

Quarterly Report

September 2020

Al-Ameen Islamic Retirement Savings Fund



Rated 'AM1' by VIS

CORPORATE INFORMATION

Board of Directors

Azhar Hamid (Chairman)

Yasir Qadri (Chief Executive Officer)

Syed Furrugh Zaeem

Huma Pasha

Arif Akmal Saifie

Sadia Saeed

Imran Sarwar

Audit Committee

Huma Pasha (Chair)

Imran Sarwar

Sadia Saeed

Arif Akmal Saifie

Risk and Compliance Committee

Imran Sarwar (Chairman)

Syed Furrugh Zaeem

Yasir Qadri

Azhar Hamid

Arif Akmal Saifie

HR & Compensation Committee

Azhar Hamid (Chairman)

Huma Pasha

Syed Furrugh Zaeem

Sadia Saeed

Yasir Qadri

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeed Khan
Member

Chief Financial Officer

Umair Ahmed

Company Secretary

Bilal Javaid

Registered Office

4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi, Pakistan.

Head Office

4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi, Pakistan.

UAN: (92-21) 111-825-262

Fax: (92-21) 32214930

Date of incorporation of the Management

Company/ Pension Fund Manager

Incorporated in Pakistan on
3 April 2001 as a Public Limited
Company under the Companies
Ordinance, 1984

Management Quality Rating

AM1 by VIS Credit Rating Company

Funds Under Management

UBL Liquidity Plus Fund

Launch Date: 21 June 2009

UBL Government Securities Fund

Launch Date: 27 July 2011

UBL Money Market Fund

Launch Date: 14 October 2010

UBL Income Opportunity Fund

Launch Date: 29 March 2013

UBL Growth & Income Fund

Launch Date: 2 March 2006

UBL Asset Allocation Fund

Launch Date: 20 August 2013

UBL Stock Advantage Fund

Launch Date: 4 August 2006

Al-Ameen Islamic Sovereign Fund

Launch Date: 07 November 2010

Al-Ameen Islamic Aggressive Income Fund

Launch Date: 20 October 2007

Al-Ameen Islamic Cash Fund

Launch Date: 17 September 2012

Al-Ameen Shariah Stock Fund

Launch Date: 24 December 2006

Al-Ameen Islamic Asset Allocation Fund

Launch Date: 10 December 2013

Al-Ameen Islamic Cash Plan-I

Launch Date: 29 May 2020

Al-Ameen Islamic Dedicated Equity Fund

Launch Date: 05 Jan 2016

Al-Ameen Islamic Financial Planning Fund - II

Launch Date: 21 February 2017

UBL Pakistan Enterprise Exchange Traded Fund

Launch Date: 24 March 2020

UBL Financial Planning Fund

Launch Date: 28 September 2017

Al-Ameen Islamic Financial Planning Fund - III

Launch Date: 28 May 2018

UBL Dedicated Equity Fund

Launch Date: 29 May 2018

UBL Financial Sector Fund

Launch Date: 06 April 2018

UBL Special Saving Fund

Launch Date: 09 November 2018

UBL Cash Fund

Launch Date: 23 September 2019

Conventional Investment Plans

UBL Mahana Munafa Plan

UBL Children Savings Plan

UBL Equity Builder Plan

UBL Wealth Builder Plan

Islamic Investment Plans

Al-Ameen Mahana Munafa Plan

Al-Ameen Children Savings Plan

Al-Ameen Equity Builder Plan

Al-Ameen Wealth Builder Plan

Al-Ameen Hajj Savings Plan

Al-Ameen Islamic Financial Planning Fund

Launch Date: 23 June 2015

UBL Retirement Savings Fund

Launch Date: 10 May 2010

Al-Ameen Islamic Retirement Savings Fund

Launch Date: 10 May 2010

Al-Ameen Islamic Energy Fund

Launch Date: 13 December 2019

Al-Ameen Islamic Special Saving Plan-II

Launch Date: 09 March 2020

Al-Ameen Islamic Aggressive Income Plan-I

Launch Date: 16 April 2020

Directors' Report

The Board of Directors of UBL Fund Managers Limited is pleased to present to you the report of “**Al-Ameen Islamic Retirement Savings Fund**” (AIRSF – the Fund) for the period ended September 30, 2020.

Economy and Money Market outlook 1QFY21

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

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

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

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

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

Fixed income Review for 1QFY21

SBP opted to wait and see approach in its last monetary policy statement held in mid-September 2020 to anchor the monetary easing cycle being watchful of a spike in food inflation amid focus on economic growth. During the quarter, longer tenor yields increased by approximately 100bps with yields of shorter tenor government securities increased by 39bps to 59bps. Secondary market yields of 3, 5 and 10-year PIBs increased by 90bps, 108bps and

109bps respectively while yields of 3, 6 and 12-month T-Bills increased by 39bps, 51bps and 56bps respectively. Government of Pakistan raised only PKR 249 bn through the PIB auction against a target of PKR 420 bn due to lack of interest. Latest cut-off yields stood at 8.20%, 8.45% and 8.99% for 3, 5 and 10-year PIBs respectively.

During the period under review, the government retired SBP borrowing by PKR 353bn and overall borrowing from SBP is reduced to PKR 6,204bn from PKR 6,557bn. However, during the same period Government borrowing from scheduled banks increased by PKR 507bn from PKR 7,210bn to 7,716bn. The government largely managed its borrowing requirements through domestic sources and raised PKR 2,040bn via T-bills (including NCB) compared to the cumulative target of PKR 1,700 bn and maturities of PKR 4,353 bn.

Stock Market Review for 1QFY21

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

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

Fund's performance and operational review is as follows:

The Fund comprises of three sub funds namely Equity sub-fund, Debt sub-fund and Money Market sub-fund. The Fund as a whole earned a net income of PKR 265.425 million during the period and fund size stood at PKR 3,477.637 million as at 30 September 2020.

Al-Ameen Islamic Retirement Savings Fund	ESF	DSF	MMSF
Gross Income (PKR Mn)	246.591	14.258	15.210
Net Income (PKR Mn)	245.071	10.148	10.206
Fund Size as of Sep 30 '20 (PKR Mn)	1,648.594	836.246	992.797
NAV as of Sep 30 '20 (PKR)	679.8206	193.6517	187.0858
FYTD Return (%)	17.48	4.87	4.05

The table below illustrates the returns an investor would have earned depending on their portfolio allocations. With the rally witnessed in the equity markets during the year, it's not surprising that the high-volatility portfolio has generated the highest return.

Allocations	ESF	DSF	MMSF
High Volatility	80%	20%	0%
Medium volatility	50%	40%	10%
Low volatility	25%	60%	15%
Lower volatility	0%	60%	40%

Al-Ameen Islamic Retirement Savings Fund	Since Inception	12 Month Rolling
High Volatility	17.5%	34.1%
Medium volatility	13.4%	24.1%
Low volatility	9.9%	15.8%
Lower volatility	6.4%	7.6%

* Annualized

Future outlook

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

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

Acknowledgements

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

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

-- sd --

Yasir Qadri
(Chief Executive Officer)

-- sd --

Arif Akmal Saifie
(Director)

Karachi
October 29, 2020

AIRSF

Al-Ameen Islamic Retirement Savings Fund

INVESTMENT OBJECTIVE

AIRSF is a Shariah-compliant open-end fund that aims to provide a secure source of savings and regular income after retirement to the Participants. The Participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement.

Pension Fund Manager	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	BDO EBRAHIM & CO. CHARTERED ACCOUNTANTS Bank Alfalah Limited Bank Al-Habib Limited National Bank Pakistan Dubai Islamic Bank Limited BankIslami Pakistan Limited Faysal Bank Limited- Islamic Banking Habib Bank Limited Habib Metropolitan Bank Limited- Islamic Banking Meezan Bank Limited MCB Islamic Bank Limited Soneri Bank Limited - Islamic Banking United Bank Limited
Management Co.Rating	AM1 (VIS)

AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 30, 2020

Note	September 30, 2020 (Unaudited)				June 30, 2020 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees in "000") -----								
Assets								
	89,728	630,775	879,199	1,599,702	88,224	729,600	944,531	1,762,355
Bank balances								
Investments	1,575,772	205,275	112,073	1,893,120	1,211,068	85,700	-	1,296,768
Advance tax	538	513	305	1,356	538	513	305	1,356
Dividend and other receivables	20,950	7,422	8,411	36,783	18,218	17,939	115,194	151,351
Total assets	1,686,988	843,985	999,988	3,530,961	1,318,048	833,752	1,060,030	3,211,830
Liabilities								
Payable to UBL Fund Managers Limited - Pension Fund Manager	2,553	1,251	1,434	5,238	2,253	1,602	1,620	5,475
Payable to Central Depository Company of Pakistan - Trustee	179	88	107	374	136	88	110	334
Annual fee payable to the Securities and Exchange Commission of Pakistan	98	52	64	214	361	209	236	806
Accrued expenses and other liabilities	35,564	6,348	5,586	47,498	26,815	5,873	4,783	37,471
Total liabilities	38,394	7,739	7,191	53,324	29,565	7,772	6,749	44,086
Net assets	1,648,594	836,246	992,797	3,477,637	1,288,483	825,980	1,053,281	3,167,744
Participants' Sub-Funds (as per statement attached)	1,648,594	836,246	992,797	3,477,637	1,288,483	825,980	1,053,281	3,167,744
Contingencies and commitments								
	----- (Number of Units) -----							
Number of units in issue	2,425,043	4,318,303	5,306,637		2,226,606	4,317,696	5,687,447	
	----- (Rupees) -----							
Net asset value per unit	679.8206	193.6517	187.0858		578.6757	191.3011	185.1940	

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

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

Note	Quarter ended September 30, 2020				Quarter ended September 30, 2019			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
(Rupees in "000')								
INCOME								
Financial income	1,108	13,158	15,732	29,998	919	20,486	22,527	43,932
Capital gain/(loss) on sale of investments - net	50,726	(975)	(94)	49,657	(12,071)	-	-	(12,071)
Dividend income	9,999	-	-	9,999	11,783	-	-	11,783
	61,833	12,183	15,638	89,654	631	20,486	22,527	43,644
Unrealised appreciation/(diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss - net	184,758	2,075	(428)	186,405	(82,480)	-	-	(82,480)
Total Income / (Loss)	246,591	14,258	15,210	276,059	(81,849)	20,486	22,527	(38,836)
EXPENSES								
Remuneration to UBL Fund Managers - Pension Fund Manager	5,868	3,125	3,815	12,808	4,146	2,456	2,743	9,345
Sales tax on Pension Fund Manager's remuneration	763	406	496	1,665	539	319	357	1,215
Remuneration to Central Depository Company of Pakistan - Trustee	499	267	326	1,092	376	222	246	844
Annual fee of Securities and Exchange Commission of Pakistan	98	52	64	214	91	54	60	205
Auditors' remuneration	41	41	41	123	39	39	39	117
Securities transaction costs	1,225	25	8	1,258	301	-	-	301
Custody and settlement charges	288	4	1	293	152	2	-	154
Bank and other charges	17	16	17	50	301	28	37	366
Total expenses	8,799	3,936	4,768	17,503	5,945	3,120	3,482	12,547
Net income / (loss) for the quarter from operating activities	237,792	10,322	10,442	258,556	(87,794)	17,366	19,045	(51,383)
Element of income / (losses) and capital gains / (losses) included in the price of units issued less those in units redeemed - net	12,182	30	(31)	12,181	7,456	437	64	7,957
Provision for Sindh Workers' Welfare Fund	(4,903)	(204)	(205)	(5,312)	-	(350)	(375)	(725)
Net income / (loss) for the quarter before taxation	245,071	10,148	10,206	265,425	(80,338)	17,453	18,734	(44,151)
Taxation	-	-	-	-	-	-	-	-
Net income / (loss) for the quarter after taxation	245,071	10,148	10,206	265,425	(80,338)	17,453	18,734	(44,151)
Earning per unit	13							

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

**For UBL Fund Managers Limited
(Pension Fund Manager)**

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

Note	Quarter ended September 30, 2020				Quarter ended September 30, 2019			
	Equity Sub-Fund	Debt Sub-Fund	Money Marke Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in "000') -----							
Net income / (loss) for the quarter after taxation	245,071	10,148	10,206	265,425	(80,338)	17,453	18,734	(44,151)
Other comprehensive income for the quarter								
Items that will not be classified subsequently to income statement								
Items that will not be classified subsequently to income statement								
Total comprehensive income for the quarter	<u>245,071</u>	<u>10,148</u>	<u>10,206</u>	<u>265,425</u>	<u>(80,338)</u>	<u>17,453</u>	<u>18,734</u>	<u>(44,151)</u>

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

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020**

Note	Quarter ended September 30, 2020				Quarter ended September 30, 2019			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees in "000') -----								
Net assets at the beginning of the quarter	1,288,483	825,980	1,053,281	3,167,744	1,269,513	643,480	673,293	2,586,286
Amount received on issuance of units	208,914	116,597	96,527	422,038	43,231	124,560	214,761	382,553
Effect of reallocation	(11,217)	8,615	2,602	-	56,525	(42,274)	(14,251)	-
Amount paid on redemption of units - net	(70,475)	(125,064)	(169,850)	(365,389)	(196,906)	(64,688)	(148,751)	(410,345)
	127,222	148	(70,721)	56,649	(97,150)	17,598	51,759	(27,792)
Element of (income) / loss and capital (gains) / losses included in the prices of units sold less those of units redeemed - net	(12,182)	(30)	31	(12,181)	(7,456)	(437)	(64)	(7,957)
Capital gain/(loss) on sale of investments - net	50,726	(975)	(94)	49,657	(12,071)	-	-	(12,071)
Unrealised appreciation/(diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss - net	184,758	2,075	(428)	186,405	(82,480)	-	-	(82,480)
Unrealised appreciation on the re-measurement of investments classified as at fair value through other comprehensive income	-	-	-	-	-	-	-	-
Other net income	9,587	9,048	10,728	29,363	14,213	17,453	18,734	50,400
	245,071	10,148	10,206	265,425	(80,338)	17,453	18,734	(44,151)
Net assets at the end of the quarter	1,648,594	836,246	992,797	3,477,637	1,084,570	678,094	743,722	2,506,385

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

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Quarter ended September 30, 2020				Quarter ended September 30, 2019			
	Equity Sub-Fund	Debt Sub-Fund	Money Marke Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees in "000') -----								
CASH FLOWS FROM OPERATING ACTIVITIES								
Net income / (loss) for the quarter before taxation	245,071	10,148	10,206	265,425	(80,338)	17,453	18,734	(44,151)
Adjustments for:								
Financial income	(1,108)	(13,158)	(15,732)	(29,998)	(919)	(20,486)	(22,527)	(43,932)
Dividend income	(9,999)	-	-	(9,999)	(11,783)	-	-	(11,783)
Capital gain/(loss) on sale of investments - net	(50,726)	975	94	(49,657)	12,071	-	-	12,071
Unrealised appreciation/(diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss - net	(184,758)	(2,075)	428	(186,405)	82,480	-	-	82,480
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(12,182)	(30)	31	(12,181)	(7,456)	(437)	(64)	(7,957)
Provision for Sindh Workers' Welfare Fund	4,903	204	205	5,312	-	350	375	725
Net Cash (used) in operating activities before working capital changes	(8,799)	(3,936)	(4,768)	(17,503)	(5,945)	(3,120)	(3,482)	(12,547)
(Increase) / Decrease in assets								
Investments - net	(129,220)	(118,475)	(112,595)	(360,290)	56,845	-	-	56,845
Deposits and other receivables	1,415	7,257	99,782	108,454	10,525	13,931	16,095	40,551
Advance tax	-	-	-	-	-	-	(24)	(24)
	(127,805)	(111,218)	(12,813)	(251,836)	67,370	13,931	16,071	97,372
Increase / (Decrease) in liabilities								
Payable to UBL Fund Managers Limited - Pension Fund Manager	300	(351)	(186)	(237)	(218)	101	119	2
Payable to Central Depository Company of Pakistan - Trustee	43	-	(3)	40	(26)	6	8	(12)
Annual Fee payable to the Securities and Exchange Commission of Pakistan	(263)	(157)	(172)	(592)	(389)	(146)	(105)	(640)
Accrued expenses and other liabilities	3,846	271	598	4,715	4,279	111	(2,606)	1,784
	3,926	(237)	237	3,926	3,646	72	(2,584)	1,134
Financial income received during the quarter	1,203	16,418	22,733	40,354	818	19,105	20,832	40,755
Dividend income received during the quarter	5,757	-	-	5,757	7,210	-	-	7,210
Net cash (used in) / generated from operating activities	(125,718)	(98,973)	5,389	(219,302)	73,099	29,988	30,837	133,924
CASH FLOWS FROM FINANCING ACTIVITIES								
Net cash received on issuance of units	208,914	125,212	99,129	433,255	43,231	124,560	200,510	368,301
Net cash paid on redemption of units	(81,692)	(125,064)	(169,850)	(376,606)	(140,381)	(106,962)	(148,751)	(396,094)
Net cash generated (used in) / generated from financing activities	127,222	148	(70,721)	56,649	(97,150)	17,598	51,759	(27,793)
Net increase / (decrease) in cash and cash equivalents	1,504	(98,825)	(65,332)	(162,653)	(24,051)	47,586	82,596	106,131
Cash and cash equivalents at beginning of the quarter	88,224	729,600	944,531	1,762,355	91,635	628,450	651,037	1,371,122
Cash and cash equivalents at end of the quarter	89,728	630,775	879,199	1,599,702	67,584	676,036	733,633	1,477,253
CASH AND CASH EQUIVALENTS								
Bank Balances	89,728	630,775	879,199	1,599,702	67,584	676,036	733,633	1,477,253
	<u>89,728</u>	<u>630,775</u>	<u>879,199</u>	<u>1,599,702</u>	<u>67,584</u>	<u>676,036</u>	<u>733,633</u>	<u>1,477,253</u>

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

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Retirement Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (SECP) on January 29, 2010. It has been constituted under a Trust Deed, dated November 17, 2009, between UBL Fund Managers Limited as the Pension Fund Manager, a company incorporated under the Companies Ordinance, 1984 and the MCB Financial Services Limited as the Trustee. The trusteeship of the Fund was transferred to Central Depository Company Of Pakistan Limited (CDC) (the Trustee) effective from March 31, 2014 through a supplemental trust deed dated February 21, 2014. The registered office of the Pension Fund Manager is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Fund is an unlisted open end pension scheme and offers units for public subscription on a continuous basis. The units are non-transferable except in the circumstances mentioned in the VPS Rules and can be redeemed by surrendering to the Fund. As per the offering document the Fund cannot distribute any income from the Fund whether in cash or otherwise.

The objective of the Fund is to provide a secure source of savings and regular income after retirement to the participants. The participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement age. The Fund invests in a Shariah compliant diversified portfolio of securities under the Trust Deed. All the conducts and acts of the Fund are based on Shariah. The Pension Fund Manager has appointed Shariah Advisory Council to ensure that the activities of the Fund are in compliance with the principles of Shariah.

The Fund consists of three sub-funds namely, Al-Ameen Islamic Retirement Savings Fund Equity Sub-Fund ("Equity Sub-Fund"), Al-Ameen Islamic Retirement Savings Fund Debt Sub-Fund ("Debt Sub-Fund") and Al-Ameen Islamic Retirement Savings Fund Money Market Sub-Fund ("Money Market Sub-Fund") (collectively the "Sub-Funds"). The main features of the investment policy for each of the Sub-Funds are as follows:

- The Equity Sub-Fund shall invest primarily in listed equity securities with a minimum investment of 90% of its net asset value in listed shares. The investment in a single company is restricted to lower of 10% of Net Asset Value (NAV) or the paid-up capital of the investee company. The investment in a single stock exchange sector is restricted to the higher of 30% of the NAV or the index weight, subject to a maximum of 35% of the NAV. The remaining assets of the Equity Sub-Fund shall be invested in any government security having less than one year time to maturity, or in a scheduled commercial bank having credit rating of 'A'.
- The Debt Sub-Fund shall invest primarily in tradable debt securities with weighted average duration of the investment portfolio of the Debt Sub-Fund not exceeding five years. At least twenty five percent (25%) of the assets in the Debt Sub-Fund shall be invested in securities issued by the Federal Government and upto twenty five (25%) of the Fund may be deposited with banks having not less than "AA +" rating. Composition of the remaining portion of the investments shall be as defined in the offering document.
- The Money Market Sub-Fund shall invest in short term debt instruments with time to maturity not exceeding six months, and in case of Shariah compliant Government securities, upto three years. The Fund can make investment in Shariah compliant securities issued by the Federal Government and the commercial banks having A+ rating. There are no restrictions placed by the VPS rules on such investments. The Fund can also make investment in securities issued by the provincial government, city government and government or a corporate entity (having credit rating of 'A' or higher) upto 10%, 5% and 5% of net assets of the Money Market Sub-Fund respectively.

As prescribed under the VPS rules, the Fund offers five types of allocation schemes to the contributors of the Fund namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility & Life Cycle Allocation. The contributors have the option to suggest a minimum percentage of allocation to the above allocation schemes (subject to the minimum percentages prescribed in the offering document). Based on the minimum allocation, the Funds are allocated to the above stated Sub-Funds. The allocation to the Sub-Funds has to be done at the date of opening of contributor's pension account and on an anniversary date thereafter. The contribution amount may be paid by the contributor on a periodic basis such as annual, semi annual, quarterly or monthly basis.

2 BASIS OF PREPARATION

2.1 Statement of compliance

- 2.1.1** This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. The approved accounting standards comprise of such International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board as are notified under the Companies Act 2017, the requirements of the Trust Deed, Voluntary Pension System Rules, 2005 (VPS Rules) and the directives issued by the SECP. Where the requirements of the Trust Deed, the VPS Rules or the directives issued by the SECP differ from the requirements of IFRS Standards. The requirements of the Trust Deed, the VPS Rules (2005) or the requirements of the said directives have been followed.

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

2.2 Basis of measurement

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

2.3 Functional and presentation currency

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

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

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

4 BANK BALANCES

Note	As at September 30, 2020 (Unaudited)				As at June 30, 2020 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total (Rupees in '000)	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
In local currency								
- Profit and loss sharing accounts	68,687	622,220	870,728	1,561,635	62,864	719,254	933,139	1,715,257
- Current accounts	21,041	8,555	8,471	38,067	25,360	10,346	11,392	47,098
	<u>89,728</u>	<u>630,775</u>	<u>879,199</u>	<u>1,599,702</u>	<u>88,224</u>	<u>729,600</u>	<u>944,531</u>	<u>1,762,355</u>

- 4.1 Profit rate on these accounts ranges between 2.312% to 6.5% (June 30, 2020: 2.312% to 8.25%) per annum

5 INVESTMENTS

Note	As at September 30, 2020 (Unaudited)				As at June 30, 2020 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total (Rupees in '000)	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Investments by category								
Designated at fair value through profit or loss								
Listed equity securities	1,575,772	-	-	1,575,772	1,211,068	-	-	1,211,068
Government securities - Ijarah Sukuk Certificates	-	169,354	112,073	281,427	-	70,325	-	70,325
Debt securities - Privately placed Sukuk Certificates	-	35,921	-	35,921	-	15,375	-	15,375
	<u>1,575,772</u>	<u>205,275</u>	<u>112,073</u>	<u>1,893,120</u>	<u>1,211,068</u>	<u>85,700</u>	<u>-</u>	<u>1,296,768</u>

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

(Ordinary Shares of Rs. 10 each unless indicated otherwise)

Sector and Name of Security	As at July 1, 2020	Purchased / bonus received during the quarter	Sold during the quarter	As at Sep 30, 2020	Total carrying value as at Sep 30, 2020	Total market value as at Sep 30, 2020	Unrealized gain / (loss) as at Sep 30, 2020	Market value of investment as a percentage of net assets	Market value of investment as a percentage of total investment	Investment as a percentage of investees' paid up capital	
Note	(Number of shares)				(Rupees '000)			(%)			
CEMENT											
Cherat Cement Company Limited	-	-	-	-	-	-	-	0.00	0.00	-	
Lucky Cement Limited	184,705	72,000	13,500	243,205	118,010	157,371	39,361	9.55	9.99	0.08	
Maple Leaf Cement Factory Limited	177,500	720,000	610,000	287,500	9,195	10,318	1,123	0.63	0.65	0.03	
Kohat Cement Limited	423,780	56,000	11,000	468,780	66,612	80,040	13,428	4.86	5.08	0.23	
Thatta Cement Company Limited	-	350,000	-	350,000	8,628	7,294	(1,334)	0.44	0.46	0.35	
Attock Cement company limited	25,500	39,100	25,000	39,600	5,394	6,046	653	0.37	0.38	0.03	
					207,838	261,069	53,231	15.84	16.57		
FERTILIZER											
Engro Corporation Limited	418,405	7,500	7,315	418,590	122,718	126,008	3,290	7.64	8.00	0.07	
Dawood Hercules Corporation Limited	48,800	-	38,300	10,500	1,343	1,301	(42)	0.08	0.08	0.00	
Fauji Fertilizer Company Limited	287,500	425,432	146,000	566,932	62,042	61,223	(819)	3.71	3.89	0.04	
Fatima Fertilizer Company Limited	463,000	-	463,000	-	-	-	-	0.00	0.00	-	
Engro Fertilizers Limited	908,000	35,000	187,900	755,100	45,688	45,925	237	2.79	2.91	0.06	
					231,790	234,457	2,666	14.22	14.88		
POWER GENERATION & DISTRIBUTION											
The Hub Power Company Limited	1,185,190	382,000	342,000	1,225,190	92,895	96,128	3,234	5.83	6.10	0.09	
Pakgen Power Limited	867,500	-	-	867,500	10,419	15,615	5,196	0.95	0.99	0.23	
Saif Power Limited	654,000	-	-	654,000	10,510	11,013	504	0.67	0.70	0.17	
K-Electric Limited (ordinary shares of Rs. 3.5/- each)	60,000	-	-	60,000	181	253	72	0.02	0.02	0.00	
					114,004	123,009	9,006	7.46	7.81		
OIL & GAS EXPLORATION COMPANIES											
Oil and Gas Development Company Limited	1,027,039	35,000	236,000	826,039	90,240	85,578	(4,662)	5.19	5.43	0.02	
Pakistan Petroleum Limited	800,716	485,000	-	1,285,716	117,362	118,363	1,001	7.18	7.51	0.05	
Pakistan Oilfields Limited	137,220	74,000	8,730	202,490	74,445	85,315	10,870	5.18	5.41	0.07	
Mari Petroleum Company Limited	99,873	17,000	2,820	114,053	142,864	156,198	13,334	9.47	9.91	0.09	
					424,911	445,454	20,543	27.02	28.27		
OIL & GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	206,246	69,289	202,000	73,535	14,946	14,722	(224)	0.89	0.93	0.02	
					14,946	14,722	(224)	0.89	0.93		
PHARMACEUTICALS											
The Searle Company Limited	6.1.2	74,836	70,000	20,500	124,336	27,446	31,869	4,422	1.93	2.02	0.06
IBL Healthcare Limited		45,500	-	29,000	16,500	1,278	1,415	137			0.03
Highnoon Laboratories Limited	6.1.2	7,112	9,000	3,000	13,112	7,551	8,051	500	0.49	0.51	0.04
					36,276	41,334	5,059	2.42	2.53		
TEXTILE COMPOSITE											
Nishat Mills Limited		500,200	-	100,000	400,200	31,220	40,448	9,229	2.45	2.57	0.11
Interloop Limited		-	529,500	55,000	474,500	24,861	31,815	6,954			0.05
Kohinoor Textile Mills Limited		1,003,500	325,000	-	1,328,500	49,234	71,885	22,652	4.36	4.56	0.44
					105,314	144,149	38,835	6.82	7.13		

Sector and Name of Security	As at July 1, 2020	Purchased / bonus received during the quarter	Sold during the quarter	As at Sep 30, 2020	Total carrying value as at Sep 30, 2020	Total market value as at Sep 30, 2020	Unrealized gain / (loss) as at Sep 30, 2020	Market value of investment as a percentage of net assets	Market value of investment as a percentage of total investment	Investment as a percentage of investees' paid up capital	
Note	(Number of shares)			(Rupees '000)			(%)				
PAPER & BOARD											
Century Paper and Board Mills Limited	340,600	340,600	608,100	73,100	5,232	8,131	2,899	0.49	0.52	0.05	
Roshan Packages Limited	30,000	-	30,000	-	-	-	-	-	-	-	
Packages Limited	1,000	-	-	1,000	347	502	155	0.03	0.03	0.00	
					<u>5,580</u>	<u>8,634</u>	<u>3,054</u>	<u>0.52</u>	<u>0.55</u>		
VANASPATI & ALLIED INDUSTRIES											
Unity Foods Limited	-	1,404,921	455,000	949,921	12,336	15,816	3,480	0.96	1.00	0.22	
UNITY FOODS LIMITED(R)	-	454,905	454,905	-	-	-	-	0.00	0.00	-	
					<u>12,336</u>	<u>15,816</u>	<u>3,480</u>	<u>0.96</u>	<u>1.00</u>		
GLASS & CERAMICS											
Tariq Glass Industries Limited	8,500	90,000	98,500	-	-	-	-	0.00	0.00	-	
					<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00</u>	<u>0.00</u>		
CHEMICAL											
Sitara Chemical Industries Limited	95,600	-	55,000	40,600	11,251	13,059	1,809	0.79	0.83	0.19	
Engro Polymer and Chemicals Limited	486,490	447,000	220,000	713,490	20,049	28,725	8,676	1.74	1.82	0.08	
I.C.I. Pakistan Limited	13,200	-	-	13,200	9,170	9,551	381	0.58	0.61	0.01	
lotte Chemical	1,000	-	-	1,000	10	12	2	0.00	0.00	0.00	
Ittehad Chemical limited	240,000	-	25,000	215,000	5,665	5,932	267	0.36	0.38	0.25	
					<u>46,145</u>	<u>57,280</u>	<u>11,135</u>	<u>3.47</u>	<u>3.64</u>		
AUTOMOBILE PARTS & ACCESSORIES											
Thal Limited (ordinary shares of Rs. 5 each)	103,250	9,000	-	112,250	37,135	47,182	10,047	2.86	2.99	0.28	
Agriauto Industries Limited	-	5,000	-	5,000	1,101	1,205	104	-	-	-	
					<u>38,236</u>	<u>48,387</u>	<u>10,151</u>	<u>2.86</u>	<u>2.99</u>		
FOOD AND PERSONAL CARE											
Al-Shaheer Corporation Limited	215,710	408,000	600,000	23,710	292	454	162	0.03	0.03	0.01	
Shezan International Limited	81,590	-	43,200	38,390	8,595	11,675	3,080	0.71	0.74	0.44	
					<u>8,887</u>	<u>12,129</u>	<u>3,243</u>	<u>0.74</u>	<u>0.77</u>		
TRANSPORT											
Pakistan National Shipping Corporation Limited	26,000	-	-	26,000	1,965	2,366	401	0.14	0.15	0.02	
					<u>1,965</u>	<u>2,366</u>	<u>401</u>	<u>0.14</u>	<u>0.15</u>		
MISCELLANEOUS											
Synthetic Products Enterprises Limited	473,900	369,000	113,000	729,900	30,565	32,524	1,959	1.97	2.06	0.82	
Tri-Pack Films Limited	38,000	-	30,000	8,000	729	1,350	622	0.08	0.09	0.02	
					<u>31,294</u>	<u>33,874</u>	<u>2,581</u>	<u>2.05</u>	<u>2.15</u>		
TECHNOLOGY & COMMUNICATION											
Avanceon Limited	6.1.2	2,214	-	-	2,214	78	148	70	0.01	0.01	0.00
Systems Limited		268,550	-	96,000	172,550	31,694	46,941	15,247	2.85	2.98	0.14
TPL Trakker Limited		-	122,500	122,500	-	-	-	-	-	-	
					<u>31,772</u>	<u>47,089</u>	<u>15,317</u>	<u>2.86</u>	<u>2.99</u>		
COMMERCIAL BANKS											
Meezan Bank Limited		490,472	49,047	0	539,519	33,769	44,353	10,584	2.69	2.81	0.04
					<u>33,769</u>	<u>44,353</u>	<u>10,584</u>	<u>2.69</u>	<u>2.81</u>		
AUTO MOBILE ASSEMBLER											
Honda Atlas Cars (Pakistan) Limited		1,000	-	-	1,000	194	259	65	0.02	0.02	0.00
Indus Motor Company Limited		-	13,750	-	13,750	18,209	17,602	(607)	1.07	1.12	0.02
					<u>18,402</u>	<u>17,861</u>	<u>(542)</u>	<u>1.07</u>	<u>1.12</u>		
CABLE & ELECTRICAL GOODS											
Waves Singer Pakistan Limited			909,000	-	909,000	27,549	23,789	(3,760)	1.44	1.51	0.48
					<u>27,549</u>	<u>23,789</u>	<u>(3,760)</u>	<u>1.44</u>	<u>1.51</u>		
Total Value as at Sep 30, 2020 (Unaudited)					<u>1,391,013</u>	<u>1,575,772</u>	<u>184,758</u>				
Total Value as at June 30 2020 (Audited)					<u>1,169,009</u>	<u>1,211,068</u>	<u>42,058</u>				

5.1.1 This includes 0.05 million (June 30, 2020: 0.1 million) shares pledged with National Clearing Company of Pakistan Limited having a market value (in aggregate) amounting to Rs. 14.1571 million (June 30, 2020: Rs 19.850 million) for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by SECP.

5.1.2 The Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by a shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Pension Fund Manager of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. Certain investee companies of the Fund, in pursuance of aforesaid amendment, withheld shares equivalent to 5% of bonus announcement of the Fund having fair market value of Rs.1.7770 million (June 30, 2020: Rs. 1.356 million) at period end. Such shares have not been deposited by the investee companies in CDC account of income tax department. The Fund has included in its investments the withheld shares and recorded them at fair market value at the quarter end. Furthermore, the Finance Act 2018 has brought an amendment in the Income Tax Ordinance 2001, whereby the 5% withholding tax on bonus shares has been withdrawn. Therefore, the bonus shares received during the quarter ended September 30, 2020, are not liable to withholding of Income Tax.

5.2 Government securities - Ijarah Sukuk Certificates - at fair value through profit or loss

The details of investment in Ijarah Sukuk Certificates of Rs. 100,000 each are as follows:

Particulars	Note	As at July 1, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised appreciation / (diminution) on revaluation of investments	Percentage in relation to	
									Market value as a percentage of Total Investment of the Sub Fund	Market value as a percentage of net assets of the Sub Fund
-----Number of certificates-----						----- (Rs in "000") -----		----- (%) -----		
Held by Debt Sub-Fund										
Government Of Pakistan Ijara Sukuk		725	2,000	1,025	1,700	167,825	169,354	1,529	82.50	20.25
Held by Money Market Sub-Fund										
Government Of Pakistan Ijara Sukuk		-	1,500	375	1,125	112,501	112,073	(428)	100.00	11.29
Total as at September 30, 2020						280,326	281,427	1,101	82.50	20.25
Total as at June 30, 2020						72,500	70,325	(2,175)		

5.3 Debt securities - Privately placed sukuk certificates - at fair value through profit and loss

The details of investment in Sukuk certificates of Rs 1,000,000 each unless indicated otherwise are as follows:

Particulars	Note	As at July 1, 2020	Purchased during the quarter	Sold / matured during the quarter	As at September 30, 2020	Carrying value as at September 30, 2020	Market value as at September 30, 2020	Unrealised appreciation / (diminution) on revaluation of investments	Percentage in relation to	
									Market value as a percentage of total investment of the sub fund	Market value as a percentage of net assets of the sub fund
-----Number of certificates-----						----- (Rs in "000") -----		----- (%) -----		
Held by Debt Sub-Fund										
Meezan Bank Limited		15	-	-	15	15,375	15,412	37	7.51	1.84
K-Electric Limited (Certificates of Rs 5,000 each)		-	4,000	-	4,000	20,000	20,509	509	9.99	2.45
Total as at September 30, 2020						35,375	35,921	546	17.50	4.30
Total as at June 30, 2020						14,880	15,375	495		

6 ACCRUED EXPENSES AND OTHER LIABILITIES

6.1 Provision For Sindh Workers' Welfare Fund

As disclosed in note 12.2 to the annual financial statements for the year ended June 30, 2020, the Provision for Workers' Welfare Fund (WWF) held in the books of accounts till June 30, 2015 was reversed on January 12, 2017. There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.2 to the annual audited financial statements for the year ended June 30, 2020.

The Management Company, based on an opinion obtained by MUFAP, believes that Mutual Funds are not liable to pay SWWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board (SRB) has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution. Despite this, MUFAP recommended its members to make provision for SWWF on prudence basis. The Equity sub-fund, Debt sub-fund and Money Market sub-fund has recorded of provision of Rs. 13.389 million, Rs. 1.077 million and Rs. 0.728 million (30 June 2020: Rs. 16.050 million, Rs. 2.096 million and Rs. 2.149 million) respectively, in respect of SWWF.

Had the provision not been made, it would have resulted in an increase in the net assets value per unit by Rs. 5.96, Rs. 0.29 and Rs. 0.17 (30 June 2020: Rs. 7.21, Rs. 0.50 and Rs. 0.38) of Equity sub fund, Debt sub fund and Money Market sub fund, respectively.

6.2 Provision of Indirect Taxes and Duties

This includes provision for indirect duties and taxes in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund amounting to Rs. 4.051 million, Rs. 1.836 million and Rs. 1.097 million (30 June 2019: Rs 4.051 million, Rs 1.836 million, Rs 1.097 million) respectively. There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 12.1 to the annual audited financial statements for the year ended June 30, 2020. As a matter of abundant caution, the Pension Fund Manager has maintained full provision for FED aggregating to Rs. 6.984 million till June 30, 2016. Had the provision not been retained, the net asset value per unit of the equity sub fund, debt sub fund and money market sub fund would have been higher by Rs. 1.67 per unit, Rs. 0.42 per unit and Rs 0.21 per unit respectively.

7 ADVANCE TAX

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

8 PAYABLE TO UBL FUND MANAGERS LIMITED - PENSION FUND MANAGER

During the period ended September 30, 2020, management fee was charged at the rate of 1.50% (September 30, 2019: 1.50%). The remuneration is paid to the Pension Fund Manager on monthly basis in arrears.

9 CONTRIBUTION TABLE

Contribution (net of front end fee) received during the quarter.

Issuance for the quarter ended September 30, 2020 (Unaudited)								
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total		
Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	
From:								
Individuals								
323,991	208,914	605,825	116,597	519,138	96,527	1,448,954	422,038	
Issuance for the period ended September 30, 2019 (Unaudited)								
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total		
Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	
From:								
Individuals								
92,421	43,231	703,219	124,560	1,258,385	214,761	2,054,025	382,553	

10 NUMBER OF UNITS IN ISSUE

	As at September 30, 2020 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Number of units			
Total units outstanding at the beginning of the quarter	2,226,606	4,317,696	5,687,447	12,231,749
Units issued during the quarter	323,991	605,825	519,138	1,448,954
Effect of reallocation	(18,997)	45,001	14,045	40,049
Units redeemed during the quarter	(106,557)	(650,219)	(913,993)	(1,670,769)
Total units in issue at the end of the quarter	<u>2,425,043</u>	<u>4,318,303</u>	<u>5,306,637</u>	<u>12,049,983</u>

	As at June 30, 2020 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Number of units			
Total units outstanding at the beginning of the year	2,445,998	3,667,374	3,974,510	10,087,882
Units issued during the year	592,260	2,404,061	4,124,911	7,121,232
Effect of reallocation	109,546	(240,419)	(83,952)	(214,825)
Units redeemed during the year	(921,198)	(1,513,320)	(2,328,022)	(4,762,540)
Total units in issue at the end of the year	<u>2,226,606</u>	<u>4,317,696</u>	<u>5,687,447</u>	<u>12,231,749</u>

11 TAXATION

No provision for taxation has been made for the quarter ended September 30, 2020, in view of the exemption available under clause 57 (3) (viii) of Part-1 of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision for taxation has been recognized in this condensed interim financial information.

12 CONTINGENCIES AND COMMITMENTS

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

13 EARNING PER UNIT

Earnings per unit (EPU) has not been disclosed as in the opinion of the Pension Fund Manager the determination of the cumulative weighted average number of outstanding units is not practicable.

14 TRANSACTIONS WITH CONNECTED PERSONS/RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (holding Company of Pension Fund Manager), UBL Fund Managers Limited (Pension Fund Manager), entities under common management or directorships, Central Depository Company of Pakistan Limited (Trustee) and the Directors and Officers of Pension Fund Manager.

Remuneration to the Pension Fund Manager and the trustee is determined in accordance with the provision of Voluntary Pension System Rules, 2005 and the Trust Deed respectively.

Other transactions with the related parties / connected persons have been carried out at arm's length basis.

Details of transaction with the related parties and balances with them at the quarter end are as follows;

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons
(Rupees in '000)						
-----For the quarter ended 30 September 2020 (un-audited)-----						
Equity sub fund						
<u>Transactions during the quarter</u>						
Profit on savings accounts	-	1,090	-	-	-	-
Bank and other charges	-	1	-	-	-	-
Value of units issued	-	-	-	-	1,140	-
Value of units redeemed	-	-	-	-	1,402	-
Remuneration (inclusive of SST)	6,631	-	499	-	-	-
CDS expense	-	-	14	-	-	-
-----For the quarter ended 30 September 2019 (un-audited)-----						
<u>Transactions during the quarter</u>						
Profit on savings accounts	-	665	-	-	-	-
Bank and other charges	-	8	-	-	-	-
Value of units issued	-	-	-	-	1,953	-
Value of units redeemed	-	-	-	-	384	-
Remuneration (inclusive of SST)	4,685	-	376	-	-	-
CDS expense	-	-	9	-	-	-
-----As at 30 September 2020 (un-audited)-----						
<u>Balances held</u>						
Units held (number of units in '000)	-	-	-	-	22	-
Units held (Rupees in '000)	-	-	-	-	14,835	-
Bank balances	-	68,988	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable (inclusive of SST)	2,371	-	179	-	-	-
Sales load and other payable	182	171	-	-	-	-
Profit receivable	-	382	-	-	-	-
-----As at 30 June 2020 (audited)-----						
<u>Balances held</u>						
Units held (number of units in '000)	-	-	-	-	23	230
Units held (Rupees in '000)	-	-	-	-	13,310	133,095
Bank balances	-	66,079	-	-	-	-
Deposite	-	-	-	-	-	-
Profit receivable	-	484	-	-	-	-
Remuneration payable (inclusive of SST)	1,766	-	136	-	-	-
Sales load and conversion charges payable	481	-	-	-	-	-
Other payable	6	-	-	-	-	-

Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons
----------------------	----------------------	---------	-------------------------------	------------------------------	-------------------------

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

Debt sub fund

-----For the quarter ended 30 September 2020 (un-audited)-----

Transactions during the quarter

Profit on savings accounts	-	1,879	-	-	-	-
Bank and other charges	-	1	-	-	-	-
Value of units issued	-	-	-	-	606	140
Value of units redeemed	-	-	-	-	587	-
Remuneration (inclusive of SST)	3,531	-	267	-	-	-
CDS expense	-	-	1	-	-	-

-----For the quarter ended 30 September 2019 (un-audited)-----

Transactions during the quarter

Profit on savings accounts	-	3,816	-	-	-	-
Bank and other charges	-	10	-	-	-	-
Value of units issued	-	-	-	-	335	-
Value of units redeemed	-	-	-	-	894	-
Remuneration (inclusive of SST)	2,775	-	222	-	-	-
CDS expense	-	0	2	-	-	-

-----As at 30 September 2020 (un-audited)-----

Balances held

Units held (number of units in '000)	-	-	-	-	58	486
Units held (Rupees in '000)	-	-	-	-	11,174	-
Bank balances	-	137,873	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable (inclusive of SST)	1,146	-	88	-	-	-
Sales load payable and other payable	104	37	-	-	-	-
Profit receivable	-	542	-	-	-	-

-----As at 30 June 2020 (audited)-----

Balances held

Units held (number of units in '000)	-	-	-	-	58	486
Units held (Rupees in '000)	-	-	-	-	11,095	92,972
Bank balances	-	156,200	-	-	-	-
Remuneration payable (inclusive of SST)	1,124	-	88	-	-	-
Sales load and conversion charges payable	462	57	-	-	-	-
Profit receivable	-	921	-	-	-	-
Deposits	-	-	-	-	-	-
Other payable	16	-	-	-	-	-

Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons
----------------------	----------------------	---------	-------------------------------	------------------------------	-------------------------

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

Money Market sub fund

-----For the quarter ended 30 September 2020 (un-audited)-----

Transactions during the quarter

Profit on savings accounts	-	2,146	-	-	-	-
Bank and other charges	-	2	-	-	-	-
Value of units issued	-	-	-	-	269	-
Value of units redeemed	-	-	-	-	195	-
Remuneration (inclusive of SST)	4,311	-	326	-	-	-
CDS Expense	-	-	-	-	-	-

Transactions during the quarter

-----For the quarter ended 30 September 2019 (un-audited)-----

Profit on savings accounts	-	3,974	-	-	-	-
Bank and other charges	-	19	-	-	-	-
Value of units issued	-	-	-	-	97	-
Value of units redeemed	-	-	-	-	252	-
Remuneration (inclusive of SST)	3,100	-	246	-	-	-

Balances held

-----As at 30 September 2020 (un-audited)-----

Units held (number of units in '000)	-	-	-	-	17	-
Units held (Rupees in '000)	-	-	-	-	3,146	-
Bank balances	-	159,174	-	-	-	-
Remuneration payable (inclusive of SST)	1,387	-	107	-	-	-
Deposits	-	-	100	-	-	-
Sales load and other payable	47	57	-	-	-	-
Profit receivable	-	766	-	-	-	-

Balances held

-----As at 30 June 2020 (audited)-----

Units held (number of units in '000)	-	-	-	-	17	-
Units held (Rupees in '000)	-	-	-	-	3,148	-
Bank balances	-	203,259	-	-	-	-
Remuneration (inclusive of SST)	1,411	-	110	-	-	-
Sales load and conversion charges payable	193	-	-	-	-	-
Profit receivable	-	1,237	-	-	-	-
Deposits	-	-	0	-	-	-
Other payable	16	-	-	-	-	-

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

		As at September 30, 2020 (un-audited)			
		Equity Sub-Fund			
ASSETS		Level 1	Level 2	Level 3	Total
-----Rupees in '000-----					
Equity securities - Fair value through profit or loss		1,575,772	-	-	1,575,772
Equity securities - Fair value through other comprehensive income		-	-	-	-
		<u>1,575,772</u>	<u>-</u>	<u>-</u>	<u>1,575,772</u>
		As at September 30, 2020 (un-audited)			
		Debt Sub-Fund			
At fair value through profit or loss					
Government Securities-Ijara Sukuk Certificate		-	169,354	-	169,354
Debt securities - privately placed Sukuk			35,921	-	35,921
		<u>-</u>	<u>205,275</u>	<u>-</u>	<u>205,275</u>
		As at September 30, 2020 (un-audited)			
		Money Market Sub-Fund			
At fair value through profit or loss					
Government Securities-Ijara Sukuk Certificate		-	112,073	-	112,073
		<u>-</u>	<u>112,073</u>	<u>-</u>	<u>112,073</u>
		As at June 30, 2020 (audited)			
		Equity Sub-Fund			
At fair value through profit or loss					
Equity Securities		1,211,068	-	-	1,211,068
		<u>1,211,068</u>			<u>1,211,068</u>
		As at June 30, 2020 (audited)			
		Debt Sub-Fund			
At fair value through profit or loss					
Government Securities-Ijara Sukuk Certificate		-	70,325	-	70,325
Debt securities - privately placed Sukuk		-	15,375	-	15,375
		<u>-</u>	<u>85,700</u>	<u>-</u>	<u>85,700</u>
		As at June 30, 2020 (audited)			
		Money Market Sub-Fund			
At fair value through profit or loss					
Government Securities-Ijara Sukuk Certificate		-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

16 GENERAL

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

16.2 Impact of COVID-19

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

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

16.3 Operational risk management

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

17 DATE OF AUTHORIZATION FOR ISSUE

17.1 This condensed interim financial information was authorised for issue on **October 29,2020** by the Board of Directors of the Pension Fund Manager.

**For UBL Fund Managers Limited
(Pension Fund Manager)**

**SD
Chief Executive Officer**

**SD
Chief Financial Officer**









**SD
Director**









Be aware, Be alert, Be safe

Learn about investing at
www.jamapunji.pk

Key features:

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

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



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

 jamapunji.pk

 [@jamapunji_pk](https://twitter.com/jamapunji_pk)

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