability of selling and marketing expenses to the funds under its management. As a result of this inspection, SECP recommended changes in the mechanism of chargeability of selling and marketing expenses to the fund. As agreed with SECP, during the period, the Management Company has refunded an aggregate amount of Rs. 5.574 million to the identified unit holders through the issuance of additional units of the Fund. There is no impact of this refund on Net Assets Value per unit of the Fund as at December 31, 2024.

17.2 Balances at period end

As at December 31, 2024 (Un-audited)					
Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and key executives ***	Other connected persons / related parties ***
(Units in '000)					
Units held	26,407	-	-	1,592	140,865
(Rupees in '000)					
Value of units held	2,899,071	-	-	174,776	15,464,751
Bank balances	-	11,619,575	-	-	-
CDS deposit	-	-	100	-	-
Profit receivable on bank balance	-	27,456	-	-	-
Profit receivable on securities purchased under an agreement to resell	-	54,841	-	-	-
Securities purchased under an agreement to resell	-	27,400,480	-	-	-
Remuneration payable to the Management Company	37,639	-	-	-	-
Sindh Sales Tax payable on remuneration of the Management Company	5,646	-	-	-	-
Remuneration payable to the Trustee	-	-	2,378	-	-
Sindh Sales Tax payable on remuneration of the Trustee	-	-	357	-	-
Sales load and conversion charges payable	6,235	5,898	-	-	-
Selling and marketing expenses payable	21,574	-	-	-	-
Sindh Sales Tax payable on selling and marketing expenses	3,236	-	-	-	-
Allocated expenses payable	5,637	-	-	-	-
Sindh Sales Tax payable on allocated expenses	845	-	-	-	-

As at June 30, 2024 (Audited)					
Management Company	Associated companies and others * & **	Trustee	Funds under common management	Directors and key executives ***	Other connected persons / related parties ***
(Units in '000)					
Units held	-	-	-	1,877	15,828
(Rupees in '000)					
Value of units held	-	-	-	189,451	1,597,474
Bank balances	-	5,383,924	-	-	-
Profit receivable on bank balances	-	38,495	-	-	-
CDS deposit	-	-	-	-	-
Remuneration payable to the Management Company	15,485	-	-	-	-
Sindh Sales Tax payable on remuneration of the Management Company	2,013	-	-	-	-
Remuneration payable to the Trustee	-	-	835	-	-
Sindh Sales Tax payable on remuneration of the Trustee	-	-	109	-	-
Sales load and conversion charges payable	6,079	2,322	-	-	-
Selling and marketing expenses payable	20,009	-	-	-	-
Sindh Sales Tax payable on selling and marketing expenses	2,601	-	-	-	-
Allocated expenses payable	5,326	-	-	-	-
Sindh Sales Tax payable on allocated expenses	692	-	-	-	-

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

** These include transactions in relation to the entities where common directorship exist as at the reporting date.

*** These include transactions in relation to those directors, key executives and other connected persons / related parties that exist as at the reporting date.

18 FAIR VALUE MEASUREMENT

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

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

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

18.1 Fair value of Financial Instruments

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

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair

ASSETS	(Un-audited)			
	As at December 31, 2024			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----- (Rupees in '000) -----			
Government securities - Market Treasury Bills	-	19,932,854	-	19,932,854
Letter of placements	-	5,000,000	-	5,000,000
	-	<u>24,932,854</u>	-	<u>24,932,854</u>
	----- (Rupees in '000) -----			
ASSETS	(Audited)			
	As at June 30, 2024			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	----- (Rupees in '000) -----			
Government securities - Market Treasury Bills	-	3,556,311	-	3,556,311
	-	<u>3,556,311</u>	-	<u>3,556,311</u>

19 GENERAL

19.1 Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on _____ by the Board of Directors of the Management Company.



For UBL Fund Managers Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director



FINANCIAL STATEMENTS

OF

**UBL PAKISTAN ENTERPRISE EXCHANGE TRADED FUND
FOR THE HALF YEAR ENDED DECEMBER 31, 2024
MANAGED BY UBL FUND MANAGERS LIMITED**

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.