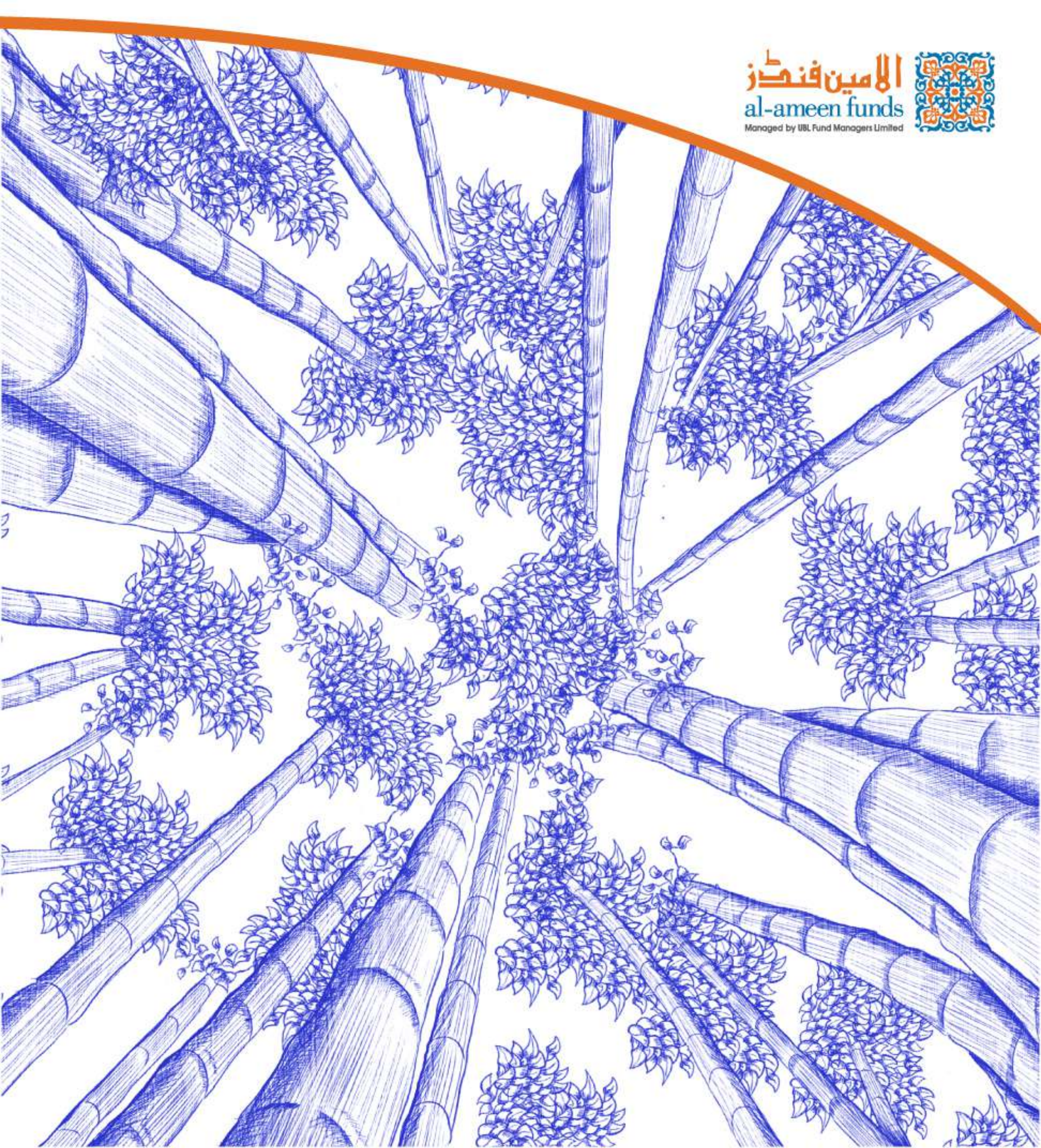




Annual Report 2018

CORPORATE INFORMATION

Board of Directors

Azhar Hamid
Chairman

Yasir Qadri
Chief Executive Officer

Syed Furrugh Zaeem
Director

Zia Ijaz
Director

Sharjeel Shahid
Director

Mirza Muhammad Sadeed
Hassan Barlas - Director

Naz Khan
Director

Audit Committee

Naz Khan
Chair

Zia Ijaz
Member

Sharjeel Shahid
Member

Mirza Muhammad Sadeed
Hassan Barlas
Member

Risk and Compliance Committee

Mirza Muhammad Sadeed Barlas
Chairman

Syed Furrugh Zaeem
Member

Yasir Qadri
Member

Azhar Hamid
Member

Sharjeel Shahid
Member

HR & Compensation Committee

Azhar Hamid
Chairman

Naz Khan
Member

Syed Furrugh Zaeem
Member

Zia Ijaz
Member

Yasir Qadri
Member

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeeb Khan
Member

Chief Financial Officer

Umair Ahmed

Company Secretary

Aly Osman

Registered Office

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

Operations 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 JCR-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 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 Dedicated Equity Fund
Launch Date: 05 Jan 2016

Al- Ameen Islamic Financial Planning Fund - II
Launch Date: 21 February 2017

UBL Capital Protected Fund - III
Launch Date: 26 January 2017

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

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

Directors' Report

The Board of Directors of UBL Fund Managers Limited is pleased to present to you the reports of its Al-Ameen series represented by Al-Ameen Islamic Cash Fund (AICF), Al-Ameen Islamic Sovereign Fund (AISF), Al-Ameen Islamic Aggressive Income Fund (AIAIF), Al-Ameen Islamic Asset Allocation Fund (AIAAF), Al-Ameen Shariah Stock Fund (ASSF), Al-Ameen Islamic Dedicated Equity Fund (AIDEF), Al Ameen Islamic Financial Planning Fund-I [Al-Ameen Islamic Active Allocation Plan –II (AIActAP-II), Al-Ameen Islamic Active Allocation Plan – III (AIActAP-III), Al-Ameen Islamic Active Allocation Plan – IV (AIActAP-IV), Al-Ameen Islamic Active Allocation Plan – V (AIActAP-V) and Al-Ameen Islamic Active Allocation Plan – VI (AIActAP-VI)] and Al Ameen Islamic Financial Planning Fund-II [Al-Ameen Islamic Active Allocation Plan – VII (AIActAP-VII), Al-Ameen Islamic Active Allocation Plan – VIII (AIActAP-VIII), Al-Ameen Islamic Active Allocation Plan – IX (AIActAP-IX), Al-Ameen Islamic Active Allocation Plan – X (AIActAP-X), Al-Ameen Islamic Conservative Allocation Plan (AICONAP), Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I) Al-Ameen Islamic Active Principal Preservation Plan-II (AIAPPP-II)] for the year / period ended June 30, 2018.

Economy Review – FY18

The Fiscal Year 2018 remained yet another eventful year for Pakistan as the country posted a real GDP growth rate of 5.8% highest in thirteen years. The main highlights in support of this strong momentum were low inflation and strong growth in private sector credit off-take (17%YoY) amid low interest rate environment. However, rising industrial expansion, growing aggregate demand and increased government spending resulted in external and fiscal deficits beyond projection.

The Headline Inflation for FY18 remained moderate, averaging to 3.9%YoY against 4.2% in FY17 largely due to low food inflation. Consequently, the CPI inflation stood well within the SBP's full year inflation target of 6.0%. However, towards the end of the fiscal year, core inflation jumped to 7.1% reflecting a build-up of inflationary pressures amid heating economy. Change in international oil prices outlook, growing aggregate demand and lagged-impact of PKR devaluation are expected to remain prime drivers for inflation for the upcoming fiscal year.

The SBP continued pre-emptive measures to allay concerns of overheating of economy. As per its latest MPC meeting, SBP highlighted that a strong fiscal growth in 2HFY18, growing inflationary pressures due to recent PKR devaluation and higher international oil prices has prompted need for near term price stability measures. As a result, the committee decided to increase policy rate by 100bps to 7.5% in Jul-18. We expect monetary tightening to continue further in coming months.

The current account position continued to deteriorate reaching a deficit of USD 18bn in FY18 (43%YoY). The widening deficit was mainly on account of high trade deficit (+17%). Despite positive growth in exports (13%YoY), external account position continues to remain challenging for the authorities warranting additional policy measures. Balance of payment imbalances created by a large trade deficit, debt servicing and low realization of foreign direct investments, eventually led to pressure on foreign exchange reserves. As a result, country's foreign reserves fell from USD21bn to USD16bn a decline of 23%. This ultimately led to pressure on rupee and resulted in depreciation of ~20% since last year. We expect the recent corrective policy measures by central bank to discourage imports and provide relief to exports, thus lead to improvement in overall external account position going forward.

On the fiscal side, higher government spending amidst low tax collection augmented fiscal deficit to a new high in recent years (~7%) than previously anticipated (4.1%). In a bid to increase tax-base, the government introduced tax amnesty scheme to encourage documentation of the economy and improve reserve position. However, response to

this scheme has been below expectations and the next government will have to initiate some austerity measures including cut in its development spending in order to contain its deficit.

During FY18, yields on short and long term tenor witnessed changes aligned with SBP's monetary policy tightening. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively.

In light of recent elections, prospect of a stable government will bode well for the country's economy. In a bid to counter current economic challenges we expect a bundle of austerity measures including but not limited to re-entry into IMF's program, financial support from China and other friendly nations, issuance of Eurobonds or investment bonds for expatriates as well as extensive reforms on domestic front. Corrective measures by the newly formed Govt will lower GDP growth in FY19 this will aid in stabilizing economy over medium term (GDP growth: +4.5-5%).

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a

21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with austerity by newly formed Governmentt will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

Islamic Finance Review – FY18

The 1HFY18 stood challenging for the Islamic banking industry amid lower interest rates and benign inflation. However, as economy suffered issues of excessive demand SBP embarked on a pre-emptive monetary-tightening approach bringing policy rate upwards to 7.5% in Jul-18. Increase in discount-rates will remain positive for Islamic banks and financial institutions.

Despite high competition from conventional banking systems, Islamic banking industry grew at a good pace in FY18. The asset base of the Islamic Banking Industry grew to PKR 2,334bn (23.8%YoY Mar'18). Deposits of Islamic Banking Industry grew by PKR 31bn reaching PKR 1,916bn. The market share of Islamic banking assets and deposits in the overall banking industry was recorded at 13.5% and 14.6%, respectively at end of Mar'18.

With efforts concerted towards increasing exports, SBP introduced Financing Facility (ILTF) on the basis of Mudarabah which is a Shariah compliant alternative to conventional Long Term Financing Facility (LTFF). This will aid in meeting growing demand of exporters seeking Shariah compliance along with expand asset base of Islamic banking system. Going forward, we expect the Islamic Finance Industry to maintain its growth trajectory and increase its market share in the overall banking industry.

Future Outlook

After a successful general elections process, a climate of political-stability is expected to reign in the country. The newly elected PTI government will face economic challenges in the months to follow, necessitating fresh loans from international financial institutions, including IMF, issuance of Eurobonds or Sukuk in international markets targeting expatriates, as well as possible financial support from China for sustaining foreign reserves position. We believe new PTI Govt to opt for effective and immediate reforms on fiscal side. This may involve cutting development expenditures, subsidies for power and agriculture and divesting in PSEs.

Taking cues from its recent bailout package for Argentina, we expect a similar support-program amounting in double-digits for Pakistan. Moreover, IMF will also work with the new government to smooth future debt repayments and push for endeavors to expand exports base and to make them more competitive.

Lagged impact of PKR devaluation, higher oil prices along with excessive demand will push inflation upwards requiring further use of price stability measures. We expect monetary tightening to continue, potentially pulling policy-rate upwards to 8.0-8.5%. On international front, political climate in US Mid-Term elections in Nov'18 and ongoing trade-war is expected to have medium term implications for oil price.

We expect the corrective policy course to bring about a slowdown in the economy for FY19. We believe these corrective measures will be important for stabilizing economy over medium term. Furthermore, improved security, better energy situation along with a stable regime will stand pivotal in bringing overall GDP growth to sustainable 5.0% level.

Fund Performance and Announcements

AL-AMEEN ISLAMIC SOVEREIGN FUND (AISF):

The Fund earned total income of PKR 210.257 million for the year ended June 30, 2018 which mainly includes profit income on bank balances, placements and shariah compliant government securities. After accounting for the expenses of PKR 69.958 million, the Fund managed to earn a net income of PKR 58.681 million. The net assets of the Fund were PKR 4,936.518 million as at June 30, 2018 representing the net asset value of PKR 103.9136 per unit.

Subsequent to year end, on July 02, 2018, The Board of Directors of the Management Company approved a final distribution of Rs.3.0521 per unit on the face value of Rs.100 each (i.e.3.05%).

JCR-VIS Credit Rating Company Limited (JCR-VIS) has reaffirmed the AA- (f) rating for the Fund during the year.

AL-AMEEN ISLAMIC AGGRESSIVE INCOME FUND (AIAIF):

The Fund earned total income of PKR 57.32 million for the year ended June 30, 2018 which mainly includes profit income on bank balances, term deposit musharika, shariah compliant government securities and private sector sukuks. After accounting for the expenses of PKR 23.076 million, the Fund managed to earn a net income of PKR 34.244 million. The net assets of the Fund were PKR 7,693.921 million as at June 30, 2018 representing the net asset value of PKR 103.4230 per unit.

Subsequent to year end, on July 02, 2018, The Board of Directors of the Management Company approved a final distribution of Rs.3.4854 per unit on the face value of Rs.100 each (i.e.3.49%).

JCR-VIS Credit Rating Company Limited (JCR-VIS) has maintained the fund stability rating of the fund at BBB+ (f) during the year.

AL-AMEEN ISLAMIC CASH FUND (AICF):

The Fund earned total income of PKR 290.797 million for the year ended June 30, 2018 which mainly includes profit income on bank balances, term deposit musharika and shariah compliant government securities. After accounting for the expenses of PKR 45.901 million, the Fund managed to earn a net income of PKR 244.896 million. The net assets of the Fund were PKR 5,242.740 million as at June 30, 2018 representing the net asset value of PKR 105.2621 per unit.

Subsequent to year end, on July 02, 2018, The Board of Directors of the Management Company approved a final distribution of Rs.5.0197 per unit on the face value of Rs.100 each (i.e.5.02%).

JCR-VIS has maintained the fund stability rating of AA (f) during the year.

AL-AMEEN SHARIAH STOCK FUND (ASSF):

The Fund earned a total loss of PKR 906.347 million for the year ended 30 June 2018 (including an unrealized loss of PKR 746.627 million on revaluation of investments) as compared to total income of PKR 1,674.312 million (including an unrealized gain of PKR 593.616 million on revaluation of investments) during the last year ended June 30, 2017. The earnings of the fund mainly include capital losses earned from sale of securities amounting to PKR 480.642 million (2017: capital gain amounting to PKR 830.975 million) and dividend income amounting to PKR 330.749 million (2017: PKR 218.312 million). After accounting for expenses of PKR 239.691 million, the Fund managed to earn a net loss of PKR 1,146.038 million. The net assets of the Fund were PKR 6,879.144 million as at June 30, 2018 representing the net asset value of PKR 134.28 per unit.

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND (AIAAF):

The Fund earned a total income of PKR 62.528 million for the year ended 30 June 2018 (including an unrealized loss of PKR 173.532 million on revaluation of investments) as compared to total income of PKR 546.779 million (including an unrealized gain of PKR 143.58 million on revaluation of investments) during the last year ended June 30, 2017. The earnings of the fund mainly include capital loss earned from gain of securities amounting to PKR 210.192 million, income from shariah compliant placements / government securities and dividend income amounting to PKR 157.821 million. After accounting for expenses of PKR 185.434 million, the Fund managed to earn a net loss of PKR 122.906 million. The net assets of the Fund were PKR 6,455.833 million as at June 30, 2018 representing the net asset value of PKR 117.2141 per unit.

AL-AMEEN ISLAMIC DEDICATED EQUITY FUND (AIDF):

The Fund earned a total loss of PKR 1,310.15 million for the year ended 30 June 2018 (including an unrealized loss of PKR 1,088.574 million on revaluation of investments). The earnings of the fund mainly include capital loss on sale

of securities amounting to PKR 652.253 million, income from shariah compliant banks and dividend income amounting to PKR 524.366 million. After accounting for expenses of PKR 370.66 million, the Fund managed to earn a net loss of PKR 1,680.81 million. The net assets of the Fund were PKR 11,196.639 million as at June 30, 2018 representing the net asset value of PKR 155.94 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-II):

AICTAP-II was an Allocation Plan which was launched on September 28, 2015. The Plan matured on September 27, 2017 after completing duration of two years.

The Plan earned total loss of PKR 166.428 million for the period ended September 27, 2017. After accounting for the expenses of PKR 1.822 million, the Plan managed to earn a net loss of PKR 168.250 million. The net assets of the Plan were PKR 2,986.997 million as at September 27, 2017 representing the net asset value of PKR 100.06 per unit.

The Chief Executive under the authority granted by the Board of Directors approved interim distribution of PKR 25.0428 per unit to the unit holders during the period ended September 22, 2017.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-III):

The Plan earned total loss of PKR 186.886 million for the period ended December 22, 2017. After accounting for the expenses of PKR 2.326 million, the Plan managed to earn a net loss of PKR 189.212 million. The net assets of the Plan were PKR 1,540.040 million as at December 22, 2017 representing the net asset value of PKR 101.40 per unit.

The Chief Executive under the authority granted by the Board of Directors approved interim distribution of PKR 12.4695 per unit to the unit holders during the period ended December 20, 2017.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-IV):

The Plan earned total loss of PKR 118.414 million for the period ended March 29, 2018. After accounting for the expenses of PKR 3.170 million, the Plan managed to earn a net loss of PKR 121.584 million. The net assets of the Plan were PKR 1,402.710 million as at March 29, 2018 representing the net asset value of PKR 101.65 per unit.

The Chief Executive under the authority granted by the Board of Directors approved interim distribution of PKR 14.6270 per unit to the unit holders during the period ended March 26, 2018.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-V):

The Plan earned total loss of PKR 179.631 million for the year ended June 30, 2018. After accounting for the expenses of PKR 5.460 million, the Plan managed to earn a net loss of PKR 185.091 million. The net assets of the Plan were PKR 1,749.387 million as at June 30, 2018 representing the net asset value of PKR 103.87 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VI):

The Plan earned total loss of PKR 228.021 million for the year ended June 30, 2018. After accounting for the expenses of PKR 6.268 million, the Plan managed to earn a net loss of PKR 234.289 million. The net assets of the Plan were PKR 2,066.428 million as at June 30, 2018 representing the net asset value of PKR 95.46 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VII):

The Plan incurred total loss of PKR 166.831 million for the year ended June 30, 2018. After accounting for the expenses of PKR 7.652 million, the Plan incurred net loss of PKR 174.483 million. The net assets of the Plan were PKR 1,651.162 million as at June 30, 2018 representing the net asset value of PKR 90.1436 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VIII):

The Plan incurred total loss of PKR 332.480 million for the year ended June 30, 2018. After accounting for the expenses of PKR 12.275 million, the Plan incurred net loss of PKR 344.755 million. The net assets of the Plan were PKR 4,325.796 million as at June 30, 2018 representing the net asset value of PKR 90.0985 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-IX):

The Plan incurred total loss of PKR 25.204 million for the period from August 31, 2017 to June 30, 2018. After accounting for the expenses of PKR 8.574 million, the Plan incurred net loss of PKR 33.778 million. The net assets of the Plan were PKR 3,610.270 million as at June 30, 2018 representing the net asset value of PKR 99.1053 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC CONSERVATIVE ALLOCATION PLAN):

The Plan incurred total income of PKR 6.398 million for the period from November 09, 2017 to June 30, 2018. After accounting for the expenses of PKR 345 million, the Plan incurred net income of PKR 6.053 million. The net assets of the Plan were PKR 00.00 million as at June 30, 2018 representing the net asset value of PKR 00.00 per unit.

The fund made various distributions during the period in total amounting to Rs 5.296 million.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-X):

The Plan incurred total income of PKR 32.565 million for the period from December 15, 2017 to June 30, 2018. After accounting for the expenses of PKR 2.672 million, the Plan incurred net income of PKR 29.893 million. The net assets of the Plan were PKR 1,718.622 million as at June 30, 2018 representing the net asset value of PKR 101.6568 per unit.

Subsequent to year end, on July 02, 2018, The Board of Directors of the Management Company approved a final distribution of Rs.0.0368 per unit on the face value of Rs.100 each (i.e.0.04%).

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE PRINCIPAL PERSERVATION PLAN-I):

The Plan incurred total income of PKR 11.085 million for the period from February 20, 2017 to June 30, 2018. After accounting for the expenses of PKR 1.642 million, the Plan incurred net income of PKR 9.443 million. The net assets of the Plan were PKR 2,149.930 million as at June 30, 2018 representing the net asset value of PKR 100.4416 per unit.

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-III (AL-AMEEN ISLAMIC ACTIVE PRINCIPAL PERSERVATION PLAN-II):

The Plan incurred total income of PKR 5.460 million for the period from May 28, 2018 to June 30, 2018. After accounting for the expenses of PKR 0.653 million, the Plan incurred net income of PKR 4.807 million. The net assets of the Plan were PKR 761.974 million as at June 30, 2018 representing the net asset value of PKR 100.6354 per unit.

Strategy, review and Outlook of Funds

For strategy, review and Outlook of funds, kindly review the respective section of the Fund Manager's report in the Annual Report.

Code of Corporate Governance

The Management Company is committed to high standards of corporate governance and the Board of Directors of the Management Company is accountable to the unit holders for good corporate governance. Management is continuing to comply with the provisions of best practices set out in the code of corporate governance particularly with regard to independence of non-executive directors. The Funds remains committed to conduct business in line with listing regulations of Pakistan Stock Exchange.

The following specific statements are being given to comply with the requirements of the Code of Corporate Governance:

- Financial Statements present fairly the statement of affairs, the results of operations, cash flows and the changes in unit holder's fund;
- Proper books of accounts have been maintained by the Funds;
- Appropriate accounting policies have been consistently applied in the preparation of the financial statements and accounting estimates are based on reasonable and prudent judgments;
- Relevant International Financial Reporting Standards, as applicable in Pakistan, provision of the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003, Non-Banking Finance Companies and Notified Entities Regulations, 2008, requirements of the Trust Deed and directives issued by the Securities & Exchange Commission of Pakistan have been followed in the preparation of the financial statements;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- There are no significant doubts upon the Funds' ability to continue as going concern, except for AIACTAP – V and AIACTAP – VI since these have been prepared on a basis other than going concern as these funds will be matured on August 14, 2018 and November 20, 2018.

- There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations;
- Performance table of Funds is given in the Annual report;
- The statement as to the value of investments of provident fund is not applicable on the Funds but applies to the Management Company, hence no disclosure is made in the Directors' Report of the Funds;
- Outstanding statutory payments on account of taxes, duties, levies and charges, if any have been fully disclosed in the financial statements;
- **Risk framework and Internal Control System :**

UBL Fund Managers Limited has in place an approved Risk Management Policy that provides the framework to manage risks associated with its activities. It is designed to identify, assess, monitor and manage risk emanating from across the entity.

UBL Fund Managers Limited follows Enterprise Risk Management (ERM) which is a process, ongoing and flowing through an entity effected by people at every level of an organization applied in strategy setting applied across the enterprise, at every level and unit, and includes taking an entity-level portfolio view of risk designed to identify potential events that, if they occur, will affect the entity and to manage risk within its risk appetite.

UBL Fund Managers Limited has total seven directors:

- a) Male: Six Directors;
- b) Female: One Director

The composition of board is as follows:

- a) Independent Directors: Two Directors
- b) Executive Directors: One Director
- c) Non-Executive Directors: Four Directors

The UBL Fund Managers Board's primary responsibility is to supervise affairs of the Company and provide direction to its management. The management is responsible to keep the Board informed regarding Company affairs and effectively implement directions and guidelines given by the BOD.

The Board, in exercise of effective governance and internal control system, strives to balance the spectrum of stakeholders of the Company, including its shareholders, unit holders, customers, employees, regulator and the communities in which it operates. In all actions taken by the Board, the Directors exercise independent business judgment in what they reasonably believe to be in the best interests of the Company.

According to best corporate governance practices, the Board of directors of UBL Fund Managers Limited has established several Board Committees to augment Risk Management , Internal Control system and good corporate governance throughout the entity. These Board Committees facilitate the Board and the Management on issues related to their particular area of competence.

The Board has the following committees:

a. Audit Committee

- i. Ms. Naz Khan (Chair-Independent);
- ii. Mr. Zia Ijaz;
- iii. Mirza Muhammad Sadeed Hassan Barlas;
- iv. Mr. Sharjeel Shahid.

b. HR and Remuneration Committee

- i. Mr. Azhar Hameed (Chairman-Independent);
- ii. Ms. Naz Khan;
- iii. Syed Furrukh Zaeem;
- iv. Mr. Zia Ijaz;
- v. Mr. Yasir Qadri

c. Risk Management Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Azhar Hameed;
- iv. Syed Furrukh Zaeem;
- v. Mr. Sharjeel Shahid.

- The details as required by the Code of Corporate Governance regarding the pattern of holding are given in their respective financial statements. The name wise detail of associated companies, undertakings and related parties are hereunder:

AL-AMEEN ISLAMIC SOVEREIGN FUND

Name	Closing Units
Shahid Gul Motiwala	28,270
Mr. Sharjeel Shahid	68
Al- Ameen Islamic Active Allocation Plan- V	8,284,793
Al- Ameen Islamic Active Allocation Plan- VI	4,570,538
Al- Ameen Islamic Active Allocation Plan- VII	3,830,633
Al- Ameen Islamic Active Allocation Plan- X	3,837,318
Al- Ameen Islamic Active Allocation Plan- VIII	10,022,144
Al- Ameen Islamic Active Allocation Plan- IX	8,640,507

AL-AMEEN ISLAMIC AGGRESSIVE INCOME FUND (AIAIF)

Name	Closing Units

Shahid Gul Motiwala	120,780

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND (AIAAF)

Name	Closing Units
United Bank Limited	1,882,718
Mr. Sharjeel Shahid	33,530
REHANA BASHIR	50,205

AL-AMEEN ISLAMIC CASH FUND (AICF)

Name	Closing Units
Al-Ameen Islamic Active Allocation Plan-X	668,581
Al- Ameen Islamic Active Principal Preservation Plan-I	18,587,661
Al- Ameen Islamic Active Principal Preservation Plan-II	6,794,214
Sardar Muhammad Aly Osman	47,931
Shahid Gul Motiwala	1,875
Mr. Sharjeel Shahid	52,681

AL-AMEEN SHARIAH STOCK FUND (ASSF)

Name	Closing Units
Zeeshan Quddus	10,052
Hadi Hassan Mukhi	5,126
Shahid Gul Motiwala	93,544
Ammar Valika	19,815
Amin Gulamani	1,163
Mr. Yasir Qadri	146
Mr. Zia Ijaz	313
Mr. Sharjeel Shahid	6,921
Syed Furrukh Zaeem	47,208
SINDH GENERAL PROVIDENT INVESTMENT FUND	9,229,383

AL-AMEEN ISLAMIC DEDICATED EQUITY FUND (AIDF)

Name	Closing Units

Al- Ameen Islamic Active Allocation Plan- V	7,531,683
Al- Ameen Islamic Active Allocation Plan- VI	13,654,331
Al- Ameen Islamic Active Allocation Plan- VII	10,713,152
Al-Ameen Islamic Active Allocation Plan-IX	23,418,772
Al-Ameen Islamic Active Allocation Plan-X	10,734,294
Al- Ameen Islamic Active Principal Preservation Plan-I	1,678,509
Al- Ameen Islamic Active Principal Preservation Plan-II	519,508
Al- Ameen Islamic Active Allocation Plan- VIII	28,321,218

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-V):

Name	Closing Units
United Bank Limited	1,022,687

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VI):

Name	Closing Units
United Bank Limited	1,023,267

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VIII):

Name	Closing Units
FATEH KHAN AKHTAR	629,412
HAFAEZULLAH ISHAQ	77,618
FAKHAR UN NISA AKHTAR	185,894
Syed Furrukh Zaeem	97,574

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-IX):

Name	Closing Units
FATEH KHAN AKHTAR	212,924
FAKHAR UN NISA AKHTAR	174,116

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE PRINCIPAL PERSERVATION PLAN-I):

Name	Closing Units
Mr. Zia Ijaz	4,852
FATEH KHAN AKHTAR	290,466
FAKHAR UN NISA AKHTAR	183,880
IBRAR HUSSAIN BUKHARI	2,974,805

- There have been no trades in the units of the funds carried out by the Directors, CEO, CFO , Company Secretary except as disclosed below and in the notes to the accounts;

AL-AMEEN ISLAMIC SOVEREIGN FUND

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
SHARJEEL SHAHID	Director	19	54	5		68
HADI HASSAN MUKHI	Head of Compliance	-	218	218	-	-
MIRZA MUHAMMAD SADEED HASSAN BARLAS	Director	-	41	41	-	-
Sardar Muhammad Aly Osman	Company Secretary and Head of Internal Audit	-	19,179	19,179	-	-
SHAHID GUL Motiwala	Chief Executive Officer (Al-Ameen)	28,764	-	494		28,270

AL-AMEEN ISLAMIC CASH FUND

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
Sardar Muhammad Aly Osman	Company Secretary and Head of Internal Audit	-	124,178	76,247	-	47,932
HADI HASSAN MUKHI	Head of Compliance	-	6	6	-	-
MIRZA MUHAMMAD SADEED HASSAN BARLAS	Director	-	101,187	101,187	-	-
SHARJEEL SHAHID	Director	15,008	57,475	19,802	-	52,681
SHAHID GUL Motiwala	Chief Executive Officer (Al-Ameen)	-	,9,517	7,642	-	1,875

AL-AMEEN ISLAMIC AGGRESSIVE INCOME FUND

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
Shahid Gul Motiwala	Chief Executive Officer (Al-Ameen)	136,374	4,499	20,093	-	120,780
MIRZA MUHAMMAD SADEED HASSAN BARLAS	Director	25,418	4,668	30,086	-	-

AL-AMEEN SHARIAH STOCK FUND

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
HADI HASSAN MUKHI	Head of Compliance	-	17,847	12,721	-	5,126
SHARJEEL SHAHID	Director	12	6,912	2	-	6,921
SYED FURRUKH ZAEEM	Director	47,208	-	-	-	47,208
AMMAR VALIKA	Head of Retail Sales & Marketing	19,815	19,815	19,815	-	19,815
AMIN KAMRUDDIN GULAMANI	Head of HR	1,163	-	-	-	1,163
SARDAR MOHAMMAD ALY OSMAN	Company Secretary and Head of Internal Audit	-	72,546	72,546	-	-
YASIR QADRI	Chief Executive Officer	5,114	2,178	7,146	-	146
ZEESHAN QUDDUS	Chief Business Development Officer	10,052	-	-	-	10,052
SHAHID GUL MOTIWALA	Chief Executive Officer (Al-Ameen)	73,440	28,759	8,656	-	93,544
SYED ZIA IJAZ	Director	313	-	-	-	313

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
Mr. Sharjeel Shahid	Director	-	33,530	-	-	33,530
HADI HASSAN MUKHI	Head of Compliance	-	12	12	-	-

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE ALLOCATION PLAN-VIII):

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
SYED FURRUKH ZAEEM	Director	97,562	12	-	-	97,574

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II (AL-AMEEN ISLAMIC ACTIVE PRINCIPAL PRESERVATION PLAN-I):

Name	Designation	Beginning Units	Units issued	Units redeemed	Bonus Units	Closing Units
Mr. Zia Ijaz	Director	-	4,852	-	-	4,852

The details of attendance of Board of Directors meeting is disclosed in the attached financial statements of respective Funds. Below is the details of committee meetings held during the year ended June 30, 2018:

BOARD OF DIRECTORS (BOD)

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

Members	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	•x	•✓	•x	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	•x	•✓	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Directors have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

BOARD AUDIT COMMITTEE (BAC)

During the year ended June 30, 2018 five (5) BAC meetings held. The details of attendance are as under:

Members	22-Aug-17	12-Sep-17	26-Oct-17	15-Feb-18	25-Apr-18
Naz Khan *	N/A	N/A	✓	✓	✓
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A
Sharjeel Shahid *	N/A	N/A	✓	✓	✓
Syed Furrukh Zaeem *	✓	✓	N/A	N/A	N/A
Zia Ijaz	✓	✗	✓	✗	✓
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✗	✓
Umair Ahmed	✓	✓	✓	✓	✓
Fawaz Siddiqui ***	✓	✓	✓	✓	N/A
S.M. Aly Osman ***	N/A	N/A	N/A	N/A	✓

* Board has reconstituted the committee effective from October 13, 2017

** Independent Director has completed three consecutive term

*** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Head of Internal Audit

HUMAN RESOURCE COMPENSATION COMMITTEE (HRCC)

During the year ended June 30, 2018 four (4) HRCC meetings held. Below are the attendance of Board of Directors:

Name	21-Aug-17	22-Sept-17	7-Feb-18	2-May-18
Tariq Kirmani	✓	✓	✗	✗
Shabbir Hussain Hashmi	✓	✓	✗	✗
Zia Ijaz	✓	✓	✓	✓
Yasir Qadri	✓	✓	✓	✓
Amin Gulamani	✓	✓	✓	✓
Azhar Hamid	✗	✗	✓	✓
Naz Khan	✗	✗	✓	✓
Syed Furrukh Zaeem	✗	✗	✓	✓

RISK MANAGEMENT & COMPLIANCE COMMITTEE

During the year ended June 30, 2018 four (4) BRCC meetings held. Below is the attendance of Board of Directors:

Members	Aug 22, 2017	Sept 22, 2017	Feb 15, 2018	April 25, 2018
Sadeed Barlas *	✓	✓	✗	✓
Tariq Kirmani ****	✓	✓	-	-
Furrukh Zaeem	✓	✓	✓	✓
Yasir Qadri	✓	✓	✓	✓

Azhar hamid *****	-	-	✓	✓
Sharjeel Shahid *****	-	-	×	✓
Hadi Hassan Mukhi ***	-	-	-	✓
S.M. Aly Osman **	✓	✓	✓	-

* Mr. Sadeed Barlas was elected as the New Chairman BRCC on 22nd August 2017.

** S.M. Aly Osman was redesignated as the Head of Internal Audit as of 1st March 2018.

*** Mr. Hadi Hassan Mukhi was redesignated as the Head of Risk Management and Compliance as of 1st March 2018.

**** Independent Directors have completed three consecutive term.

***** Elected at EOGM held on September 29, 2017

As required by the Code, five directors on the Board have completed the Director Training Program (DTP).

All the directors are well conversant with the relevant laws applicable to the Fund and the Management Company, its policies and procedures and provisions of memorandum and articles of association and are aware of their duties and responsibilities.

Auditors

The present auditors as per table below retire on conclusion of the audit for the year ended June 30, 2018:

S.R. No	Name of Fund	Name of auditors as of June 30, 2018	Status of appointment for the year ending June 30, 2019
1.	Al Ameen Islamic Asset Allocation Fund	M/s EY Ford Rhodes & Co., Chartered Accountants	Not eligible for re-appointment, for being statutory auditors of the fund for consecutive five years
2.	Al Ameen Islamic Aggressive Income Fund	M/s KPMG Taseer Hadi & Co., Chartered Accountants	Eligible for re-appointment
3.	Al Ameen Islamic Sovereign Fund	M/s KPMG Taseer Hadi & Co., Chartered Accountants	Eligible for re-appointment
4.	Al Ameen Islamic Cash Fund	M/s BDO Ebrahim & Co., Chartered Accountants	Eligible for re-appointment
5.	Al Ameen Shariah Stock Fund	M/s Deloitte Yousuf Adil & Co., Chartered Accountants	Eligible for re-appointment
6.	Al Ameen Islamic Financial Planning Fund	M/s Deloitte Yousuf Adil & Co., Chartered Accountants	Eligible for re-appointment
7.	Al Ameen Islamic Dedicated Equity	M/s Deloitte Yousuf Adil & Co., Chartered Accountants	Eligible for re-appointment
8.	Al Ameen Islamic Financial Planning Fund-II	M/s BDO Ebrahim & Co., Chartered Accountants	Eligible for re-appointment
9.	Al Ameen Islamic Financial Planning Fund-III	M/s KPMG Taseer Hadi & Co., Chartered Accountants	Eligible for re-appointment

The auditors, where being eligible, offered themselves for reappointment and where the change in the external auditors is required because of the completion of the maximum time allowed under the NBFC Regulations, the new auditors have consented to be appointed as the external auditors of the firm. The Audit Committee of the Board has recommended their appointment as external auditors for the year ending June 30, 2019.

Acknowledgements

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

FOR & ON BEHALF OF THE BOARD

YASIR QADRI
Chief Executive Officer

Karachi **Dated: August 28, 2018**

ڈائریکٹرز کی رپورٹ

یو بی ایل فنڈ منیجرز لمیٹڈ کا بورڈ آف ڈائریکٹرز 30 جون 2018ء کو ختم شدہ عرصے کیلئے اپنی الامین سیریز جسے الامین اسلامک کیش فنڈ (اے آئی سی ایف) الامین اسلامک سوورن فنڈ (اے آئی ایس ایف)، الامین اسلامک ایگریسیو اکم فنڈ (اے آئی اے آئی ایف)، الامین اسلامک ایسیٹ ایلوکیشن فنڈ (اے آئی اے اے ایف)، الامین شریعہ اسٹاک فنڈ (اے ایس ایس ایف)، الامین اسلامک ڈیڈ ویلٹیٹیو ایکویٹی فنڈ (اے آئی ڈی ای ایف)، الامین اسلامک فنانشل پلاننگ فنڈ-I (اے آئی ایف پی ایف-I)، الامین اسلامک ایکٹیو ایلوکیشن پلان-II (اے آئی اے سی ٹی اے پی-II)، الامین اسلامک ایکٹیو ایلوکیشن پلان-III (اے آئی اے سی ٹی اے پی-III)، الامین اسلامک ایکٹیو ایلوکیشن پلان-IV (اے آئی اے سی ٹی اے پی-IV)، الامین اسلامک ایکٹیو ایلوکیشن پلان-V (اے آئی اے سی ٹی اے پی-V)، اور الامین اسلامک ایکٹیو ایلوکیشن پلان-VI (اے آئی اے سی ٹی اے پی-VI)، اور الامین اسلامک فنانشل پلاننگ فنڈ-V (اے آئی ایف پی ایف-V)، الامین اسلامک ایکٹیو ایلوکیشن پلان-VII (اے آئی اے سی ٹی اے پی-VII)، الامین اسلامک ایکٹیو ایلوکیشن پلان-VIII (اے آئی اے سی ٹی اے پی-VIII)، الامین اسلامک ایکٹیو ایلوکیشن پلان-IX (اے آئی اے سی ٹی اے پی-IX)، الامین اسلامک ایکٹیو ایلوکیشن پلان-X (اے آئی سی ٹی اے پی-X)، الامین اسلامک کنزرویٹیو ایلوکیشن پلان (اے آئی سی او این اے پی)، الامین اسلامک ایکٹیو پرنسپل پریزیرویشن پلان-I (اے آئی اے پی پی پی-I)، الامین اسلامک ایکٹیو پرنسپل پریزیرویشن پلان-II (اے آئی اے پی پی پی-II) سے ظاہر کیا جاتا ہے کہ رپورٹس آپ کو پیش کرتے ہوئے اظہار مسرت کرتا ہے۔

اقتصادی جائزہ- مالی سال 2018ء

مالی سال 2018ء بھی پاکستان کیلئے ایک اور بھرپور سال رہا کیونکہ ملک نے تیرہ برسوں میں بلند ترین 5.8% کی حقیقی شرح نمو ظاہر کی ہے اس مستحکم رفتار کی ہم وجہ کم افراط زر اور نجی شعبے میں حصول قرضہ جات کی مستحکم نمو (سال بہ سال 17%) تھی جو کم شرح کے ماحول کے بیچ رہی تاہم بڑھتی ہوئی صنعتی توسیع، بڑھتی ہوئی مجموعی طلب اور بڑھتے ہوئے حکومتی اخراجات توقع سے کہیں زیادہ بیرونی اور مالیاتی خسارہ جات پر منتج ہوئے۔

مالی سال 18ء کیلئے سرنامہ افراط زر معتدل رہا، مالی سال 17ء میں 4.2% کے مقابلے میں سال بہ سال 3.9% تک اوسطاً رہا جس کی بڑی وجہ کم سطح پر رہنے والا غذائی افراط زر تھا۔ نتیجے کے طور پر سی پی آئی افراط زر ایس جی پی کے پورے سال کے افراط زر کے ہدف 6% کے اندر رہی رہا، تاہم مالی سال کے اختتام کی طرف، بنیادی افراط زر 7.1% پر جا پہنچا جو پرجوش معیشت کے بیچ افراط زر کے دباؤ کی تشکیل کی عکاسی کرتا ہے۔ بین الاقوامی تیل کی قیمتوں کی توقعات میں تبدیلی، بڑھتی ہوئی مجموعی طلب اور پاکستانی روپے کی قدر میں کمی کے سست رو اثرات آنے والے مالی سال کیلئے افراط زر کیلئے حسب توقع بڑے محرکات ثابت ہوں گے۔

ایس بی پی نے معیشت کی برافروختگی کی تشویش اور پریٹانوں کو کم کرنے کی غرض سے پیشگیرانہ اقدامات جاری رکھے۔ اس کے تازہ ترین ایم پی سی اجلاس کے مطابق، ایس پی سی نے واضح کیا کہ مالی سال 18ء کے دوسرے نصف میں مستحکم مالیاتی نمو، پاکستانی روپے کی قدر میں حالیہ کمی کی وجہ سے بڑھتے ہوئے افراط زر کے دباؤ اور بین الاقوامی تیل کی قیمتوں میں قدرے اضافے نے قریب تر مدت کیلئے قیمتوں میں استحکام کے اقدامات کی ضرورت کو تیز کر دیا ہے۔ جس کے نتیجے میں کمیٹی نے فیصلہ کیا ہے کہ جولائی 18ء میں شرح پالیسی 100 بی پی ایس کے اضافے سے اُسے 7.5% تک بڑھا دیا جائے۔ آنے والے مہینوں میں ہم مالیاتی سختی کے تسلسل کی توقع کرتے ہیں۔

حسابات کی حالیہ صورتحال مالی سال 18 میں مسلسل خراب ہوتے ہوئے 18 ارب ڈالر کے خسارے تک پہنچ گئی ہے (سال بہ سال 43%)۔ بڑھتے ہوئے خسارے کی بڑی وجہ بہت زیادہ تجارتی خسارہ (+17%) تھا برآمدات میں مثبت اضافے کے باوجود (سال بہ سال 13%)، بیرونی حسابات کی صورتحال کام کیلئے اضافی پالیسی اقدامات کے جواز کی غرض سے مسلسل چیلنجنگ رہے گی۔ بہت بڑے تجارتی خسارے، قرضہ جات سروسنگ اور براہ راست غیر ملکی سرمایہ کاری کی کم سے کم عملی شکل اختیار کرنے سے تخلیق کردہ ادائیگی کے توازن میں عدم ہائے توازن، نے بالآخر غیر ملکی زرمبادلہ کے ذخائر پر دباؤ ڈال رکھا ہے۔ جس کے نتیجے کے طور پر، غیر ملکی زرمبادلہ کے ملکی ذخائر 23% کی کمی سے 21 ارب ڈالر سے 16 ارب ڈالر تک گر چکے ہیں۔ اس نے آخر کار پاکستانی روپے پر دباؤ ڈالا اور پچھلے سال سے تقریباً 20% کی قدر کی کمی پر منتج ہوا۔ مرکزی بینک کی جانب سے درآمدات کی حوصلہ شکنی اور برآمدات کو سہارا فراہم کرنے کی غرض سے لیے گئے حالیہ اصلاحی پالیسی اقدامات سے ہمیں توقع ہے کہ مجموعی طور پر بیرونی حسابات کی صورتحال میں بہتری کی طرف پیش رفت ہو جائے گی۔

مالیاتی پہلو پر ٹیکس کی کم وصولی کے بیچ حکومت کے بلند تر اخراجات نے حالیہ برسوں میں پچھلے پیش بینی (4.1%) سے زیادہ (تقریباً 7%) تک کی ایک نئی بلندی تک مالیاتی خسارے کو پہنچا دیا ہے ٹیکس بیس میں کچھ اضافے کی کوششوں میں حکومت نے معیشت کو ضبط و تدریس میں لانے کی حوصلہ افزائی کی غرض سے ٹیکس ایمینسٹی اسکیم متعارف کروائی اور ذخائر (زرمبادلہ) کی صورتحال کو بہتر کیا ہے تاہم، اس اسکیم کی پذیرائی توقع سے کم رہی ہے اور آنے والی حکومت کو کفایت شعاری کے کچھ اقدامات کا آغاز کرنا پڑے گا جس میں اس کے خسارے کو کم کرنے کیلئے اس کے ترقیاتی اخراجات میں کمی کرنا بھی شامل ہوگا۔

مالی سال 18 کے دوران، قلیل اور طویل مدتی آمدن (ماحول) پر ایس بی پی کی سختی والی مالیاتی پالیسی سے ہم آہنگ تبدیلیوں کا مشاہدہ بھی کیا گیا 3 ماہ، 6 ماہ، اور 12 ماہ کے ٹریڈری بلز پر آمدن (ماحول) علی الترتیب 79، 90 اور 116 بی پی ایس تک بڑھ گئے۔ اسی طرح 3، 5 اور 10 سال کے بانڈز پر آمدن میں علی الترتیب 171، 180 اور 86 بی پی ایس تک اضافہ ہو گیا۔

حالیہ انتخابات کی روشنی میں، مستحکم حکومت کا امکان ملک کی معیشت کیلئے نیک شگون ہوگا۔ حالیہ معاشی چیلنجز کا مقابلہ کرنے کی کوشش میں ہم کفایت شعاری کے کئی اقدامات کی توقع کرتے ہیں جس میں آئی ایم ایف کے پروگرام میں دوبارہ شمولیت، چین اور دیگر دوست ممالک سے مالیاتی مدد، تارکین وطن کیلئے پوروں بونڈز یا سرمایہ کاری بونڈز کے اجرا کے ساتھ ساتھ ملکی محاذ پر طویل اصلاحات بھی شامل ہیں لیکن صرف انہیں اقدامات تک محدود نہیں۔ تشکیل پانے والی نئی حکومت کی جانب سے اصلاحی اقدامات مالی سال 19ء میں شرح نمو میں کمی لائیں گے جس سے وسط مدت پر ہی معیشت کو مستحکم کرنے میں مدد ملے گی (شرح نمو 4.5-5%)۔

بازار قرض کا جائزہ - مالی سال 2018ء

بین الاقوامی خام تیل کی قیمتوں نے اس مالی سال کیلئے تیزی کے رجحان کو ظاہر کیا ہے۔ قیمتیں 45 ڈالر فی بیرل سے تقریباً 70% کے اضافے کے ساتھ 80 ڈالر فی بیرل کے ایک نئی بلندی پر بند ہوئی ہیں۔ تیل کی بڑھتی ہوئی قیمتوں، بلند تر اشیائے صرف کی قیمتوں (شکر کی توقع کے ساتھ) مع پاکستانی روپے میں کمی کے پڑنے والے اثرات نے مالی سال 18ء کی چوتھی سہ ماہی کیلئے افراط زر کی 4.4% تک کی شرح میں اضافے میں بڑی مدد کی ہے۔ اس رجحان کے اشاروں سے ہم توقع کرتے ہیں کہ ایس بی پی (مرکزی بینک) اپنی جاری سخت مالیاتی پالیسی کے تسلسل کو برقرار رکھے گا۔

مالی سال 18ء کیلئے اس سال کے دوران منعقدہ 12 پی آئی جی آکشنز سے حکومت نے 330 ارب روپے کے ہدف کے مقابلے میں تقریباً 102 ارب روپے (مالی سال 17ء میں تقریباً 894 ارب روپے) حاصل کیے۔ نتیجتاً مارکیٹ میں پی آئی جی کیلئے بقایا رقم 29.74 کھرب روپے تک بڑھ گئی۔ آکشن میں شرکت زیادہ تر شرح میں اضافے سے ہم آہنگ 3 اور 5 سال کی ضمانت (پیپر) کی طرف رہی۔ جولائی 18ء میں پی آئی جی آکشن میں حکومت نے تقریباً 6.9 ارب روپے قبول کیے۔

خط آمدن (ماحول) جو مختلف پینٹنگوں کی حکومتی ضمانتوں (سیوریٹیز) پر مبنی تھا بڑھتے ہوئے جاری شرح ہائے رعایت سے ہم آہنگ اوپر کی جانب منتقل ہو گیا۔ 3، 6 اور 12 ماہ کے ٹریڈری بلز پر آمدن علی الترتیب 90، 79، 116 بی پی ایس تک بڑھ گئی۔ پھیلاؤ ایک سالہ ٹی بلز (7.20% سالانہ) اور 10 سالہ پی آئی جی (9.03% سالانہ) کے سالانہ کی بنیاد پر آمدن کے درمیان بمطابق 30 جون 2018ء 1.83% پر قائم رہا۔

جائزہ بازار حصص برائے مالی سال 18ء

مالی سال 18ء میں پریشان کن واقعات کے ہوجانے کے بعد، کے ایس ای-100 انڈیکس نے 8 برسوں کے طویل عرصے کے بعد 10% کے مجموعی نقصان کو ظاہر کیا۔ بازار میں مندی کے بڑے محرکات میں کشیدہ سیاسی واقعات کا سلسلہ، اقتصادی محاذ پر بڑھتی تشویش کے ساتھ غیر ملکی سرمایہ کاروں کی جانب سے مسلسل فروخت (289 ملین ڈالر) شامل ہیں۔ بڑھتی ہوئی غیر یقینی کی کیفیات کے ساتھ بازار میں شریک ہونے اور حصے لینے والے محتاط ہو گئے جس نے مارکیٹ میں تجارت کردہ احجام (والیومز) کو اوسطاً مندی کا شکار رکھا (84 ملین)۔

بینچ مارک انڈیکس نے سال کا آغاز بلند توقعات کے ساتھ کیا لیکن جلد ہی ایم ایس سی آئی میں شمولیت کے بعد غیر ملکی اخراج سے دو چار ہو گیا۔ مالی سال 18ء کے پہلے نصف کے دوران پریشانیوں کے سلسلے میں اضافہ ہو گیا، جس نے بازار حصص کو غیر پائیدار صورتحال میں رکھا اور انڈیکس کو 37,919 پوائنٹس کی کم تر سطح پر ڈھکیل دیا۔ ان بڑے بڑے واقعات کے بیچ برسرِ اقتدار وزیر اعظم کی نااہلی بھی تھی جس کے بعد وزیر خزانہ کو بھی کام کرنے سے روک دیا گیا، جس نے معیشت پر توجہ کیلئے بہت تھوڑی گنجائش چھوڑی۔ اس کے بعد ٹی ایل پی کی جانب سے حکومت کا 21 دن کا احتجاج شروع ہوا جس نے حکومت کو تنہا کر دیا۔ کسی بھی مناسب معاشی نظم کار کی موقع پر موجودگی کے بغیر، ملک اقتصادی (میکرو اکنامک) محاذوں پر زیادہ سے زیادہ خطروں کیلئے کھلا چھوڑ دیا گیا تھا۔

سیاسی بحرانوں کے ساتھ، بیرونی حسابات پر تشویش نے ظاہر ہونا شروع کر دیا کیونکہ تیل کی کم قیمتوں سے ملنے والی مدد رفتہ رفتہ ختم ہوتی چلی گئی۔ مالی سال 18ء کی تیسری سہ ماہی میں، کچھ مثبت آثار جیسے وزیر خزانہ کی تقرری، سینیٹ کے ہموار انتخابات، ٹیکس ایمنسٹی اسکیم کا اعلان اور ساتھ ہی اہم پالیسی اقدام کے آغاز سے شرکاء بازار کی جانب سے دلچسپی کو افسوسناک کیا۔ جس کے نتیجے میں 31 ملین ڈالر کا دخول (Inflow) ہوا۔ تاہم، اقتصادی (میکرو اکنامک) محاذ پر تشویشات مستحکم رہیں، مزید پالیسی اقدامات کے استعمال کی ضرورت ہے۔ پورے مالی سال 18ء کے حسابات جاریہ کا خسارہ تقریباً 18 ارب ڈالر تک بڑھ گیا (سال بہ سال +43%) جو سرمایہ کاروں کے جذبات کو مزید ٹھنڈا کرنے کا سبب ہے۔ علاوہ ازیں مالیاتی خسارہ تقریباً 7% سے زیادہ پر آ گیا۔ بڑھتے ہوئے دہرے خسارے کی فراہمی قرضہ شرائط نے غیر ملکی زرمبادلہ کے ذخائر کو کمزور کر کے رکھ دیا ہے۔ ایس بی پی کے ذخائر مالی سال 18ء کے اختتام پر تقریباً 10 ارب ڈالر تک گر گئے ہیں، جو سرمایہ کاروں کے اعتماد کو مزید خراب کر رہا ہے۔

بین الاقوامی محاذ پر، امریکی فیڈرل ریزرو بورڈ نے مالی سال 18ء کے دوران اپنی مالیاتی پالیسی کو سختی کے تسلسل کو 25 بی پی ایس سے 2% تک جاری رکھا۔ ہم اس موقف کے تسلسل کی توقع جاری سال 18ء میں بھی رکھتے ہیں۔ تیل کی بین الاقوامی قیمتیں 80 ڈالر فی بیرل کی 4 سالہ بلندی کو پہنچ گئی جو کہ اوپیک ممبر اور غیر اوپیک ممالک کے درمیان بہتر تعاون کا شاخسانہ ہے۔ مجموعی طور پر اشیائے صرف کی قیمتیں بھی درآمدی ممالک سے بڑھتی ہوئی طلب کے ساتھ اوپر کی طرف گئی ہیں۔ جاری تجارتی جن کے بڑھ جانے سے توقع ہے کہ اس سے تیل کی قیمتیں نیچے کی طرف لڑھک جائیں گی۔ یہ تیل کے زیادہ درآمدی ملک جیسے پاکستان کیلئے سازگار ہوگا۔ تاہم، مستحکم حکومت ملٹی بلین سی پیک منصوبے پر کام کو پھر سے شروع کر دے گی۔ پیش قدمی کرتے ہوئے مرکزی بینک کی جانب سے نئی تشکیل پانے والی حکومت کی کفایت شعاری کو ساتھ ملا کر لیے گئے چارہ ساز اقدامات اصلاحی اقدامات کو ممکن بنائیں گے اور وسط مدت پر معیشت کو مستحکم کر پائیں گے۔ اس کے علاوہ سیاسی بحرانوں کو کم کرنے سے، فوری رعایت (اس کی بلندی سے تقریباً 24%) مع زیادہ آمدن کی پیشکش (تقریباً 12%) سے توقع ہوگی کہ اس سے سرمایہ کار کا اعتماد مضبوط ہوگا اور مقامی بازار حصص میں سرمایہ کار کی دلچسپی لوٹ آئے گی۔

اسلامی مالیاتی جائزہ۔ مالی سال 2018ء

اسلامی بینکاری صنعت کیلئے کمتر شرح ہائے منافع اور بے خطر افراط زر کے بیچ مالی سال 18ء کے پہلے نصف میں چیلنجنگ رہا۔ تاہم جیسا کہ معیشت کو زیادہ طلب کے مسائل کا سامنا رہا، اسٹیٹ بینک جولائی 18ء میں ایک تدارک کی مالیاتی سختی کی طرز فکر اپناتے ہوئے شرح پالیسی کو اوپر کی طرف 7.5% تک لے آیا۔ شرح رعایت میں اضافہ اسلامی بینکس اور مالیاتی اداروں کیلئے مثبت رہے گا۔

کنوشنل بینکنگ سسٹمز سے زبردست مقابلے کے بعد، اسلامی بینکاری صنعت مالی سال 18ء میں ایک اچھی رفتار سے آگے بڑھتی رہی۔ اسلامی بینکاری صنعت کی اساس اثاثہ جات 2,334 ارب روپے تک (23.8% سال بہ سال مارچ 18ء) بڑھ گئی۔ اسلامی بینکاری صنعت کے ڈپازٹس 31 ارب روپے کے اضافے کے ساتھ 1,916 ارب روپے تک پہنچ گئے۔ اسلامی بینکاری اثاثہ جات اور ڈپازٹس کا بینکاری صنعت میں مجموعی طور پر مارکیٹ حصہ مارچ 18ء کے اختتام پر 13.5% اور 14.6% علی الترتیب ریکارڈ کیا گیا۔

برآمدات میں اضافے کی باہمی کوششوں کے ساتھ، ایس بی پی نے مضاربہ جو کہ روایتی طویل المدت فراہمی قرضہ سہولت (ایل ٹی ایف ایف) کا متبادل شریعہ موافق حل ہے، کی بنیاد پر ایک فراہمی قرض سہولت (آئی ایل ٹی ایف ایف) متعارف کروائی ہے۔ اس سے برآمد کنندگان کو جو شریعہ موافق مع اسلامی بینکاری نظام کی وسیع اساس اثاثہ کے ساتھ حل کی بڑھتی ہوئی طلب کی تکمیل میں مدد ملے گی۔

توقعات مستقبل

کامیاب عام انتخابات کے عمل کے بعد، توقع کی جاتی ہے کہ ملک کے اندر سیاسی استحکام کی ایک فضا قائم ہو جائے گی۔ نئی منتخب کردہ پی ٹی آئی حکومت آگے آنے والے مہینوں میں معاشی چیلنجز کا سامنا کرے گی، جس سے بین الاقوامی مالیاتی اداروں بشمول آئی ایم ایف، بیرون ملک پاکستانیوں کو ہدف بناتے ہوئے بین الاقوامی مارکیٹس میں یورو بونڈز یا صکوک کا اجراء ساتھ ہی ساتھ زرمبادلہ کے ذخائر کی صورتحال کو پائیدار رکھنے کی غرض سے چین سے مکنہ مالی امداد کے ذریعے تازہ قرضوں کی ضرورت پڑے گی۔ ہمیں یقین ہے کہ پی ٹی آئی حکومت مالیاتی پہلو پر مؤثر اور فوری اصلاحات کا انتخاب کرے گی۔ اس میں ترقیاتی اخراجات میں کمی، توانائی اور زراعت کیلئے رعایات اور پبلک سیکٹر انٹرپرائزز (پی ایس ایز) میں سرمایہ کاری واپس لینا بھی شامل ہے۔

ارجنٹائن کیلئے اس کے حالیہ بیل آؤٹ پیکیج سے رہنمائی حاصل کرتے ہوئے، ہم پاکستان کیلئے دو ہندسوں پر مشتمل مالیت کے ایک ایسے ہی اعانتی پروگرام کی توقع کرتے ہیں۔ علاوہ ازیں، آئی ایم ایف بھی نئی حکومت کے ساتھ مستقبل کے قرضوں کی ادائیگیوں کو ہموار کرنے کی غرض سے کام کرے گا اور اساس برآمدات بڑھانے کی کوششوں کیلئے زور دے گا اور انہیں زیادہ مسابقتانہ بنانے میں مدد کرے گا۔

پاکستانی روپے کی قدر میں کمی، تیل کی بلند قیمتوں مع زیادہ طلب کے پڑنے والے اثرات افراط زر کو اوپر دھکیل دیں گے جسے قیمتوں کے استحکام کے اقدامات کے مزید استعمال کی ضرورت پڑے گی۔ ہم مالیاتی سختی کے تسلسل کی توقع کرتے ہیں جو ممکنہ طور پر شرح پالیسی کو 8.0% سے 8.5% تک اوپر لے جائے گی۔ بین الاقوامی محاذ پر نومبر 18ء میں امریکی وسط مدتی انتخابات میں سیاسی فضا اور جاری تجارتی جنگ سے توقع ہے کہ اس سے تیل کی قیمتوں کیلئے درمیانی مدت کے اثرات پڑیں گے۔

ہم اصلاحی پالیسی کے چلنے سے توقع کرتے ہیں کہ یہ مالی سال 19ء کیلئے معیشت میں سست روی کا سبب بنے گی۔ ہمیں یقین ہے کہ یہ اصلاحی اقدامات وسط مدتی عرصے کیلئے معیشت کے استحکام کی غرض سے اہم ہوں گے۔ مزید برآں بہتر سیوریٹی، توانائی کی بہتر صورتحال مع ایک مستحکم و پائیدار حکومت مجموعی شرح نمو کو پائیدار 5.0% سطح پر لانے میں مرکزی حیثیت کی حامل ہوگی۔

فنڈ کارکردگی اور اعلانات

الامین اسلامک سوورن فنڈ (اے آئی ایس ایف)

30 جون 2018ء کو ختم شدہ سال کیلئے اس فنڈ نے 210.275 ملین روپے کی کل آمدن حاصل کی جس میں بینک بینکنگ پر آمدن منافع، تقررات اور شریعہ موافق حکومتی سیوریٹیز (ضمانت) شامل ہیں۔ 69.958 ملین روپے کے اخراجات کے بعد، اس فنڈ نے 58.681 ملین روپے کی خاص آمدن کی نظم کاری کی۔ اس فنڈ کے خالص اثاثہ جات بمطابق 30 جون 2018ء 4,936.518 ملین روپے رہے جو فی یونٹ 103.9136 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

سال کے اختتام کے بعد، 02 جولائی 2018ء پر مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے ہر-100 روپے کی فیس ویلیو (ظاہری قیمت) پر فی یونٹ 3.0521 روپے کی حتمی تقسیم (یعنی 3.05%) کی منظوری دی۔

جے سی آر-وی آئی ایس کرڈٹ ریٹنگ کمپنی لمیٹڈ (جے سی آر-وی آئی ایس) نے دوران سال اس فنڈ کیلئے اے اے- (ایف) (یعنی ڈبل اے مائنس) (ایف) کی درجہ بندی کی توثیق کر دی ہے۔

الامین اسلامک انگریجو اکٹف فنڈ (اے آئی اے آئی ایف)

30 جون 2018ء کو ختم شدہ سال کیلئے اس فنڈ نے 57.32 ملین روپے کی کل آمدن حاصل کی جس میں بینک بیلنسز پر آمدن منافع، ٹرم ڈپازٹ مشارکہ، شریعہ موافق حکومتی سیوریٹیز اور نجی شعبہ صکوک شامل ہیں۔ 23.076 ملین روپے کے اخراجات کے بعد، اس فنڈ نے 34.244 ملین روپے کی خالص آمدن کے حصول کی نظم کاری کی۔ اس فنڈ کے خالص اثاثہ جات بمطابق 30 جون 2018ء 7,693.921 ملین روپے رہے جو کہ فی یونٹ 103.4230 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

سال کے اختتام کے بعد، 02 جولائی 2018ء پر، مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے ہر -/100 روپے کی فیس ویلیو پر فی یونٹ 3.4854 روپے (یعنی 3.49%) کی حتمی تقسیم کی منظوری دی۔

جے سی آر۔ وی آئی ایس کریڈٹ ریٹنگ کمپنی لمیٹڈ (جے سی آر۔ وی آئی ایس) نے دوران سال بی بی بی + (ایف) (یعنی ٹریپل بی پلس (ایف) پراس فنڈ کی فنڈ اسٹیبلٹی ریٹنگ کو برقرار رکھا۔

الامین اسلامک کیش فنڈ (اے آئی سی ایف)

30 جون 2018ء کو ختم شدہ سال کیلئے اس فنڈ نے 290.797 ملین روپے کی کل آمدن حاصل کی جس میں بینک بیلنسز پر آمدن منافع، ٹرم ڈپازٹ مشارکہ اور شریعہ موافق گورنمنٹ سیوریٹیز شامل ہیں۔ 45.901 ملین روپے کے اخراجات کے بعد، اس فنڈ نے 244.896 ملین روپے کی خالص آمدن کے حصول کی نظم کاری کی۔ 30 جون 2018ء کے مطابق اس فنڈ کے خالص اثاثہ جات 5,242.740 ملین روپے رہے جو کہ فی یونٹ 105.2621 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

سال کے اختتام کے بعد، 02 جولائی 2018ء پر، مینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز نے ہر -/100 روپے کی فیس ویلیو پر فی یونٹ 5.0197 روپے کی حتمی تقسیم (یعنی 5.02%) کی منظوری دی۔

جے سی آر۔ وی آئی ایس نے دوران سال اے اے (ایف) (یعنی ڈبل اے (ایف) کی فنڈ اسٹیبلٹی ریٹنگ کو برقرار رکھا۔

الامین شریعہ اسٹاک فنڈ (اے ایس ایس ایف)

اس فنڈ نے 30 جون 2018ء کو ختم شدہ سال کیلئے 906.347 ملین روپے کا کل نقصان اٹھایا (بشمول سرمایہ کاریوں کی ازسر نو تخمین پر 746.627 ملین روپے کا غیر حقیقی نقصان)۔ 30 جون 2017ء کے ختم شدہ پچھلے سال کے دوران کل آمدن کی مالیت مقابلاً 1,674.312 ملین روپے (بشمول سرمایہ کاریوں کی ازسر نو تخمین پر 593.616 ملین روپے کا غیر حقیقی فائدہ) تھی۔ اس فنڈ کی آمدن میں زیادہ تر 480.642 ملین روپے کی مالیت کی سیوریٹیز کی فروخت سے حاصل شدہ نقصان سرمایہ (830.975 کی مالیت کا منافع سرمایہ) اور 330.749 ملین روپے کی مالیت کا منافع منقسمہ آمدن (2017ء: 218.312 ملین روپے) شامل ہیں۔ 239.691 ملین روپے مالیت کے اخراجات کے بعد، اس فنڈ نے 1,146.038 ملین روپے کے خالص نقصان کے حصول کی نظم کاری کی۔ اس فنڈ کے خالص اثاثہ جات بمطابق 30 جون 2018ء 6,879.144 ملین روپے تھے جو کہ فی یونٹ 134.28 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک ایسیٹ ایلوکیٹڈ فنڈ (اے آئی اے آئی ایف)

اس فنڈ نے 30 جون 2018ء کو ختم شدہ سال کیلئے 62.528 ملین روپے کی کل آمدن حاصل کی (بشمول سرمایہ کاریوں کی ازسر نو تخمین پر 173.532 ملین روپے کا غیر حقیقی نقصان)، 30 جون 2017ء کے ختم شدہ پچھلے سال کے دوران کل آمدن کی مالیت مقابلاً 546.779 ملین روپے (بشمول سرمایہ کاریوں کی ازسر نو تخمین پر 143.58 ملین روپے کا غیر حقیقی فائدہ) تھی۔ اس فنڈ کی آمدن میں زیادہ تر 210.192 ملین روپے مالیت کی سیوریٹیز کی فروخت سے حاصل شدہ نقصان سرمایہ، شریعہ موافق تقررات/حکومتی سیوریٹیز اور منافع منقسمہ سے آمدن بہ مالیت 157.821 ملین روپے شامل ہیں۔ 185.434 ملین روپے کے اخراجات کے بعد، اس فنڈ نے 122.906 ملین روپے کے خالص نقصان کی نظم کاری کی۔ اس فنڈ کے خالص اثاثہ جات بمطابق 30 جون 2018ء 6,455.833 ملین روپے تھے جو کہ فی یونٹ 117.2141 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک ڈیڈ ویکیٹیٹڈ ایکٹیو فنڈ (اے آئی ڈی ایف)

اس فنڈ نے 30 جون 2018ء کو ختم شدہ سال کیلئے 1,310.15 ملین روپے کا کل نقصان کمایا (بشمول سرمایہ کاریوں کی ازسر نو تخمین پر 1,088.574 ملین روپے کا غیر حقیقی نقصان)۔ اس فنڈ کی کمائیوں میں 652.253 ملین روپے مالیت کی سیوریٹیز کی فروخت پر نقصان سرمایہ، 524.366 ملین روپے مالیت کی موافق شریعہ بینک ڈپازٹس سے آمدن اور منافع منقسمہ آمدن شامل ہیں۔ 370.66 ملین روپے مالیت کے اخراجات کے بعد، اس فنڈ نے 1,680.81 ملین روپے کے خالص نقصان کی آمدن کی نظم کاری کی۔ اس فنڈ کے خالص اثاثہ جات بمطابق 30 جون 2018ء 11,196.639 ملین روپے تھے جو کہ فی یونٹ 155.94 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک فنانشل پلاننگ فنڈ (الامین اسلامک ایکٹیوایلوکیشن پلان-II)

اسے آئی اے سی ٹی اے پی-II ایک ایلوکیشن پلان تھا جس کا آغاز 28 ستمبر 2015ء کو کیا گیا تھا۔ دو سال کی مدت کی تکمیل کے بعد یہ پلان 27 ستمبر 2017ء کو پختہ (مچیورڈ) ہو گیا۔

اس پلان نے 27 ستمبر 2017ء کو ختم شدہ عرصے کیلئے 166.428 ملین روپے کا کل نقصان حاصل کیا۔ 1.822 ملین روپے کے اخراجات کے بعد، اس پلان نے 168.250 ملین روپے کا خالص نقصان کمانے کی نظم کاری کی۔ پلان کے خالص اثاثہ جات بمطابق 27 ستمبر 2017ء 2,986.997 ملین روپے تھے جو کہ فی یونٹ 100.06 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے تفویض کردہ اختیار کے تحت منتظم اعلیٰ (چیف ایگزیکٹو) نے 22 ستمبر 2017ء کو ختم شدہ عرصے کے دوران یونٹ ہولڈرز کو 25.0428 روپے فی یونٹ کی عبوری تقسیم کی منظوری دی۔

الامین اسلامک فنانشل پلاننگ فنڈ (الامین اسلامک ایکٹیوایلوکیشن پلان-III)

اس پلان نے 22 دسمبر 2017ء کو ختم شدہ عرصے کے دوران 186.886 ملین روپے کے کل نقصانات اٹھائے۔ 2.326 ملین روپے کے اخراجات کے بعد، اس پلان نے 189.212 ملین روپے کا خالص نقصان کمانے کی نظم کاری کی۔ اس پلان کے خالص اثاثہ جات 1,540.040 ملین روپے بمطابق 22 دسمبر 2017ء تھے جو کہ 101.40 روپے فی یونٹ کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے تفویض کردہ اختیار کے تحت منتظم اعلیٰ نے 20 دسمبر 2017ء کو ختم شدہ عرصے کے دوران یونٹ ہولڈرز کو فی یونٹ 12.4695 روپے کی عبوری تقسیم کی منظوری دی۔

الامین اسلامک فنانشل پلاننگ فنڈ (الامین اسلامک ایکٹیوایلوکیشن پلان-IV)

اس پلان نے 29 مارچ 2018ء کو ختم شدہ عرصے کے دوران 118.414 ملین روپے کا کل نقصان کیا۔ 3.170 ملین روپے کے اخراجات کے بعد، اس پلان نے 121.584 ملین روپے کے خالص نقصان کی نظم کاری کی۔ اس پلان کے خالص اثاثہ جات 1,402.710 ملین روپے بمطابق 29 مارچ 2018ء تھے جو کہ فی یونٹ 101.65 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے تفویض کردہ اختیار کے تحت منتظم اعلیٰ نے 26 مارچ 2018ء کو ختم شدہ عرصے کیلئے یونٹ ہولڈرز کو فی یونٹ 14.6270 روپے کی عبوری تقسیم کی منظوری دے۔

الامین اسلامک فنانشل پلاننگ فنڈ (الامین اسلامک ایکٹیوایلوکیشن پلان-V)

اس پلان نے 30 جون 2018ء کو ختم شدہ سال کیلئے 179.631 ملین روپے کا کل نقصان کیا۔ 5.460 ملین روپے کے اخراجات کے حساب کے بعد، اس پلان نے 185.091 ملین روپے کے خالص نقصان کی نظم کاری کی۔ اس پلان کے خالص اثاثہ جات بمطابق 30 جون 2018ء کی مالیت 1,749.387 ملین روپے رہی جو کہ فی یونٹ 103.87 روپے کی خالص مالیت اثاثہ جات کی ترجمان ہے۔

الامین اسلامک فنانشل پلاننگ فنڈ (الامین اسلامک ایکٹیوایلوکیشن پلان-VI)

اس پلان نے 30 جون 2018ء کو ختم شدہ سال کیلئے 228.021 ملین روپے مالیت کے کل نقصانات اٹھائے۔ 6.268 ملین روپے کے اخراجات کے حساب کے بعد، اس پلان نے 234.289 ملین روپے کے خالص نقصان کی نظم کاری کی۔ اس پلان کے خالص اثاثہ جات کی مالیت 2,066.428 ملین روپے بمطابق 30 جون 2018ء رہی جو کہ فی یونٹ 95.46 روپے کی خالص مالیت اثاثہ جات کی ترجمان ہے۔

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلوکیشن پلان-VII)

اس پلان نے 30 جون 2018ء کو ختم شدہ سال کیلئے 166.831 ملین روپے کا کل خسارہ اٹھایا۔ 7.652 ملین روپے کے اخراجات کے حساب کے بعد، اس پلان نے 174.483 ملین روپے کا خالص نقصان برداشت کیا۔ بمطابق 30 جون 2018ء اس پلان کے خالص اثاثہ جات کی مالیت 1,651.162 ملین روپے رہی جو کہ فی یونٹ 90.1436 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلوکیشن پلان-VIII)

اس پلان نے 30 جون 2018ء کو ختم شدہ سال کیلئے 332.480 ملین روپے کا مجموعی خسارہ کیا۔ 12.275 ملین روپے کے اخراجات کے حساب کے بعد، اس پلان نے 344.755 ملین روپے کا خالص نقصان برداشت کیا۔ بمطابق 30 جون 2018ء اس پلان کے خالص اثاثہ جات کی مالیت 4,325.796 ملین روپے رہی جو کہ فی یونٹ 90.0985 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک کی فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلوکیشن پلان-IX)

اس پلان نے 31 اگست 2017ء سے 30 جون 2018ء تک کے عرصے کیلئے 25.204 ملین روپے کا کل نقصان اٹھایا۔ 8.574 ملین روپے کے اخراجات کے حساب کے بعد، اس پلان نے 33.778 ملین روپے کا خالص نقصان برداشت کیا۔ بمطابق 30 جون 2018ء اس پلان کے خالص اثاثہ جات کی مالیت 3,610.270 ملین روپے تھی جو کہ فی یونٹ 99.1053 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

الامین اسلامک فنانسل پلاننگ فنڈ-II (الامین اسلامک کنزرویٹو ایلوکیشن پلان)

اس پلان نے 09 نومبر 2017ء سے 30 جون 2018ء تک کے عرصے کیلئے 6.398 ملین روپے کا کُل نقصان اٹھا۔ 345 ملین روپے کے اخراجات کے بعد، اس پلان نے 6.053 ملین روپے کی خالص آمدن حاصل کی۔ بمطابق 30 جون 2018ء اس پلان کے خالص اثاثہ جات کی مالیت 00.00 روپے تھی جو کہ فی یونٹ 00.00 روپے کی خالص مالیت اثاثہ جات کی ترجمانی کرتے ہیں۔

اس عرصے کے دوران فنڈ نے کئی تقسیمات کیں جن کی کل مالیت 5.296 ملین روپے رہی۔

الامین اسلامک فنانسل پلاننگ فنڈ-II (الامین اسلامک ایکٹیو ایلوکیشن پلان-X)

اس پلان نے 15 دسمبر 2017ء سے 30 جون 2018ء تک کے عرصے کیلئے 32.565 ملین روپے کی کل آمدن حاصل کی۔ 2.672 ملین روپے کے اخراجات کے بعد، اس پلان کی خالص آمدن 29.893 ملین روپے تھی۔ 30 جون 2018ء کے مطابق اس پلان کے خالص اثاثہ جات کی مالیت 1,718.622 ملین روپے تھی جو کہ فی یونٹ 101.6568 روپے کی خالص مالیت اثاثہ جات کی ترجمان ہے۔

سال کے اختتام کے بعد 02 جولائی 2018ء پرنسپل کمپنی کے بورڈ آف ڈائریکٹرز نے ہر-100 روپے کی فیس ویلیو پر فی یونٹ 0.0368 روپے کی حتمی تقسیم (یعنی 0.04%) کی منظوری دی۔

الامین اسلامک فنانسل پلاننگ فنڈ-II (الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-I)

اس پلان نے 20 فروری 2017ء سے 30 جون 2018ء تک کے عرصے کیلئے 11.085 ملین روپے کی کل آمدن حاصل کی۔ 1.642 ملین روپے کے اخراجات کے بعد، اس پلان کی خالص آمدن 9.443 ملین روپے رہی۔ اس پلان کے خالص اثاثہ جات کی مالیت بمطابق 30 جون 2018ء، 2,149.930 ملین روپے تھی جو کہ فی یونٹ 100.4416 روپے کی خالص مالیت اثاثہ جات کی ترجمان ہے۔

الامین اسلامک فنانسل پلاننگ فنڈ-III (الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-II)

اس پلان نے 28 مئی 2018ء سے 30 جون 2018ء تک کے عرصے کیلئے 5.450 ملین روپے کی کل آمدن حاصل کی۔ 0.653 ملین روپے کے اخراجات کے بعد، اس پلان کی خالص آمدن 4.807 ملین روپے رہی۔ اس پلان کے خالص اثاثہ جات کی مالیت بمطابق 30 جون 2018ء، 761.974 ملین روپے رہی جو کہ فی یونٹ 100.6354 روپے کی خالص مالیت اثاثہ جات کی ترجمان ہے۔

فنڈ کی حکمت عملی، جائزہ اور توقعات

فنڈ کی حکمت عملی، جائزہ اور توقعات کیلئے ازراہ کرم سالانہ رپورٹ پرنسپل کمپنی کے متعلقہ حصے کا جائزہ لیں۔

ادارہ جاتی نظم و نسق کا ضابطہ

منجمنٹ کمپنی کارپوریٹ گورننس یعنی ادارہ جاتی نظم کے بلند معیارات کی طرف پُر عزم ہے اور منجمنٹ کمپنی کا بورڈ آف ڈائریکٹرز اچھے ادارہ جاتی نظم کیلئے یونٹ ہولڈرز کو جواب دہ ہے۔ منجمنٹ تسلسل کے ساتھ ضابطہ ادارہ جاتی نظم میں متعین کیے گئے بہترین طور طریقوں کی فراہمی کی تعمیل کرتی ہے، خاص طور پر نان-ایگزیکٹو ڈائریکٹرز کی خود مختاری کے سلسلے میں۔ یہ فنڈ پاکستان/اسٹاک ایکسچینج کے مندرجہ ضوابط سے ہم آہنگی کے ساتھ کاروبار کی تعمیل میں پُر عزم رہتا ہے۔

ضابطہ ادارہ جاتی نظم کی شرائط کی تکمیل کے سلسلے میں درج ذیل خصوصی بیانات پیش کیے جا رہے ہیں:

- مالیاتی گوشوارہ جات امور کار کی صورتحال، افعال کے نتائج، نقد بہاؤ اور فنڈ کے یونٹ ہولڈرز میں تبدیلی کو ایمانداری سے پیش کرتے ہیں؛
- فنڈ کی جانب سے مناسب کتب حسابات قائم رکھی گئی ہیں؛
- مالیاتی گوشوارہ جات کی تیاری میں حسابات کی مناسب تدابیر (پالیسیز) کو مستقل مزاجی سے بروئے کار لایا گیا ہے اور حسابات کے تخمینہ جات معقول اور محتاط آراء پر مبنی ہیں؛
- متعلقہ انٹرنیشنل فنانشل رپورٹنگ اسٹینڈرڈز، جیسے کہ پاکستان میں الگ ہیں، نان، بینکنگ فنانس کمپنیز (اسٹیبلشمنٹ اینڈ ریگولیشن) رولز 2003ء کا قانون، نان، بینکنگ فنانس کمپنیز اور نوٹیفائیڈ انٹیلیج رگولیشنز 2008ء، متعلقہ ٹرسٹ ڈیڈز کی شرائط اور سیوریٹی اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے جاری کردہ احکامات کی مالیاتی گوشواروں کی تیاری میں بیرونی کی جاتی رہی ہے؛
- انٹرنل کنٹرول کا نظام بلحاظ ترتیب و تدوین بالکل درست اور مؤثر ہے اور اس کی نگرانی کی جاتی رہی ہے؛
- جاری و ساری کاروبار کے طور پر فنڈز کے تسلسل کی صلاحیت پر کوئی قابل ذکر شبہ نہیں ہے سوائے اے آئی اے سی ٹی اے پی-V اور اے آئی اے سی ٹی اے پی-VI کیلئے کیونکہ یہ دونوں جاری و ساری کاروبار کی بنیاد پر تیار نہیں کیے گئے ہیں جس کی وجہ یہ ہے کہ یہ فنڈز 14 اگست 2018ء اور 20 نومبر 2018ء پر پختہ (مچھوڑ) ہوں گے؛

- مندرجہ ضوابط میں تفصیل کے مطابق ادارہ جاتی نظم کے بہترین طور طریقوں سے ذرہ برابر بھی انحراف نہیں رہا ہے؛
- فنڈز کی جدول کارکردگی سالانہ رپورٹ میں دی گئی ہے؛
- پروویڈنٹ فنڈ کی سرمایہ کاریوں کی مالیت بمطابق گوشوارہ (بیان) فنڈز پر لاگو نہیں ہے لیکن مینجمنٹ کمپنی پر قابل اطلاق، لہذا فنڈز کی ڈائریکٹرز رپورٹ میں اُسے ظاہر نہیں کیا گیا ہے؛
- ٹیکسز، ڈیوٹیز، لیویز اور چارجز کی مد میں کوئی قانونی ادائیگی باقی ہے، اگر ہے تو، اُسے مالیاتی گوشوارہ جات میں مکمل طور پر ظاہر کیا جا رہا ہے

ریسک فریم ورک اور انٹرئل کنٹرول سسٹم

یو بی ایل فنڈ منیجرز لمیٹڈ نے ایک منظور شدہ ریسک مینجمنٹ پالیسی کو نافذ کر رکھا ہے جو کہ اس کی سرگرمیوں سے جڑے خطرات کی نظم کاری کی غرض سے ایک فریم ورک فراہم کرتی ہے۔ اسے پورے کے پورے ادارے سے صادر ہونے والے خطرات کی نشاندہی، تعین، نگرانی اور نظم کاری کی غرض سے تشکیل دیا گیا ہے۔ یو بی ایل فنڈ منیجرز لمیٹڈ انٹرپرائز ریسک مینجمنٹ (ای آر ایم) کی پیروی کرتا ہے جو کہ ایک پروسیس (عمل) ہے جو جاری و ساری ہے اور مسلسل چل رہا ہے ایک وجود کار (انٹینٹی) کے ذریعے چلایا جاتا ہے جو کہ ادارے کی ہر سطح پر اُس کے افراد مؤثر کرتے ہیں جو پورے کاروبار پر حکمت عملی کے تعین کیلئے ہر سطح اور ہر اکائی پر بروئے کار لایا جاتا ہے بشمول خطرے کے اس نقطہ نظر کیلئے جو ادارے کی سطح کے پورٹفولیو کیلئے لیا جاتا ہے اور اس لیے تشکیل دیا جاتا ہے کہ اگر ممکنہ واقعات رونما ہو جائیں تو ان کی نشاندہی کرے، اُس شے (وجود کار) پر اثر انداز ہو اور اس کے خطرے کی رغبت و میلان کے اندر اندر خطرے کی نظم کاری یعنی اُسے منظم کرے۔

یو بی ایل فنڈ منیجرز کے کل سات (7) ڈائریکٹرز ہیں:

- (ا) مرد: چھ (6) ڈائریکٹرز؛
- (ب) عورت: ایک (1) ڈائریکٹر

بورڈ کی تشکیل درج ذیل ہے:

- (ا) آزاد ڈائریکٹرز: 2 ڈائریکٹرز
- (ب) ایگزیکٹو ڈائریکٹرز: 1 ڈائریکٹر
- (ج) نان-ایگزیکٹو ڈائریکٹرز: 4 ڈائریکٹرز

یو بی ایل فنڈ منیجرز بورڈ کی بنیادی ذمہ داری کمپنی کے امور کی نگرانی و سرپرستی ہے اور اس کی انتظامیہ کو ہدایت کی فراہمی ہے۔ انتظامیہ کی ذمہ داری ہے کہ وہ کمپنی سے متعلق امور کے سلسلے میں بورڈ کو آگاہ رکھے اور بورڈ آف ڈائریکٹرز کی جانب سے دیے گئے اصول ہائے رہنمائی اور ہدایت کو مؤثر طور پر نافذ کرے۔

بورڈ، مؤثر نظم و نسق اور انٹرئل کنٹرول سسٹم پر عمل درآمد کرتے ہوئے، کمپنی کے اسٹیک ہولڈرز کے سلسلے کو متوازن رکھنے کی کوشش کرتا ہے، جس میں اس کے شیئر ہولڈرز، یونٹ ہولڈرز، کسٹمرز، ملازمین، ریگولیٹرز اور وہ معاشرے و سماج جن میں وہ کام کرتے ہیں۔ بورڈ کی جانب سے لیے گئے تمام اقدامات میں، ڈائریکٹرز آزاد کاروباری رائے کو بروئے کار لاتے ہیں جنہیں وہ کمپنی کے بہترین مفاد میں معقول طور پر درست سمجھتے ہیں۔

بہترین ادارہ جاتی نظم کے طور طریقوں کے مطابق، یو بی ایل فنڈ منیجرز لمیٹڈ کے بورڈ آف ڈائریکٹرز نے پورے ادارے کے ان ریسک مینجمنٹ، انٹرئل کنٹرول سسٹم اور اچھے ادارہ جاتی نظم کو بڑھاو دینے کی غرض سے کئی بورڈ کمیٹیز قائم کر رکھی ہیں۔ یہ بورڈ کمیٹیز مہارت کے اپنے خاص میدان سے متعلق مسائل پر مینجمنٹ اور بورڈ کو سہولت، ہمہ پہنچاتی ہیں۔

بورڈ کی درج ذیل کمیٹیز ہیں:

(ا) آڈٹ کمیٹی

- (i) محترمہ مہناز خان (صدر، آزاد)؛
- (ii) جناب ضیاء عجاز؛
- (iii) مرزا محمد سدید حسنان برلاس؛
- (iv) جناب شرجیل شاہد

(ب) ایچ آر اینڈ ریمیریشن کمیٹی

- (i) جناب انظہر حمید (صدر، آزاد)؛

- (ii) محترمہ ناز خان؛
 (iii) سید فرخ زعیم؛
 (iv) جناب ضیا اعجاز
 (v) جناب یاسر قادری

(ج) رسک مینجمنٹ کمیٹی

- (i) مرزا محمد سدید حسان برلاس (چیئرمین)
 (ii) جناب یاسر قادری
 (iii) جناب اظہر حمید
 (iv) سید فرخ زعیم
 (v) جناب شرجیل شاہد

• پیٹرن آف ہولڈنگ سے متعلق ادارہ جاتی نظم کے ضابطے کی جانب سے درکار تفصیلات ان کے متعلقہ مالیاتی گوشواروں میں دے دی گئیں ہیں۔ منسلکہ کمپنیز، انڈر ٹیکنگز، اور متعلقہ فریقین کی بلحاظ نام تفصیل درج ذیل ہے:

الامین اسلامک سوورن فنڈ

نام	کلوزنگ پونٹس
شاہد گل موتی والا	28,270
شرجیل شاہد	68
الامین اسلامک ایکٹیوایلوکیشن پلان-V	8,284,793
الامین اسلامک ایکٹیوایلوکیشن پلان-VI	4,570,538
الامین اسلامک ایکٹیوایلوکیشن پلان-VII	3,830,633
الامین اسلامک ایکٹیوایلوکیشن پلان-X	3,837,318
الامین اسلامک ایکٹیوایلوکیشن پلان-VIII	10,022,144
الامین اسلامک ایکٹیوایلوکیشن پلان-IX	8,640,507

الامین اسلامک ایگریسیو انکم فنڈ (اے آئی اے آئی ایف)

نام	کلوزنگ پونٹس
شاہد گل موتی والا	120,780

الامین اسلامک گلوبل سیٹ ایلوکیشن فنڈ (اے آئی اے آئی ایف)

نام	کلوزنگ پونٹس
یونائیٹڈ بینک لمیٹڈ	1,882,718
شرجیل شاہد	33,530
ریحانہ بشیر	50,205

الامین اسلامک کیش فنڈ (اے آئی سی ایف)

نام	کلوزنگ پونٹس
الامین اسلامک ایکٹیوایلوکیشن پلان-X	668,581

18,587,661	الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-I
6,794,214	الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-II
47,931	سردار محمد علی عثمان
1,875	شاہد گل موتی والا
52,681	شرجیل شاہد

الامین شریعہ اسٹاک فنڈ (اے ایس ایس ایف)

نام	کلوزنگ پرنس
ذیشان قدوس	10,052
ہادی حسن محی	5,126
شاہد گل موتی والا	93,544
عثمان رویکا	19,815
امین غلامانی	1,163
یاسر قادری	146
ضیا اعجاز	313
شرجیل شاہد	6,921
سید فرخ زعیم	47,208
سندھ جنرل پروویڈنٹ انویسٹمنٹ فنڈ	9,229,383

الامین اسلامک ڈیڈ بیکٹریٹ ایکویٹی فنڈ (اے آئی ڈی ای ایف)

نام	کلوزنگ پرنس
الامین اسلامک ایکٹیو بلیکیشن پلان-V	7,531,683
الامین اسلامک ایکٹیو بلیکیشن پلان-VI	13,654,331
الامین اسلامک ایکٹیو بلیکیشن پلان-VII	10,713,152
الامین اسلامک ایکٹیو بلیکیشن پلان-IX	23,418,772
الامین اسلامک ایکٹیو بلیکیشن پلان-X	10,734,294
الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-I	1,678,509
الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-II	519,508
الامین اسلامک ایکٹیو بلیکیشن پلان-VIII	28,321,218

الامین اسلامک فنانسل پلاننگ فنڈ (الامین اسلامک ایکٹیو بلیکیشن پلان-V)

نام	کلوزنگ پرنس
یونائیٹڈ بینک لمیٹڈ	1,022,687

الامین اسلامک فنانسل پلاننگ فنڈ (الامین اسلامک ایکٹیو بلیکیشن پلان-VI)

نام	کلوزنگ پرنس
یونائیٹڈ بینک لمیٹڈ	1,023,267

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلیکیشن پلان-VIII)

نام	کلوزنگ پونٹس
فتح خان اختر	629,412
حفیظ اللہ الحق	77,618
فخر النساء اختر	185,894
سید فرخ زعیم	97,574

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلیکیشن پلان-XI)

نام	کلوزنگ پونٹس
فتح خان اختر	212,924
فخر النساء اختر	174,116

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیوایلیکیشن پلان-I)

نام	کلوزنگ پونٹس
ضیا اعجاز	4,852
فتح خان اختر	290,466
فخر النساء اختر	183,880
ابراہیم بنجاری	2,974,805

- ڈائریکٹر، سی ای او، سی ایف او، کمپنی سیکریٹری کی جانب سے فنڈز کے پونٹس میں کوئی تجارت نہیں کی گئی سوائے اس کے جو درج ذیل میں اور حسابات کے ملاحظات میں ظاہر کردی گئی ہیں:

الامین اسلامک سوورن فنڈ

نام	عہدہ	ابتدائی پونٹس	جاری کردی پونٹس	نکلوائے گئے پونٹس	بونس پونٹس	کلوزنگ پونٹس
شرجیل شاہد	ڈائریکٹر	19	54	5	-	68
ہادی حسن جی	ہیڈ آف کمپلائنس	-	218	218	-	-
مرزا محمد سدید حستان برلاس	ڈائریکٹر	-	41	41	-	-
سردار محمد علی عثمان	کمپنی سیکریٹری اینڈ ہیڈ آف انٹرئل آڈٹ	-	19,179	19,179	-	-
شاہد گل موتی والا	چیف ایگزیکٹو آفیسر (الامین)	28,764	-	494	-	28,270

الامین اسلامک کیش فنڈ

نام	عہدہ	ابتدائی پونٹس	جاری کردی پونٹس	نکلوائے گئے پونٹس	بونس پونٹس	کلوزنگ پونٹس
سردار محمد علی عثمان	کمپنی سیکریٹری اینڈ ہیڈ آف انٹرئل آڈٹ	-	124,178	76,247	-	47,932
ہادی حسن جی	ہیڈ آف کمپلائنس	-	6	6	-	-
مرزا محمد سدید حستان برلاس	ڈائریکٹر	-	101,187	101,187	-	-
شرجیل شاہد	ڈائریکٹر	15,008	57,475	19,802	-	52,681
شاہد گل موتی والا	چیف ایگزیکٹو آفیسر (الامین)	-	9,517	7,642	-	1,875

الامین اسلامک ایگریسیو اکلم فنڈ

نام	عہدہ	ابتدائی یونٹس	جاری کردی یونٹس	نکلوائے گئے یونٹس	بونس یونٹس	کلوزنگ یونٹس
شاہد گل موتی والا	چیف ایگزیکٹو آفیسر (الامین)	136,374	4,499	20,093	-	120,780
مرزا محمد سید حسان برلاس	ڈائریکٹر	25,418	4,668	30,086	-	-

الامین شریعہ اسٹاک فنڈ

نام	عہدہ	ابتدائی یونٹس	جاری کردی یونٹس	نکلوائے گئے یونٹس	بونس یونٹس	کلوزنگ یونٹس
ہادی حسن جی	ہیڈ آف کمپلائنس	-	17,847	12,721	-	5,126
شرجیل شاہد	ڈائریکٹر	12	6,912	2	-	6,921
سید فرخ زعیم	ڈائریکٹر	47,208	-	-	-	47,208
عمار ولیکا	ہیڈ آف ریٹیل سیلز اینڈ مارکیٹنگ	19,815	19,815	19,815	-	19,815
امین قمر الدین غلامانی	ہیڈ آف ایچ آر	1,163	-	-	-	1,163
سردار محمد علی عثمان	کمپنی سیکریٹری اینڈ ہیڈ آف انٹرنل آڈٹ	-	72,546	72,546	-	-
یاسر قادری	چیف ایگزیکٹو آفیسر	5,114	2,178	7,146	-	146
ذیشان قدوس	چیف بزنس ڈیولپمنٹ آفیسر	10,052	-	-	-	10,052
شاہد گل موتی والا	چیف ایگزیکٹو آفیسر (الامین)	73,440	28,759	8,656	-	93,544
سید ضیا اعجاز	ڈائریکٹر	313	-	-	-	313

الامین اسلامک ایسیٹ ایلیکشن فنڈ

نام	عہدہ	ابتدائی یونٹس	جاری کردی یونٹس	نکلوائے گئے یونٹس	بونس یونٹس	کلوزنگ یونٹس
شرجیل شاہد	ڈائریکٹر	-	33,530	-	-	33,530
ہادی حسن جی	ہیڈ آف کمپلائنس	-	12	12	-	-

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-VIII)

نام	عہدہ	ابتدائی یونٹس	جاری کردی یونٹس	نکلوائے گئے یونٹس	بونس یونٹس	کلوزنگ یونٹس
سید فرخ زعیم	ڈائریکٹر	97,562	12	-	-	97,574

الامین اسلامک فنانشل پلاننگ فنڈ-II (الامین اسلامک ایکٹیو پرنسپل پریزرویشن پلان-I)

نام	عہدہ	ابتدائی یونٹس	جاری کردی یونٹس	نکلوائے گئے یونٹس	بونس یونٹس	کلوزنگ یونٹس
سید ضیا اعجاز	ڈائریکٹر	-	4,852	-	-	4,852

- بورڈ آف ڈائریکٹرز اجلاس کی حاضریوں کی تفصیلات متعلقہ فنڈز کے منسلک مالیاتی گوشواروں میں ظاہر کر دی گئی ہیں۔ نیچے 30 جون 2018ء کو ختم شدہ سال کے دوران منعقدہ کمیٹی اجلاس کی تفصیلات ہیں:

بورڈ آف ڈائریکٹرز (بی او ڈی)

اس سال کے دوران، بینجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کے سات اجلاس منعقد ہوئے۔ حاضری کی تفصیلات درج ذیل ہیں:

Members	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	×	✓	×	3
Zia Ijaz	✓	✓	✓	✓	•×	•✓	•×	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	•×	•✓	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Directors have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

بورڈ آف ڈٹ کمیٹی (بی اے سی)

اس سال کے دوران، بینجمنٹ کمپنی کے بورڈ آف ڈٹ کمیٹی کے پانچ اجلاس منعقد ہوئے۔ حاضری کی تفصیلات درج ذیل ہیں:

Members	22-Aug-17	12-Sep-17	26-Oct-17	15-Feb-18	25-Apr-18
Naz Khan *	N/A	N/A	✓	✓	✓
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A
Sharjeel Shahid *	N/A	N/A	✓	✓	✓
Syed Furrukh Zaeem *	✓	✓	N/A	N/A	N/A
Zia Ijaz	✓	×	✓	×	✓
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	×	✓
Umair Ahmed	✓	✓	✓	✓	✓
Fawaz Siddiqui ***	✓	✓	✓	✓	N/A
S.M. Aly Osman ***	N/A	N/A	N/A	N/A	✓

* Board has reconstituted the committee effective from October 13, 2017

** Independent Director has completed three consecutive term

*** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Head of Internal Audit

ہیومن ریسورس کمپینشن کمیٹی (ایچ آر سی)

30 جون 2018ء کو ختم شدہ سال کے دوران ایچ آر سی کے چار (4) اجلاس منعقد ہوئے۔ بورڈ آف ڈائریکٹرز کی حاضری کی تفصیل درج ذیل ہے:

Name	21-Aug-17	22-Sept-17	7-Feb-18	2-May-18
Tariq Kirmani	✓	✓	×	×
Shabbir Hussain Hashmi	✓	✓	×	×
Zia Ijaz	✓	✓	✓	✓
Yasir Qadri	✓	✓	✓	✓
Amin Gulamani	✓	✓	✓	✓
Azhar Hamid	×	×	✓	✓
Naz Khan	×	×	✓	✓
Syed Furrukh Zaeem	×	×	✓	✓

رہنما مینجمنٹ اینڈ کمپلائنس کمیٹی

30 جون 2018ء کو ختم شدہ سال کے دوران بی آر سی کے چار (4) اجلاس منعقد ہوئے۔ بورڈ آف ڈائریکٹرز کی حاضری کی تفصیل درج ذیل ہے:

Members	Aug 22, 2017	Sept 22, 2017	Feb 15, 2018	April 25, 2018
Sadeed Barlas *	✓	✓	×	✓
Tariq Kirmani ****	✓	✓	-	-
Furrukh Zaeem	✓	✓	✓	✓
Yasir Qadri	✓	✓	✓	✓
Azhar hamid *****	-	-	✓	✓
Sharjeel Shahid *****	-	-	×	✓
Hadi Hassan Mukhi ***	-	-	-	✓
S.M. Aly Osman **	✓	✓	✓	-

* Mr. Sadeed Barlas was elected as the New Chairman BRCC on 22nd August 2017.

** S.M. Aly Osman was redesignated as the Head of Internal Audit as of 1st March 2018.

*** Mr. Hadi Hassan Mukhi was redesignated as the Head of Risk Management and Compliance as of 1st March 2018.

**** Independent Directors have completed three consecutive term.

***** Elected at EOGM held on September 29, 2017

جیسا کہ ضابطے کے طور پر درکار ہے بورڈ پر موجود پانچ ڈائریکٹرز نے ڈائریکٹر ٹریننگ پروگرام (ڈی ٹی پی) مکمل کر لیا ہے۔

تمام ڈائریکٹرز فنڈز اور مینجمنٹ کمیٹی، اس کی پالیسیز اور طریقہ کار اور ممبرانڈم اینڈ آرٹیکلز آف ایسوسی ایشن کی دفعات سے متعلق لاگو قوانین سے خوب واقفیت رکھتے ہیں اور اپنے فرائض اور ذمے داریوں سے باخبر ہیں۔

آڈٹرز

موجودہ آڈٹرز جیسا کہ نیچے جدول میں ہے 30 جون 2018ء کو ختم شدہ سال کیلئے آڈٹ کے اختتام پر سبکدوش ہو رہے ہیں:

نمبر شمار	فنڈ کے نام	آڈٹرز کے نام بمطابق 30 جون 2018ء	30 جون 2019ء کے اختتام پذیر سال کیلئے تقرری کی حیثیت
1.	الامین اسلامک ایسیٹ ایلوکیشن فنڈ	میسرز انسٹ ایڈیٹنگ فورڈ رھوڈز کمپنی چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کے اہل نہیں، لگاتار پانچ برسوں کیلئے اس فنڈ کے قانونی آڈٹرز ہیں۔
2.	الامین اسلامک ایگریسیو اکٹم فنڈ	میسرز کے پی ایم جی تاثیر ہادی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
3.	الامین اسلامک سوورن فنڈ	میسرز کے پی ایم جی تاثیر ہادی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
4.	الامین اسلامک کیش فنڈ	میسرز بی ڈی او ابراہیم اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
5.	الامین شریعہ اسٹاک فنڈ	میسرز ڈیلویٹ یوسف عدیل اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
6.	الامین اسلامک فنانشل پلاننگ فنڈ	میسرز ڈیلویٹ یوسف عدیل اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
7.	الامین اسلامک ڈیڈ ویلٹیڈ ایکویٹی فنڈ	میسرز ڈیلویٹ یوسف عدیل اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
8.	الامین اسلامک فنانشل پلاننگ فنڈ-II	میسرز بی ڈی او ابراہیم اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل
9.	الامین اسلامک فنانشل پلاننگ فنڈ-III	میسرز کے پی ایم جی تاثیر ہادی اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس	دوبارہ تقرری کیلئے اہل

آڈٹرز، جہاں اہل ہیں، نے خود کو دوبارہ تقرری کیلئے پیش کر دیا ہے اور جہاں این بی ایف سی ضوابط کے تحت زیادہ سے زیادہ وقت کی تکمیل پر کیونکہ بیرونی آڈٹرز میں تبدیلی درکار ہے اس لیے اس نے آڈٹرز نے ادارے کے بیرونی آڈٹرز کے طور پر تقرری کی رضامندی ظاہر کی ہے۔ بورڈ کی آڈٹ کمیٹی نے 30 جون 2019ء کو اختتام پذیر سال کیلئے بیرونی آڈٹرز کے طور پر ان کی تقرری کی سفارش کر دی ہے۔

اظہار تشکر

ہم اپنے گرانقدر یونٹ ہولڈرز کا یو بی ایل فنڈ منیجرز لمیٹڈ پر اُن کے اعتماد اور یقین کیلئے شکریہ ادا کرتے ہیں۔ اس کے علاوہ ہم سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (غرضی) اور شریعہ ایڈوائزری بورڈ کا اُن کی مسلسل اعانت، رہنمائی اور تعاون پر بھی شکریہ ادا کرنا چاہیں گے۔ بورڈ اس موقع کو غنیمت جانتے ہوئے اپنے تمام ملازمین کا بھی اُن کی لگن، عزم، جذبے اور محنت شاقہ کیلئے اعتراف کے ساتھ تہہ دل سے شکر گزار ہے۔

منجانب و برائے بورڈ

یا سر قادی

چیف ایگزیکٹو

کراچی، بتاریخ 28 اگست 2018ء

AICF

Al-Ameen Islamic Cash Fund

INVESTMENT OBJECTIVE

AICF is an open-end Shariah Compliant Money Market Fund which aims to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid Shariah Compliant instruments.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	BDO Ebrahim & Co.
Bankers	Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Meezan Bank Limited United Bank Limited Muslim Commercial Bank Allied Bank Limited National Bank of Pakistan Bank al Habib Limited
Management Co. Rating	AM1 (JCR - VIS)
Fund Rating	AA (f) (JCR - VIS)

Fund Manager's Report – Al-Ameen Islamic Cash Fund (AICF)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Money Market / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AICF is an open-end Shariah Compliant Money Market Fund which aims to provide high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid Shariah Compliant instruments.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
3M Average deposit rates of 3 AA rated Islamic banks/windows as selected by MUFAP.
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AICF	4.29%	4.58%	4.59%	4.62%	4.67%	5.06%	4.85%	5.32%	5.44%	5.68%	5.39%	5.65%	5.01%
Benchmark	2.56%	2.52%	2.59%	2.59%	2.59%	2.58%	2.58%	2.58%	2.59%	2.60%	2.60%	2.61%	2.58%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The fund yielded a return of 5.01% p.a. against the benchmark return of 2.58%. At the end of FY18, the Fund Manager maintained around 99% exposure in cash.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Commercial Papers	0%	0%
Cash	95%	99%
GoP Ijara Sukuks	0%	0%
Others	5%	1%
Placements with banks	0%	0%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	5.01%
Standard Deviation (12m trailing):	0.04%
Sharpe Ratio (12m trailing):	(27.29)

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
5,242,740	4,013,428	30.63	105.2621	100.2424	5.01

**x) Disclosure on the markets that the Collective investment Scheme has invested in including
- review of the market(s) invested in and performance during the period**

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45- per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47tn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

xi) Disclosure on distribution (if any), comprising:-

- particulars of income distribution or other forms of distribution made and proposed during the period; and
- statement of effects on the NAV before and after distribution is made

Final distribution for the year ended June 30, 2018 was made subsequent to year end, on July 02, 2018. Below are the details of such distribution

Distribution				Per unit	
Declared on	Bonus	Cash	Per Unit	Cum NAV	Ex NAV
	Rupees (000)			----- Rupees -----	
02-JULY-2018	-	250,025	5.0197	105.2621	100.2424

- i) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

- ii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AICF
0.0001 - 9,999.9999	2839
10,000.0000 - 49,999.9999	148
50,000.0000 - 99,999.9999	24
100,000.0000 - 499,999.9999	16
500,000.0000 & Above	10
Total	3037

- iii) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- iv) **Disclosures of circumstances that materially affect any interests of unit holders**

Investment are subject to market risk.

- v) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

AI-AMEEN ISLAMIC CASH FUND

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	5,242,740	4,013,428	1,982,403
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees			
Class A units - Offer *	105.2621	100.2424	100.2414
- Redemption	105.2621	100.2424	100.2414
RETURN OF THE FUND - %			
Total Return of the Fund	5.01	4.70	4.81
Capital Growth (per unit)	5.01	(0.01)	(0.04)
Date of Income Distribution	-	19-Jun-17	27-Jun-16
Income Distribution	-	4.71	4.85
AVERAGE ANNUAL RETURN - %			
One Year	5.01	4.70	4.81
Second Year	4.86	4.76	5.68
Third Year	4.84	5.35	5.93
Since Inception	5.71	5.85	5.93
OFFER / REPURCHASE DURING THE YEAR- Rupees			
Highest price per unit - Class A units - Offer	105.2621	104.9327	104.9634
Highest price per unit - Class A units - Redemption	105.2621	104.9327	104.9634
Lowest price per unit - Class A units - Offer	100.2586	100.2364	100.1534
Lowest price per unit - Class A units - Redemption	100.2586	100.2364	100.1534
PORTFOLIO COMPOSITION - %			
Percentage of Net Assets as at 30 June			
PORTFOLIO COMPOSITION BY CATEGORY - %			
Bank balances	99.00	95.00	80.00
Placements and Term Deposit Receipts	-	-	19.00
Others	1.00	5.00	1.00
PORTFOLIO COMPOSITION BY MARKET - %			
Debt Market	100	100	100

Note:

- The Launch date of Fund is 19 September 2012.

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

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URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AL AMEEN ISLAMIC CASH FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al Ameen Islamic Cash Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 13, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

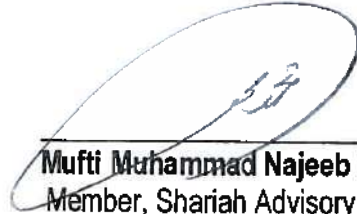
- i. We have reviewed and approved the modes of investments of AICF in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AICF by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AICF for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR 95,860 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC CASH FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Cash Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

- a. Board Audit Committee
 - i. Ms. Naz Khan (Chair);
 - ii. Mirza Muhammad Sadeed Hassan Barlas;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Zia Ijaz.
- b. Board Human Resource & Compensation Committee
 - i. Mr. Azhar Hamid (Chairman);
 - ii. Mr. Yasir Qadri;
 - iii. Mr. Zia Ijaz;
 - iv. Ms. Naz Khan;
 - v. Syed Furrukh Zaeem.
- c. Board Risk & Compliance Committee
 - i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
 - ii. Mr. Azhar Hamid;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Yasir Qadri;
 - v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE UNITHOLDERS OF AL AMEEN ISLAMIC CASH FUND ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 AS ADOPTED BY THE BOARD OF DIRECTORS OF UBL FUND MANAGERS LIMITED

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) as adopted by the Board of Directors (the Board) of UBL Fund Managers Limited, the Management Company of Al Ameen Islamic Cash Fund (the Fund) for the year ended June 30, 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Fund's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Fund's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Fund's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Fund for the year ended June 30, 2018.

We draw attention to the following paragraph as detailed in the Statement of Compliance:

"The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Cash Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code)."

Accordingly, our opinion is in relation to Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017 as adopted by the Board of Directors of the Management Company.

KARACHI

DATED: AUGUST 28, 2018



CHARTERED ACCOUNTANTS

 Engagement Partner: Zulfikar Ali Causer

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Al-Ameen Islamic Cash Fund ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2018, and the income statement, statement of comprehensive income, statement of cash flows and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2018, and its financial performance and its cash flows for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key audit matters:

S.NO	Key audit matter(s)	How the matter was addressed in our audit
1.	Amendment to the NBFC Regulations, 2008 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 made certain amendments in the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations).	Our audit procedures included: We reviewed the processes and controls implemented by the Fund relating to the production and review of system generated reports and manual workings for the purpose of calculations of element of income or loss and bifurcation of amount paid on redemption of units into "capital value" and "income already paid on units redeemed".

S.NO	Key audit matter(s)	How the matter was addressed in our audit
	The said notification included a definition and explanation relating to "element of income" and excluded the element of income from the expression "accounting income" as described in Regulation 63 of the Regulations (amount distributable to unit holders) of the NBFC Regulations. Previously, an equalization account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. As per the revised methodology mentioned in the notification referred above, element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unitholders' fund. Furthermore, the amendments also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the said amendments. Due to the significance of impact on financial results of the Fund including substantial changes in disclosures of the Fund's financial statements as a result of above mentioned amendments, we have considered the application of amendments as a key audit matter. (Refer Note 4.11 to the financial statements of the Fund)	• We evaluated the accuracy of system generated reports and manual workings produced by the Fund to ensure that the data is consistent with source documents and the said workings are in compliance with all the statutory provisions relating to element of income or loss. • We assessed the appropriateness of the recognition, measurement and presentation of "element of income / loss" in accordance with the amended provisions of the NBFC Regulations. We also considered the guidelines issued by MUFAP in respect of the accounting for element of income / loss as per the revised Regulations and assessed its implementation by the Fund. • We evaluated the adequacy of disclosures regarding the change in accounting policy with respect to element of income / loss along with the adequacy of additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund' in accordance with the requirements of the relevant financial reporting standards and the guidance issued by MUFAP in relation thereto.

Information other than the financial statements and auditor's report thereon

The Management Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management Company and its Board of Directors

The Management Company ("UBL Fund Managers Limited") of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and approved accounting standards as applicable in Pakistan and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.
- Conclude on the appropriateness of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in accordance with the relevant provisions of the Trust Deed, NBFC Rules and NBFC Regulations.

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

KARACHI
DATE 28 AUG 2018


 BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

AL-AMEEN ISLAMIC CASH FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2018

		2018	2017
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	5	5,226,437	3,818,223
Term deposit musharika	6	-	-
Profit receivable	7	29,161	30,845
Prepayments and other receivables	8	8,903	180,267
Advance tax	9	6,618	5,952
Preliminary expenses and floatation costs	10	-	123
TOTAL ASSETS		5,271,119	4,035,410
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	11	2,700	4,036
Payable to Central Depository Company of Pakistan Limited - Trustee	12	468	491
Payable to Securities and Exchange Commission of Pakistan	13	3,747	2,237
Accrued expenses and other liabilities	14	21,464	15,218
TOTAL LIABILITIES		28,379	21,982
NET ASSETS		5,242,740	4,013,428
UNIT HOLDERS FUNDS (AS PER STATEMENT ATTACHED)		5,242,740	4,013,428
CONTINGENCIES AND COMMITMENTS			
	15	----- (Number of Units) -----	
NUMBER OF UNITS IN ISSUE	16	49,806,558	40,037,246
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT		105.2621	100.2424

The annexed notes from 1 to 31 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC CASH FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 ----- (Rupees in '000) -----	2017 ----- (Rupees in '000) -----
INCOME			
Profit on bank balances		273,066	144,231
Profit on term deposit musharika		17,588	23,170
Other income		143	-
Total income		<u>290,797</u>	<u>167,401</u>
Expenses			
Remuneration of UBL Fund Managers Limited - Management Company	11.1	22,764	16,957
Sales tax on remuneration of Management Company	11.2	2,959	2,204
Remuneration of Central Depository Company of Pakistan Limited - Trustee	12.1	5,082	3,367
Annual fee of Securities and Exchange Commission of Pakistan	13.1	3,747	2,237
Allocated expenses	11.3	4,996	2,983
Amortisation of preliminary expenses and floatation costs		123	554
Bank charges		171	43
Auditors' remuneration	17	400	372
Shariah advisory fee	11.4	361	337
Legal and professional charges		147	181
Fees and subscription charges		230	97
Printing expenses		21	17
Total expenses		<u>41,001</u>	<u>29,349</u>
Net operating income		<u>249,796</u>	<u>138,052</u>
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net		-	(128,935)
Reversal of provision for Worker's Welfare Fund	14.2	-	6,451
Provision for Sindh Workers' Welfare Fund	14.2	(4,900)	(4,748)
Net income for the year before taxation		<u>244,896</u>	<u>10,820</u>
Taxation	18	-	-
Net income for the year after taxation		<u>244,896</u>	<u>10,820</u>
Allocation of net income for the year			
Income already paid on units redeemed		(190,011)	
Net income for the year available for distribution		<u>54,885</u>	
Net income available for distribution:			
Relating to capital gains		-	
Excluding capital gains		<u>54,885</u>	
Earnings per unit	19	-	

The annexed notes from 1 to 31 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AL-AMEEN ISLAMIC CASH FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018

	2018 ----- (Rupees in '000) -----	2017 -----
Net income for the year	244,896	10,820
Other comprehensive income		
Items that may be reclassified subsequently to income statement	-	-
Items that may not be reclassified subsequently to income statement	-	-
Total comprehensive income for the year	<u>244,896</u>	<u>10,820</u>

The annexed notes from 1 to 31 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC CASH FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	244,896	10,820
Adjustments:		
Profit on bank balances and term deposit musharika	(290,654)	(167,401)
Element of loss and capital losses included in the prices of units issued less those in units redeemed - net	-	128,935
Amortisation of preliminary expenses and flotation cost	123	554
Provision for Sindh Workers' Welfare Fund	4,900	4,748
Reversal for provision of Workers' Welfare Fund	-	(6,451)
	(285,631)	(39,615)
Cash used in operations before working capital changes	(40,735)	(28,795)
Working capital changes		
(Increase) / decrease in assets		
Advance tax	(666)	(150)
Prepayments and other receivables	171,364	(176,964)
	170,698	(177,114)
(Decrease) / increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(1,336)	(761)
Payable to Central Depository Company of Pakistan Limited - Trustee	(23)	161
Annual fee payable to Securities and Exchange Commission of Pakistan	1,510	(1,202)
Accrued expenses and other liabilities	1,346	(596)
	1,497	(2,398)
Profit received on bank balances, term deposit receipts and investments	292,338	151,857
Net cash generated from / (used in) operating activities	423,798	(56,450)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	32,202,806	33,401,052
Payments on redemption of units	(31,218,390)	(31,499,001)
Dividend paid	-	(10,781)
Net cash generated from financing activities	984,416	1,891,270
Net increase in cash and cash equivalents	1,408,214	1,834,820
Cash and cash equivalents at the beginning of the year	3,818,223	1,983,403
Cash and cash equivalents at the end of the year	5,226,437	3,818,223

The annexed notes from 1 to 31 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC CASH FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	2018			2017
	Capital value	Undistributed income	Total	Total
Note	(Rupees in '000)			
Net assets at the beginning of the year	4,014,676	(1,248)	4,013,428	1,982,403
Issuance of 314,891,412 units (2017: 327,243,796 units)				
Capital value of units	31,565,471	-	31,565,471	-
Element of income during the year				
Due to net income earned	637,335	-	637,335	-
Total proceeds on issuance of units	32,202,806	-	32,202,806	33,401,052
Redemption of 305,122,100 units (2017: 306,982,848 units)				
Capital value of units	(30,586,172)	-	(30,586,172)	-
Element of income during the year				
Due to net income earned	(442,207)	(190,011)	(632,218)	-
Total payments on redemption of units	(31,028,379)	(190,011)	(31,218,390)	(31,499,001)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	-	-	-	128,935
Total comprehensive income for the year	-	244,896	244,896	10,820
Distribution during the year	-	-	-	(10,781)
Net income for the year less distribution		244,896	244,896	39
Net assets at the end of the year	5,189,103	53,637	5,242,740	4,013,428
Undistributed income brought forward comprises of:				
Excess distributed	-	(1,248)	(1,248)	(1,287)
Unrealised gain	-	-	-	-
Total excess distributed brought forward	-	(1,248)	(1,248)	(1,287)
Income available for distribution:				
Relating to capital gains	-	-	-	-
Excluding capital gains	-	54,885	54,885	10,820
	-	54,885	54,885	10,820
Distribution during the year : Nil (2017: Rs. 4.71 per unit declared on June 19, 2017)	-	-	-	(10,781)
Undistributed income / excess distributed carried forward	-	53,637	53,637	(1,248)
Undistributed income carried forward comprises of:				
Realised gain / excess distributed	-	53,637	53,637	(1,248)
Unrealised gain	-	-	-	-
Total undistributed income carried forward	-	53,637	53,637	(1,248)
			(Rupees)	(Rupees)
Net assets value per unit at the beginning of the year			100.2424	100.2414
Net assets value per unit at the end of the year			105.2621	100.2424

The annexed notes from 1 to 31 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC CASH FUND
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al-Ameen Islamic Cash Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited, (wholly owned subsidiary company of United Bank Limited) as its Management Company, a company incorporated under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and the Central Depository Company of Pakistan Limited, as its Trustee. The Trust Deed was executed on May 29, 2012 and the Fund was authorized by the Securities and Exchange Commission of Pakistan ("SECP") on July 26, 2012 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("NBFC Rules"). The registered office of the Management Company is situated at the 4th floor, STSM Building, Beaumont Road, Civil Lines, Karachi. The Fund commenced its operations from September 19, 2012.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003.
- 1.3 The Fund is an open-ended mutual fund listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The Fund provides high liquidity and competitive returns while seeking maximum possible preservation of capital by investing in low risk and liquid Shariah Compliant instruments. Under Circular 07 dated March 6, 2009 issued by the SECP, the Fund has been categorised by the Management Company as Shariah Compliant Money Market Fund.
- 1.5 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.6 JCR - VIS Credit Rating Company has assigned management quality rating from AM2++ (stable outlook) to AM1 to the Management Company as at December 29, 2017 and a stability rating of "AA(f)" to the Fund as at December 29, 2017.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan.

The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed. Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except investments that are stated at fair values.

These financial statements have been prepared under the following accrual basis of accounting except for cash flows informations.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is the Fund's functional and presentation currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material judgment in the next year are as follows:

Classification and valuation of investments

For details please refer notes 4.2 and 21 to these financial statements.

Impairment of investment

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. This objective evidence of impairment of fixed income securities is determined in accordance with provisioning criteria for non performing exposures as per the requirements of Circular No. 33 of 2012 dated October 24, 2012.

Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net

For details please refer note 4.11 to these financial statements.

Provision for taxation

For details please refer notes 4.8 and 18 to these financial statements.

Sindh Workers' Welfare Fund

For details please refer note 14.2 to these financial statements.

Other assets

Judgment is involved in assessing the realisability of other assets balances.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Amendments that are effective in current year and are relevant to the Fund

The Fund has adopted the amendments to the following approved accounting standards as applicable in Pakistan which became effective during the year from the dates mentioned below against the respective standard:

		Effective date (annual periods beginning on or after)
IAS 7	Statement of Cash Flows - Amendments resulting from the disclosure initiative	January 01, 2017
IAS 12	Income Taxes - Amendments regarding the recognition of deferred tax assets for unrealised losses	January 01, 2017

Other than the amendments to standards mentioned above, there are certain annual improvements made to IFRS that became effective during the year:

**Effective date
(annual periods
beginning on or
after)**

Annual Improvements to IFRSs (2014 – 2016) Cycle:

IFRS 12 Disclosure of Interests in Other Entities January 01, 2017

3.2 Amendments not yet effective

The following amendments with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard:

Conceptual framework for Financial reporting 2018-Original Issue	March 2018
IFRS 2 Share-based Payment - Amendments to clarify the classification and measurement of share-based payment transactions	January 01, 2018
IFRS 4 Insurance Contracts - Amendments regarding the interaction of IFRS 4 and IFRS 9	January 01, 2018
IFRS 7 Financial Instruments : Disclosures - Additional hedge accounting disclosures (and consequential amendments) resulting from the introduction of the hedge accounting chapter in IFRS 9	Applies when IFRS 9 is applied
IFRS 9 Financial Instruments - Reissue to incorporate a hedge accounting chapter and permit the early application of the requirements for presenting in other comprehensive income the 'own credit' gains or losses on financial liabilities designated under the fair value option without early applying the other requirements of IFRS 9	January 01, 2018
IFRS 9 Financial Instruments - Finalised version, incorporating requirements for classification and measurement, impairment, general hedge accounting and derecognition.	January 01, 2018
IFRS 9 Financial Instruments - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities	January 01, 2019
IFRS 10 Consolidated Financial Statements - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 19 Employee benefits - Amendments regarding plan amendments, curtailments or settlements	January 01, 2019

		Effective date (annual periods beginning on or after)
IAS 28	Investments in Associates and Joint Ventures - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 28	Investments in Associates and Joint Ventures - Amendments regarding long-term interests in associates and joint ventures	January 01, 2019
IAS 39	Financial Instruments: Recognition and Measurements-Amendments to permit an entity to elect to continue to apply the hedge accounting requirements in IAS 39 for a fair value hedge of the interest rate exposure of a portion of a portfolio of financial assets or financial liabilities when IFRS 9 is applied, and to extend the fair value option to certain contracts that meet the 'own use' scope	Applies when IFRS 9 is applied
IAS 40	Investment Property - Amendments to clarify transfers or property to, or from, investment property	January 01, 2018

The Annual Improvements to IFRSs that are effective from the dates mentioned below against respective standards:

Annual Improvements to IFRSs (2014 – 2016) Cycle:

IFRS 1	First-time Adoption of International Financial Reporting Standards	January 01, 2018
IAS 28	Investments in Associates and Joint Ventures	January 01, 2018

Annual Improvements to IFRSs (2015 – 2017) Cycle:

IFRS 3	Business Combinations	January 01, 2019
IFRS 11	Joint Arrangements	January 01, 2019
IAS 12	Income Taxes	January 01, 2019
IAS 23	Borrowing Costs	January 01, 2019

3.3 Standards or interpretations not yet effective

The following new standards have been issued by the International Accounting Standards Board (IASB), which have been adopted locally by the Securities and Exchange Commission of Pakistan effective from the dates mentioned below against the respective standard:

IFRS 9	Financial Instruments	July 01, 2018
IFRS 15	Revenue from Contracts with Customers	July 01, 2018
IFRS 16	Leases	January 1, 2019

The following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which have not been adopted locally by the Securities and Exchange Commission of Pakistan (SECP):

**Effective date
(annual periods
beginning on or
after)**

IFRS 1 First Time Adoption of International Financial Reporting Standards

IFRS 14 Regulatory Deferral Accounts

IFRS 17 Insurance Contracts

The effects of IFRS 15 - Revenues from Contracts with Customers and IFRS 9 - Financial Instruments are still being assessed, as these new standards may have a significant effect on the Fund's future financial statements.

The Fund expects that the adoption of the other amendments and interpretations of the standards will not have any material impact and therefore will not affect the Fund's financial statements in the period of initial application.

4 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These accounting policies have been consistently applied unless otherwise stated.

4.1 Cash and cash equivalents

Cash and cash equivalents comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at nominal values.

4.2 Financial assets

4.2.1 Classification

The Fund classifies its financial assets in the following categories: loans and receivables, at fair value through profit or loss and available for sale. The classification depends on the purpose for which the financial assets were acquired. The management determines the classification of its financial assets at initial recognition and re-evaluates this classification on regular basis.

Investments are categorised as follows:

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category.

c) Available for sale

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) held to maturity investments or (c) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time which may be sold in response to the needs for liquidity or change in price.

4.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.2.3 Initial recognition and measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement.

4.2.4 Subsequent measurement

a) Financial assets 'at fair value through profit or loss' and 'available for sale'

Subsequent to initial recognition, investments 'at fair value through profit or loss' and investments classified as 'available for sale' are valued as follows:

- Basis of valuation of Government securities

The investment of the Fund in Government securities is valued on the basis of rates announced by the Financial Markets Association of Pakistan.

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through profit or loss are taken to the 'income statement'.

Net gains and losses arising from changes in the fair value of available for sale financial assets are taken to unit holder's fund through other comprehensive income until these are derecognised or impaired. At this time, the cumulative gain or loss previously recognised in unit holder's fund is shown in the income statement.

b) Loans and receivables

Subsequent to initial recognition financial assets classified as loans and receivables are carried at amortised cost using the effective interest method.

Gains or losses on these instruments are also recognised in the income statement when the financial assets carried at amortised cost are derecognised or impaired.

4.2.5 Impairment

The Fund assesses at each reporting date whether there is objective evidence that the financial assets or a group of financial assets are impaired. The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

The amount of provision for certain debt securities is determined based on the provisioning criteria specified by the SECP.

For certain other financial assets, a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against those amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the Securities and Exchange Commission of Pakistan.

4.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

4.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

4.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously.

4.5 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

4.6 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.7 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund. These costs are being amortised over a period of five years in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

4.8 Taxation

The income of the Fund 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed 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.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and the amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised.

However, the Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

4.9 Proposed distributions

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements in the year in which such distributions are declared.

4.10 Issuance and redemption of units

Units are allocated at the offer price prevalent on the day on which funds for purchase of units are realised. The offer price represents the net asset value per unit at the end of the preceding day. Issue of units is also recorded on realisation of funds.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during business hours of that day. The redemption price represents the net asset value per unit at the end of the preceding day. Redemption of units is recorded on acceptance of application for redemption.

4.11 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, since there are practical impediments attached to retrospective application of change in accounting policy and retrospective restatement, therefore, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017. Further, MUFAP has clarified that the amendment is applicable for accounting period beginning on July 01, 2017. Accordingly, corresponding figures have not been restated. The 'Distribution Statement' for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations vide the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs 5.117 million. However, the change in accounting policy does not have any impact on the 'Cash flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these financial statements.

4.12 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

4.13 Revenue recognition

- Gains / (losses) arising on sale of investments is accounted for in the year in which it arises.
- Unrealised gain / (loss) on revaluation of investments classified at fair value through profit or loss is included in the income statement in the year in which it arises.
- Unrealised gain / (loss) on revaluation of investments classified as 'available-for-sale' is included in unit holder's fund through other comprehensive income in the year in which it arises.
- Profit on bank balances and term deposits is recorded on accrual basis.

4.14 Foreign currency transactions

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the year end exchange rates are recognised in the income statement.

4.15 Transactions with related parties / connected persons

Transactions with related parties / connected persons are based at arm's length at normal commercial rates on the same terms and conditions as applicable to third party transactions.

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

	Note	2018 ----- (Rupees in '000) -----	2017
5 BANK BALANCES			
Cash at bank			
Current accounts	5.1	12,387	16,207
Profit and loss sharing accounts	5.2	5,214,050	3,802,016
		<u>5,226,437</u>	<u>3,818,223</u>
5.1	This includes an amount held with a related party (United Bank Limited) amounting to Rs. 10.763 million (June 30, 2017: Rs. 15.366 million).		
5.2	Profit rates on these profit and loss sharing accounts range between 4% to 6.20% per annum (June 30, 2017: 3.9% to 5.5% per annum). This includes an amount held by a related party (United Bank Limited) amounting to Rs. 4,903.025 million (June 30, 2017: Rs. 3,282.637 million) on which return is earned at 6.20% (June 30, 2017: 5.75%) per annum.		
6 TERM DEPOSIT MUSHARIKA			
Opening balance		-	405,000
Acquired during the year		1,370,000	1,190,000
Matured during the year	6.1	(1,370,000)	(1,595,000)
Closing balance		<u>-</u>	<u>-</u>
6.1	These Term Deposit Musharika Certificates (TDMs) were matured on October 09, 2017 and January 09, 2018 and carried profit between 5.61% to 6% per annum.		
7 PROFIT RECEIVABLE			
Profit receivable on:			
Profit and loss sharing accounts		<u>29,161</u>	<u>30,845</u>
8 PREPAYMENTS AND OTHER RECEIVABLES			
Prepaid credit rating fees		183	348
Receivable against issuance of units		8,720	179,919
		<u>8,903</u>	<u>180,267</u>

9 ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II-66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the year, prior to receiving tax exemption certificate(s) from CIR 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 Income Tax Return for Tax Year 2018.

	Note	2018 ----- (Rupees in '000) -----	2017 ----- (Rupees in '000) -----
10 PRELIMINARY EXPENSES AND FLOATATION COST			
Balance as at July 1, 2017		123	677
Amortisation during the year		(123)	(554)
Balance as at June 30, 2018		<u>-</u>	<u>123</u>

Preliminary expenses and floatation cost represents expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of five years commencing from September 18, 2012 as per the requirements set out in the Trust Deed.

11 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

Remuneration payable (including Sindh Sales tax)	11.1	1,651	3,142
Conversion charges payable		73	35
Allocated expenses payable	11.3	935	811
Shariah advisor fee payable	11.4	25	48
Other payables		16	-
		<u>2,700</u>	<u>4,036</u>

- 11.1 As per NBFC Regulation dated November 25, 2015 the Management Company is entitled to remuneration of an amount not exceeding 1% of average annual net assets of the Fund.

The Management Company has charged remuneration at the rate of 5% of gross earnings of the Fund, calculated on a daily basis subject to minimum of 0.25% and maximum of 1% of the average daily net assets of the Fund from January 21, 2018 as per amendment dated January 12, 2018.

However, before amendment the Management Company has charged remuneration at the rate of 10% of gross earnings of the Fund, calculated on a daily basis subject to a minimum of 0.5% and maximum of 1% of the average daily net assets of the Fund.

- 11.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 11.3 As per regulation 60(3)(s) of NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly the Management Company has charged 0.1% of the average annual net assets being the lower.
- 11.4 As per NBFC Regulations, the Management Company is entitled to charge Shariah Advisory fee from the Fund. Accordingly the Management Company has charged Rs. 0.361 million as Shariah Advisory fee to the Fund under a contract signed with the Shariah Advisors.

	Note	2018 ----- (Rupees in '000) -----	2017
12 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee payable (including Sindh Sales tax)	12.1 & 12.2	468	491

- 12.1 The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff structure specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the Trustee fee during the year ended June 30, 2018 is as follows:

- up to Rs. 1,000 million	0.15% p.a. of NAV
- Rs. 1,000 million to Rs. 10,000 million	Rs. 1.5 million plus 0.075% p.a. of NAV exceeding Rs. 1,000 million

- exceeding Rs. 10,000 million Rs. 8.25 million plus 0.06% p.a. of NAV exceeding Rs. 10,000 million

- 12.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

	Note	2018 ----- (Rupees in '000) -----	2017 ----- (Rupees in '000) -----
13	PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		

Annual fee payable	13.1	<u>3,747</u>	<u>2,237</u>

- 13.1 Under the provisions of the NBFC Regulations, a collective investment scheme classified as money market scheme is required to pay as annual fee to the SECP, an amount equal to 0.075 percent of the average annual net assets of the Fund.

**14 ACCRUED EXPENSES AND OTHER
LIABILITIES**

Auditors' remuneration payable		264	255
Capital gain tax payable		1,616	630
Charity payable		96	122
Provision for indirect duties and taxes	14.1	7,812	7,812
Legal and professional charges payable		11	-
Withholding tax payable		-	1,377
Provision for Sindh Worker's Welfare Fund	14.2	9,648	4,748
Others		<u>2,017</u>	<u>274</u>
		<u>21,464</u>	<u>15,218</u>

14.1 Provision for indirect duties and taxes

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 Sindh High Court (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 upto June 30, 2016.

On June 30, 2016, the Honorable High Court of Sindh had passed a Judgment that after 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. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 7.812 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at June 30, 2018 would have been higher by Re. 0.157 per unit (June 30, 2017: Re. 0.195 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 in these financial statements.

14.2 Provision For Workers' Welfare Fund

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs.500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable High Court of Sindh (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). On November 10, 2016 the Honorable SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on May 21, 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs.500,000 or more in any year of account commencing on or after the date of closing of account on or after December 31, 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of “Industrial Undertaking” but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters and based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited) has recommended to all its members on January 12, 2017 the following:

- i) The provision against the Federal WWF held by the Mutual Funds till June 30, 2015 should be reversed on January 12, 2017; and
- ii) Provision against Sindh WWF, on prudent basis, should be made from the date of enactment of the Sindh WWF Act, 2014 (i.e. May 21, 2015) with effect from January 12, 2017.

The above decisions were communicated to SECP and the Pakistan Stock Exchange Limited on January 12, 2017. In response to the aforementioned letter SECP vide its letter dated February 1, 2017 advised MUFAP that the adjustments relating to the above should be made prospectively and adequate disclosure shall be made in the financial statements of Mutual Funds. Accordingly, the Fund has recorded these adjustments in its books of account on January 12, 2017.

Had the provision against SWWF not been made, the net assets value per unit would have been higher by Re. 0.19 per unit (June 30, 2017: Re. 0.12 per unit).

15 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2018 and June 30, 2017.

		2018	2017
	Note	-----Number of units-----	
16	NUMBER OF UNITS IN ISSUE		
	Total units in issue at the beginning of the year	40,037,246	19,776,298
	Add: Units issued	314,891,412	327,243,796
	Less: Units redeemed	(305,122,100)	(306,982,848)
	Total units in issue at the end of the year	<u>49,806,558</u>	<u>40,037,246</u>

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

17 AUDITORS' REMUNERATION

Annual audit fee	163	158
Fee for review of half yearly financial statements	82	79
Fee for review of compliance with the requirements of the Code of Corporate Governance	27	26
Fee for other certifications / services	54	53
Out of pocket expenses and sales tax	74	56
	<u>400</u>	<u>372</u>

18 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 capital gains whether realized or unrealized is distributed to the unit holders in cash. Further, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income, other than capital gains 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. The Management Company intends to distribute by way of cash dividend at least 90% of the aforementioned net accounting income earned by the Fund to the unit holders. Accordingly, no provision for current and deferred tax has been made in these financial statements.

19 EARNINGS PER UNIT

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

20 TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by Securities and Exchange Commission of Pakistan, the Total Expense Ratio of the Fund is 0.92% as on June 30, 2018, which includes 0.24% representing Government Levy, Sindh Worker's Welfare Fund and SECP fee.

21 FINANCIAL INSTRUMENTS BY CATEGORY

As at June 30, 2018, the financial assets carried on the statement of assets and liabilities are categorised either as 'Loans and receivables' or 'at fair value through profit or loss'. The financial liabilities carried on the statement of assets and liabilities are categorised as other financial liabilities i.e. liabilities other than 'at fair value through profit or loss'.

Particulars	As at June 30, 2018		
	Loans and receivables	Financial assets 'at fair value through profit or loss'	Total
Rupees in '000			
Financial assets			
Balances with banks	5,226,437	-	5,226,437
Profit receivable	29,161	-	29,161
Prepayments and other receivables	10,483	-	10,483
	<u>5,266,081</u>	<u>-</u>	<u>5,266,081</u>

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through profit or loss'	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	2,389	2,389
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	414	414
Accrued expenses and other liabilities	-	371	371
	<u>-</u>	<u>3,175</u>	<u>3,175</u>

Particulars	As at June 30, 2017		
	Loans and receivables	Financial assets 'at fair value through profit or loss'	Total
Rupees in '000			
Financial assets			
Balances with banks	3,818,223	-	3,818,223
Profit receivable	30,845	-	30,845
Prepayments and other receivables	179,919	-	179,919
	<u>4,028,987</u>	<u>-</u>	<u>4,028,987</u>

Particulars	As at June 30, 2017		
	Financial liabilities 'at fair value through profit or loss'	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	3,572	3,571.68
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	435	435
Accrued expenses and other liabilities	-	651	651
	<u>-</u>	<u>4,657</u>	<u>4,657</u>

22 BRIEF PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of the members of the investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir	Head of Research	12	MBA
4	Hadi Hassan Mukhi	Acting Head of Risk & Compliance *	18	B.Com
5	Sayed Sheeraz Ali	Fund Manager	9	BS, CFA level 1

* Head of Risk - non voting observer

Sayed Sheeraz Ali is the Fund Manager of the Fund. He is also the Fund Manager of UBL Money Market Fund, UBL Income Opportunity Fund and UBL Financial Planning Fund.

23 PATTERN OF UNIT HOLDING

Category	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,978	12,669,703	25.44%
Associated Company and Key Executives	10	26,152,944	52.51%
Insurance companies	9	1,258,977	2.53%
Retirement funds	23	1,685,696	3.38%
Public Limited Companies	5	5,740,676	11.53%
Others	12	2,298,562	4.61%
	3,037	49,806,558	100.00%

Category	June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,247	3,404,158	8.50%
Associated companies and directors	6	30,378,863	75.88%
Insurance companies	6	340,144	0.85%
NBFCs	-	-	0.00%
Retirement funds	19	2,648,763	6.62%
Public Limited Companies	7	732,443	1.83%
Others	5	2,532,875	6.33%
	1,290	40,037,246	100.00%

24 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons / related parties comprise of United Bank Limited (Holding Company of Management Company), UBL Fund Managers Limited (Management Company), Al-Ameen Islamic Financial Services (Private) Limited (subsidiary of Management Company), entities under common management or directorships, Central Depository Company of Pakistan Limited (Trustee of the Fund) and the Directors and Officers of Management Company. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

Remuneration of the Management Company and the Trustee is determined in accordance with the provision of NBFC Rules, NBFC Regulations and the Trust Deed respectively. Other transactions with the related parties / connected persons have been carried out at agreed / commercial terms.

Details of transaction with the related parties and balances with them at the year end are as follows:

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Transactions during the year ended June 30, 2018						
Profit on bank balances	-	170,753	-	-	-	-
Bank and other charges	-	162	-	-	-	25
Units issued	-	-	-	22,671,574	30,385	463,813
Units redeemed	-	367	-	20,054,221	21,278	466,828
Remuneration (inclusive of Sindh Sales Tax)	25,723	-	5,082	-	-	-
Allocated expenses	4,996	-	-	-	-	-
Shariah advisory fee	361	-	-	-	-	-
Balances held as at June 30, 2018						
Units held (In units '000)	-	102	-	26,050	-	-
Units held	-	10,737	-	2,742,079	-	-
Bank balances	-	4,913,788	-	-	-	-
Remuneration payable including Sindh Sales Tax	1,651	-	468	-	-	-
Other payables	89	-	-	-	-	-
Allocated expenses payable	935	-	-	-	-	-
Shariah advisory fee payable	25	-	-	-	-	-
Profit receivable	-	28,172	-	-	-	-
Transactions during the year ended June 30, 2017						
Profit on bank balances	-	118,472	-	-	-	-
Bank charges	-	36	-	-	-	-
Units issued	-	12	-	30,830,180	2,944	-
Units redeemed	-	14,887	-	29,534,242	3,623	-
Remuneration (inclusive of Sindh Sales Tax)	19,161	-	3,367	-	-	-
Dividend paid	-	16	-	-	-	-
Allocated expenses	2,983	-	-	-	-	-
Balances held as at June 30, 2017						
Units held (In units '000)	-	4	-	30,375	-	-
Units held	-	401	-	3,044,863	-	-
Bank balances	-	3,298,003	-	-	-	-
Remuneration payable including Sindh Sales Tax	3,142	-	491	-	-	-
Other payables	35	-	-	-	-	-
Allocated expenses payable	811	-	-	-	-	-
Shariah advisory fee payable	48	-	-	-	-	-
Profit receivable	-	28,101	-	-	-	-

25 ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

Particulars	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended
Name of Directors:								
Tariq Kimani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar Hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	x	✓	x	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas **	✓	✓	✓	✓	x	✓	✓	6
Name of Key Executives								
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Director's have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary.

26 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the Fund's constitutive documents and the regulations and the directives issued by the SECP.

These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

26.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee and the regulations laid down by SECP. Market risk comprises of three types of risk: currency risk, interest rate risk and price risk.

26.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

26.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2018, the Fund is exposed to such risk on its balances held with bank and investments in placements. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

The Fund is exposed to cash flow interest rate risk for balances in certain profit and loss sharing accounts, the interest rates on which range between 4.00% to 6.20% per annum.

In case of 100 basis points increase / decrease in interest rates on June 30, 2018, with all other variables held constant, the net income for the year and the net assets would have been higher / lower by Rs. 52.141 million (2017: Rs. 38.020 million).

b) Sensitivity analysis for fixed rate instruments

Presently, the Fund does not hold any fixed rate instrument and is not exposed to fair value interest rate risk.

Yield / interest rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

Particulars	June 30 , 2018					
	Effective yield/ interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%		(Rupees in '000)			
On-balance sheet financial instruments						
Financial assets						
Balances with banks	4.00% - 6.20%	5,226,437	5,214,050	-	-	12,387
Profit receivable		29,161	-	-	-	29,161
Prepayments and other receivables		10,483	-	-	-	10,483
Sub total		5,266,081	5,214,050	-	-	52,031
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		2,389	-	-	-	2,389
Payable to the Central Depository Company of Pakistan Limited - Trustee		414	-	-	-	414
Accrued expenses and other liabilities		371	-	-	-	371
Sub total		3,175	-	-	-	3,175
On-balance sheet gap (a)		5,262,906	5,214,050	-	-	48,856
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		5,262,906	5,214,050	-	-	48,856
Cumulative interest rate sensitivity gap			5,214,050	5,214,050	5,214,050	

Particulars	June 30 , 2017					
	Effective yield/ interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%		(Rupees in '000)			
On-balance sheet financial instruments						
Financial assets						
Balances with banks	4.00% - 6.35%	3,818,223	3,818,223	-	-	-
Profit receivable		30,845	-	-	-	30,845
Prepayments and other receivables		179,919	-	-	-	179,919
Sub total		4,028,988	3,818,223	-	-	210,764
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		4,036	-	-	-	4,036
Payable to the Central Depository Company of Pakistan Limited - Trustee		491	-	-	-	491
Accrued expenses and other liabilities		651	-	-	-	651
Sub total		5,178	-	-	-	5,178
On-balance sheet gap (a)		4,023,810	3,818,223	-	-	205,586
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		4,023,810	3,818,223	-	-	205,586
Cumulative interest rate sensitivity gap			3,818,223	3,818,223	3,818,223	

26.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instrument traded in the market. The Fund is not exposed to the risk as its constitutive documents prohibit it from investing in equity securities.

26.2 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to non-payment of redemptions request on a regular basis. Units are redeemable at the holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

Management of liquidity risk

The Fund's policy is to manage this risk by investing majority of its assets in investments that are traded in an active market and can be readily disposed of.

The Fund can borrow, with the prior approval of the trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further the Fund also has the ability to suspend redemptions of units with the approval of Board of Directors of the Management Company in extraordinary circumstances. An interval of six working days between the receipt of a redemption request and issuance of against it to the holder provides a cushion in the repayment of on-demand redemption of units. However, during the year no such option was exercised or considered necessary.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	2,389	-	-	2,389
Payable to the Central Depository Company of Pakistan Limited - Trustee	414	-	-	414
Accrued expenses and other liabilities	371	-	-	371
Total liabilities	3,175	-	-	3,175

Particulars	June 30, 2017			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	4,036	-	-	4,036
Payable to the Central Depository Company of Pakistan Limited - Trustee	491	-	-	491
Accrued expenses and other liabilities	651	-	-	651
Total liabilities	5,178	-	-	5,178

26.3 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation. The Fund's policy is to enter into financial contracts with reputable counter parties in accordance with the internal guidelines, offering document and regulatory requirements.

Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC Rules, the NBFC Regulations and guidelines given by the SECP from time to time.

The maximum exposure to credit risk before any credit enhancement as at June 30, 2018 is the carrying amount of the financial assets. None of these assets are 'impaired' nor 'past due but not impaired'.

26.3.1 The analysis below summarises the credit rating quality of the Fund's financial assets as at June 30, 2018:

Balances with banks by rating category

Name of the bank	Rating agency	Balances held by the Fund as at June 30, 2018	Latest available published rating as at June 30, 2018
Rupees in '000			
Bank Alfalah Limited - Islamic Banking	PACRA	80	AA+
Bank Al Habib Limited - Islamic Banking	PACRA	308,939	AA+
Habib Metropolitan Bank Limited - Islamic Banking	PACRA	988	AA+
Meezan Bank Limited	JCR-VIS	200	AA+
Faysal Bank Limited - Islamic Banking	JCR-VIS	10	AA
Habib Bank Limited	JCR-VIS	35	AAA
United Bank Limited	JCR-VIS	4,913,788	AAA
MCB Bank Limited	PACRA	1,624	AAA
Allied Bank Limited	PACRA	723	AAA
National Bank Of Pakistan	PACRA	50	AAA
		<u>5,226,437</u>	

26.3.2 The analysis below summarizes the credit quality of the Fund's portfolio:

Rating by rating category	2018 ----- (Percentage) -----	2017
AAA	94.06	0.11
AA- to AA+	5.94	99.89
	<u>100.00</u>	<u>100.00</u>

Concentration on credit risk

Concentration of risk arises when a number of financial instruments or contracts are entered into the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

The Fund's major asset balances are held with one Bank. The management believes that the bank is reputed institutions.

The Fund's activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed on sale.

For the vast majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled on time and both parties have fulfilled their contractual settlement obligations.

27 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. The Fund's objective when managing the unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitors the level of daily issuance and redemptions relative to the liquid assets and adjusts the amount of distributions the Fund pays to unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund, which include the ability to restrict redemptions and require certain minimum holdings and issuance; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer critically track the movement of 'Assets under Management'. The Board of Directors is updated regarding key performance indicators e.g. yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

28 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 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 tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature or periodically repriced.

As per the requirements of the IFRS 7 (Financial Instruments: Disclosures) and IFRS 13 (Fair Value Measurement), the Fund shall classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1: 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 assets or liability that are not based on observable market data (i.e. unobservable inputs)

During the year ended June 30, 2018, there were no transfers between level 1 and level 2 fair value measurements and no transfers into and out of level 3 fair value measurements.

There were no financial instruments held by the Fund which are measured at fair value as of June 30, 2018 and June 30, 2017.

29 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

The Board of Directors of the Management Company on July 2, 2018 approved a final distribution of Rs. 5.0197 per unit on the face value of Rs. 100 each (i.e. 5.02%) amounting to Rs. 250.025 million. The financial statements of the Fund for the year ended June 30, 2018 do not include the effect of this distribution which will be accounted for in the financial statements of the Fund for the year ending June 30, 2019.

30 DATE OF AUTHORIZATION

These financial statements were authorized for issue by Board of Directors of the Management Company on 28-Aug-18.

31 GENERAL

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

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

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AISF

Al-Ameen Islamic Sovereign Fund

INVESTMENT OBJECTIVE

AISF is an open-end Shariah Compliant Income Fund which aims to generate a competitive return with minimum risk, by investing primarily in Shariah Compliant Government Securities.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	KPMG Taseer Hadi and Co., Chartered Accountants
Bankers	Allied Bank Limited Bank Al Habib Limited Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited Islamic Banking Habib Metropolitan Bank Limited MCB Bank Limited Meezan Bank Limited National Bank of Pakistan Soneri Bank Limited - Islamic Banking United Bank Limited
Management Co. Rating	AM1 (JCR-VIS)
Fund Rating	AA- (f) (JCR-VIS)

Fund Manager's Report – Al-Ameen Islamic Sovereign Fund (AISF)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Income / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AISF is an open-end Shariah Compliant Income Fund which aims to provide a competitive return with minimum risk to its investors by investing primarily in Shariah-compliant Government Securities.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Average of 6M PKISRV rates.
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AISF	-4.13%	2.42%	3.38%	4.42%	4.18%	4.03%	1.90%	0.98%	2.75%	7.28%	5.24%	4.32%	3.03%
Benchmark	4.40%	4.62%	4.83%	4.86%	4.86%	4.74%	4.78%	5.05%	5.45%	5.15%	4.96%	4.71%	4.86%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance.**
AISF continued to offer competitive returns to investors while being less sensitive to interest rates owing to investment in GoP Ijarah which are floater securities. The fund generated a return of 3.03% p.a. during the period under review. At the end of Jun-18, the Fund Manager maintained 82% exposure in GoP Ijara Sukuks and 17% in Cash.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
GoP Ijara Sukuks	28%	82%
Cash	72%	17%
Others	1%	1%
Placements with banks	0%	0%
Leverage	Nil	Nil

- viii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	3.03%
Standard Deviation (12m trailing):	0.35%
Sharpe Ratio (12m trailing):	(8.88)

- ix) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
4,936,518	7,746,302	-36.27	103.9136	100.8615	3.03

- x) **Disclosure on the markets that the Collective investment Scheme has invested in including**
- review of the market(s) invested in and performance during the period

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45- per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

- xi) **Disclosure on distribution (if any), comprising:-**
- particulars of income distribution or other forms of distribution made and proposed during the period; and
- statement of effects on the NAV before and after distribution is made

Final distribution for the year ended June 30, 2018 was made subsequent to year end, on July 02, 2018. Below are the details of such distribution:

Distribution				Per unit	
<i>Declared on</i>	Bonus	Cash	Per Unit	Cum NAV	Ex NAV
	<i>Rupees (000)</i>		<i>----- Rupees -----</i>		
July 02, 2018	Nil	147,536	3.05	103.9136	100.8615

- xii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**
There were no significant changes in the state of affairs during the year under review.

- xiii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AISF
0.0001 - 9,999.9999	3,405
10,000.0000 - 49,999.9999	104
50,000.0000 - 99,999.9999	15
100,000.0000 - 499,999.9999	9
500,000.0000 & Above	9
Total	3,542

- xiv) **Disclosure on unit split (if any), comprising:-**
There were no unit splits during the period.
- xv) **Disclosures of circumstances that materially affect any interests of unit holders**
Investment are subject to market risk.
- xvi) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**
No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

AI - Ameen Islamic Sovereign Fund

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	4,936,518	7,746,303	3,684,237
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *			
Class C units - Offer *	105.0878	102.0012	102.4161
- Redemption	103.9136	100.8615	101.0818
RETURN OF THE FUND - %			
Total Return of the Fund	3.03	5.56	4.35
Capital Growth (per unit)	3.03	(0.29)	0.35
Date of Income Distribution	-	26-Jun-17	23-Jun-16
Income Distribution	-	5.85	4.00
AVERAGE ANNUAL RETURN - %			
Since Launch/ One Year	3.03	5.56	4.35
Second Year	4.30	4.96	5.25
Third Year	4.31	5.35	6.20
Since inception	7.46	8.09	8.51
OFFER / REPURCHASE DURING THE YEAR- Rupees *			
Highest price per unit - Class C units - Offer	105.0878	108.1287	106.3428
Highest price per unit - Class C units - Redemption	103.9136	106.9205	104.9574
Lowest price per unit - Class C units - Offer	101.5293	102.0012	102.0427
Lowest price per unit - Class C units - Redemption	100.3948	100.8615	100.7133

* Front-end load @1% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank Balances	18.00	72.00	33.00
Government Securities	82.00	28.00	63.00
Placements with Banks	0.00	0.00	4.00

PORTFOLIO COMPOSITION BY MARKET - %

Debt market	100	100	100

Note:

- The Launch date of Fund is 07 November 2010.

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as

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TRUSTEE REPORT TO THE UNIT HOLDERS

AL AMEEN ISLAMIC SOVEREIGN FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al Ameen Islamic Sovereign Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 13, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

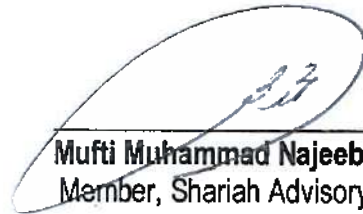
- i. We have reviewed and approved the modes of investments of AISF in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AISF by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AISF for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR 8,597 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeel Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC SOVEREIGN FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Sovereign Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:
 - a. Board Audit Committee
 - i. Ms. Naz Khan (Chair);
 - ii. Mirza Muhammad Sadeed Hassan Barlas;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Zia Ijaz.
 - b. Board Human Resource & Compensation Committee
 - i. Mr. Azhar Hamid (Chairman);
 - ii. Mr. Yasir Qadri;
 - iii. Mr. Zia Ijaz;
 - iv. Ms. Naz Khan;
 - v. Syed Furrukh Zaeem.
 - c. Board Risk & Compliance Committee
 - i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
 - ii. Mr. Azhar Hamid;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Yasir Qadri;
 - v. Syed Furrukh Zaeem.

UBL FUND MANAGERS LIMITED

☎ +92 21 111 825 262

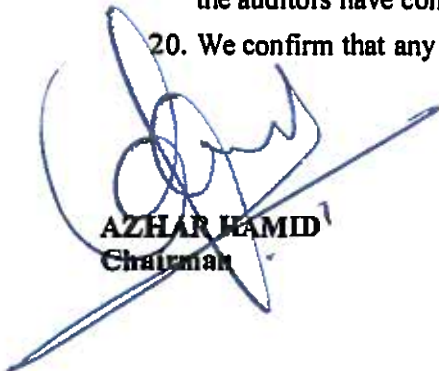
✉ info@ublfunds.com

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

www.ublfunds.com



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 35685847, Fax +92 (21) 35685095

To the Unit Holders of Al-Ameen Islamic Sovereign Fund

**Review Report on Statement of Compliance contained in Listed Companies
(Code of Corporate Governance) Regulations, 2017**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance Regulations, 2017 ("the Regulations") prepared by the Board of Directors of UBL Fund Managers Limited ("the Management Company") for the year ended 30 June 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.



KPMG Taseer Hadi & Co.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Funds for the year ended 30 June 2018.

Gms Taseer Hadi St
KPMG Taseer Hadi & Co.
Chartered Accountants

Date: 28 August 2018

Karachi



KPMG Taseer Hadi & Co.
Chartered Accountants
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INDEPENDENT AUDITORS' REPORT

To the Unit holders of AL – AMEEN ISLAMIC SOVEREIGN FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Al - Ameen Islamic Sovereign Fund ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2018, income statement, statement of comprehensive income, statement of movement in unit holders' fund, cash flow statement for the year then ended, and notes to the financial statements, including summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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Following are the key audit matters:

S. No.	Key Audit Matter(s)	How the matter was addressed in our audit
1	Valuation of Investments Refer note 4.1.1 and 6 to the financial statements for accounting policies and details of investments. The Fund's investment portfolio classified as 'fair value through profit and loss' comprise of government securities of Rs.4,059 million representing 82% of the net assets value of the Fund as at 30 June 2018. We identified the valuation of investments as a key audit matter because of its significance in relation to the net asset value of the Fund.	Our audit procedures in respect of valuation of investments included the following: • Obtaining an understanding of and testing the design and operating effectiveness of the key controls for the valuation of investments; and • Assessing, on a sample basis, whether investments were valued at fair value based on the rates quoted by Mutual Fund Association of Pakistan (MUFAP).
2	Amendments to the NBFC Regulations, 2008 Refer to note 3.4.3 to the accompanying financial statements with respect to element of income. The amendments to NBFC Regulations, 2008 brought through SRO 756(I)/2017 dated 03 August 2017 issued by Securities and Exchange Commission of Pakistan (SECP), have necessitated changes in accounting policies with respect to recording of element of income / loss on net basis from income statement to unit holders' fund and consideration of income already paid on units redeemed as	Our audit procedures in respect of change in accounting policies due to amendments in NBFC Regulations 2008 included the following: • Obtaining an understanding of and assessing the design and operating effectiveness of controls in place for determination of income already paid on units redeemed, distribution and refund of capital (element of income). • Testing, on sample basis, that income already paid on units redeemed, distribution and refund of capital (element of income) have been determined as per the methodology specified by MUFAP in consultation with SECP.



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S. No.	Key Audit Matter(s)	How the matter was addressed in our audit
	dividend. The said SRO also required certain presentation changes. The Fund has applied these changes with effect from 1 July 2017. We identified the said changes as a key audit matter because application of these changes involved complex calculations and judgment in respect of determination of income already paid on units redeemed, distribution and refund of capital (element of income) to conform with the methodology specified by MUFAP for such calculations.	Assessing the adequacy of disclosures made with respect to change in accounting policies and the requirements of NBFC Regulations, 2008.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to



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enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.



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- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation Rules, 2003) and Non-Banking Finance Companies and Notified Entities Regulations, 2008.



KPMG Taseer Hadi & Co.

The engagement partner responsible for the audit resulting in this independent auditor's report is Mazhar Saleem.

Date: 28 August 2018

Karachi

A handwritten signature in blue ink, appearing to read 'KPMG Taseer Hadi & Co.', written over a horizontal line.

**KPMG Taseer Hadi & Co.
Chartered Accountants**

Al - Ameen Islamic Sovereign Fund
Statement of Assets and Liabilities
As at 30 June 2018

	Note	30 June 2018	30 June 2017
(Rupees in '000)			
Assets			
Bank balances	5	856,839	5,575,113
Investments	6	4,059,168	2,164,162
Profits receivable	7	45,436	38,463
Prepayments and other receivables	8	7,815	7,287
Advance tax	9	470	458
Total assets		4,969,728	7,785,483
Liabilities			
Payable to the Management Company	10	5,372	4,948
Payable to Central Depository Company of Pakistan Limited - Trustee	11	454	400
Payable to Securities and Exchange Commission of Pakistan	12	3,360	2,548
Accrued expenses and other payables	13	24,024	31,285
Total liabilities		33,210	39,181
Net assets		4,936,518	7,746,302
Unit holders' fund (as per the statement attached)		4,936,518	7,746,302
Contingency	20		
(Number)			
Number of units in issue (face value of units is Rs. 100 each)		47,505,965	76,801,368
(Rupees)			
Net asset value per unit	4.8	103.9136	100.8615

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

AI - Ameen Islamic Sovereign Fund

Income Statement

For the year ended 30 June 2018

	Note	30 June 2018	30 June 2017
(Rupees in '000)			
Income			
Financial income	14	254,266	194,759
Net capital (loss) / gain on redemption and sale of investments		(25,280)	26,015
Net unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss'	6.2	(18,756)	12,610
Other income		27	45
Total income		210,257	233,429
Expenses			
Remuneration of the Management Company	10.1	44,800	33,973
Sindh Sales Tax on the Management Company's remuneration	10.2	5,824	4,416
Allocation of expenses relating to the Fund	10.3	4,480	3,397
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	11	5,209	4,209
Annual fee of Securities and Exchange Commission of Pakistan	12	3,360	2,548
Auditors' remuneration	15	852	778
Shariah advisory fee		324	345
Brokerage expenses		1,715	623
Listing fee		28	50
Legal and professional charges		152	335
Bank charges		113	124
Other expenses		291	287
Total operating expenses		67,148	51,085
Net income from operating activities		143,109	182,344
Reversal of provision for Workers' Welfare Fund	13.2	-	7,635
Provision for Sindh Workers' Welfare Fund	13.2	(2,810)	(3,241)
		(2,810)	4,394
Net element of loss and capital losses included in prices of units issued less those in units redeemed	3.4.3	-	(128,057)
Net income for the year before taxation		140,299	58,681
Taxation	16	-	-
Net income for the year after taxation		140,299	58,681
Allocation of net income for the year after taxation			
Net income for the year after taxation		140,299	
Income already paid on units redeemed		(119,965)	
		20,334	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		20,334	
		20,334	

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

--SD--

Chief Executive Officer

--SD--

Chief Financial Officer

--SD--

Director

AI - Ameen Islamic Sovereign Fund
Statement of Comprehensive Income
For the year ended 30 June 2018

	30 June 2018	30 June 2017
	(Rupees in '000)	
Net income for the year after taxation	140,299	58,681
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>140,299</u>	<u>58,681</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

Al - Ameen Islamic Sovereign Fund
Statement of Movement in Unit holders' Fund
For the year ended 30 June 2018

	2018			2017		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the year	7,711,724	34,578	7,746,302	3,632,742	51,495	3,684,237
Issuance of 142,116,982 units (30 June 2017: 261,483,615 units)						
- Capital value	14,355,307	-	14,355,307			
- Element of income	197,532	-	197,532			
Total proceeds on issuance of units	14,552,839	-	14,552,839	26,431,234	581,710	27,012,944
Redemption of 171,412,385 units (30 June 2017: 221,130,310 units)						
- Capital value	(17,310,084)	-	(17,310,084)			
- Element of loss	(72,873)	(119,965)	(192,838)			
Total payments on redemption of units	(17,382,957)	(119,965)	(17,502,922)	(22,352,252)	(709,767)	(23,062,019)
Net element of loss and capital losses included in prices of units issued less those in units redeemed	-	-	-	-	128,057	128,057
Total comprehensive income for the year	-	140,299	140,299	-	58,681	58,681
Interim distribution for the year ended 30 June 2018: Nil [2017: Rs 5.85 per unit (Date of Distribution: 29 June 2017)]	-	-	-	-	(75,598)	(75,598)
Net income for the year less distribution	-	140,299	140,299	-	(16,917)	(16,917)
Net assets at end of the year	4,881,606	54,912	4,936,518	7,711,724	34,578	7,746,302
Undistributed income brought forward:						
- Realised income		21,968			32,301	
- Unrealised income		12,610			19,194	
		<u>34,578</u>			<u>51,495</u>	
Accounting income available for distribution						
- Relating to capital gains		-				
- Excluding capital gains		20,334				
		<u>20,334</u>				
Net income for the year after taxation		-			58,681	
Interim distribution for the year ended 30 June 2018: Nil [2017: Rs 5.85 per unit (Date of Distribution: 29 June 2017)]		-			(75,598)	
Undistributed income carried forward		<u><u>54,912</u></u>			<u><u>34,578</u></u>	
Undistributed income carried forward comprises of:						
- Realised income		73,668			21,968	
- Unrealised (loss) / income		(18,756)			12,610	
		<u><u>54,912</u></u>			<u><u>34,578</u></u>	
		(Rupees)			(Rupees)	
Net assets value per unit at beginning of the year		<u><u>100.8615</u></u>			<u><u>101.0818</u></u>	
Net assets value per unit at end of the year		<u><u>103.9136</u></u>			<u><u>100.8615</u></u>	

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

AI - Ameen Islamic Sovereign Fund

Cash Flow Statement

For the year ended 30 June 2018

	Note	30 June 2018	30 June 2017
(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the year before taxation		140,299	58,681
Adjustments for non-cash and other items:			
Financial income		(254,266)	(194,759)
Net unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit or loss'	6.2	18,756	(12,610)
Net element of loss and capital losses included in prices of units issued less those in units redeemed		-	128,057
Net capital loss / (gain) on redemption and sale of investments		25,280	(26,015)
Provision for Sindh Workers' Welfare Fund		2,810	3,241
Reversal of provision for Workers' Welfare Fund		-	(7,635)
Shariah advisory fee		324	345
Allocation of expenses relating to the Fund		4,480	3,397
		<u>(202,616)</u>	<u>(105,979)</u>
Net cash used in operations before working capital changes		(62,317)	(47,298)
Working capital changes			
<i>(Increase) / Decrease in assets</i>			
Investments		(1,939,042)	203,718
Prepayments and other receivables		(5)	4,738
Advance tax		(12)	(15)
		<u>(1,939,059)</u>	<u>208,441</u>
<i>(Decrease) / Increase in liabilities</i>			
Payable to the Management Company		(4,380)	(3,821)
Payable to Central Depository Company of Pakistan Limited - Trustee		54	76
Payable to Securities and Exchange Commission of Pakistan		812	1,126
Accrued expenses and other payables		(10,071)	4,557
		<u>(13,585)</u>	<u>1,938</u>
Profits received		247,293	195,335
Net cash (used in) / generated from operating activities		(1,767,668)	358,416
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of units	18	14,552,316	27,012,944
Payments on redemption of units		(17,502,922)	(23,062,019)
Cash distribution to unit holders		-	(75,598)
Net cash (used in) / generated from financing activities		(2,950,606)	3,875,327
Net (decrease) / increase in cash and cash equivalents		(4,718,274)	4,233,743
Cash and cash equivalents at beginning of the year		5,575,113	1,341,370
Cash and cash equivalents at end of the year		856,839	5,575,113
Cash and cash equivalents			
Bank balances		<u>856,839</u>	<u>5,575,113</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

Al - Ameen Islamic Sovereign Fund

Notes to the Financial Statements

For the year ended 30 June 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Sovereign Fund (the Fund), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 25 August 2010 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 17 September 2010 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from 7 November 2010.

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

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

The investment objective of the fund is to provide a competitive rate of return with a moderate level of risk to its investors by investing in designated authorised investments approved by the Shariah Advisory Board.

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

2 BASIS OF PRESENTATION

Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

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

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

3 BASIS OF PREPARATION

3.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost convention, except those financial assets that have been carried at fair values in accordance with the requirements of International Accounting Standard (IAS) 39.

3.2 Functional and presentation currency

These financial statements are presented in Pak Rupees which is the functional and presentation currency of the Fund. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3.3 Critical accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The areas where various assumptions and estimates are significant to the Fund's financial statements or where judgment was exercised in the application of accounting policies are given below:

a) Judgments

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in note 4.1.1 - Regarding the classification of investments.

b) Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the financial statements for the year ending 30 June 2018 is included in the following notes:

- Notes 4.1.3 and 4.1.4 - Valuation of investments
- Notes 4.1.5 and 4.15 - Impairment of financial instruments and other assets

3.4 New or amendments to existing standard / interpretation and forthcoming requirements

3.4.1 Standards, amendments or interpretations which became effective during the year

There are new and amended standards and interpretations that are mandatory for accounting periods beginning 01 July 2017 but are considered not to be relevant or do not have any significant effect on the the Funds' financial statements and are therefore not stated in these financial statements.

3.4.2 Application of Companies Act, 2017

The Companies Act, 2017 was enacted on 30 May 2017 and SECP vide its circular 23 of 2017 which application has been deferred till 31 December 2017. Therefore, the provision of the Companies Act, 2017 are applicable from 01 January 2018 (refer note 2). However, it does not have any significant impact on the Fund's financial statements.

3.4.3 Change in Accounting Policy

Element of income / (loss)

Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period is recognized in income statement on net basis and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities is included in distribution statement on net basis.

Securities & Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". As per SRO, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. It also specifies that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

The said SRO also deleted 'Distribution Statement' and requires additional disclosures with respect to "Income Statement" (relating to allocation of net income for the year) and "Statement of Movement in Unit Holders' Fund" and recording of element of income / loss included in price of unit issued or redeemed directly in Statement of movements in unit holders' fund instead of income statement. MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from 01 July 2017 as clarified by SECP vide its email dated 7 February 2018. Accordingly, corresponding figures have not been restated. Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs. 4.602 million net off charge for SWWF in respect of element of income and consequently NAV per unit would have been higher by Rs. 0.10.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2018:

- Classification and Measurement of Share-based Payment Transactions - amendments to IFRS 2 clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after 1 January 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and/or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on Company's financial statements.

- Transfers of Investment Property (Amendments to IAS 40 „Investment Property“ -effective for annual periods beginning on or after 1 January 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on Company's financial statements.

- Annual Improvements to IFRSs 2014-2016 Cycle [Amendments to IAS 28 „Investments in Associates and Joint Ventures“] (effective for annual periods beginning on or after 1 January 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit or loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on Company's financial statements.

- IFRIC 22 „Foreign Currency Transactions and Advance Consideration“ (effective for annual periods beginning on or after 1 January 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration. The application of interpretation is not likely to have an impact on Company's financial statements.

- IFRIC 23 „Uncertainty over Income Tax Treatments“ (effective for annual periods beginning on or after 1 January 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax. The application of interpretation is not likely to have an impact on Company's financial statements.

- IFRS 15 „Revenue from contracts with customers“ (effective for annual periods beginning on or after 1 July 2018). IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 „Revenue“, IAS 11 „Construction Contracts“ and IFRIC 13 „Customer Loyalty Programmes“. The management is currently in the process of analyzing the potential impact of changes required in revenue recognition policies on the adoption of the standard. However the management considers that the impact would not be significant.

- IFRS 9 „Financial Instruments“ and amendment – Prepayment Features with Negative Compensation (effective for annual periods beginning on or after 1 July 2018 and 1 January 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The application of interpretation is not likely to have an impact on Company's financial statements.

- IFRS 16 „Leases“ (effective for annual period beginning on or after 1 January 2019). IFRS 16 replaces existing leasing guidance, including IAS 17 „Leases“, IFRIC 4 „Determining whether an Arrangement contains a Lease“, SIC-15 „Operating Leases- Incentives“ and SIC-27 „Evaluating the Substance of Transactions Involving the Legal Form of a Lease“. IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The application of interpretation is not likely to have an impact on Company's financial statements.
- Amendment to IAS 28 „Investments in Associates and Joint Ventures“ - Long Term Interests in Associates and Joint Ventures (effective for annual period beginning on or after 1 January 2019). The amendment will affect companies that finance such entities with preference shares or with loans for which repayment is not expected in the foreseeable future (referred to as long-term interests or „LTI“). The amendment and accompanying example state that LTI are in the scope of both IFRS 9 and IAS 28 and explain the annual sequence in which both standards are to be applied. The amendments are not likely to have an impact on Company's financial statements.
- Amendments to IAS 19 „Employee Benefits“- Plan Amendment, Curtailment or Settlement (effective for annual periods beginning on or after 1 January 2019). The amendments clarify that on amendment, curtailment or settlement of a defined benefit plan, a company now uses updated actuarial assumptions to determine its current service cost and net interest for the period; and the effect of the asset ceiling is disregarded when calculating the gain or loss on any settlement of the plan and is dealt with separately in other comprehensive income. The application of amendments is not likely to have an impact on Company's financial statements.
- Annual Improvements to IFRS Standards 2015–2017 Cycle - the improvements address amendments to following approved accounting standards:
 - IFRS 3 Business Combinations and IFRS 11 Joint Arrangement - the amendment aims to clarify the accounting treatment when a company increases its interest in a joint operation that meets the definition of a business. A company remeasures its previously held interest in a joint operation when it obtains control of the business. A company does not remeasure its previously held interest in a joint operation when it obtains joint control of the business.
 - IAS 12 Income Taxes - the amendment clarifies that all income tax consequences of dividends (including payments on financial instruments classified as equity) are recognized consistently with the transaction that generates the distributable profits.
 - IAS 23 Borrowing Costs - the amendment clarifies that a company treats as part of general borrowings any borrowing originally made to develop an asset when the asset is ready for its intended use or sale.

The above amendments are effective from annual period beginning on or after 1 January 2019 and are not likely to have an impact on Company's financial statements.

4 SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied except for the change in accounting policy as mentioned in note 3.4.3, to all the periods presented.

4.1 Financial assets

4.1.1 Classification

The management determines the appropriate classification of the financial assets of the Fund in accordance with the requirements of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" at the time of purchase of financial assets and re-evaluates this classification on a regular basis. The classification depends upon the purpose for which the financial assets are acquired. The Fund classifies its financial assets in the following categories:

a) Financial assets as 'at fair value through profit or loss'

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category.

b) Available-for-sale financial assets

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (c) loans and receivables, (a) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time which may be sold in response to the needs for the liquidity or change in price.

c) Loans and receivables

These are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market.

4.1.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.1.3 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are charged to the income statement.

4.1.4 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

'Financial assets at fair value through profit or loss'

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKISRV rates) which are based on the remaining tenor of the securities.

Loans and receivables

Subsequent to initial recognition financial assets classified as 'Loans and receivables' are carried at amortised cost using the effective interest method.

4.1.5 Impairment

The Fund assesses at each reporting date whether there is an objective evidence that the financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. In case of investment classified as „available-for-sale“, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the securities are impaired. If any such evidence exists for „available-for-sale“ financial assets, the cumulative loss (measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the income statement) is reclassified from the statement of comprehensive income to the income statement.

For financial assets classified as 'loans and receivable', a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The amount of the provision is measured as the difference between the asset's carrying value and present value of estimated future cash outflows, discounted at the original effective interest rate.

4.1.6 Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IAS 39.

4.2 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

4.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4.4 Unitholders' fund

Unitholders' fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

4.5 Issuance and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received, by the distributors / Management Company during business hours, as of the close of the previous day on which the applications were received. The offer price represents the net assets value per unit as of the close of previous day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable.

Units redeemed are recorded at the redemption price, applicable to units as of the close of the previous day. The redemption price represents the net assets value per unit as of the close of the previous day on which the applications were received less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

4.6 Element of income

Element of Income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net asset Value (NAV) at the beginning of the relevant accounting period.

Element of Income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund; however, to maintain same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per guideline provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year. The income already paid (Element of Income) on redemption of units during the year are taken separately in statement of movement in unitholders' fund.

4.7 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

4.8 Net asset value per unit

The net asset value per unit as disclosed on the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units outstanding at the year end.

4.9 Taxation

The Fund 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 ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. Provided that for the purpose of determining distribution of atleast ninety percent of its accounting income for the year, the income distributed through bonus units shall not be taken into account.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of taxation in these financial statements as the Fund distributes more than ninety percent of its accounting income for the current year and intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders' every year.

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.

4.10 Revenue recognition

- Capital gains / (losses) arising on redemption and sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealized gains / (losses) arising on revaluation of investments classified as 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.

- Income on government securities is recognised on time proportion basis using the effective yield.
- Profit on saving accounts and term deposits is recognised taken into account the effective yield.

4.11 Expenses

All expenses including Management fee, Trustee fee and Securities and Exchange Commission of Pakistan fee are recognised in the Income Statement on accrual basis.

4.12 Earnings per unit

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

4.13 Cash and cash equivalents

Cash and cash equivalents are carried in the Statement of Assets and Liabilities at cost. These comprise of deposits with banks and highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are held for the purpose of meeting short term cash commitments rather than for investments for other purposes.

4.14 Distributions

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital if any based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

4.15 Other assets

Other assets are stated at cost less impairment losses, if any.

	Note	30 June 2018	30 June 2017
5 BANK BALANCES			
		(Rupees in '000)	
In current accounts	5.1	6,710	22,623
In saving accounts	5.2	850,129	5,552,490
		856,839	5,575,113
5.1	This includes balance with United Bank Limited of Rs. 3.7 million (30 June 2017: Rs. 15.770 million), holding company of the Management Company.		
5.2	These carry profit rates ranging from 1.89% to 6.4% (30 June 2017: 4% to 5.80%) per annum. It includes balance with United Bank Limited of Rs. 531.03 million (30 June 2017: Rs. 4,718 million).		
6 INVESTMENTS			
Designated at fair value through profit or loss			
Government securities	6.1	4,059,168	2,164,162

6.1 Government Securities - designated at fair value through profit or loss

		As at 01 July 2017	Purchased during the year	Sold / matured during the year	As at 30 June 2018	Carrying value as at 30 June 2018	Market value as at 30 June 2018	Market value as at 30 June 2017	Percentage of total investments	Percentage of net assets
	Note	----- (No. of Holdings) -----				----- (Rupees in '000) -----			----- % -----	
Government of Pakistan										
Ijarah Sukuk XVI - 3 years	6.1.1	8,150	129,390	(113,200)	24,340	2,450,970	2,443,249	831,218	60%	49%
Ijarah Sukuk XVII - 3 years	6.1.2	12,950	152,550	(149,410)	16,090	1,626,954	1,615,919	1,332,944	40%	33%
						4,077,924	4,059,168	2,164,162	100%	82%

6.1.1 These Ijarah sukuk certificates have face value of Rs. 2,434 million and were issued in December 2015. These carry profit equal to the rate of latest weighted average yield of six-month Market Treasury Bills (MTBs) per annum, receivable semi-annually in arrears with no floor or cap and will mature in December 2018. These sukuk certificates carry the sovereign guarantee of the Government of Pakistan and are redeemable in full on maturity. As at 30 June 2018, profit at 5.51% (30 June 2017: 5.45%) per annum was due on these sukuk certificates.

6.1.2 These Ijarah sukuk certificates have face value of Rs. 1,609 million and were issued in February 2016. These carry fixed profit rate of 6.10% per annum, receivable semi-annually in arrears and will mature in February 2019. These sukuk certificates carry the sovereign guarantee of the Government of Pakistan and are redeemable in full on maturity.

6.1.3 The nominal value of each GOP Ijarah Sukuk is Rs. 100,000.

6.2 Net unrealized (loss) / gain on revaluation of investments classified as 'at fair value through profit or loss'

	30 June 2018	30 June 2017
	(Rupees in '000)	
Market value of investments	4,059,168	2,164,162
Less: cost / carrying value of investments	(4,077,924)	(2,151,552)
	(18,756)	12,610

7 PROFITS RECEIVABLE

Profits receivable on:

- Government securities	42,060	30,917
- Bank balances	3,376	7,546
	45,436	38,463

8 PREPAYMENTS AND OTHER RECEIVABLES

Receivable against issuance of units	7,697	7,174
Prepaid expenses	118	113
	7,815	7,287

9 ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the year, prior to receiving tax exemption certificate(s) from CIR 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 Income Tax Return for Tax Year 2018.

10 PAYABLE TO THE MANAGEMENT COMPANY

	Note		
Management remuneration payable	10.1	3,906	3,494
Sindh Sales Tax on Management's remuneration	10.2	508	454
Payable against allocation of expenses relating to the Fund	10.3	818	614
Shariah advisory fee		25	57
Sales load and other payables		115	329
		5,372	4,948

- 10.1** As per regulation 61 of amended Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Management Company of the Fund is entitled to an accrued remuneration equal to an amount not exceeding 1.5 % of average annual net assets in case of Income Scheme. The Management Company has charged remuneration at the rate of 1 % per annum of the average daily net assets of the Fund. The remuneration is paid to the Management Company on monthly basis in arrears.
- 10.2** Sindh Sales Tax has been charged at 13% (30 June 2017: 13%) on the management fee charged during the year.
- 10.3** As a result of amendments in the NBFC Regulations vide statutory notification (SRO No. 1160 / (I) dated 25 November 2015), the Management Company may charge fee and expenses related to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) upto a maximum of 0.1% per annum of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management company has charged 0.1% of the average annual net assets, being lower.

11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee on monthly basis in arrears. The tariff structure applicable to the Fund in respect of the trustee fee for the year ended 30 June 2018 is as follows:

Net assets:	Tariff per annum
- up to Rs. 1 billion	0.17% per annum of net asset value
- Rs.1 billion to Rs. 5 billion	Rs. 1.7 million plus 0.085% per annum of net asset value exceeding Rs. 1 billion.
- exceeding Rs. 5 billion	Rs. 5.1 million plus 0.07% per annum of net asset value exceeding Rs. 5 billion.

12 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The Fund is required to pay SECP an annual fee at the rate of 0.075 % of the average daily net assets of the Fund in accordance with regulation 62 of the NBFC Regulations, 2008.

13 ACCRUED EXPENSES AND OTHER PAYABLES	<i>Note</i>	30 June 2018	30 June 2017
		(Rupees in '000)	
Provision for indirect duties and taxes	13.1	16,613	16,613
Provision for Sindh Workers' Welfare Fund	13.2	6,051	3,241
Withholding tax deducted at source		44	8,203
Capital gains tax payable		14	1,493
Zakat deducted at source		703	771
Auditors' remuneration payable		503	486
Brokerage payable		26	231
Withholding Sindh Sales Tax payable		5	5
Charity payable		9	33
Sales load payable		45	209
Legal fees payable		11	-
		24,024	31,285

- 13.1** 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 13 June 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 Sindh High Court (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 upto 30 June 2016.

On 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 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 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 14.993 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at 30 June 2018 would have been higher by Rs. 0.32 (30 June 2017: Rs. 0.20) 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, in the current year, provision for FED has not been recorded.

- 13.2** The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs. 500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable Sindh High Court (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). On 10 November 2016 the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on 21 May 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs. 500,000 or more in any year of account commencing on or after the date of closing of account on or after 31 December 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters and based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited, has recommended to all its members on 12 January 2017 the following:

- i) The provision against the Federal WWF held by the Mutual Funds till 30 June 2015 should be reversed on 12 January 2017; and
- ii) Provision against Sindh WWF, on prudent basis, should be made from the date of enactment of the Sindh WWF Act, 2014 (i.e. 21 May 2015) with effect from 12 January 2017.

The above decisions were communicated to SECP and the Pakistan Stock Exchange Limited on 12 January 2017. In response to the aforementioned letter SECP vide its letter dated 01 February 2017 advised MUFAP that the

adjustments relating to the above should be made prospectively and adequate disclosure shall be made in the condensed interim financial information of Mutual Funds. Accordingly, the Fund has recorded these adjustments in its books of account on 12 January 2017.

The cumulative net effect of the above two adjustments, had they not been made, would have resulted in an increase in the net assets value per unit by Rs. 0.13 per unit (30 June 2017: Rs. 0.042 per unit).

14 FINANCIAL INCOME	30 June 2018	30 June 2017
	(Rupees in '000)	
Profits on:		
- Government securities	184,260	135,046
- Bank balances	54,950	33,180
- Term deposit musharika	15,056	26,533
	254,266	194,759

14.1 Profit rate on term deposit musharika ranges from 5.95% to 6.05% (30 June 2017: 5.75% to 6.25%) per annum.

15 AUDITORS' REMUNERATION

Annual audit fee	335	325
Half yearly review fee	224	216
Fee for certifications and other services	195	162
Out of pocket expenses	98	75
	852	778

16 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 capital gains whether realised or unrealised is distributed amongst the unit holders. Provided that for the purpose of determining distribution of at least 90% of accounting income, the income distributed through bonus shares, units or certificates as the case may be, shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The Board of Directors of the Management Company in their meeting held on 02 July 2018 (refer note 28) has distributed more than ninety percent of the Fund's accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders during the year. Accordingly, no provision has been made in the financial statements for the year ended 30 June 2018.

17 TOTAL EXPENSE RATIO

The Securities and Exchange Commission of Pakistan (SECP) vide directive no. SCD/PRDD/Direction/18/2016 dated 20 July 2016, requires that collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the year ended 30 June 2018 is 1.56% which include 0.28% representing government levy, Sindh Workers' Welfare Fund and SECP fee.

18 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against sale of units	Payable against redemption of units	Total
	(Rupees in '000)		
Opening balance as at 1 July 2017	7,174	-	7,174
Receivable against issuance of units	14,552,839	-	14,552,839
Payable against redemption of units	-	17,502,922	17,502,922
	14,552,839	17,502,922	32,055,761
Amount received on issuance of units	(14,552,316)	-	(14,552,316)
Amount paid on redemption of units	-	(17,502,922)	(17,502,922)
	(14,552,316)	(17,502,922)	(32,055,238)
Closing balance as at 30 June 2018	7,697	-	7,697

19 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

Details of transactions with related parties / connected persons and balances with them at the year end are as follows:

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Transactions during the year ended 30 June 2018) -----						
(Rupees in '000)						
Units issued	-	-	-	13,804,245	1,992	-
Units redeemed	-	381	-	16,206,549	2,038	-
Profit on saving accounts	-	35,598	-	-	-	-
Bank charges	-	105	-	-	-	-
Remuneration	44,800	-	4,610	-	-	-
Sales tax on remuneration	5,824	-	599	-	-	-
Allocation of expenses relating to the Fund	4,480	-	-	-	-	-
Shariah advisory fee	324	-	-	-	-	-
Listing fee	-	-	-	-	-	25

----- (Balances held as at 30 June 2018) -----						
Units held (in units '000)	-	-	-	39,186	28	-
Units held (in rupees '000)	-	-	-	4,071,949	2,945	-
Bank balances*	-	534,762	-	-	-	-
Remuneration payable **	4,414	-	454	-	-	-
Sales load and other payables	115	44	-	-	-	-
Shariah fee	25	-	-	-	-	-
Payable against allocated expenses	818	-	-	-	-	-
Profit receivable	-	1,639	-	-	-	-

* These carry profit rate 6.2% per annum.

** This balance is inclusive of Sindh Sales Tax payable

----- (Transactions during the year ended 30 June 2017) -----						
(Rupees in '000)						
Units issued	-	3,758	-	22,915,731	4,294	-
Units redeemed	-	65,341	-	17,944,136	4,966	-
Profit on saving accounts	-	30,769	-	-	-	-
Bank charges	-	110	-	-	-	-
Sale of securities	-	1,963,075	-	-	-	-
Remuneration	33,973	-	3,725	-	-	-
Sales tax on remuneration	4,416	-	484	-	-	-
Dividend paid to unit holders	-	21	-	-	160	116
Allocation of expenses relating to the Fund	3,397	-	-	-	-	-
Shariah advisory fee	345	-	-	-	-	-

----- (Balances held as at 30 June 2017) -----						
Units held (in units '000)	-	4	-	63,041	29	-
Units held (in rupees '000)	-	377	-	6,358,517	2,901	-
Bank balances*	-	4,718,311	-	-	-	-
Remuneration payable **	3,948	-	400	-	-	-
Sales load and other payables	329	209	-	-	-	-
Shariah fee	57	-	-	-	-	-
Payable against allocated expenses	614	-	-	-	-	-
Profit receivable	-	7,406	-	-	-	-

* These carry profit rate ranging between 5.5% per annum.

** This balance is inclusive of Sindh Sales Tax payable

20 CONTINGENCY

As at 30 June 2018, there is no contingency.

21 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The Fund's accounting policy on fair value measurements of investments is discussed in note 4.1 to these financial statements.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities traded.

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

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

The table below 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:

On-balance sheet financial instruments

30 June 2018

Note	Carrying amount					Fair value			
	Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
Government securities	4,059,168	-	-	-	4,059,168	-	4,059,168	-	4,059,168
Financial assets not measured at fair value									
21.1									
Bank balances	-	-	856,839	-	856,839				
Profits receivable	-	-	45,436	-	45,436				
	-	-	902,275	-	902,275				
Financial liabilities not measured at fair value									
21.1									
Payable to the Management Company	-	-	-	5,372	5,372				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	454	454				
Accrued expenses and other payables	-	-	-	1,360	1,360				
	-	-	-	7,186	7,186				

30 June 2017

Note	Carrying amount					Fair value			
	Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)									
Financial assets measured at fair value									
Government securities	2,164,162	-	-	-	2,164,162	-	2,164,162	-	2,164,162
Financial assets not measured at fair value									
21.1									
Bank balances	-	-	5,575,113	-	5,575,113				
Profits receivable	-	-	38,463	-	38,463				
	-	-	5,613,576	-	5,613,576				
Financial liabilities not measured at fair value									
21.1									
Payable to the Management Company	-	-	-	4,948	4,948				
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	-	400	400				
Accrued expenses and other payables	-	-	-	11,431	11,431				
	-	-	-	16,779	16,779				

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

22 FINANCIAL RISK MANAGEMENT

- 22.1** The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to credit risk, liquidity risk and market risk arising from the financial instruments it holds.

22.2 Credit Risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation. The Fund's policy is to enter into financial contracts with reputable counter parties in accordance with the internal guidelines, offering document and regulatory requirements.

Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of NBFC rules and regulations and guidelines given by SECP from time to time.

Credit risk is managed and controlled by the management company of the Fund in the following manner:

- The fund limits its exposure to credit risk by only investing in instruments and bank deposits that have a minimum "AA-" from a credit rating agency duly approved by the SECP.
- Investment transactions are carried out with large number of brokers, whose credit rating is taken into account so as to minimize the risk of default and transactions are settled or paid for only upon deliveries.
- The risk of counter party exposure due to failed trade causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.
- Cash is held only with reputable banks (including related party).

The table below analyses the Fund's maximum exposure to credit risk:

	30 June 2018	30 June 2017
Financial assets exposed to credit risk	(Rupees in '000)	
Bank balances	856,839	5,575,113
Profits receivable	3,376	7,546
	<u>860,215</u>	<u>5,582,659</u>

Credit risk arising on financial assets is monitored through a regular analysis of financial position of brokers and other parties. Further, all transactions in securities are executed through approved brokers, thus the risk of default is considered to be minimal. In accordance with the risk

management policy of the Fund, the Investment Committee monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

Investment in government securities i.e. GOP Ijarah Sukuks is not exposed to credit risk.

The analysis below summarizes the credit quality of the Fund's portfolio in total as on 30 June 2018:

	30 June 2018	30 June 2017
Rating by category	-----%	-----
AAA	65.00	89.02
AA- to AA+	35.00	10.98
Total	100.00	100.00

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

The Fund's activities may give rise to settlement risk. „Settlement risk" is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For the majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

22.3 Liquidity risk

„Liquidity risk" is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund's offering document provides for the daily creation and cancellation of units and it is therefore exposed to the liquidity risk of meeting unitholder's redemptions at any time. The Fund manages the liquidity risk by maintaining maturities of financial liabilities and investing a major portion of the Fund's assets in highly liquid financial assets. The Fund's investments are considered to be readily realisable as they are all invested in government securities and saving accounts. The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

In accordance with the risk management policy of the Fund, the Fund manager monitors the liquidity position on a daily basis, which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

In accordance with regulation 58(1)(k) of the NBFC Regulations, 2008, the Fund has the ability to borrow funds for meeting the redemption requests, with the approval of the Trustee, for a period not exceeding three months to the extent of fifteen percent of the net assets. However, no such borrowing has been obtained during the year.

Further, the Fund is also allowed in accordance with regulation 57 (10) of the NBFC Regulations, 2008, to defer redemption requests to the next dealing day, had such requests exceed ten percent of the total number of units in issue.

In addition to unitholders' fund, the analysis below summarizes the Fund's financial liabilities into relevant maturity grouping as at 30 June 2018:

30 June 2018				
	Maturity Upto			More than one
	Three months	Six months	One year	year
	(Rupees in '000)			
				Total
Financial Liabilities				
Payable to Management Company	5,372	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	454	-	-	-
Accrued expenses and other payables	1,360	-	-	-
Total Liabilities	7,186	-	-	-

30 June 2017				
	Maturity Upto			More than one
	Three months	Six months	One year	year
	(Rupees in '000)			
				Total
Financial Liabilities				
Payable to Management Company	4,948	-	-	-
Payable to Central Depository Company of Pakistan Limited - Trustee	400	-	-	-
Accrued expenses and other payables	11,431	-	-	-
Total Liabilities	16,779	-	-	-

22.4 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and debt security prices.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in the market interest rates. The Fund's interest rate risk is monitored on a daily basis by the board of directors. Since the Fund does not have investments in fixed rate security, therefore it is not exposed to interest rate fair value risk. As of 30 June 2018, the Fund is only exposed to interest rate cash flow risk.

As at 30 June 2018, the balances that may be exposed to interest rate risk are as follows:

	30 June 2018	30 June 2017
	(Rupees in '000)	
Variable rate instruments		
Bank balances	850,129	5,552,490
Government securities - designated at fair value through profit or loss	2,443,249	831,218
Fixed rate instruments		
Government securities - designated at fair value through profit or loss	1,615,919	1,332,944

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in interest rates at the year end would have increased / (decreased) the net assets and net income by Rs. 32.93 million (30 June 2017: Rs. 63.84 million), assuming all other variables held constant.

Fair value sensitivity analysis for fixed rate instrument

Short term investment with a bank is carried at held to maturity. Therefore a change in interest rate at the reporting date would not effect the income statement.

The composition of the Fund's investment portfolio and KIBOR rates announced are expected to change over time. Accordingly, the sensitivity analysis prepared as of 30 June 2018 is not necessarily indicative of the effect on Funds net assets of future movements in interest rates. The fluctuation in interest rate of 100 basis points is reasonably possible in the current economic environment.

ii) Foreign Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

iii) Price risk

Price risk is the risk of volatility in prices of financial instruments resulting from their dependence on market sentiments, speculative activities, supply and demand for financial instruments and liquidity in the market. The value of investments may fluctuate due to change in business cycles affecting the business of the Fund in which the investment is made, change in business circumstances of the Fund, industry environment and / or the economy in general. The Fund is not exposed to the risk as its constitutive documents prohibit it from investing in equity securities.

22.5 Unit holders' fund risk management (Capital risk Management)

The Fund's objective when managing unit holder's funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in market conditions. Under the NBFC regulations 2008, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund size depends on the issuance and redemption of units.

23 TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID BY THE FUND

Name of Broker	Commission
	2018 %
Paramount Capital (Private) Limited	21.80
JS Global Capital Limited	19.73
C & M Management (Private) Limited	17.64
Invest Capital Markets Limited	14.46
Bright Capital (Private) Limited	14.46
Summit Capital (Private) Limited	6.94
Vector Capital (Private) Limited	4.97
	100.00
Name of Broker	Commission
	2017 %
Invest Capital Markets Limited	28.61
Vector Capital (Private) Limited	23.65
Paramount Capital (Private) Limited	15.19
C & M Management (Private) Limited	14.76
Bright Capital (Private) Limited	7.86
Next Capital Limited	6.51
Currency Market Associates (Private) Limited	3.31
JS Global Capital Limited	0.11
	100.00

24 INVESTMENT COMMITTEE

Details of the members of investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir Khan	Head of Research	12	MBA
4	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.com
5	Asim Wahab Khan	Head of Investment Strategy & Equity	13	MBA, CFA
6	Shabbir Sardar Zaidi	Fund Manager	9	M.A.S, CFA

* Head of Risk - non voting observer

Syed Shabbir Sardar Zaidi is Fund Manager of Al Ameen Islamic Dedicated Equity Fund, Al Ameen Islamic Financial Planning Fund, Al Ameen Islamic Financial Planning Fund II, Al - Ameen Islamic Financial Planning Fund - III and Al Ameen Islamic Retirement Savings Fund.

25 DIRECTORS' MEETING ATTENDANCE

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

Name of Director	23 August 2017	25 September 2017	27 October 2017	6 December 2017	16 February 2018	26 April 2018	2 May 2018	Meetings attended
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	✗	✓	✗	3
Zia Ijaz	✓	✓	✓	✓	✗	✗	✗	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad								
Sadeed Hassan Barlas	✓	✓	✓	✓	✗	✗	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on 29 September 2017.

** Independent Director's have completed three consecutive term.

*** Mr. Zulfiqar Alavi resigned on 07 August 2017.

**** Mr. Fawaz Taj siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from 02 April 2018 as Company Secretary.

26 PATTERN OF UNIT HOLDERS

Category	30 June 2018		
	Number of		
	Unit holders	Units held	Percentage
Individuals	3,504	5,508,728	11.60%
Non Banking Financial Companies	7	39,185,932	82.48%
Associated Companies and Directors	2	28,338	0.06%
Retirement Funds	20	2,712,055	5.71%
Others	9	70,912	0.15%
	3,542	47,505,965	100%

Category	30 June 2017		
	Number of		
	Unit holders	Units held	Percentage
Individuals	3,353	11,499,692	14.97%
Associated Companies and Directors	11	63,073,155	82.13%
Insurance Companies	1	308,898	0.40%
Retirement Funds	12	1,164,315	1.52%
Others	12	755,308	0.98%
	3,389	76,801,368	100%

27 FUND RATING

The Management Company has been rated as AM1 on 29 December 2017 by JCR - VIS.
The Fund has been rated as AA-(f) by JCR - VIS on 29 December 2017.

28 GENERAL

28.1 Subsequent event - Non adjusting

The Board of Directors of the Management Company on 02 July 2018 approved a final distribution of Rs. 3.0521 per unit on the face value of Rs.100 each (i.e. 3.05%) amounting to Rs. 145.076 million.

The financial statements of the Fund for the year ended 30 June 2018 do not include the effect of above distribution which will be accounted for in the financial statements for the year ending 30 June 2019.

28.2 Date of authorisation for issue

These financials statements were authorized for issue by Board of Directors of the Management Company on August 28, 2018.

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

--SD--

Chief Executive Officer

--SD--

Chief Financial Officer

--SD--

Director

AIAIF

Al-Ameen Islamic Aggressive Income Fund

INVESTMENT OBJECTIVE

AIAIF is an open-end Shariah Compliant Aggressive Fixed Income Fund which invests in medium to long-term income instruments as well as short-tenor money market instruments to generate superior, long-term, risk-adjusted returns while preserving capital over the long-term.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	KPMG Taseer Hadi & Co, Chartered Accountants
Bankers	Al Baraka Islamic Bank Limited Allied Bank Limited Bank Alfalah Limited BankIslami Pakistan Limited Dubai Islamic Bank Limited MCB Bank Limited National Bank of Pakistan Habib Bank Limited - Islamic Banking Habib Metropolitan Bank Limited - Islamic Banking Meezan Bank Limited United Bank Limited Faysal Bank Limited - Islamic Banking Soneri Bank Limited - Islamic Banking
Management Co. Rating	AM1 (JCR•]VIS)
Fund Rating	BBB+ (f) (JCR-VIS)

Fund Manager's Report – Al-Ameen Islamic Aggressive Income Fund (AIAIF) formerly United Islamic Income Fund (UIIF)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Aggressive Fixed Income/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIAIF is an open-end Shariah Compliant Aggressive Fixed Income Fund which invests in medium to long-term income instruments as well as short-tenor money market instruments to generate superior, long-term, risk-adjusted returns while preserving capital over the long-term.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme has a long-term investment objective. Significant efforts were made during the year for the achievement of the long-term objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted average of 12 Month deposit rates of 3 Islamic Banks
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIAIF	1.28%	4.29%	3.65%	2.46%	4.00%	3.71%	3.88%	2.87%	4.13%	3.06%	4.22%	4.31%	3.49%
Benchmark	5.25%	5.31%	5.25%	5.25%	5.24%	5.24%	5.24%	5.23%	5.24%	5.30%	5.30%	5.31%	5.26%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
During FY18, the fund generated a return of 3.49% p.a. At the end of Jun'18, asset allocation stood at 57% of assets in cash, 30% of assets in Sukuks, 12% of assets in Placements with banks, while the rest was invested in others.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Sukuks	34%	30%
GoP Ijara Sukuk	22%	0%
Commercial Papers	0%	0%
Cash	38%	57%
Others	5%	2%
Placements with banks	0%	12%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	3.49%
Standard Deviation (12m trailing):	0.35%
Sharpe Ratio (12m trailing):	(7.54)

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
795,728	1,105,259	(28.01)	103.4230	99.9376	3.49

x) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in during the period; and

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45- per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

xi) Disclosure on distribution (if any), comprising:-

- particulars of income distribution or other forms of distribution made and proposed during the period; and
- statement of effects on the NAV before and after distribution is made

Final distribution for the year ended June 30, 2018 was made subsequent to year end, on July 02, 2018. Below are the details of such distribution:

Distribution				Per Unit	
Declared on	Bonus	Cash	Per unit	Cum NAV	Ex NAV
	Rupees (000)		Rupees-		
July 02, 2018	-	26,816	3.4854	103.4230	99.9376

- i) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in the state of affairs during the year under review.

- ii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIAIF
0.0001 - 9,999.9999	1,781
10,000.0000 - 49,999.9999	121
50,000.0000 - 99,999.9999	12
100,000.0000 - 499,999.9999	15
500,000.0000 & Above	1
Total	1,930

- iii) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- iv) **Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

- v) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE**Al-Ameen Islamic Aggressive Income Fund**

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	795,728	1,105,259	642,701
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees			
Income units - Offer*	104.5917	101.0669	100.9856
- Redemption	103.4230	99.9376	99.6700
Growth units - Offer	104.5917	101.0669	100.9856
- Redemption**	103.4230	99.9376	99.6700

* Back-end load will be deducted as per applicable step-down structure

RETURN OF THE FUND - %

Total Return of the Fund	3.49	4.81	7.06
Capital Growth (per unit)	3.49	0.29	1.81
Date of Income Distribution		19-Jun-17	22-Jun-16
Income Distribution		4.52	3.75
Date of Income Distribution		-	28-Jun-16
Income Distribution		-	1.5

AVERAGE ANNUAL RETURN - %

One Year	3.49	4.81	7.06
Second Year	4.15	5.94	7.66
Third Year	5.12	6.71	9.89
Fourth year	5.91	8.62	9.15
Fifth Year	7.60	8.28	8.54
Sixth Year	7.48	7.92	6.45
Since inception	5.22	5.20	5.25

OFFER / REPURCHASE DURING THE YEAR- Rupees

Highest price per unit - Income units - Offer	104.5917	104.2182	106.2100
Highest price per unit - Income units - Redemption	103.4230	104.2182	104.8300
Highest price per unit - Growth units - Offer	104.5917	104.2182	106.2100
Highest price per unit - Growth units - Redemption	103.4230	104.2182	104.8300
Lowest price per unit - Income units - Offer	101.0013	99.3900	99.1100
Lowest price per unit - Income units - Redemption	99.8727	99.3900	97.8200
Lowest price per unit - Growth units - Offer	101.0013	99.3900	99.1100
Lowest price per unit - Growth units - Redemption	99.8727	99.3900	97.8200

* Front-end load @ 1% is applicable

** Back-end load as per applicable step-down structure

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank Balances	57.00	38.00	17.00
Sukuk Certificates	30.00	56.00	83.00
others	13.00	6.00	0.00

PORTFOLIO COMPOSITION BY MARKET - %

Debt market	100.00	100.00	100.00

Note:

- The Launch date of Fund is 20 October 2007

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

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CDC House, 99-B, Block 'B',
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Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
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Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN ISLAMIC AGGRESSIVE INCOME FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Islamic Aggressive Income Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 19, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with relevant rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

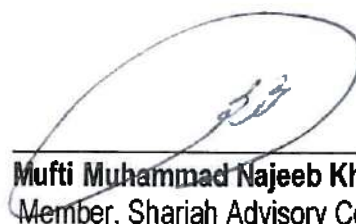
- i. We have reviewed and approved the modes of investments of AIAIF in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIAIF by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIAIF for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR 77,915 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeem Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC AGGRESSIVE INCOME FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Aggressive Income Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.

8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

a. Board Audit Committee

- i. Ms. Naz Khan (Chair);
- ii. Mirza Muhammad Sadeed Hassan Barlas;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Zia Ijaz.

b. Board Human Resource & Compensation Committee

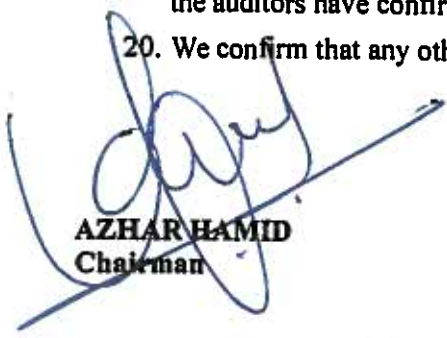
- i. Mr. Azhar Hamid (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Zia Ijaz;
- iv. Ms. Naz Khan;
- v. Syed Furrukh Zaeem.

c. Board Risk & Compliance Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Azhar Hamid;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Yasir Qadri;
- v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
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To the Unit Holders of Al-Ameen Islamic Aggressive Income Fund

**Review Report on Statement of Compliance contained in Listed Companies
(Code of Corporate Governance) Regulations, 2017**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance Regulations, 2017 ("the Regulations") prepared by the Board of Directors of UBL Fund Managers Limited ("the Management Company") for the year ended 30 June 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.



KPMG Taseer Hadi & Co.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Funds for the year ended 30 June 2018.


KPMG Taseer Hadi & Co.
Chartered Accountants

Date: 28 August 2018

Karachi



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INDEPENDENT AUDITORS' REPORT

To the Unit holders of AL – AMEEN ISLAMIC AGGRESSIVE INCOME FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Al - Ameen Islamic Aggressive Income Fund ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2018, income statement, statement of comprehensive income, statement of movement in unit holders' fund, cash flow statement for the year then ended, and notes to the financial statements, including summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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Following are the key audit matters:

S. No.	Key Audit Matter(s)	How the matter was addressed in our audit
1	Valuation of Investments Refer note 4.1.1 and 7 to the financial statements for accounting policies and details of investments. The Fund's investment portfolio classified as 'fair value through profit and loss' comprise of debt securities of Rs. 241 million representing 30% of the net assets value of the Fund as at 30 June 2018. We identified the valuation of investments as a key audit matter because of its significance in relation to the net asset value of the Fund.	Our audit procedures in respect of valuation of investments included the following: • Obtaining an understanding of and testing the design and operating effectiveness of the key controls for the valuation of investments; and • Assessing, on a sample basis, whether investments were valued at fair value based on the rates quoted by Mutual Fund Association of Pakistan (MUFAP).
2	Amendments to the NBFC Regulations, 2008 Refer to note 3.4.3 to the accompanying financial statements with respect to element of income. The amendments to NBFC Regulations, 2008 brought through SRO 756(I)/2017 dated 03 August 2017 issued by Securities and Exchange Commission of Pakistan (SECP), have necessitated changes in accounting policies with respect to recording of element of income / loss on net basis from income statement to unit holders' fund and consideration of income already paid on units redeemed as	Our audit procedures in respect of change in accounting policies due to amendments in NBFC Regulations 2008 included the following: • Obtaining an understanding of and assessing the design and operating effectiveness of controls in place for determination of income already paid on units redeemed, distribution and refund of capital (element of income). • Testing, on sample basis, that income already paid on units redeemed, distribution and refund of capital (element of income) have been determined as per the methodology specified by MUFAP in consultation with SECP.



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S. No.	Key Audit Matter(s)	How the matter was addressed in our audit
	dividend. The said SRO also required certain presentation changes. The Fund has applied these changes with effect from 1 July 2017. We identified the said changes as a key audit matter because application of these changes involved complex calculations and judgment in respect of determination of income already paid on units redeemed, distribution and refund of capital (element of income) to conform with the methodology specified by MUFAP for such calculations.	Assessing the adequacy of disclosures made with respect to change in accounting policies and the requirements of NBFC Regulations, 2008.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to



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enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.



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- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation Rules, 2003) and Non-Banking Finance Companies and Notified Entities Regulations, 2008.



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Other Matter

The financial statements of the Fund for the year ended 30 June 2017 were audited by another firm of chartered accountants who had expressed an unmodified opinion thereon dated 23 August 2017.

The engagement partner responsible for the audit resulting in this independent auditor's report is Mazhar Saleem.

Date: 28 August 2018

Karachi


KPMG Taseer Hadi & Co.
Chartered Accountants

Al - Ameen Islamic Aggressive Income Fund
Statement of Assets and Liabilities
As at 30 June 2018

		30 June 2018	30 June 2017
	<i>Note</i>	(Rupees in '000)	
Assets			
Bank balances	5	459,540	433,323
Term deposit musharika	6	95,000	-
Investments	7	240,647	633,496
Advance tax	8	1,824	1,772
Profit receivable	9	8,349	11,399
Deposits, prepayments and other receivables	10	6,571	46,511
Total assets		811,931	1,126,501
Liabilities			
Payable to the Management Company	11	1,444	1,756
Payable to Central Depository Company of Pakistan Limited - Trustee	12	127	145
Payable to Securities and Exchange Commission Of Pakistan	13	756	891
Accrued expenses and other payables	14	13,876	18,450
Total liabilities		16,203	21,242
Net assets		795,728	1,105,259
Unit holders' fund (as per the statement attached)		795,728	1,105,259
Contingency	21		
		(Number of units)	
Number of units in issue (face value of units is Rs. 100 each)		7,693,921	11,059,495
		(Rupees)	
Net asset value per unit	4.8	103.4230	99.9376

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Chief Financial Officer

---SD---
Director

AI - Ameen Islamic Aggressive Income Fund

Income Statement

For the year ended 30 June 2018

		30 June 2018	30 June 2017
	Note	(Rupees in '000)	
Income			
Financial income	15	64,963	76,695
Net capital (loss) / gain on sale of investments		(2,924)	1,970
Net unrealized (loss) / gain on revaluation of investments classified as 'designated at fair value through profit or loss'	7.3.1	(4,950)	1,336
Other income		231	-
Total income		57,320	80,001
Expenses			
Remuneration of the Management Company	11.1	15,118	17,816
Sindh Sales Tax on the Management Company's remuneration	11.2	1,965	2,316
Allocation of expenses relating to the Fund	11.3	1,008	1,188
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	12	1,899	2,077
Annual fee of Securities and Exchange Commission of Pakistan	13	756	891
Bank charges		109	45
Auditors' remuneration	16	559	559
Listing fee		28	55
Brokerage expenses		261	113
Legal and professional charges		190	157
Shariah advisory fee		333	337
Other expenses		164	161
Total operating expenses		22,390	25,715
Net income from operating activities		34,930	54,286
Net element of loss and capital losses included in prices of units issued less those in units redeemed	3.4.3	-	(26,247)
Reversal of Provision for Workers' Welfare Fund	14.2	-	3,713
Provision for Sindh Workers' Welfare Fund	14.2	(686)	(1,390)
		(686)	2,323
Net income for the year before taxation		34,244	30,362
Taxation	17	-	-
Net income for the year after taxation		34,244	30,362
Allocation of net income for the year after taxation			
Net income for the year after taxation		34,244	
Income already paid on units redeemed		(15,572)	
		18,672	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		18,672	
		18,672	

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

AI - Ameen Islamic Aggressive Income Fund
Statement of Comprehensive Income
For the year ended 30 June 2018

	30 June 2018	30 June 2017
	(Rupees in '000)	
Net income for the year after taxation	34,244	30,362
Other comprehensive income for the year	-	-
Total comprehensive income for the year	<u>34,244</u>	<u>30,362</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

AI - Ameen Islamic Aggressive Income Fund
Statement of Movement in Unit Holders' Fund
For the year ended 30 June 2018

	2018			2017		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees in '000)					
Net assets at beginning of the year	1,091,560	13,699	1,105,259	631,932	10,769	642,701
Issuance of 11,361,204 units (30 June 2017: 31,077,525 units)						
- Capital value	1,135,686	-	1,135,686			
- Element of income	15,333	-	15,333			
Total proceeds on issuance of units	1,151,019		1,151,019	3,097,497	44,466	3,141,963
Redemption of 14,726,778 units (30 June 2017: 26,466,025 units)						
- Capital value	(1,471,908)	-	(1,471,908)			
- Element of loss	(7,314)	(15,572)	(22,886)			
Total payments on redemption of units	(1,479,222)	(15,572)	(1,494,794)	(2,637,869)	(70,713)	(2,708,582)
Net element of loss and capital losses included in prices of units issued less those in units redeemed	-	-	-	-	26,247	26,247
Total comprehensive income for the year	-	34,244	34,244	-	30,362	30,362
Interim distribution for the year ended 30 June 2018: Nil [2017: Rs 4.52 per unit (Date of Distribution: 19 June 2017)]	-	-	-	-	(27,432)	(27,432)
Net income for the year less distribution	-	34,244	34,244	-	2,930	2,930
Net assets at end of the year	763,357	32,371	795,728	1,091,560	13,699	1,105,259
Undistributed income brought forward:						
- Realised income		12,363			5,356	
- Unrealised income		1,336			5,413	
		13,699			10,769	
Accounting income available for distribution						
- Relating to capital gains		-				
- Excluding capital gains		18,672				
		18,672				
Net income for the year after taxation					30,362	
Interim distribution for the year ended 30 June 2018: Nil [2017: Rs 4.52 per unit (Date of Distribution: 19 June 2017)]		-			(27,432)	
Undistributed income carried forward		32,371			13,699	
Undistributed income carried forward comprises of:						
- Realised income		37,321			12,363	
- Unrealised (loss) / income		(4,950)			1,336	
		32,371			13,699	
			(Rupees)			(Rupees)
Net assets value per unit at beginning of the year			99.9376			99.6745
Net assets value per unit at end of the year			103.4230			99.9376

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Chief Financial Officer

---SD---
Director

AI - Ameen Islamic Aggressive Income Fund
Cash Flow Statement
For the year ended 30 June 2018

	30 June 2018	30 June 2017
Note	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year before taxation	34,244	30,362
Adjustments for:		
Financial income	15 (64,963)	(76,695)
Net unrealized loss / (gain) on revaluation of investments classified as 'designated at fair value through profit or loss'	4,950	(1,336)
Net capital loss / (gain) on sale of investments	2,924	(1,970)
Net element of loss and capital loss included in prices of units issued less those in units redeemed	-	26,247
Reversal of provision for Workers' Welfare Fund	-	(3,713)
Provision for Sindh Workers' Welfare Fund	686	1,390
	(56,403)	(56,077)
Net cash used in operations before working capital changes	(22,159)	(25,715)
Working capital changes		
<i>Decrease / (increase) in assets</i>		
Investments	384,975	(198,590)
Deposits, prepayments and other receivables	208	(46,411)
Advance tax	(52)	(602)
	385,131	(245,603)
<i>(Decrease) / increase in liabilities</i>		
Payable to the Management Company	(312)	(34)
Payable to Central Depository Company of Pakistan Limited - Trustee	(18)	(2)
Payable to Securities and Exchange Commission of Pakistan	(135)	238
Accrued expenses and other payables	(5,260)	899
	(5,725)	1,101
Profit received	68,013	75,719
Net cash flows generated from / (used in) operating activities	425,260	(194,498)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of units	19 1,190,751	3,141,963
Payments on redemption of units	(1,494,794)	(2,708,582)
Cash distribution to unit holders	-	(27,432)
Net cash (used in) / generated from financing activities	(304,043)	405,949
Net increase in cash and cash equivalents	121,217	211,451
Cash and cash equivalents at beginning of the year	433,323	221,872
Cash and cash equivalents at end of the year	554,540	433,323
Cash and cash equivalents		
Bank balances	459,540	433,323
Term deposit musharika	95,000	-
	554,540	433,323

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

Al - Ameen Islamic Aggressive Income Fund

Notes to the Financial Statements

For the year ended 30 June 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Aggressive Income Fund (the Fund) was established under a Trust Deed executed between UBL Fund Managers Limited, (wholly owned subsidiary company of United Bank Limited) as its Management Company and Central Depository Company of Pakistan Limited (CDC), as its Trustee. The Trust Deed was executed on August 10, 2007 and the Fund was authorized by the Securities and Exchange Commission of Pakistan (SECP) on August 27, 2007 in accordance with the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules 2003.

The Fund is listed on the Pakistan Stock Exchange Limited. Units are offered for public subscription on a continuous basis. The units are transferable and can also be redeemed by surrendering them to the Fund at the option of the unit holder. The Fund is categorised as an open end shariah compliant (Islamic) aggressive fixed income scheme in accordance with Circular No. 7 of 2009 issued by SECP.

The Fund has been formed to generate superior, long term, risk adjusted returns by investing in medium to long term income instrument as well as short tenor money market instruments. Furthermore, the Fund invests in instruments that are approved by the Shariah Advisory Board. Under provision of the Trust Deed, all activities of the Fund shall be undertaken in accordance with the Shariah.

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 PRESENTATION

Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

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

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

3 BASIS OF PREPARATION

3.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost convention, except those financial assets that have been carried at fair values in accordance with the requirements of International Accounting Standard (IAS) 39.

3.2 Functional and presentation currency

These financial statements are presented in Pak Rupees which is the functional and presentation currency of the Fund. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3.3 Critical accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The areas where various assumptions and estimates are significant to the Fund's financial statements or where judgment was exercised in the application of accounting policies are given below:

a) Judgments

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in note 4.1.1 - Regarding the classification of investments.

b) Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the financial statements for the year ending 30 June 2018 is included in the following notes:

- Notes 4.1.3 and 4.1.4 - Valuation of investments
- Notes 4.1.5 and 4.15 - Impairment of financial instruments and other assets

3.4 New or amendments to existing standard / interpretation and forthcoming requirements

3.4.1 New, Amended and Revised Standards and Interpretations of IFRSs

There are new and amended standards and interpretations that are mandatory for accounting periods beginning 01 July 2017 but are considered not to be relevant or do not have any significant effect on the the Funds' financial statements and are therefore not stated in these financial statements.

3.4.2 Application of Companies Act, 2017

The Companies Act, 2017 was enacted on 30 May 2017 and SECP vide its circular 23 of 2017 which application has been deferred till 31 December 2017. Therefore, the provision of the Companies Act, 2017 are applicable from 01 January 2018 (refer note 2). However, it does not have any significant impact on the Fund's financial statements.

3.4.3 Change in Accounting Policy

Element of income / (loss)

Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period is recognized in income statement on net basis and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities is included in distribution statement on net basis.

Securities & Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". As per SRO, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. It also specifies that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

The said SRO also deleted 'Distribution Statement' and requires additional disclosures with respect to "Income Statement" (relating to allocation of net income for the year) and "Statement of Movement in Unit Holders' Fund" and recording of element of income / loss included in price of unit issued or redeemed directly in Statement of movements in unit holders' fund instead of income statement. MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from 01 July 2017 as clarified by SECP vide its email dated 7 February 2018. Accordingly, corresponding figures have not been restated. Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been lower by Rs. 7.205 million net off charge for SWWF in respect of element of income and consequently NAV per unit would have been lower by Rs. 0.96.

3.5 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2018:

- Classification and Measurement of Share-based Payment Transactions - amendments to IFRS 2 clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after 1 January 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and/or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on Fund's financial statements.
- Transfers of Investment Property (Amendments to IAS 40 „Investment Property" -effective for annual periods beginning on or after 1 January 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on Fund's financial statements.
- Annual Improvements to IFRSs 2014-2016 Cycle [Amendments to IAS 28 „Investments in Associates and Joint Ventures"] (effective for annual periods beginning on or after 1 January 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit or loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on Fund's financial statements.

- IFRIC 22 „Foreign Currency Transactions and Advance Consideration“ (effective for annual periods beginning on or after 1 January 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration. The amendments are not likely to have an impact on Fund's financial statements.
- IFRIC 23 „Uncertainty over Income Tax Treatments“ (effective for annual periods beginning on or after 1 January 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax. The amendments are not likely to have an impact on Fund's financial statements.
- IFRS 15 „Revenue from contracts with customers“ (effective for annual periods beginning on or after 1 July 2018). IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 „Revenue“, IAS 11 „Construction Contracts“ and IFRIC 13 „Customer Loyalty Programmes“. The management is currently in the process of analyzing the potential impact of changes required in revenue recognition policies on the adoption of the standard. However the management considers that the impact would not be significant.
- IFRS 9 „Financial Instruments“ and amendment – Prepayment Features with Negative Compensation (effective for annual periods beginning on or after 1 July 2018 and 1 January 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The amendments are not likely to have an impact on Fund's financial statements.
- IFRS 16 „Leases“ (effective for annual period beginning on or after 1 January 2019). IFRS 16 replaces existing leasing guidance, including IAS 17 „Leases“, IFRIC 4 „Determining whether an Arrangement contains a Lease“, SIC-15 „Operating Leases- Incentives“ and SIC-27 „Evaluating the Substance of Transactions Involving the Legal Form of a Lease“. IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The amendments are not likely to have an impact on Fund's financial statements.
- Amendment to IAS 28 „Investments in Associates and Joint Ventures“ - Long Term Interests in Associates and Joint Ventures (effective for annual period beginning on or after 1 January 2019). The amendment will affect companies that finance such entities with preference shares or with loans for which repayment is not expected in the foreseeable future (referred to as long-term interests or „LTI“). The amendment and accompanying example state that LTI are in the scope of both IFRS 9 and IAS 28 and explain the annual sequence in which both standards are to be applied. The amendments are not likely to have an impact on Fund's financial statements.
- Amendments to IAS 19 „Employee Benefits“- Plan Amendment, Curtailment or Settlement (effective for annual periods beginning on or after 1 January 2019). The amendments clarify that on amendment, curtailment or settlement of a defined benefit plan, a company now uses updated actuarial assumptions to determine its current service cost and net interest for the period; and the effect of the asset ceiling is disregarded when calculating the gain or loss on any settlement of the plan and is dealt with separately in other comprehensive income. The amendments are not likely to have an impact on Fund's financial statements
- Annual Improvements to IFRS Standards 2015–2017 Cycle - the improvements address amendments to

following approved accounting standards:

- IFRS 3 Business Combinations and IFRS 11 Joint Arrangement - the amendment aims to clarify the accounting treatment when a company increases its interest in a joint operation that meets the definition of a business. A company remeasures its previously held interest in a joint operation when it obtains control of the business. A company does not remeasure its previously held interest in a joint operation when it obtains joint control of the business.
- IAS 12 Income Taxes - the amendment clarifies that all income tax consequences of dividends (including payments on financial instruments classified as equity) are recognized consistently with the transaction that generates the distributable profits.
- IAS 23 Borrowing Costs - the amendment clarifies that a company treats as part of general borrowings any borrowing originally made to develop an asset when the asset is ready for its intended use or sale.

The above amendments are effective from annual period beginning on or after 1 January 2019 and are not likely to have an impact on Fund's financial statements.

4 SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied except for the change in accounting policy as mentioned in note 3.4.3, to all the periods presented.

4.1 Financial assets

4.1.1 Classification

The management determines the appropriate classification of the financial assets of the Fund in accordance with the requirements of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" at the time of purchase of financial assets and re-evaluates this classification on a regular basis. The classification depends upon the purpose for which the financial assets are acquired. The Fund classifies its financial assets in the following categories:

a) Financial assets as 'at fair value through profit or loss'

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category.

b) Available-for-sale financial assets

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (c) loans and receivables, (a) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time which may be sold in response to the needs for the liquidity or change in price.

b) Loans and receivables

These are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market.

4.1.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.1.3 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are charged to the Income Statement.

4.1.4 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

'Financial assets at fair value through profit or loss'

Basis of valuation of debt securities

Investment in debt securities is valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the SECP via Circular 1 of 2009, Circular 33 of 2012 and Circular 35 of 2012. The Circulars also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

Basis of valuation of government securities

The government securities not listed on a stock exchange and traded in the interbank market are valued at the average rates quoted on a widely used electronic quotation system (PKISRV rates) which are based on the remaining tenor of the securities.

Loans and receivables

Subsequent to initial recognition financial assets classified as 'Loans and receivables' are carried at amortised cost using the effective interest method.

4.1.5 Impairment

The Fund assesses at each reporting date whether there is an objective evidence that the financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. In case of investment classified as „available-for-sale“, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the securities are impaired. If any such evidence exists for „available-for-sale“ financial assets, the cumulative loss (measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the income statement) is reclassified from the statement of comprehensive income to the income statement.

For financial assets classified as 'loans and receivables', a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The amount of the provision is determined based on the provisioning criteria specified by SECP.

Provision against non-performing debt securities is made in accordance with the provisioning criteria for non-performing debt securities specified by the SECP. As allowed by the SECP, the management may also make provision against debt securities over and above the minimum provision requirement prescribed in the aforesaid circulars, in accordance with the provisioning policy duly approved by the Board of Directors of the Management Company.

4.1.6 Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IAS 39.

4.2 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

4.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4.4 Unitholders' fund

Unitholders' fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

4.5 Issuance and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received, by the distributors / Management Company during business hours, as of the close of the previous day on which the applications were received. The offer price represents the net assets value per unit as of the close of previous day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable.

Units redeemed are recorded at the redemption price, applicable to units as of the close of the previous day. The redemption price represents the net assets value per unit as of the close of the previous day on which the applications were received less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

4.6 Element of income

Element of Income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net asset Value (NAV) at the beginning of the relevant accounting period.

Element of Income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund; however, to maintain same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per guideline provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year. The income already paid (Element of Income) on redemption of units during the year are taken separately in statement of movement in unitholders' fund.

4.7 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

4.8 Net asset value per unit

The net asset value per unit as disclosed on the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units outstanding at the year end.

4.9 Taxation

The Fund 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 ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. Provided that for the purpose of determining distribution of at least ninety percent of its accounting income for the year, the income distributed through bonus units shall not be taken into account.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of taxation in these financial statements as the Fund distributes more than ninety percent of its accounting income for the current year and intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders' every year.

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.

4.10 Revenue recognition

- Capital gains / (losses) arising on redemption and sale of investments are included in the Income Statement on the date at which the transaction takes place.
- Unrealized gains / (losses) arising on revaluation of investments classified as 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.
- Income on debt and government securities is recognised on time proportion basis using the effective yield.
- Profit on saving accounts and term deposits is recognised taken into account the effective yield.

4.11 Expenses

All expenses including Management fee, Trustee fee and Securities and Exchange Commission of Pakistan fee are recognised in the Income Statement on accrual basis.

4.12 Earnings per unit

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

4.13 Cash and cash equivalents

Cash and cash equivalents are carried in the Statement of Assets and Liabilities at cost. These comprise of deposits with banks and highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are held for the purpose of meeting short term cash commitments rather than for investments for other purposes.

4.14 Distributions

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital if any based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

4.15 Other assets

Other assets are stated at cost less impairment losses, if any.

5 BANK BALANCES

	Note	30 June 2018	30 June 2017
		(Rupees in '000)	
In current accounts	5.1	6,696	7,938
In saving accounts	5.2	452,844	425,385
		<u>459,540</u>	<u>433,323</u>

5.1 This includes balance with United Bank Limited of Rs. 4.64 million (30 June 2017: Rs. 4.61 million), holding company of the Management Company.

5.2 These carry profit rates ranging from 5.6% to 6.4% (30 June 2017: 3.75% to 5.8%) per annum. This includes balance with United Bank Limited of Rs. 91.08 million (30 June 2017: Rs. 234 million).

6 TERM DEPOSIT MUSHARIKA

Commercial bank	6.1	<u>95,000</u>	<u>-</u>

6.1 Profit rate on Term deposit musharika is 6.1% (30 June 2017: NIL) per annum and will mature on 12 July 2018.

7 INVESTMENTS

Available-for-sale

- Sukuk certificates - Quoted	7.1	<u>-</u>	<u>-</u>

'Designated at fair value through profit or loss'

- Sukuk certificates			
- Quoted	7.2	103,166	106,819
- Unquoted	7.2	137,481	273,872
- GOP Ijarah Sukuks	7.4	<u>-</u>	<u>252,805</u>
		<u>240,647</u>	<u>633,496</u>

7.1 Available-for-sale - sukuk certificates (certificates of Rs.5,000 each, unless otherwise stated)

Name of Investee Company	Note	As at 01 July 2017	Purchased / acquired during the year	Sold / matured during the year	As at 30 June 2018	Carrying value as at 30 June 2018	Market value as at 30 June 2018	Market value as at 30 June 2017	Percentage of total investment	Percentage of net assets
			(Number of certificates)			(Rupees in '000)			%	
<u>Quoted</u>										
Leasing companies										
Security Leasing Corporation Limited - Sukuk (19-09-07) – II	7.1.2	10,000	-	-	10,000	-	-	-	-	-
Cable and electronics goods										
New Allied Electronics Industries Limited-I*	7.1.3	192,000	-	-	192,000	-	-	-	-	-
New Allied Electronics Industries Limited-II	7.1.4	10,000	-	-	10,000	-	-	-	-	-
Chemical										
Agritech Limited	7.1.5	16,600	-	-	16,600	-	-	-	-	-
Agritech Limited (zero rate coupon)	7.1.6	2,411	-	-	2,411	-	-	-	-	-
						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

* Face value of each certificate is Rs.312.5.

7.1.1 At 30 June 2018, the cost of above investments amounted to Rs.167.98 (30 June 2017: Rs.167.98) million.

7.1.2 Security Leasing Corporation Limited - II (SLCL) was categorized as non-performing by MUFAP initially as at 30 June 2011 and subsequently in April 2012. The Fund has fully provided the investment in accordance with Circular No. 33 of 2012 issued by the Securities and Exchange Commission of Pakistan (SECP).

7.1.3 The exposure was classified as non-performing in 2009. Accordingly, under Circular No. 33 of 2012 read with circular No. 1 of 2009 issued by SECP, the entire exposure was provided for in the books in the year 2011.

7.1.4 The exposure was classified as non-performing in 2009 under Circular No. 33 of 2012 read with circular No. 1 of 2009 issued by SECP and currently the entire exposure has been provided for in the books.

7.1.5 The exposure was classified as non-performing in 2011 under Circular No. 33 of 2012 read with circular No. 1 of 2009 issued by SECP and currently the entire exposure has been provided for in the books.

7.1.6 In 2013, Agritech Limited issued 2,411 term finance certificates against the profit due on its long overdue sukuk certificates. These have not been recognised as they were issued against the suspended mark up receivable, because as per Circular 33 of 2012, profit shall only be recorded up to the extent it is received in cash.

7.2 'Designated at fair value through profit or loss' - sukuk certificates (certificates of Rs.5,000 each, unless otherwise stated)

Investee Company	As at 01 July 2017	Purchased / acquired during the year	Sold / matured during the year	As at 30 June 2018	Carrying value as at 30 June 2018	Market value as at 30 June 2018	Market value as at 30 June 2017	Percentage of total investment	Percentage of net assets
	----- (Number of certificates) -----				---- (Rupees in '000) ----			----- % -----	
<u>Quoted</u>									
Power generation and distribution									
K-Electric Limited - 5 years	15,000	-	-	15,000	77,613	76,054	77,613	31.60%	9.56%
Chemical									
Engro Corporation Limited - 5 years	5,000	-	-	5,000	29,206	27,112	29,206	11.27%	3.41%
					106,819	103,166	106,819	42.87%	12.97%
<u>Unquoted</u>									
Pharmaceutical									
AGP (Private) Limited (certificates of Rs. 80,000 each)	1,000	-	(1,000)	-	-	-	100,000	-	-
Chemical									
Ghani Gases Limited (certificates of Rs.79,167 each)	425	-	(100)	325	25,986	25,987	41,136	10.80%	3.27%
Engro Fertilizers Limited Sukuk - III (certificates of Rs.2,625 each)	19,800	-	-	19,800	53,706	52,495	81,839	21.81%	6.60%
					79,692	78,482	122,975	32.61%	9.87%
Power generation and distribution									
Pakistan Water & Power Development Authority (WAPDA) - II (certificates of Rs.1,250 each)	17,000	-	(17,000)	-	-	-	7,073	-	-
Pakistan Water & Power Development Authority (WAPDA) - III (certificates of Rs.2,500 each)	13,000	-	-	13,000	34,086	33,949	43,824	14.11%	4.27%
					34,086	33,949	50,897	14.11%	4.27%
Food and energy									
Dawood Hercules Corporation Limited (certificates of Rs. 100,000 each)	-	500	(250)	250	25,000	25,050	-	10.41%	3.15%
					138,778	137,481	273,872	57.13%	17.29%

7.3 Significant terms and conditions of sukuk certificates (other than non - performing sukuks) held as at 30 June 2018 are as follows:

Name	Issue Date	Remaining Principal (Rupees in '000)	Mark-up rate per annum	Maturity	Secured / unsecured	Rating
Power generation and distribution						
K-Electric Ltd	19-Mar-14	75,000	3 Month Kibor + 275 bps	19-Mar- 2019	Secured	AA
Pakistan Water & Power Development Authority (WAPDA)	14-Oct-13	32,501	6 month KIBOR + 100 bps	14-Oct-2021	Secured	AAA
Chemical						
Engro Corporation Limited - (Engro)	11-Jul-14	25,000	13.5% (Fixed Rate Security)	11-July-2019	Secured	AA+
Engro Fertilizers Limited	9-Jul-14	51,975	6 months KIBOR + 175 bps	09-July-2019	Secured	AA-
Ghani Gases Limited	2-Feb-17	25,729	3 Month KIBOR + 1%	02-Feb-2023	Secured	A
Food and Energy						
Dawood Hercules Corporation Limited	16-Nov-17	25,000	3 Month KIBOR + 1%	16-Nov-2022	Secured	AA

7.3.1 Net unrealized (loss) / gain on revaluation of investments classified as 'designated at fair value through profit or loss' - net

	30 June 2018	30 June 2017
	(Rupees in '000)	
Market value of investments	240,647	633,496
Less: cost / carrying value of investments	(245,597)	(632,160)
	<u>(4,950)</u>	<u>1,336</u>

7.4 'Designated at fair value through profit or loss' - GOP ijarah sukuks

Name of security	As at 1 July 2017	Purchased/ acquired during the year	Sold / Matured during the year	As at 30 June 2018	Carrying value as at 30 June 2018	Market value as at 30 June 2018	Market value as at 30 June 2017	Percentage of total investment	Percentage of net assets
	(Number of certificates)				(Rupees in '000)			%	
Government of Pakistan									
Ijarah Sukuk XVII - 3 years	500	-	(500)	-	-	-	51,465	-	-
Ijarah Sukuk XIX - 3 years	2,000,000	-	(2,000,000)	-	-	-	201,340	-	-
					<u>-</u>	<u>-</u>	<u>252,805</u>	<u>-</u>	<u>-</u>

8 ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 150A, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the year, prior to receiving tax exemption certificate(s) from CIR 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 Income Tax Return for Tax Year 2018.

9 PROFIT RECEIVABLE

	30 June 2018	30 June 2017
	(Rupees in '000)	
Profit receivable on:		
Bank balances	2,519	2,039
Term deposit musharika	987	-
Investments	4,843	9,360
	<u>8,349</u>	<u>11,399</u>

10 DEPOSITS , PREPAYMENTS AND OTHER RECEIVABLES

Prepaid expenses	-	208
Security deposit with Central Depository Company of Pakistan Limited - Trustee	100	100
Deposit with National Clearing Company of Pakistan Limited	2,500	2,500
Receivable against issuance of units	3,971	43,703
	<u>6,571</u>	<u>46,511</u>

11 PAYABLE TO THE MANAGEMENT COMPANY

Management remuneration payable	11.1	994	1,190
Sindh Sales Tax on management remuneration	11.2	129	155
Payable against allocation of expenses relating to the Fund	11.3	142	161
Shariah a+B76dvisory fee		26	48
Sales load and other payables		153	202
		<u>1,444</u>	<u>1,756</u>

11.1 As per regulation 61 of amended Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the Management Company of the Fund is entitled to an accrued remuneration equal to an amount not exceeding 1.5 % of average annual net assets in case of Income Scheme. The Management Company has charged remuneration at the rate of 1.5 % per annum of the average daily net assets of the Fund. The remuneration is paid to the Management Company on monthly basis in arrears.

11.2 Sindh Sales Tax has been charged at 13% (30 June 2017: 13%) on the management fee charged during the year.

11.3 As a result of amendments in the NBFC Regulations vide statutory notification (SRO No. 1160 / (I) dated 25 November 2015), the Management Company may charge fee and expenses related to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) upto a maximum of 0.1% per annum of the average annual net assets or the actual cost whichever is lower. Accordingly, the management company has charged 0.1% of the average annual net assets, being lower.

12 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee on monthly basis in arrears. The tariff structure applicable to the Fund in respect of the trustee fee for the year ended 30 June 2018 is as follows:

Net assets:	Tariff per annum
- up to Rs.1 billion	0.17% per annum of net asset value
- Rs.1 billion to Rs.5 billion	Rs.1.7 million plus 0.085% per annum of net asset value exceeding Rs.1 billion.
- exceeding Rs.5 billion	Rs.5.1 million plus 0.07% per annum of net asset value exceeding Rs.5 billion.

13 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The Fund is required to pay SECP an annual fee at the rate of 0.075 % of the average daily net assets of the Fund in accordance with regulation 62 of the NBFC regulations, 2008.

14 ACCRUED EXPENSES AND OTHER PAYABLES

		30 June 2018	30 June 2017
	<i>Note</i>	(Rupees in '000)	
Provision for indirect duties and taxes	14.1	9,511	9,511
Provision for Sindh Workers' Welfare Fund	14.2	2,076	1,390
Withholding tax and zakat deducted at source		504	5,298
Capital gains tax payable		195	1,753
Auditors' remuneration payable		301	301
Brokerage payable		13	70
Charity payable		78	103
Sales load payable		42	24
Other payables		1,156	-
		13,876	18,450

- 14.1** 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 13 June 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 Honourable Sindh High Court (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 upto 30 June 2016.

On 30 June 2016, the Honourable Sindh High Court of Pakistan had passed a Judgment that after 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 1 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 9.147 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at 30 June 2018 would have been higher by Rs. 1.19 per unit (30 June 2017: Rs. 0.83) 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, in the current year, provision for FED has not been recorded.

- 14.2** The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs.500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honourable Lahore High Court (LHC) and the Honourable Sindh High Court (SHC) arrived at different

conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honourable Supreme Court of Pakistan (SCP). On 10 November 2016 the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on 21 May 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs.500,000 or more in any year of account commencing on or after the date of closing of account on or after 31 December 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters and based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited, has recommended to all its members on 12 January 2017 the following:

- i) The provision against the Federal WWF held by the Mutual Funds till 30 June 2015 should be reversed on 12 January 2017; and
- ii) Provision against Sindh WWF, on prudent basis, should be made from the date of enactment of the Sindh WWF Act, 2014 (i.e. 21 May 2015) with effect from 12 January 2017.

The above decisions were communicated to SECP and the Pakistan Stock Exchange Limited on 12 January 2017. In response to the aforementioned letter SECP vide its letter dated 1 February 2017 advised MUFAP that the adjustments relating to the above should be made prospectively and adequate disclosure shall be made in the condensed interim financial information of Mutual Funds. Accordingly, the Fund has recorded these adjustments in its books of account on 12 January 2017.

The cumulative net effect of the above two adjustments, had they not been made, would have resulted in an increase in the net assets value per unit by Rs. 0.27 per unit.

15	FINANCIAL INCOME	30 June 2018	30 June 2017
	Profits on:	(Rupees in '000)	
	- Bank balances	24,439	29,334
	- Term deposit musharika	12,201	14,950
	- GOP ijarah sukuks	3,244	3,094
	- Sukuk certificates	25,079	29,317
		64,963	76,695
16	AUDITORS' REMUNERATION		
	Annual audit fee	210	194
	Half yearly review fee	136	126
	Fee for certifications and other services	163	163
	Out of pocket expenses	50	76
		559	559

17 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 capital gains whether realised or unrealised is distributed amongst the unit holders. Provided that for the purpose of determining distribution of at least 90% of accounting income, the income distributed through bonus shares, units or certificates as the case may be, shall not be taken into account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The Board of Directors of the Management Company in their meeting held on 02 July 2018 (refer note 29) has distributed more than ninety percent of the Fund's accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders during the year. Accordingly, no provision has been made in the financial statements for the year ended 30 June 2018.

18 TOTAL EXPENSE RATIO

The Securities and Exchange Commission of Pakistan (SECP) vide directive no. SCD/PRDD/Direction/18/2016 dated 20 July 2016, requires that collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the year ended 30 June 2018 is 2.29% which include 0.36% representing government levy, Workers' Welfare Fund and SECP fee.

19 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against sale of units -----	Payable against redemption of units (Rupees in '000)	Total -----
Opening balance as at 1 July 2017	43,703	-	43,703
Receivable against issuance of units	1,151,019	-	1,151,019
Payable against redemption of units	-	1,494,794	1,494,794
	1,151,019	1,494,794	2,645,813
Amount received on issuance of units	(1,190,751)	-	(1,190,751)
Amount paid on redemption of units	-	(1,494,794)	(1,494,794)
	(1,190,751)	(1,494,794)	(2,685,545)
Closing balance as at 30 June 2018	3,971	-	3,971

20 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

Details of transactions with related parties / connected persons and balances with them at the year end are as follows:

	Management Company	Associated companies	Trustee	Funds under common management	Directors and key executives	Other connected persons / related parties
----- (Transactions during the year ended 30 June 2018) -----						
----- (Rupees in '000) -----						
Units issued	-	-	-	-	920	-
Units redeemed	-	-	-	-	5,035	-
Profit on saving accounts	-	11,294	-	-	-	-
Bank charges	-	95	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration	15,118	-	1,680	-	-	-
Sales tax on remuneration	1,965	-	219	-	-	-
Allocation of expenses relating to the Fund	1,008	-	-	-	-	-
Shariah advisory fee	333	-	-	-	-	-
Listing fee	-	-	-	-	-	20

----- (Balances held as at 30 June 2018) -----						
Units held (in units '000)	-	-	-	-	121	-
Units held (in rupees '000)	-	-	-	-	12,514	-
Bank balances*	-	95,717	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable **	1,123	-	127	-	-	-
Sales load and other payables	136	42	-	-	-	-
Shariah fee	26	-	-	-	-	-
Others	17	-	-	-	-	-
Payable against allocated expenses	142	-	-	-	-	-
Profit receivable	-	552	-	-	-	-

* These carry profit rate at the rate of 6.2% per annum.

** This balance is inclusive of Sindh Sales Tax payable

----- (Transactions during the year ended 30 June 2017) -----						
----- (Rupees in '000) -----						
Units issued	-	8,566	-	-	-	-
Units redeemed	-	32,415	-	-	4,404	-
Profit on savings accounts	-	8,940	-	-	-	-
Bank charges	-	35	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration	17,816	-	1,838	-	-	-
Sales tax on remuneration	2,316	-	239	-	-	-
CDS charges	-	-	7	-	-	-
Dividend paid to unit holders	-	-	-	-	636	24
Allocation of expenses relating to the Fund	1,188	-	-	-	-	-
Shariah advisory fee	337	-	-	-	-	-

----- (Balances held as at 30 June 2017) -----						
Units held (in units '000)	-	-	-	-	172	-
Units held (in rupees '000)	-	-	-	-	17,189	-
Bank balances*	-	238,968	-	-	-	256
Deposits	-	-	100	-	-	-
Remuneration payable **	1,345	-	145	-	-	-
Sales load and other payables	202	24	-	-	-	-
Shariah fee	48	-	-	-	-	-
Payable against allocated expenses	161	-	-	-	-	-
Profit receivable	-	361	-	-	-	-

* These carry profit rate ranging between 4% - 5.5% per annum.

** This balance is inclusive of Sindh Sales Tax payable

21 CONTINGENCY

As at 30 June 2018, there is no contingency.

22 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The Fund's accounting policy on fair value measurements of investments is discussed in note 4.1 to these financial statements.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted price (unadjusted) in an active market for identical assets or liabilities traded.

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

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

The table below 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:

On-balance sheet financial instruments

30 June 2018	Note	Carrying amount					Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----										
Financial assets measured at fair value										
Investment in debt securities		240,647	-	-	-	240,647	103,166	137,481	-	240,647
Financial assets not measured at fair value										
	22.1									
Bank Balances		-	-	459,540	-	459,540				
Term deposit musharika		-	-	95,000	-	95,000				
Profit receivable		-	-	8,349	-	8,349				
Deposits, prepayments and other receivables		-	-	6,571	-	6,571				
		-	-	569,460	-	569,460				
Financial liabilities not measured at fair value										
	22.1									
Payable to the Management Company		-	-	-	1,444	1,444				
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	127	127				
Accrued expenses and other payables		-	-	-	2,289	2,289				
		-	-	-	3,860	3,860				
30 June 2017	Note	Carrying amount					Fair value			
		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----										
Financial assets measured at fair value										
Sukuk certificates		380,691	-	-	-	380,691	106,819	273,872	-	380,691
GOP Ijarah Sukuks		252,805	-	-	-	252,805	-	252,805	-	252,805
		633,496	-	-	-	633,496	106,819	526,677	-	633,496
Financial assets not measured at fair value										
	22.1									
Bank balances		-	-	433,323	-	433,323				
Profits receivable		-	-	11,399	-	11,399				
Deposits, prepayments and other receivables		-	-	46,511	-	46,511				
		-	-	491,233	-	491,233				
Financial liabilities not measured at fair value										
	22.1									
Payable to the Management Company		-	-	-	1,756	1,756				
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	145	145				
Accrued expenses and other payables		-	-	-	498	498				
		-	-	-	2,399	2,399				

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

23 FINANCIAL RISK MANAGEMENT

23.1 The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to credit risk, liquidity risk and market risk arising from the financial instruments it holds.

23.2 Credit Risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation. The Fund's policy is to enter into financial contracts with reputable counter parties in accordance with the internal guidelines, offering document and regulatory requirements.

Management of credit risk

The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of NBFC rules and regulations and guidelines given by SECP from time to time.

Credit risk is managed and controlled by the management company of the Fund in the following manner:

- The fund limits its exposure to credit risk by only investing in instruments and bank deposits that have a minimum "AA-" from a credit rating agency duly approved by the SECP.
- Investment transactions are carried out with large number of brokers, whose credit rating is taken into account so as to minimize the risk of default and transactions are settled or paid for only upon deliveries.
- The risk of counter party exposure due to failed trade causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.
- Cash is held only with reputable banks (including related party).

The table below analyses the Fund's maximum exposure to credit risk:

	30 June 2018	30 June 2017
Financial assets exposed to credit risk	(Rupees in '000)	
Sukuk Certificates	240,647	380,691
Bank balances	459,540	433,323
Profit receivable	8,349	11,399
Term deposit musharika	95,000	-
	803,536	825,413

Credit risk arising on financial assets is monitored through a regular analysis of financial position of brokers and other parties. Further, all transactions in securities are executed through approved brokers, thus the risk of default is considered to be minimal. For Debt instruments settlement, Delivery versus Payment (DvP) mechanism applied by Trustee of the Fund minimize the credit risk. In accordance with the risk management policy of the Fund, the Investment Committee monitors the credit position on a daily basis which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The analysis below summarizes the credit quality of the Fund's portfolio in total as on 30 June 2018:

	30 June 2018	30 June 2017
Rating by category	-----%-----	
AAA	12.00	33.59
AA- to AA+	60.00	42.24
A- to A+	22.00	7.29
Others	6.00	16.88
	100.00	100.00

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

The Fund's activities may give rise to settlement risk. „Settlement risk“ is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For the majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

23.3 Liquidity risk

„Liquidity risk“ is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund's offering document provides for the daily creation and cancellation of units and it is therefore exposed to the liquidity risk of meeting unitholder's redemptions at any time. The Fund manages the liquidity risk by maintaining maturities of financial liabilities and investing a major portion of the Fund's assets in highly liquid financial assets. The Fund's investments are considered to be readily realisable as they are all invested in government securities, sukuks and saving accounts . The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

In accordance with the risk management policy of the Fund, the Fund manager monitors the liquidity position on a daily basis, which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

In accordance with regulation 58(1)(k) of the NBFC Regulations, 2008, the Fund has the ability to borrow funds for meeting the redemption requests, with the approval of the Trustee, for a period not exceeding three months to the extent of fifteen percent of the net assets. However, no such borrowing has been obtained during the year.

Further, the Fund is also allowed in accordance with regulation 57 (10) of the NBFC Regulations, 2008, to defer redemption requests to the next dealing day, had such requests exceed ten percent of the total number of units in issue.

In addition to unitholders' fund, the analysis below summarizes the Fund's financial liabilities into relevant maturity grouping as at 30 June 2018:

	30 June 2018				
	Maturity Upto			More than one year	Total
	Three months	Six months	One year		
Financial Liabilities	----- (Rupees in '000) -----				
Payable to Management Company	1,444	-	-	-	1,444
Payable to Central Depository Company of Pakistan Limited - Trustee	127	-	-	-	127
Accrued expenses and other payables	1,590	-	-	-	1,590
Total Liabilities	3,161	-	-	-	3,161
	30 June 2017				
	Maturity Upto			More than one year	Total
	Three months	Six months	One year		
Financial Liabilities	----- (Rupees in '000) -----				
Payable to Management Company	1,756	-	-	-	1,756
Payable to Central Depository Company of Pakistan Limited - Trustee	145	-	-	-	145
Accrued expenses and other payables	498	-	-	-	498
Total Liabilities	2,399	-	-	-	2,399

23.4 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and debt security prices.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in the market interest rates. The Fund's interest rate risk is monitored on a daily basis by the board of directors.

As at 30 June 2018, the balances that may be exposed to interest rate risk are as follows:

	30 June 2018	30 June 2017
	(Rupees in '000)	
<i>Variable rate instruments</i>		
Bank balances	452,844	425,385
Investments - designated at fair value through profit or loss	213,535	604,290
	<u>666,379</u>	<u>1,029,675</u>
<i>Fixed rate instrument</i>		
Term deposit musharika	95,000	-
Investments - designated at fair value through profit or loss	27,112	29,206
	<u>122,112</u>	<u>29,206</u>

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in interest rates at the year end would have increased / (decreased) the net assets and net income by Rs. 6.664 million (30 June 2017: Rs. 10.3 million), assuming all other variables held constant.

Fair value sensitivity analysis for fixed rate instrument

A change in 100 basis points in interest rates at year end would have increased / (decreased) the net assets and net income by Rs. 0.271 (30 June 2016: Rs. 0.292 million). The analysis assumes all other variables remaining constant. Investment in term deposit musharika would not effect the income statement as held till maturity.

ii) Foreign Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

iii) Price risk

Price risk is the risk of volatility in prices of financial instruments resulting from their dependence on market sentiments, speculative activities, supply and demand for financial instruments and liquidity in the market. The value of investments may fluctuate due to change in business cycles affecting the business of the Fund in which the investment is made, change in business circumstances of the Fund, industry environment and / or the economy in general. The Fund is not exposed to the risk as its constitutive documents prohibit it from investing in equity securities.

23.5 Unit holders' fund risk management (Capital risk Management)

The Fund's objective when managing unit holder's funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in market conditions. Under the NBFC regulations 2008, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund size depends on the issuance and redemption of units.

In order to maintain or adjust the capital structure, the Fund's policy is to perform the following:

- Monitors the level of daily issuance and redemptions relative to the liquid assets and adjusts the amount of distributions the Fund pays to unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund, which include the ability to restrict redemptions and require certain minimum holdings and issuance; and
- The Fund Manager / Investment Committee members and Chief Executive of the Fund critically track the movement of „Assets under Management“. The Board of Directors is updated about the fund yield and movement of NAV and total fund size at the end of each quarter.

24	TOP TEN BROKERS / DEALERS BY PERCENTAGE OF COMMISSION PAID BY THE FUND	Commission
		2018
	Name of Broker	%
	BIPL Securities	42.58%
	Bright Capital (Private) Limited	37.88%
	Next Capital Limited	10.06%
	Paramount Capital (Private) Limited	9.48%
		100.00%
		Commission
		2017
	Name of Broker	%
	Paramount Capital (Private) Limited	62.50%
	Invest Capital Markets Limited	37.50%
		100.00%

25 INVESTMENT COMMITTEE

Details of the members of investment committee of the Fund are as follows:

S.No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir Khan	Head of Research	12	MBA
4	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.com
5	Asim Wahab Khan	Head of Investment Strategy & Equity	13	MBA, CFA
6	Usama Bin Razi	Fund Manager	15	MBA

* Head of Risk - non voting observer

Usama Bin Razi is Fund Manager of UBL Liquidity Plus Fund, UBL Growth & Income Fund, UBL Asset Allocation Fund, UBL Capital Protected Fund, UBL Retirement Savings Fund and Al Ameen Islamic Asset Allocation Fund.

26 DIRECTORS' MEETING ATTENDANCE

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

	Dates	23 August 2017	25 September 2017	27 October 2017	6 December 2017	16 February 2018	26 April 2018	2 May 2018
Name of Director	Meetings attended							
Tariq Kirmani **	2	✓	✓	N/A	N/A	N/A	N/A	N/A
Azhar hamid *	5	N/A	N/A	✓	✓	✓	✓	✓
Yasir Qadri	7	✓	✓	✓	✓	✓	✓	✓
Naz Khan *	5	N/A	N/A	✓	✓	✓	✓	✓
Shabbir Hussain Hashmi **	2	✓	✓	N/A	N/A	N/A	N/A	N/A
Sharjeel Shahid *	3	N/A	N/A	✓	✓	x	✓	x
Zia Ijaz	5	✓	✓	✓	✓	x	✓	x
Syed Furrukh Zaeem	7	✓	✓	✓	✓	✓	✓	✓
Mirza Muhammad Sadeed Hassan Barlas	6	✓	✓	✓	✓	x	✓	✓
Name of Key Executives								
Fawaz Taj Siddiqui ****	5	✓	✓	✓	✓	✓	N/A	N/A
Umair Ahmed	7	✓	✓	✓	✓	✓	✓	✓
S.M. Aly Osman ****	2	N/A	N/A	N/A	N/A	N/A	✓	✓

* Elected at EOGM held on 29 September 2017.

** Independent Director's have completed three consecutive term.

*** Mr. Zulfiqar Alavi resigned on 07 August 2017.

**** Mr. Fawaz Taj siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from 02 April 2018 as Company Secretary.

27 PATTERN OF UNIT HOLDERS

Category	30 June 2018		
	Unit holders	Number of Units held	Percentage
Individuals	1,897	5,134,117	66.73%
Associated Companies and Directors	1	120,780	1.57%
Insurance Companies	3	638,662	8.30%
Retirement Funds	19	798,914	10.38%
Public limited companies	4	829,847	10.79%
Others	6	171,601	2.23%
	1,930	7,693,921	100.00%

Category	30 June 2017		
	Unit holders	Number of Units held	Percentage
Individuals	1,612	6,275,490	56.70%
Associated companies and directors	3	171,879	1.60%
Insurance companies	5	477,866	4.30%
Retirement funds	30	1,492,339	13.50%
Public Limited Companies	8	1,897,356	17.20%
Others	7	744,565	6.70%
	1,665	11,059,495	100.00%

28 FUND RATING

The Management Company has been rated as AM1 on 29 December 2017 by JCR - VIS.

The Fund has been rated as BBB+(f) by JCR - VIS on 29 December 2017.

29 GENERAL**29.1 Subsequent event - non adjusting**

The Board of Directors of the Management Company on 02 July 2018 approved a final distribution of Rs. 3.4854 per unit on the face value of Rs.100 each (i.e. 3.49%) amounting to Rs. 26.816 million.

The financial statements of the Fund for the year ended 30 June 2018 do not include the effect of above distribution which will be accounted for in the financial statements for the year ending 30 June 2019.

29.2 Corresponding figures

Comparative information has been reclassified, rearranged or additionally incorporated in these financial statements for the purpose of better presentation. Receivable against unit issuance amounting to Rs. 43.7 million has been reclassified from bank balances to deposits, prepayments and other receivables.

Except for above, there are no other material reclassifications to report.

29.3 Date of authorisation for issue

These financials statements were authorized for issue by Board of Directors of the Management Company on 28-August-2018.

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

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

AIAAF

Al-Ameen Islamic Asset Allocation Fund

INVESTMENT OBJECTIVE

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

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

Fund Manager's Report – Al-Ameen Islamic Asset Allocation Fund (AIAAF)

- i) **Description of the Collective Investment Scheme category and type**
Islamic Asset Allocation / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
The investment objective of the Fund is to earn competitive riba free return by investing in various shariah compliant asset classes/instruments based on the market outlook.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M & 6M avg. deposit rates of 3 AA rated Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP and KMI-30 Index based on actual proportion of the scheme
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIAAF	0.17%	-3.73%	0.82%	-1.91%	0.60%	0.52%	3.20%	-0.83%	2.09%	0.37%	-1.46%	-1.00%	-1.33%
Benchmark	0.68%	0.68%	0.66%	0.69%	0.66%	0.69%	3.42%	-0.62%	2.08%	0.13%	-1.81%	-0.80%	6.56%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The fund posted a negative return of 1.33% for the period under review FY18. At the end of FY18, the Fund Manager maintained 56% in Cash while 37% of total assets were invested in equities.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equities	34%	37%
Placements with banks	0%	5%
Sukuks	2%	1%
Gop Ijarah Sukuk	0%	0%
Cash	63%	56%
Others	1%	1%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-1.33%
Standard Deviation (12m trailing):	6.90%
Sharpe Ratio (12m trailing):	(1.08)

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
6,455,833	7,894,823	(18.23)	117.2141	118.7962	(1.33)

x) Disclosure on the markets that the Collective investment Scheme has invested in including review of the market(s) invested in and performance during the period

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the

market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

- xi) **Disclosure on distribution (if any), comprising:-**
- particulars of income distribution or other forms of distribution made and proposed during the period; and
 - statement of effects on the NAV before and after distribution is made

Distribution				Per unit	
<i>Declared on</i>	Bonus	Cash	Per Unit	Cum NAV	Ex NAV
	<i>Rupees (000)</i>			<i>----- Rupees -----</i>	
Nil	Nil	Nil			

- xii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements.**
- There were no significant changes in the state of affairs during the year under review.

- xiii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIAAF
0.0001 - 9,999.9999	1,861
10,000.0000 - 49,999.9999	767
50,000.0000 - 99,999.9999	145
100,000.0000 - 499,999.9999	89
500,000.0000 & Above	6
Total	2,868

xiv) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xv) Disclosures of circumstances that materially affect any interests of unit holders

Investments are subject to market risk.

xvi) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

AI - Ameen Islamic Asset Allocation Fund

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	6,455,833	7,894,823	2,235,142
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees			
Class A units - Offer *	121.1877	122.8234	117.7348
- Redemption	117.2141	118.7962	113.2392
RETURN OF THE FUND - %			
Total Return of the Fund	(1.33)	14.58	9.15
Capital Growth (per unit)	(1.33)	3.16	3.83
Date of Income Distribution	-	19-Jun-17	27-Jun-15
Income Distribution	-	11.00	5.00
AVERAGE ANNUAL RETURN - %			
One year	-1.33	14.58	9.15
Two year	6.63	11.87	13.57
Three year	7.47	13.90	10.80
Since Launch	9.13	11.74	10.80

OFFER / REPURCHASE DURING THE YEAR- Rupees

Highest price per unit - Class A units - Offer	125.2156	139.2082	124.1311
Highest price per unit - Class A units - Redemption	121.1100	134.6438	119.3913
Lowest price per unit - Class A units - Offer	115.3613	117.0821	112.6688
Lowest price per unit - Class A units - Redemption	111.5788	113.2432	108.3666

* Front-end load @ 3% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	56.00	63.00	28.00
Equity	37.00	34.00	33.00
Bank Placements	5.00	0.00	15.00
Others	1.00	1.00	24.00
sukuk	1.00	2.00	

PORTFOLIO COMPOSITION BY MARKET - %

Equity	37.00	34.00	33.00
Money Market / Debt	63.00	66.00	67.00

Note:

- The Launch date of Fund is 10 Dec 2013.

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

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TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Islamic Asset Allocation Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 19, 2018

We, the Shariah Advisors of the Fund are issuing this report in accordance with the Trust Deed of the Fund. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

In the capacity of Shariah Advisor, we have prescribed criteria for Shariah compliance of equity investments which comprises of five factors such as (i) Nature of business, (ii) Interest bearing debt to total assets, (iii) Illiquid assets to total assets, (iv) Investment in non-Shariah compliant activities and income from non-compliant investments, and (v) Net liquid assets vs. share market price.

It is the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries from the Management Company personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

- i. We have reviewed and approved the modes of investments of Al-Ameen Islamic Asset Allocation Fund (AIAAF) in light of Shariah requirements. The following is a list of equity investments of AIAAF as on 30 June 2018 and their evaluation according to the screening criteria established by us:

AIAAF			Interest Bearing Debt to Total Assets	Non-Compliant Investments to Total Assets	Non-Compliant Income to Total Revenue	Illiquid Assets to Total Assets	Net Liquid Assets per Share (A)	Share Market Price (B)
Sr.No.	Top Equity Scrip Holdings	Nature of Business	<97%	<93%	<5%	>25%	A	B
1	The Hub Power Co. Ltd.	Generator of Electricity	31%	2%	0%	32%	(17.5)	92.2
2	Engro Corporation	Manufacturer of Chemicals	28%	22%	3%	57%	(15.9)	313.9
3	Engro Fertilizer Ltd.	Manufacturer of Fertilizers	25%	3%	1%	83%	(32.8)	74.9
4	Oil And Gas Development Co. Ltd.	Explorer/Producer of Oil	0%	18%	4%	38%	67.1	155.6
5	Pak Petroleum Ltd.	Explorer/Producer of Oil	0%	14%	3%	42%	39.5	214.9
6	Mari Petroleum Co. Ltd.	Explorer/Producer of Oil	3%	7%	0%	19%	96.6	1,506.2
7	Pak Oilfields Ltd.	Explorer/Producer of Oil	0%	4%	2%	42%	2.9	671.8
8	Nishat Mills Ltd.	Manufacturer of Textile	21%	32%	2%	45%	100.2	140.9
9	Kohat Cement Co. Ltd.	Manufacturer of Cement	2%	18%	1%	65%	6.5	123.1
10	Lucky Cement Co. Ltd.	Manufacturer of Cement	10%	0%	3%	58%	40.5	507.9

In light of the above, we hereby certify that all the provisions of the Fund and investments made on accounts of AIAAF by UBL Funds are Shariah compliant and in accordance with the criteria established.

- ii. On the basis of information provided by the management all operations of AIAAF for the year ended 30 June 2018 have been in compliance with the Shariah principles.
- iii. The Management Company has been directed to set aside as charity amount earned as interest from conventional banks. In addition, there are investments made by AIAAF where Investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Management Company has been directed to set aside charity for such proportion of the income from Investee companies in order to purify the earning of the Fund.



During the year an amount of PKR 1,786,942 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.

Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee

Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC ASSET ALLOCATION FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Asset Allocation Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

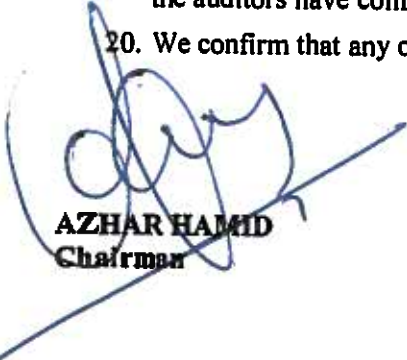
- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

- a. Board Audit Committee
 - i. Ms. Naz Khan (Chair);
 - ii. Mirza Muhammad Sadeed Hassan Barlas;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Zia Ijaz.
- b. Board Human Resource & Compensation Committee
 - i. Mr. Azhar Hamid (Chairman);
 - ii. Mr. Yasir Qadri;
 - iii. Mr. Zia Ijaz;
 - iv. Ms. Naz Khan;
 - v. Syed Furrukh Zaeem.
- c. Board Risk & Compliance Committee
 - i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
 - ii. Mr. Azhar Hamid;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Yasir Qadri;
 - v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi,
Dated: August 28, 2018

To the unitholders of Al-Ameen Islamic Asset Allocation Fund

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors (the Board) of UBL Fund Managers Limited, the Management Company of **Al-Ameen Islamic Asset Allocation Fund** (the Fund) for the year ended **30 June 2018** in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, the Fund's related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Funds for the year ended 30 June 2018.



Chartered Accountants

Place: Karachi

Date: 28 August 2018

INDEPENDENT AUDITORS' REPORT

To the Unit holders of AL-AMEEN ISLAMIC ASSET ALLOCATION FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Al-Ameen Islamic Asset Allocation Fund** (the Fund), which comprise the statement of assets and liabilities as at **30 June 2018**, and income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2018, and of its financial performance and its cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the key audit matters:

Key audit matter	How our audit addressed the key audit matter
1. Existence and valuation of equity investments	
As disclosed in note 9 to the accompanying financial statements of the Fund for the year ended 30 June 2018, the investments held by the Fund comprised of listed shares which represent 37% of the total assets of the Fund as at the year end.	We performed a combination of audit procedures focusing on the existence and valuation of investments. Our key procedure included the following: - We tested controls over acquisition, disposals and periodic valuation of investments portfolio.

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Key audit matter	How our audit addressed the key audit matter
In view of the significance of investment in relation to the total assets and the Net Asset Value (NAV) of the Fund, we have considered the existence and valuation of such investments as a key audit matter.	- We performed substantive audit procedures on year-end balance of portfolio including review custodian's statement, and related reconciliations, re-performance of investment valuations on the basis of quoted market prices at the Pakistan Stock Exchange as at 30 June 2018. - We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) in relation to the concentration of investments and exposure limits prescribed in such Regulations and the adequacy of disclosures as may be applicable in situations of non-compliance. - We also evaluated the adequacy of the overall disclosures in the financial statements in respect of the investment portfolio in accordance with the requirements of the Regulations and whether the Fund's disclosures in relation to the valuation of investments are compliant with the relevant accounting requirements.
2. Amendment to the NBFC Regulations, 2008	
As disclosed in note 4.1 to the accompanying financial statements of the Fund for the year ended 30 June 2018, the Securities and Exchange Commission of Pakistan through its SRO no. 756(I)/2017 dated 03 August 2017 made certain amendments in the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations).	We assessed the appropriateness of the recognition, measurement and presentation of "element of income / loss" in accordance with the amended provisions of the NBFC Regulations. We also considered the guidelines issued by MUFAP in respect of the accounting for element of income / loss as per the revised Regulations and assessed its implementation by the Fund.
These amendments are considered significant to our audit because application of the said amendments resulted in change in accounting policy relating to presentation "element of income / loss" in the financial statements and certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund' (the Statements).	We evaluated the adequacy of disclosures regarding the change in accounting policy with respect to element of income / loss in accordance with the requirements of the relevant financial reporting standards and the guidance issued by MUFAP in relation thereto.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

15/11/2018

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Signature

-: 4 :-

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 28 August 2018

Karachi

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2018

		June 30, 2018 ----- (Rupees in '000) -----	June 30, 2017 -----
ASSETS			
Bank balances	8	3,646,368	5,215,482
Investments	9	2,839,282	2,948,913
Dividend and profit receivable	10	32,825	29,520
Advance tax	11	1,943	1,904
Receivable against sale of investments		891	-
Deposits and other receivables	12	9,551	31,497
Preliminary expenses and floatation costs	13	87	287
Total assets		6,530,947	8,227,603
LIABILITIES			
Payable to the Management Company	14	15,650	20,290
Payable to the Trustee	15	707	789
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	16	7,388	4,119
Payable against purchase of investments		-	15,800
Accrued and other liabilities	18	51,369	291,782
Total liabilities		75,114	332,780
NET ASSETS		6,455,833	7,894,823
Unit holders' fund (as per statement attached)		6,455,833	7,894,823
Contingencies and commitments	19		
		----- (Number of units) -----	
NUMBER OF UNITS IN ISSUE		55,077,294	66,456,911
		----- (Rupees) -----	
NET ASSETS VALUE PER UNIT	5.4	117.2141	118.7962

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Director

---SD---

Chief Financial Officer

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	June 30, 2018 ----- (Rupees in '000) -----	June 30, 2017
INCOME			
Profit on PLS saving accounts and TDM		280,183	150,543
Profit on investments classified as 'designated at fair value through profit or loss'		8,248	20,903
Unrealized (loss) / gain on revaluation of investments classified as:			
- 'designated at fair value through profit or loss'		(383)	2,063
- 'held-for-trading'		(173,149)	141,517
Dividend income		157,821	50,394
(Loss) / gain on sale of investments classified as:			
- 'designated at fair value through profit or loss'		(993)	7,073
- 'held-for-trading'		(210,309)	174,286
- 'available-for-sale'		1,110	-
Total income		62,528	546,779
Impairment loss on investments classified as 'available-for-sale'	9.2	(35,058)	-
EXPENSES			
Remuneration of the Management Company	14.1	77,771	43,357
Sales tax on management fee	14.2	10,110	5,636
Allocated expenses by the Management Company	14.4	7,777	4,336
Selling and marketing expenses	14.5	31,110	7,596
Remuneration of the Trustee	15.1	8,777	5,336
Sales tax on remuneration of the Trustee	15.2	1,141	694
Annual fee to SECP	16	7,388	4,119
Amortization of preliminary expenses and floatation costs	13	200	200
Brokerage expenses		2,185	7,155
Auditors' remuneration	20	406	513
Custody and settlement charges		978	1,836
Charity		1,704	637
Shariah advisory fee	14.3	324	345
Legal and other professional charges		153	358
Bank charges and other expenses		352	118
Total expenses		150,376	82,236
Element of income and capital gains included in the prices of units sold less those in units redeemed - net		-	533,146
Reversal of provision for Workers' Welfare Fund (WWF)	18.1	-	3,646
Provision for Sindh Workers' Welfare Fund (SWWF)	18.1	-	(24,246)
		-	(20,600)
Net (loss) / income for the year before taxation		(122,906)	977,089
Taxation	21	-	-
Net (loss) / income for the year after taxation		(122,906)	977,089
<i>Allocation of net (loss) / income for the year:</i>			
Net income for the year after taxation		-	-
Income already paid on units redeemed		-	-
		-	-
<i>Accounting income available for distribution:</i>			
- Relating to capital gains		-	-
- Excluding capital gains		-	-
		-	-

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Director

---SD---
Chief Financial Officer

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018

	June 30, 2018 ----- (Rupees in '000) -----	June 30, 2017 -----
Net (loss) / income for the year before taxation	(122,906)	977,089
Other comprehensive income for the year:		
To be reclassified to income statement in subsequent periods:		
Net unrealised appreciation on re-measurement of investments classified as 'available-for-sale'	16,733	-
Total comprehensive (loss) / income for the year	<u>(106,173)</u>	<u>977,089</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Director

---SD---

Chief Financial Officer

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	June 30, 2018			June 30, 2017	
	Capital value	Undistributed income / (loss)	Unrealised appreciation investments on classified as 'available for sale' - net (Rupees in '000)	Total	Total
Net assets at beginning of the year	7,365,506	529,317	-	7,894,823	2,235,142
Amount received on issuance of 30,997,774 (2017: 74,209,700) units					
Capital value	3,682,418	-	-	3,682,418	-
Element of income during the year;					
- Relating to other comprehensive income	6,886	-	-	6,886	-
- Relating to net loss for the year after taxation	(60,016)	-	-	(60,016)	-
	3,629,288	-	-	3,629,288	9,283,365
Redemption of 42,377,391 units (2017: 27,491,023) units					
Capital value	5,034,273	-	-	5,034,273	-
Element of income during the year;					
- Relating to other comprehensive Income	15,730	-	-	15,730	-
- Relating to net income after taxation	(87,898)	-	-	(87,898)	-
	4,962,105	-	-	4,962,105	3,459,834
Element of income and capital gains included in prices of units sold less those in units redeemed - net	-	-	-	-	(533,146)
Total comprehensive (loss) / income for the year	-	(122,906)	16,733	(106,173)	977,089
Distribution during the year	-	-	-	-	(607,793)
Net (loss) / income for the year less distribution	-	(122,906)	16,733	(106,173)	369,296
Net assets at end of the year	6,032,689	406,411	16,733	6,455,833	7,894,823
Undistributed income brought forward:					
- Realised	-	385,737	-	385,737	-
- Unrealised	-	143,580	-	143,580	-
	-	529,317	-	529,317	-
Accounting income available for distribution:					
- Relating to capital gains	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-
	-	-	-	-	-
Net loss for the year after taxation	-	(122,906)	-	(122,906)	-
Distribution during the year	-	-	-	-	-
Undistributed income carried forward	-	406,411	-	406,411	-
Undistributed income carried forward					
- Realised	-	406,411	-	406,411	-
- Unrealised	-	-	-	-	-
	-	406,411	-	406,411	-
----- (Rupees) -----					
Net assets value per unit at beginning of the year				118.7962	113.2392
Net assets value per unit at end of the year				117.2141	118.7962

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Director

---SD---
Chief Financial Officer

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	June 30, 2018	June 30, 2017
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year before taxation	(122,906)	977,089
Adjustments for:		
Profit on PLS savings accounts and TDM	(280,183)	(150,543)
Profit on investments	(8,248)	(20,903)
Unrealized loss / (gain) on revaluation of investments classified as:		
- 'designated at fair value through profit or loss'	383	(2,063)
- 'held-for-trading'	173,149	(141,517)
Loss / (gain) on sale of investments classified as:		
- 'designated at fair value through profit or loss'	993	(7,073)
- 'held-for-trading'	210,309	(174,286)
- 'available-for-sale'	(1,110)	-
Dividend income	(157,821)	(50,394)
Element of income and capital gains included in the prices of units sold less those in units redeemed - net	-	(533,146)
Amortization of preliminary expenses and floatation costs	200	200
Impairment loss on investments classified as 'available-for-sale'	35,058	-
Reversal of provision for Workers' Welfare Fund (WWF)	-	(3,646)
Provision for Sindh Workers' Welfare Fund (SWWF)	-	24,246
	(27,270)	(1,059,125)
	(150,176)	(82,036)
Decrease / (increase) in assets		
Investments	7,582	(1,360,766)
Receivable against sale of investments	(891)	1,408
Deposits and other receivables	21,946	(28,665)
	28,637	(1,388,023)
(Decrease) / increase in liabilities		
Payable to the Management Company	(4,640)	14,968
Payable to the Trustee	(82)	484
Annual fee payable to SECP	3,269	2,286
Payable against purchase of investments	(15,800)	15,800
Accrued and other liabilities	(240,413)	229,694
	(257,666)	263,232
Profit and dividend received	442,947	211,683
Withholding tax paid	(39)	(88)
Net cash generated from / (used in) operating activities	63,703	(995,232)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net receipt from issuance of units	3,629,288	9,283,365
Cash dividend paid to unit holders	-	(607,793)
Net payment against redemption of units	(4,962,105)	(3,459,834)
Net cash (used in) / generated from financing activities	(1,332,817)	5,215,738
Net (decrease) / increase in cash and cash equivalents during the year	(1,269,114)	4,220,506
Cash and cash equivalents at beginning of the year	5,215,482	994,976
Cash and cash equivalents at end of the year	3,946,368	5,215,482
Cash and cash equivalents		
Bank balances	3,646,368	5,215,482
Term deposit musharika (TDM)	300,000	-
	3,946,368	5,215,482

The annexed notes from 1 to 28 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Director

---SD---
Chief Financial Officer

AL-AMEEN ISLAMIC ASSET ALLOCATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Ameen Islamic Asset Allocation Fund (the Fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 25, 2013 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on June 30, 2013 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules). The Fund commenced its operations from December 10, 2013.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 The Fund is an open-ended mutual fund and is listed on the Pakistan Stock Exchange Limited. Units are offered for subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.
- 1.4 The objective of the Fund is to earn competitive riba free return by investing in various shariah compliant asset classes based on the market outlook. Under circular 07 dated March 06, 2009 issued by the SECP, the Fund has been categorized by the Management Company as an Islamic Asset Allocation Fund.
- 1.5 JCR - VIS Credit Rating Company has upgraded management quality rating from AM2++ (stable outlook) to AM1 to the management company as at December 29, 2017.
- 1.6 Title to the assets of the Fund are held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.

2. STATEMENT OF COMPLIANCE

- 2.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Such standards comprise of:
 - International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
 - Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984;
 - The NBFC rules, the Non-Banking Finance Companies, Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of Trust Deed.

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

3. BASIS OF PREPARATION

- 3.1 These financial statements have been prepared under the historical cost convention except for investments which are accounted for as stated in note 5.1.
- 3.2 These financial statements are presented in Pakistani Rupee which is the Fund's functional and presentation currency.

4. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

4.1 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan (SECP) through its SRO 756(I)/2017 dated August 03, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the Regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. MUFAP, in consultation with the SECP, has specified the methodology of determination of income paid on units redeemed during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year. Furthermore, the revised Regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised Regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 01, 2017 as required by SECP vide its S.R.O. No. 756(I) / 2017 dated August 03, 2017. Accordingly, corresponding figures have not been restated. The „Distribution Statement“ for the comparative year has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of the Fund would have been lower by Rs.19.04 million. However, the change in accounting policy does not have any impact on the 'cash flow statement', the 'net assets attributable to the unit holders' and 'net assets value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund, which have been incorporated in these statements.

4.2 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following accounting standards and the amendments and interpretation of IFRSs which became effective for the current year:

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes – Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements are consistent with those of the previous financial years except as described in note 4.

5.1 Investments

The investments of the Fund, upon initial recognition, are classified as investment at fair value through profit or loss or available-for-sale investment, as appropriate.

All investments are initially measured at fair value plus, in the case of investments not at fair value through profit or loss transaction costs that are directly attributable to acquisition.

All regular way purchases and sales of investments are recognized on the trade date i.e. the date the Fund commits to purchase / sell the investment. Regular way purchases and sales of investments are those, the contract for which requires delivery of assets within the time frame generally established by regulation or market convention.

5.1.1 The Fund classifies investments in the following categories:

Investments at fair value through profit or loss

This category has two sub-categories, namely; financial instruments held-for-trading, and those designated at fair value through profit or loss upon initial recognition.

- Investments which are acquired principally for the purposes of generating profit from short term fluctuation in price or are part of the portfolio in which there is recent actual pattern of short term profit taking are classified as held-for-trading. All derivatives are classified as held-for-trading. These are initially recorded at cost.
- Investments designated at fair value through profit or loss upon initial recognition include those group of financial assets which are managed and their performance evaluated on a fair value basis, in accordance with the documented risk management / investment strategy.

After initial measurement, investment classified as 'at fair value through profit or loss' are carried at fair value and the gains or losses on revaluation are recognized in the income statement.

Available-for-sale

Investments which are not classified in the above category are classified as available-for-sale investments. After initial measurement, such investments are measured at fair value with unrealized gains or losses recognized directly in the statement of comprehensive income until the investment is derecognized or determined to be impaired, at which time the cumulative gain or loss previously recognized in the statement of comprehensive income is taken to the income statement.

Subsequent to initial recognition, financial assets designated by the management as at fair value through profit or loss and available-for-sale are valued as follows:

a) Basis of valuation of Sukuk Certificates

The investment of the Fund in debt securities is valued on the basis of rates determined by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by SECP for valuation of debt securities vide its Circular No. 1 of 2009 dated January 06, 2009 as amended by Circular No. 33 of 2012 dated October 24, 2012. In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorizes them as traded, thinly traded and non-traded securities. The circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non-performing debt securities.

b) Basis of valuation of GOP Ijarah Sukuks

Fair value of GOP Ijarah Sukuks is determined using the PKISRV Reuters rate circulated by Mutual Funds Association of Pakistan (MUFAP).

c) Basis of valuation of equity securities / units of mutual funds

The investment of the Fund in equity securities is valued on the basis of closing quoted market prices available at the stock exchange. A security listed on the stock exchange for which no sale is reported on the reporting date is valued at its last sale price on the next preceding date on which such exchange is open and if no sale is reported for such date the security is valued at an amount neither higher than the closing asked price nor lower than the closing bid price.

Net gains and losses arising from changes in fair value of available-for-sale financial assets are taken to the 'statement of comprehensive income' until these are derecognized or impaired. At this time, the cumulative gain or loss previously recognized directly in the 'statement of comprehensive income' is transferred to the 'income statement'.

Net gains and losses arising from changes in the fair value of financial assets carried at fair value through profit or loss are taken to the Income Statement.

5.2 Preliminary expenses and floatation costs

The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortized by the Fund over a period of five years commencing from December 11, 2013 in accordance with the Trust Deed.

5.3 Issue and redemption of units

Units are allocated at the offer price prevalent on the day on which applications for purchase of units are received (however, units are issued on the receipt of cash/ realization of cheques). The offer price represents the net asset value per unit at the end of the business day plus allowable sales load, if applicable. Issue of units is recorded on acceptance of application for sale.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during business hours of that day. The redemption price represents the net asset value per unit at the end of the business day less duties, taxes, charges on redemption and provision for transaction costs, if applicable. Redemption of units is recorded on acceptance of application for redemption.

5.4 Net assets value per unit

The net assets value per unit disclosed in the statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

5.5 Taxation

The Fund is exempt from taxation under clause 99 of Part I of the 2nd Schedule of the Income Tax Ordinance, 2001, subject to the condition that not less than 90% of its accounting income excluding realized and unrealized capital gains for the year is distributed amongst the Fund's unit holders. 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.

5.6 Revenue recognition

Gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.

Dividend income is recognized when the right to receive the dividend is established.

Unrealized gains / (losses) arising on revaluation of securities classified as 'at fair value through profit or loss' are included in income statement in the period in which they arise.

Income on debt and Government securities is recognized on time proportion basis using the effective yield except for the securities which may be classified as Non-Performing Asset under Circular No. 33 of 2012 issued by SECP for which the profits are recorded on cash basis.

Profit on bank balances and term deposits is recorded on accrual basis.

5.7 Zakat payable

Zakat payment is the responsibility of each unit holder. Nevertheless, the Fund follows the provisions of Zakat and Ushr Ordinance, 1980. Units held by individual resident Pakistani unit holders are subject to Zakat at 2.5% of the par value of unit under the said Ordinance, except those exempted from Zakat. Zakat is deducted at source from dividend or from redemption proceeds, if units are redeemed during the Zakat year before the payment of Zakat.

5.8 Financial instruments

All the financial assets and financial liabilities are recognized at the time when the Fund becomes a party to the contractual provisions of the instrument. Financial assets are derecognized when the contractual rights to receive cash flows related to the asset expire. Financial liabilities are derecognized when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expired. Any gain or loss on derecognition of the financial assets and financial liabilities is taken to the income statement in the period in which it arises.

5.9 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are only offset and net amount reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognized amount and the Fund intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

5.10 Impairment

Impairment loss on financial assets other than „available-for-sale“ investments is recognized in the income statement whenever carrying amount of financial asset exceeds its recoverable amount. If in the subsequent period, the amount of an impairment loss recognized decreases the impairment is reversed through income statement.

In case of investment classified as „available-for-sale“, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the securities are impaired. If any such evidence exists for „available-for-sale“ financial assets, the cumulative loss is measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized in income statement is removed from equity and recognized in the income statement.

5.11 Provision

A provision is recognized when the Fund has a legal or constructive obligation as a result of past events, where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are regularly reviewed and adjusted to reflect the current best estimates.

5.12 Distribution to unit holders

Distribution to unit holders is recognized when they are declared by the Board of Directors of the Management Company (BOD) in their meeting, or upon declaration and approval by the Chief Executive Officer on behalf of the BOD.

5.13 Cash and cash equivalents

Cash and cash equivalents comprise of bank balances and short term deposits.

6. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements requires management to make judgments, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about carrying values of assets and liabilities. The estimates and underlying assumptions are reviewed on an ongoing basis.

Judgments made by management in the application of accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment are explained in notes 5.1 and 5.10 respectively.

7. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:

Standard or Interpretation	Effective date (annual periods beginning on or after)
IFRS 2 – Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)	January 01, 2018
IFRS 4 Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts – (Amendments)	Not yet finalized
IFRS 9 – Financial Instruments	July 01, 2018
IFRS 9 – Prepayment Features with Negative Compensation - (Amendments)	January 01, 2019
IFRS 10 Consolidated Financial Statements and IAS 28 Investment in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendment)	Not yet finalized
IFRS 15 – Revenue from Contracts with Customers	July 01, 2018
IFRS 16 – Leases	January 01, 2019
IAS 19 - Plan Amendment, Curtailment or Settlement (Amendments)	January 01, 2019
IAS 28 - Long-term Interests in Associates and Joint Ventures – (Amendments)	January 01, 2019
IAS 40 Investment Property: Transfers of Investment Property (Amendments)	January 01, 2018
IFRIC 22 Foreign Currency Transactions and Advance Consideration	January 01, 2018
IFRIC 23 Uncertainty over Income Tax Treatments	January 01, 2019

The above standards and amendments are not expected to have any material impact on the Fund's financial statements in the period of initial application. However, the Fund is currently evaluating the requirements of IFRS-9 and potential impact on the financial statements of the Fund.

In addition to the above standards and amendments, improvements to various accounting standards have also been issued by the IASB in December 2016 and December 2017. Such improvements are generally effective for accounting periods beginning on or after January 01, 2018 and January 01, 2019 respectively. The Fund expects that such improvements to the standards will not have any impact on the Fund's financial statements in the period of initial application.

The IASB has also issued the revised Conceptual Framework for Financial Reporting (the Conceptual Framework) in March 2018 which is effective for annual periods beginning on or after January 01, 2020 for preparers of financial statements who develop accounting policies based on the Conceptual Framework. The revised Conceptual Framework is not a standard, and none of the concepts override those in any standard or any requirements in a standard. The purpose of the Conceptual Framework is to assist IASB in developing standards, to help preparers develop consistent accounting policies if there is no applicable standard in place and to assist all parties to understand and interpret the standards.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 14 – Regulatory Deferral Accounts	January 01, 2016
IFRS 17 - Insurance Contracts	January 01, 2021

		June 30, 2018	June 30, 2017
	Note	----- (Rupees in '000) -----	
8. BANK BALANCES			
PLS saving accounts	8.1	3,621,497	5,061,196
Current accounts		24,871	154,286
	8.2	<u>3,646,368</u>	<u>5,215,482</u>

8.1 These carry profit rates on PLS saving accounts range between 3.9% to 6.4% (2017: 3.9% and 5.8%) per annum.

8.2 These include a balance of Rs.2,599 (2017: Rs.3,550) million maintained with United Bank Limited - Islamic Banking Division (a related party).

9. INVESTMENTS

Investments by Category

At fair value through profit or loss - held-for-trading

- Equity securities - listed	9.1	1,691,162	2,786,027

Available-for-sale

- Equity securities - listed	9.2	750,449	-

Designated at fair value through profit or loss

- Sukuk certificates	9.3	97,671	162,886

Loans and receivables

- Term deposit musharika (TDM)	9.4	300,000	-
		<u>2,839,282</u>	<u>2,948,913</u>

9.1 Equity securities classified as 'at fair value through profit or loss - held-for-trading'

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

Name of Investee Company	Note	Number of shares					Balance as at June 30, 2018			Market value as a % of net assets	Market value as a % of total investments	Par value as percentage of total paid up capital of the investee company
		As at July 01, 2017	Purchased during the year	Sold during the year	Bonus / right	As at June 30, 2018	Carrying value	Market value	Unrealised (loss) / gain			
----- (Rupees in '000) -----												
Cement												
D.G. Khan Cement Company Limited		423,800	-	423,100	-	700	149	80	(69)	0.00%	0.00%	0.00%
Fauji Cement Company Limited		822,000	-	822,000	-	-	-	-	-	0.00%	0.00%	0.00%
Kohat Cement Company Limited		-	190,400	-	-	190,400	38,925	23,433	(15,492)	0.00%	0.00%	0.12%
Lucky Cement Limited		229,950	36,400	76,300	-	190,050	153,496	96,532	(56,964)	1.50%	3.40%	0.06%
Gharibwal Cement Limited		115,000	-	115,000	-	-	-	-	-	0.00%	0.00%	0.00%
Cherat Cement Company Limited		374,000	81,000	70,000	-	385,000	65,900	37,434	(28,466)	0.58%	1.32%	0.22%
Pioneer Cement Limited		430,500	-	253,000	-	177,500	23,075	8,318	(14,757)	0.13%	0.29%	0.08%
							281,545	165,797	(115,748)	2.21%	5.01%	0.48%
Oil and gas exploration companies												
Mari Petroleum Company Limited		92,800	-	6,000	-	86,800	136,766	130,736	(6,030)	2.03%	4.60%	0.08%
Oil & Gas Development Company Limited		574,400	380,000	122,600	-	831,800	118,446	129,445	10,999	2.01%	4.56%	0.02%
Pakistan Oilfields Limited		50,900	-	48,100	-	2,800	1,283	1,881	598	0.03%	0.07%	0.00%
Pakistan Petroleum Limited		924,700	-	77,200	-	847,500	125,549	182,128	56,579	2.82%	6.41%	0.04%
							382,044	444,190	62,146	6.88%	15.64%	0.14%
Oil and gas marketing companies												
Attock Petroleum Limited		109,350	-	10,000	-	99,350	62,236	58,616	(3,620)	0.91%	0.00%	0.12%
Pakistan State Oil Company Limited		187,100	25,000	78,500	39,420	173,020	56,760	55,074	(1,686)	0.85%	1.94%	0.05%
Sui Northern Gas Pipelines Limited		446,000	-	440,000	-	6,000	894	601	(293)	0.01%	0.02%	0.00%
							119,890	114,291	(5,599)	1.77%	1.96%	0.17%
Fertilizer												
Engro Fertilizers Limited		3,995,500	50,000	1,591,500	-	2,454,000	135,491	183,829	48,338	2.85%	6.47%	0.18%
Engro Corporation Limited		446,100	187,000	105,400	-	527,700	169,291	165,624	(3,667)	2.57%	5.83%	0.10%
							304,782	349,453	44,671	5.41%	12.31%	0.28%
Chemical												
ICI Pakistan Limited		56,700	-	12,900	-	43,800	47,941	35,106	(12,835)	0.54%	1.24%	0.05%
Sitara Chemical Industries Limited		115,050	-	115,050	-	-	-	-	-	0.00%	0.00%	0.00%
Engro Polymer & Chemicals Limited		2,544,500	83,500	1,240,000	-	1,388,000	50,433	43,528	(6,905)	0.67%	1.53%	0.21%
Engro Polymer & Chemicals Limited (right)		-	-	-	759,890	759,890	-	6,702	6,702	0.10%	0.24%	0.11%
							98,374	85,336	(13,038)	1.32%	3.01%	0.37%
Glass and ceramics												
Tariq Glass Industries Limited		521,500	-	300,000	-	221,500	24,533	23,736	(797)	0.37%	0.84%	0.30%
							24,533	23,736	(797)	0.37%	0.84%	0.30%
Cable and electrical goods												
Pak Elektron Limited		545,500	-	544,800	-	700	77	25	(52)	0.00%	0.00%	0.00%
							77	25	(52)	0.00%	0.00%	0.00%
Pharmaceuticals												
The Searle Company Limited	9.1.1	84,244	-	87,400	5,369	2,213	944	751	(193)	0.01%	0.03%	0.00%
Highnoon Laboratories Limited	9.1.1	26,962	-	26,800	19	181	101	74	(27)	0.00%	0.00%	0.00%
							1,045	825	(220)	0.01%	0.03%	0.00%
Automobile parts and accessories												
Agriauto Industries Limited *		35,500	-	35,300	-	200	86	59	(27)	0.00%	0.00%	0.00%
Thal Limited *		148,500	-	15,300	-	133,200	80,723	63,607	(17,116)	0.99%	2.24%	0.16%
							80,809	63,666	(17,143)	0.99%	2.24%	0.17%

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

Name of Investee Company	Note	Number of shares					Balance as at June 30, 2018			Market value as a % of net assets	Market value as a % of total investments	Par Value as percentage of total paid up capital of the investee company
		As at July 01, 2017	Purchased during the year	Sold during the year	Bonus / right	As at June 30, 2018	Carrying value	Market value	Unrealised (loss) / gain			
----- (Rupees in '000) -----												
Automobile assembler												
Honda Atlas Cars (Pakistan) Limited		77,500	14,600	5,200	-	86,900	71,744	27,494	(44,250)	0.43%	0.97%	0.06%
Pak Suzuki Motor Company Limited		75,450	-	75,450	-	-	-	-	-	0.00%	0.00%	0.00%
Millat Tractors Limited		28,900	-	2,800	-	26,100	35,873	31,008	(4,865)	0.48%	1.09%	0.06%
Ghandhara Industries Limited		42,500	-	42,500	-	-	-	-	-	0.00%	0.00%	0.00%
							107,617	58,502	(49,115)	0.91%	2.06%	0.12%
Engineering												
Amreli Steels Limited		437,500	-	50,000	-	387,500	47,643	27,338	(20,305)	0.42%	0.96%	0.13%
Mughal Iron & Steel Industries Limited		246,000	-	102,000	-	144,000	11,625	8,844	(2,781)	0.14%	0.31%	0.06%
International Steels Limited		461,500	97,000	214,000	-	344,500	43,863	35,036	(8,827)	0.54%	1.23%	0.08%
Ittefaq Iron Industries Limited		897,000	392,500	1,289,500	-	-	-	-	-	0.00%	0.00%	0.00%
							103,131	71,218	(31,913)	1.10%	2.50%	0.28%
Miscellaneous												
Synthetic Products Enterprises Limited		502,000	-	502,000	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Food and personal care products												
Al-Shaheer Corporation Limited		1,565,500	-	1,565,500	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Commercial banks												
Meezan Bank Limited		810,500	313,000	657,000	-	466,500	36,112	38,122	2,010	0.59%	1.34%	0.04%
							36,112	38,122	2,010	0.59%	1.34%	0.04%
Textile composite												
Nishat Mills Limited		903,100	150,000	202,000	-	851,100	133,223	119,937	(13,286)	1.86%	4.22%	0.24%
							133,223	119,937	(13,286)	1.86%	4.22%	0.24%
Power generation and distribution												
The Hub Power Company Limited	9.1.2	1,126,100	427,300	257,500	-	1,295,900	150,649	119,430	(31,219)	1.85%	4.21%	0.11%
K-Electric Limited **		4,970,000	-	250,000	-	4,720,000	32,568	26,810	(5,758)	0.42%	0.94%	0.02%
							183,217	146,240	(36,977)	2.27%	5.15%	0.13%
Paper and board												
Packages Limited		50,700	-	47,400	-	3,300	2,295	1,616	(679)	0.03%	0.06%	0.00%
Century Paper and Board Mills Limited		232,000	165,500	397,500	-	-	-	-	-	0.00%	0.00%	0.00%
							2,295	1,616	(679)	0.03%	0.06%	0.00%
Technology and communication												
Avanceon Limited	9.1.1	123,907	-	-	-	123,907	5,617	8,208	2,591	0.13%	0.04%	0.09%
							5,617	8,208	2,591	0.13%	0.04%	0.09%
Total as at June 30, 2018							1,864,311	1,691,162	(173,149)			
Total as at June 30, 2017							2,644,510	2,786,027	141,517			

* These have a face value of Rs.5 per share.

** These have a face value of Rs.3.5 per share.

9.1.1 The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. Investee companies of the Fund, in pursuance of the aforesaid amendment, withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs.1.68 (2017: Rs.1.03) million at year end. The Fund has included the shares withheld in its investments and recorded them at fair market value at year end.

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

The Hub Power Company Limited

June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
----- (Number of shares) -----	----- (Rupees in '000) -----	----- (Rupees in '000) -----	----- (Rupees in '000) -----
250,000	250,000	23,040	29,358

9.2 Equity securities classified as 'available-for-sale'

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

Name of Investee Company	Note	Number of shares					Balance as at June 30, 2018			Market value as a % of net assets	Market value as a % of total investments	Par Value as percentage of total paid up capital of the investee company
		As at July 01, 2017	Purchased during the year	Sold during the year	Bonus / right	As at June 30, 2018	Carrying value	Market value	Appreciation / (diminution)			
----- (Rupees in '000) -----												
Cement												
D.G. Khan Cement Company Limited		-	22,000	22,000	-	-	-	-	-	0.00%	0.00%	0.00%
Attock Cement Pakistan Limited**		-	400,000	203,100	-	196,900	26,479	26,479	-	0.41%	0.93%	0.17%
Fauji Cement Company Limited**		-	300,000	110,000	-	190,000	4,341	4,342	1	0.00%	0.00%	0.01%
Kohat Cement Company Limited		-	667,900	-	-	667,900	92,859	82,198	(10,661)	0.00%	0.00%	0.43%
Lucky Cement Limited		-	3,500	-	-	3,500	1,919	1,778	(141)	0.03%	0.06%	0.00%
Cherat Cement Company Limited		-	268,600	50,000	-	218,600	23,968	21,254	(2,714)	0.33%	0.75%	0.12%
Pioneer Cement Limited**		-	83,800	-	-	83,800	3,927	3,927	-	0.06%	0.14%	0.04%
							153,493	139,978	(13,515)	0.83%	1.88%	0.78%
Oil and gas exploration companies												
Mari Petroleum Company Limited		-	25,460	-	-	25,460	36,239	38,347	2,108	0.59%	1.35%	0.02%
Oil & Gas Development Company Limited		-	424,500	-	-	424,500	67,062	66,061	(1,001)	1.02%	2.33%	0.01%
Pakistan Oilfields Limited		-	254,800	53,500	-	201,300	112,015	135,231	23,216	2.09%	4.76%	0.09%
Pakistan Petroleum Limited		-	20,000	-	-	20,000	3,905	4,298	393	0.07%	0.15%	0.00%
							219,221	243,937	24,716	3.78%	8.59%	0.12%
Oil and gas marketing companies												
Pakistan State Oil Company Limited		-	131,300	-	-	131,300	39,219	41,794	2,575	0.65%	1.47%	0.04%
							39,219	41,794	2,575	0.65%	1.47%	0.04%
Fertilizer												
Engro Fertilizers Limited		-	217,000	-	-	217,000	13,904	16,255	2,351	0.25%	0.57%	0.02%
Fauji Fertilizer Company Limited		-	1,268,000	1,150,000	-	118,000	11,655	11,669	14	0.18%	0.41%	0.01%
Engro Corporation Limited		-	128,000	-	-	128,000	37,656	40,175	2,519	0.62%	1.41%	0.02%
							63,215	68,099	4,884	1.05%	2.40%	0.05%
Chemical												
Engro Polymer & Chemicals Limited		-	666,000	-	-	666,000	19,397	20,886	1,489	0.32%	0.74%	0.10%
							19,397	20,886	1,489	0.32%	0.74%	0.10%
Glass and ceramics												
Tariq Glass Industries Limited		-	30,000	-	-	30,000	2,653	3,215	562	0.05%	0.11%	0.04%
							2,653	3,215	562	0.05%	0.11%	0.04%
Pharmaceuticals												
Highnoon Laboratories Limited	9.1.1	-	10,000	10,000	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Automobile assembler												
Honda Atlas Cars (Pakistan) Limited **		-	72,850	-	-	72,850	23,049	23,049	(0)	0.36%	0.81%	0.05%
Pak Suzuki Motor Company Limited		-	12,500	12,500	-	-	-	-	-	0.00%	0.00%	0.00%
Millat Tractors Limited		-	3,880	2,200	-	1,680	2,000	1,996	(4)	0.03%	0.07%	0.00%
							25,049	25,045	(4)	0.39%	0.88%	0.05%

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

Name of Investee Company	Note	Number of shares					Balance as at June 30, 2018			Market value as a % of net assets	Market value as a % of total investments	Par Value as percentage of total paid up capital of the investee company
		As at July 01, 2017	Purchased during the year	Sold during the year	Bonus / right	As at June 30, 2018	Carrying value	Market value	Appreciation / (diminution)			
----- (Rupees in '000) -----												
Engineering												
Amreli Steels Limited**		-	109,700	-	-	109,700	7,739	7,739	(0)	0.12%	0.27%	0.04%
International Steels Limited		-	331,000	-	-	331,000	33,287	33,663	376	0.52%	1.19%	0.08%
Ittefaq Iron Industries Limited		-	68,000	68,000	-	-	-	-	-	0.00%	0.00%	0.00%
							41,026	41,402	376	0.64%	1.46%	0.11%
Miscellaneous												
Synthetic Products Enterprises Limited		-	12,500	12,500	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Food and personal care products												
Shezan International Limited		-	1,000	-	-	1,000	430	570	140	0.01%	0.02%	0.01%
Al-Shaheer Corporation Limited		-	50,000	-	-	50,000	1,453	1,363	(90)	0.02%	0.05%	0.04%
							1,883	1,933	50	0.03%	0.07%	0.05%
Commercial banks												
Meezan Bank Limited		-	106,010	-	-	106,010	6,246	8,663	2,417	0.13%	0.31%	0.01%
							6,246	8,663	2,417	0.13%	0.31%	0.01%
Power generation and distribution												
The Hub Power Company Limited	9.1.2	-	1,007,500	-	-	1,007,500	96,147	92,851	(3,296)	1.44%	3.27%	0.09%
Pakgen Power Limited		-	1,580,000	-	-	1,580,000	32,287	30,462	(1,825)	0.47%	1.07%	0.42%
Saif Power Limited		-	322,000	-	-	322,000	8,519	8,530	11	0.13%	0.30%	0.08%
Lalpir Power Limited		-	1,061,500	-	-	1,061,500	21,773	20,391	(1,382)	0.32%	0.72%	0.28%
K-Electric Limited *		-	574,500	-	-	574,500	3,587	3,263	(324)	0.05%	0.11%	0.00%
							162,313	155,497	(6,816)	2.41%	5.48%	0.88%
Paper and board												
Century Paper and Board Mills Limited		-	115,400	115,400	-	-	-	-	-	0.00%	0.00%	0.00%
							-	-	-	0.00%	0.00%	0.00%
Total as at June 30, 2018							733,716	750,449	16,733			

* These have a face value of Rs.3.5 per share.

** The carrying value of these securities have been adjusted with impairment aggregating Rs.35.06 million. The cost of these securities is Rs.100.59 million.

9.3 Sukuk certificates classified as 'designated at fair value through profit or loss'
(certificates of Rs.5,000 each unless stated otherwise)

Name of instrument	As at July 01, 2017	Purchased during the year	Sold / matured during the year	As at June 30, 2018	Market value as at June 30, 2018	Market value as at June 30, 2017	Market value as a % of total investments	Market value as a % of net assets
	----- (Number of certificates) -----				---- (Rupees in '000) ----			
<u>Chemical</u>								
Engro Corporation Limited - listed Sukuk (11.07.14) - 5 years	1,000	-	-	1,000	5,423	5,841	0.19%	0.08%
Engro Corporation Limited - listed Sukuk (11.07.14) - 3 years	5,000	-	5,000	-	-	25,136	0.00%	0.00%
Ghani Gases Limited - listed Sukuk (02.02.17) - 6 years (Certificates of Rs.95,833 each)	750	-	-	750	59,971 65,394	72,594 103,571	2.11%	0.93%
<u>Electricity</u>								
WAPDA Sukuk III - unlisted Sukuk (14.10.13) - 8 years (Certificates of Rs.3,214 each)	2,000	-	-	2,000	5,223	6,742	0.18%	0.08%
<u>Auto and allied</u>								
TPL Trakker Limited - unlisted Sukuk (13.04.2016) - 5 years (Certificates of Rs.1,000,000 each)	50	-	50	-	-	52,573	0.00%	0.00%
<u>Fertilizer</u>								
Dawood Hercules Corporation Limited - unlisted Sukuk (16.11.2017) - 5 years (Certificates of Rs.100,000 each)	-	520	250	270	27,054	-	0.95%	0.42%
					97,671	162,886		

9.3.1 As at June 30, 2018, the cost of above investments amounted to Rs.98.05 (2017: Rs.158.30) million.

9.3.2 Significant terms and conditions of sukuk certificates outstanding as at June 30, 2018 are as follows:

Name of securities	Remaining principal	Mark-up rate (per annum)	Issue date	Maturity date
	(Rupees in '000)			
Engro Corporation Limited - 5 years	5,000	13.50%	July 11, 2014	July 11, 2019
Dawood Hercules Corporation Limited	27,000	KIBOR 3M + 1.00%	November 16, 2017	November 16, 2022
Ghani Gases Limited	59,375	KIBOR 3M + 1.00%	February 2, 2017	February 2, 2023
WAPDA Sukuk - III	5,000	KIBOR 6M + 1.00%	October 14, 2013	October 14, 2021

9.4 Profit rate on TDMs is between 5.8% to 7.16% (2017: Nil) per annum with maturities up to July 12, 2018 (2017: Nil).

9.5 Government of Pakistan - Ijarah sukuk classified as 'designated at fair value through profit or loss'
(sukuks of Rs.100,000 each)

	As at July 01, 2017	Purchased during the year	Sold / matured during the year	As at June 30, 2018	Carrying value as at June 30, 2018	Market value as at June 30, 2018	Market value as at June 30, 2017	Market value as a % of total investments	Market value as a % of net assets
	(Number of certificates)				(Rupees in '000)			%	
Name of instrument									
Government of Pakistan Ijarah Sukuk XVII - 3 years	-	790	790	-	-	-	-	0.00%	0.00%

10. DIVIDEND AND PROFIT RECEIVABLE

Dividend receivable

Profit receivable on:

- Sukuk certificates
- Bank accounts
- Term deposit musharika (TDM)

Note	June 30, 2018	June 30, 2017
	(Rupees in '000)	
	8,691	4,335
10.1	1,361	3,802
	19,060	21,383
	3,713	-
	24,134	25,185
	32,825	29,520

10.1 This includes receivable of Rs.13.83 (2017: Rs.17.74) million on balances maintained with United Bank Limited - Islamic Banking Division (a related party).

11. ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 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). Prior to receiving tax exemption certificate(s) from CIR various withholding agents have deducted advance tax under section 150, 150A and 151 of ITO 2001. The management is confident that the same shall be refunded after filing Income Tax Return for Tax Year 2018.

	Note	June 30, 2018 ----- (Rupees in '000) -----	June 30, 2017
12. DEPOSITS AND OTHER RECEIVABLES			
Deposit with Central Depository Company of Pakistan Limited (CDC)		100	100
Deposit with National Clearing Company of Pakistan Limited (NCCPL)		2,500	2,500
Balance held in collection account	12.1	6,951	28,897
		<u>9,551</u>	<u>31,497</u>

12.1 This represents cash realized in the centralized collection accounts against the issuance of units of the Fund. The balance held in the centralized collection account is transferred to the Fund's main account on T+1 basis.

13. PRELIMINARY EXPENSES AND FLOATATION COSTS

Preliminary expenses and floatation costs	13.1	287	487
Amortization during the year		(200)	(200)
		<u>87</u>	<u>287</u>

13.1 The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorization of the Fund as preliminary expenses and floatation costs which are to be amortized by the Fund over a period of five years commencing from December 11, 2013 in accordance with the Trust Deed.

14. PAYABLE TO THE MANAGEMENT COMPANY

Remuneration payable	14.1	5,439	6,158
Sales tax on remuneration payable	14.2	707	801
Sales load and other payable		1,468	4,461
Shariah advisory fee	14.3	25	56
Allocated expenses payable	14.4	1,120	1,218
Selling and marketing expenses payable	14.5	6,891	7,596
		<u>15,650</u>	<u>20,290</u>

14.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the amended NBFC Regulations dated November 25, 2015, of an amount not exceeding 2 percent of the average daily net assets of the Fund. The Management Company charged remuneration at the rate of 1 percent per annum of the average daily net assets of the Fund.

14.2 Sales tax at the rate of 13% (2017: 13%) on gross value of management fee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

14.3 As per amended NBFC Regulations dated November 25, 2015, the management company is entitled to charge shariah advisory fee from the Fund. Accordingly, the management company has charged Rs.0.324 million (2017: Rs.0.345) as shariah advisory fee under a contract signed with the shariah advisors.

14.4 As per regulation 60(3)(s) of amended NBFC Regulations dated November 25, 2015, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost, whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets with effect from November 25, 2015, being lower.

14.5 Securities and Exchange Commission of Pakistan vide Circular No. 40 of 2016 dated December 30, 2016, has allowed Asset Management Companies to charge Selling and Marketing expenses to its CIS's at a maximum cap of 0.4% per annum of net assets of the Fund or actual expenses whichever is lower. Accordingly, the Management Company has charged 0.4% on daily net assets of the Fund, being the lower amount.

15. PAYABLE TO THE TRUSTEE

Remuneration payable	15.1	626	698
Sales tax on remuneration payable	15.2	81	91
		<u>707</u>	<u>789</u>

15.1 The Trustee is entitled to a remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of trustee fee for the year ended June 30, 2018 is as follows:

Net assets value	Tariff per annum
Up to Rs.1,000 million	Rs.0.7 million or 0.20% p.a. of net assets of the Fund, whichever is higher
On an amount exceeding Rs.1,000 million	Rs.2.00 million plus 0.10% p.a. of net assets of the Fund, on amount exceeding Rs.1,000 million

15.2 Sales tax at the rate of 13% (2017: 13%) on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

16. ANNUAL FEE PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN (SECP)

This represents annual fee payable to SECP in accordance with the NBFC Regulations whereby the Fund is required to pay to SECP an amount equal to 0.095% (2017: 0.095%) of the average daily net assets of the Fund.

17. TOTAL EXPENSE RATIO

Total Expense Ratio of the Fund is 1.93% as on June 30, 2018 (2017: 2.46%) and this includes 0.24% (2017: 0.80%) representing Government Levy, Sindh Worker's Welfare Fund and SECP Fee. This ratio is within the maximum limit of 4% prescribed under the NBFC Regulation 60 (5) for a collective investment scheme categorised as an asset allocation scheme.

	Note	June 30, 2018 ----- (Rupees in '000) -----	June 30, 2017
18. ACCRUED AND OTHER LIABILITIES			
Auditors' remuneration		275	271
Provision for Sindh Workers' Welfare Fund (SWWF)	18.1	24,246	24,246
Sales tax payable		12	12
Brokerage payable		796	2,777
Withholding tax deducted at source payable		17	75,589
Charity payable		1,787	721
Zakat deducted at source payable		3,685	6,049
Provision for indirect taxes and duties	18.2	15,834	15,834
Capital gains tax payable		59	3,380
Other payable		50	-
Sales load payable to distributors		4,608	162,903
		<u>51,369</u>	<u>291,782</u>

18.1 Provision for Sindh Workers' Welfare Fund (SWWF)

As a consequence of the 18th amendment to the Constitution of Pakistan, in May 2015 the Sindh Workers' Welfare Fund Act (SWWF Act), 2014 had been passed by the Government of Sindh as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs.0.5 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. The matter was taken up by the MUFAP with the Sindh Revenue Board (SRB) collectively on behalf of various asset management companies (including the Management Company of the Fund) whereby it was contested that mutual funds should be excluded from the ambit of the SWWF Act as these were not industrial establishments but were pass through investment vehicles and did not employ workers. The SRB held that mutual funds were included in the definition of financial institutions as per the Financial Institution (Recovery of Finances) Ordinance, 2001 and were, hence, required to register and pay SWWF under the SWWF Act. Thereafter, MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF which is currently pending. However, as a matter of abundant caution, MUFAP has recommended to all its members to record a provision for SWWF from the date of enactment of SWWF Act, 2014 (i.e. starting from May 21, 2015).

The provision for SWWF is now being made on a daily basis. Had the provision for SWWF not been recorded in the financial statements of the Fund, the net assets value of the Fund as at June 30, 2018 would have been higher by Re.0.44 (2017: Re.0.36) per unit.

18.2 Provision for indirect duties and taxes (Federal Excise Duty on remuneration to the Management Company)

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 4, 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.

During the previous year, 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 1, 2016. However, as a matter of abundant caution, the provision for FED made prior to this period has been maintained by the Fund which at June 30, 2018 aggregates to Rs.4.56 (2017: Rs.4.56) 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 June 30, 2018 would have been higher by Re.0.08 (2017: Re.0.07) per unit.

19. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2018 and June 30, 2017.

20. AUDITORS' REMUNERATION

Annual audit fee	174	165
Half yearly review fee	87	83
Other certification and services	81	176
	<u>342</u>	<u>424</u>
Sales tax	27	34
Out of pocket expenses	37	55
	<u>406</u>	<u>513</u>

21. 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 capital gains whether realised or unrealised is distributed to the unit holders in cash. 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 Fund has incurred net loss for the year, no distribution has been made by the Fund. Accordingly, no provision for taxation has been recognized in these financial statements.

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

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

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

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

Details of transactions 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 (Rupees in '000)	Funds under common management	Directors and key executives	Other connected persons / related parties
	June 30, 2018					
Transactions during the year						
Profit on PLS savings accounts	-	176,929	-	-	-	-
Bank and other charges	-	264	-	-	-	-
Units issued	-	-	-	-	4,006	59,234
Units redeemed	-	1,247	-	-	1	64,627
Central Depository Service Expenses (CDS)	-	-	187	-	-	-
Remuneration *	87,881	-	9,918	-	-	-
Allocated expenses by the Management Company	7,777	-	-	-	-	-
Selling and marketing expenses	31,110	-	-	-	-	-
Shariah advisory fee	324	-	-	-	-	-
Listing fee	-	-	-	-	-	25
	June 30, 2017					
Transactions during the year						
Profit on PLS savings accounts	-	72,380	-	-	-	-
Bank charges	-	128	-	-	-	-
Units issued	-	118,080	-	-	5,418	-
Units redeemed	-	976	-	-	5,514	-
Central Depository Service Expenses (CDS)	-	-	180	-	-	-
Cash dividend	-	20,819	-	-	101	-
Purchase of securities	-	8,838	-	-	-	-
Dividend Income	-	1,038	-	-	-	-
Sale of securities	-	115	-	-	-	-
Remuneration *	48,993	-	6,030	-	-	-
Allocated expenses by the Management Company	4,336	-	-	-	-	-
Selling and marketing expenses	7,596	-	-	-	-	-
Shariah advisory fee	345	-	-	-	-	-
	Management Company	Associated companies	Trustee (Rupees in '000)	Funds under common management	Directors and key executives	Other connected persons / related parties
	June 30, 2018					
Balances held						
Units held (units in '000)	-	1,883	-	-	34	50
Units held (Rupees in '000)	-	220,681	-	-	3,985	5,861
Bank balances	-	2,599,364	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	6,146	-	707	-	-	-
Sales load and other payable	1,468	463	-	-	-	-
Selling and marketing expenses payable	6,891	-	-	-	-	-
Profit receivable	-	13,825	-	-	-	-
Allocated expenses payable	1,120	-	-	-	-	-
Shariah advisory fee payable	25	-	-	-	-	-
	June 30, 2017					
Balances held						
Units held (units in '000)	-	1,893	-	-	-	-
Units held (Rupees in '000)	-	224,925	-	-	-	-
Bank balances	-	3,549,632	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	6,959	-	789	-	-	-
Sales load and other payable	4,461	2,943	-	-	-	-
Selling and marketing expenses payable	7,596	-	-	-	-	-
Profit receivable	-	17,744	-	-	-	-
Allocated expenses payable	1,218	-	-	-	-	-
Shariah advisory fee payable	56	-	-	-	-	-

* Remuneration for the year is inclusive of sales tax.

23. FINANCIAL RISK MANAGEMENT

23.1 The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, credit risk and liquidity risk arising from the financial instruments it holds.

23.2 Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and debt security prices.

(i) Profit rate risk

Profit rate risk arises from the effects of fluctuations in the prevailing levels of market profit rates on the fair value of financial instruments and future cash flows. The profit rate environment is monitored on a regular basis and the portfolio mix of fixed and floating rate securities is altered. The Fund's investment in fixed profit rate securities expose it to fair value profit rate risk and investments in variable profit rate securities expose the Fund to cash flow profit rate risk.

a) Sensitivity analysis of variable rate instruments

The Fund's PLS saving accounts are exposed to variable rate risk. In case of 100 basis points increase / decrease in interest rates at year end, the net assets attributable to unit holders of the Fund and net income for the year would be higher / lower by Rs.37.14 (2017: Rs.18.80) million.

b) Sensitivity analysis of fixed rate instruments

As at June 30, 2018, the Fund holds fixed rate sukuk certificates of Engro Corporation which are classified as 'at fair value through profit or loss' and term deposit musharika (TDM) which is classified as 'loans and receivables', exposing the Fund to fair value interest rate risk. In case of increase in prevailing interest rates on June 30, 2018, the net income for the year and net assets would have a negative impact and vice versa.

The composition of the Fund's investment portfolio, KIBOR rates and rates announced by Financial Market Association is expected to change over time. Accordingly, the sensitivity analysis prepared as of June 30, 2018 is not necessarily indicative of the impact on the Fund's net assets of future movements in profit rates.

Profit rate sensitivity position for on balance sheet financial instruments is based on the earlier of contractual repricing or maturity date and for off-balance sheet instruments is based on the settlement date.

June 30, 2018					
Profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
	Up to three months	More than three months and up to one year			
		More than one year			
----- (Rupees in '000) -----					
On-balance sheet financial instruments					
Financial assets					
Bank balances	3.90 - 6.40	3,621,497	-	24,871	3,646,368
Investments classified as:					
'At fair value through profit or loss'					
- held-for-trading		-	-	1,691,162	1,691,162
- available-for-sale		-	-	750,449	750,449
- designated upon initial recognition	KIBOR 3M-6M+ 1.00% -13.5% 5.80 - 7.16	-	97,671	-	97,671
- loans and receivables		300,000	-	-	300,000
Receivable against sale of investment		-	-	891	891
Dividend and profit receivable		-	-	32,825	32,825
Deposit and other receivables		-	-	9,551	9,551
		3,921,497	-	2,509,749	6,528,917
Financial liabilities					
Payable to the Management Company		-	-	14,943	14,943
Payable to the Trustee		-	-	626	626
Accrued and other liabilities		-	-	7,489	7,489
		-	-	23,058	23,058
On-balance sheet gap		3,921,497	-	2,486,691	6,505,860

June 30, 2017					
Profit rate (%)	Exposed to profit rate risk			Not exposed to profit rate risk	Total
	Up to three months	More than three months and up to one year	More than one year		
(Rupees in '000)					
On-balance sheet financial instruments					
Financial assets					
Bank balances	3.90 - 5.80	5,061,196	-	154,286	5,215,482
Investments classified as:					
At fair value through profit or loss'					
- held-for-trading		-	-	2,786,027	2,786,027
- designated upon initial recognition	KIBOR 3M+1.00% - 13.5%	-	162,886	-	162,886
Dividend and profit receivable		-	-	29,520	29,520
Deposit and other receivables		-	-	31,497	31,497
		5,061,196	-	3,001,330	8,225,412
Financial liabilities					
Payable to the Management Company		-	-	19,489	19,489
Payable to the Trustee		-	-	698	698
Payable against purchase of investments		-	-	15,800	15,800
Accrued and other liabilities		-	-	166,638	166,638
		-	-	202,625	202,625
On-balance sheet gap		5,061,196	-	2,798,705	8,022,787

There is no off-balance sheet financial instrument that exist as at year ended June 30, 2018 and June 30, 2017.

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

(iii) Equity price risk

Equity price risk is the risk of unfavorable changes in the fair value of equity securities as a result of changes in the levels of KSE-Index and the value of individual shares. The equity price risk exposure arises from the Fund's investments in equity securities for which prices in the future are uncertain. The Fund policy is to manage price risk through diversification and selection of securities within specified limits set by internal risk management guidelines or the requirements of NBFC regulations.

The Fund manages the risk by limiting exposure to any single investee company to the extent of 15% of issued capital of that investee company and the net assets of the Fund with overall limit of 35% to a single industry sector of the net assets of the Fund (the limit set by NBFC regulations). The Fund also manages its exposure to price risk by reviewing portfolio allocation as frequently as necessary and at least once a quarter from the aspect of allocation within industry and individual stock within that allocation.

Details of the Fund's investment in industrial / economic sector are given in note 9.

The following table illustrates the sensitivity of the income for the year and the unit holders' fund to an increase or decrease of 5% in the fair values of the Fund's equity securities. This level of change is considered to be reasonably possible based on observation of current market conditions. The sensitivity analysis is based on the Fund's equity securities at each Statement of Assets and Liabilities date, with all other variables held constant.

	June 30, 2018	June 30, 2017
	----- (Rupees in '000) -----	
Income statement	122,081	139,301
Unit holders' fund	122,081	139,301

23.3 Liquidity risk

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities. Liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities earlier than expected. The Fund is exposed to cash redemptions of its redeemable units on a regular basis. Units are redeemable at the unit holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive documents.

In order to manage the Fund's overall liquidity, the Fund has the ability to withhold daily redemption requests in excess of ten percent of the units in issue and such request would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. The Fund did not withhold any significant redemption during the period. Further, the Fund also has the ability to suspend redemption of units with approval of Board of Directors of the Management Company in extraordinary circumstances.

The table below summaries the maturity profile of the Fund's financial liabilities. The analysis into relevant maturity groupings is based on the remaining period at the end of the reporting period to the contractual maturity date.

<u>June 30, 2018</u>	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Total
	----- (Rupees in '000) -----				
Financial liabilities					
Payable to the Management Company	14,918	25	-	-	14,943
Payable to the Trustee	626	-	-	-	626
Accrued and other liabilities	1,787	5,702	-	-	7,489
Total liabilities	17,331	5,727	-	-	23,058

<u>June 30, 2017</u>	Within 1 month	1 to 3 months	3 to 12 months	1 to 5 years	Total
	----- (Rupees in '000) -----				
Financial liabilities					
Payable to the Management Company	19,433	56	-	-	19,489
Payable to the Trustee	698	-	-	-	698
Payable against purchase of equity securities	15,800	-	-	-	15,800
Accrued and other liabilities	721	165,917	-	-	166,638
Total liabilities	36,652	165,973	-	-	202,625

23.4 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation. The Fund's policy is to enter into financial contracts with reputable counter parties in accordance with the internal guidelines, offering document and regulatory requirements. The table below analyses the Fund's maximum exposure to credit risk:

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
	----- (Rupees in '000) -----	
Bank balances	3,646,368	5,215,482
Dividend and profit receivable	32,825	29,520
Sukuk certificates	97,671	162,886

All deposits with banks, CDC and NCCPL are highly rated and risk of default is considered minimal.

The analysis below summarizes the credit quality of the Fund's bank balances as on June 30:

	<u>June 30, 2018</u>	<u>June 30, 2017</u>
	----- (%) -----	
Rating by Rating Category		
AAA	71.36	35.86
AA- to AA+	14.18	15.61
A- to A+	14.45	2.21
Others	0.00	46.32
Total	100	100

Concentration of credit risk exists when changes in economic or industry factors affect the group of counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. The Fund's portfolio of financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

23.5 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Fund's operations either internally within the Fund or externally at the Fund's service providers, and from external factors other than credit, market and liquidity risk such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risk arise from all of the Fund's activities.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns for investors.

The primary responsibility for the development and implementation of controls over operational risk rests with the board of directors. This responsibility encompasses the controls in the following areas:

- requirements for appropriate segregation of duties between various functions, roles and responsibilities;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risk faced, and the adequacy of controls and procedures to address the risk identified;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

23.6 Unit holders' fund risk management

The Fund's capital is represented by redeemable units. The Fund is required by the NBFC Regulations, to maintain a minimum fund size of Rs.100 million, to be maintained all the time during the life of the scheme. The units issued by the Fund provides an investor with the right to require redemption for cash at a value proportionate to the unit holder's share in the Fund's net assets at the redemption date.

The Fund's objective in managing the unit holders' fund is to ensure a stable base to maximise returns to all investors and to manage liquidity risk arising from redemption. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption, such liquidity being augmented by disposal of investments.

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

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

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

		June 30, 2018								
		Carrying amount					Fair value			
Note		Fair value through profit or loss	Available-for-sale	Loans and receivables	Other financial assets / financial liabilities	Total (Rupees in '000)	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value										
	Equity securities - listed	1,691,162	750,449	-	-	2,441,611	2,441,611	-	-	2,441,611
24.1	Sukuk certificates	97,671	-	-	-	97,671	-	97,671	-	97,671
		<u>1,788,833</u>	<u>750,449</u>	<u>-</u>	<u>-</u>	<u>2,539,282</u>	<u>2,441,611</u>	<u>97,671</u>	<u>-</u>	<u>2,539,282</u>
Financial assets not measured at fair value										
24.2	Bank balances	-	-	-	3,646,368	3,646,368				
	Term deposit musharika (TDM)	-	-	300,000	-	300,000				
	Dividend and profit receivable	-	-	-	32,825	32,825				
	Deposits and other receivables	-	-	-	9,551	9,551				
		<u>-</u>	<u>-</u>	<u>300,000</u>	<u>3,688,745</u>	<u>3,988,745</u>				
Financial liabilities not measured at fair value										
24.2	Payable to the Management Company	-	-	-	14,943	14,943				
	Payable to the Trustee	-	-	-	626	626				
	Accrued and other liabilities	-	-	-	51,369	51,369				
		<u>-</u>	<u>-</u>	<u>-</u>	<u>66,938</u>	<u>66,938</u>				
		June 30, 2017								
		Carrying amount					Fair value			
Note		Fair value through profit or loss	Available for sale	Loans and receivables	Other financial assets / financial liabilities	Total (Rupees in '000)	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value										
	Equity securities - listed	2,786,027	-	-	-	2,786,027	2,786,027	-	-	2,786,027
	Sukuk certificates	162,886	-	-	-	162,886	-	162,886	-	162,886
		<u>2,948,913</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,948,913</u>	<u>2,786,027</u>	<u>162,886</u>	<u>-</u>	<u>2,948,913</u>
Financial assets not measured at fair value										
	Bank balances	-	-	-	5,215,482	5,215,482				
	Dividend and profit receivable	-	-	-	29,520	29,520				
	Deposits and other receivables	-	-	-	2,600	2,600				
		<u>-</u>	<u>-</u>	<u>-</u>	<u>5,247,602</u>	<u>5,247,602</u>				
Financial liabilities not measured at fair value										
	Payable to the Management Company	-	-	-	19,489	19,489				
	Payable to the Trustee	-	-	-	698	698				
	Payable against purchase of Investments	-	-	-	15,800	15,800				
	Accrued and other liabilities	-	-	-	166,638	166,638				
		<u>-</u>	<u>-</u>	<u>-</u>	<u>202,625</u>	<u>202,625</u>				

During the year ended June 30, 2018, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

24.1 Valuation techniques used in determination of fair values within level 2:

Investments in sukuk certificates, issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital, are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.

24.2 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 a reasonable approximation of fair value.

25. CORRESPONDING FIGURES

Certain prior year's figures have been re-arranged / re-classified, wherever necessary, to facilitate comparison in the presentation in the current year. However, there are no material re-arrangements / re-classifications to report.

26. SUPPLEMENTARY NON-FINANCIAL INFORMATION

The information regarding unit holding pattern, top ten brokers, members of the Investment Committee, fund manager, meetings of the Board of Directors of the Management Company and rating of the Fund and the Management Company has been disclosed in Annexure I to the financial statements.

27. GENERAL

27.1 Figures have been rounded off to the nearest thousand rupee.

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

28. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on 28-August-2018. _____

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Director

---SD---
Chief Financial Officer

SUPPLEMENTARY NON-FINANCIAL INFORMATION
AS REQUIRED UNDER RULES 6(D), (F), (G), (H), (I) AND (J)
OF THE 5TH SCHEDULE TO THE NON BANKING FINANCE COMPANIES
AND NOTIFIED ENTITIES REGULATIONS, 2008

(i) PATTERN OF UNIT HOLDING

Category	Number of unit holders	Number of units held	% of total
Individuals	2,800	45,836,959	83.22
Associated Company and Key Executives	2	1,916,248	3.48
Insurance Companies	2	258,421	0.47
Retirement Funds	33	3,090,130	5.61
Others	31	3,975,536	7.22
	2,868	55,077,294	100

(ii) TOP TEN BROKERS BY PERCENTAGE OF COMMISSION PAID

Name	%
Topline Securities (Private) Limited	
Taurus Securities Limited	14.5%
Insight Securities (Private) Limited	12.5%
Arif Habib Limited	10.1%
Ismail Iqbal Securities (Private) Limited	8.8%
IGI Finex Securities Limited	8.2%
Alfalsh Securities (Pvt) Limited	8.2%
Foundation Securities (Private) Limited	7.2%
Optimus Capital Management (Pvt) Limited	6.7%
EFG Hermes Pakistan Limited (Formerly Invest and Finance Securities Limited)	6.6%

(iii) THE MEMBERS OF THE INVESTMENT COMMITTEE

S.no	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir Khan	Head of Research	12	MBA
4	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.Com
5	Usama Bin Razi	Fund Manager	15	MBA

* Head of Risk - non voting observer

OTHER FUNDS MANAGED BY THE FUND MANAGER

UBL Liquidity Plus Fund
UBL Government Securities Fund
UBL Growth and Income Fund
UBL Asset Allocation Fund
UBL Capital Protected Fund-III
UBL Retirement Savings Fund
Al-Ameen Islamic Aggressive Income Fund

(iv) ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended

Directors:

Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	•x	•✓	•x	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	•x	•✓	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Director's have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

(v) RATING OF THE FUND AND THE MANAGEMENT COMPANY

JCR - VIS has assigned a "AM1" asset manager rating to the Management Company dated December 29, 2017.

Al-Ameen Islamic Asset Allocation Fund

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
<i>402,700</i>	<i>Annual General Meeting of M/s Kohat Cement Company Limited was held on October 23, 2017, below resolutions were passed.</i> <i>1. The Audited Accounts of the Company for the year ended June 30, 2017.</i> <i>2. Approve payment of cash dividend for the year ended June 30, 2017.</i> <i>3. Appoint Auditors of the company and fix their remuneration for the year ending June 30, 2017.</i> <i>4. Ratify and approve transactions carried out with Related Parties during financial year ended June 30, 2017.</i>			
	<i>5. Authorize the Chief Executive of the Company for approval of transactions with related parties during financial year ended June 30, 2017.</i> <i>6. Approval of appointments of related parties to respective offices of profit in the Company.</i> <i>7. Alteration in the Articles of Association of the Company for purpose of e-voting.</i>	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
<i>521,500</i>	<i>Extra Ordinary General Meeting of M/s Tariq Glass Industries Limited was held on August 30, 2017, below resolutions were passed.</i> <i>1. Confirm minutes of 38th Annual General Meeting held on October 27, 2016.</i> <i>2. Election of seven Directors of the Company for a period of three years.</i> <i>3. Approval for increasing Authorized Capital of the Company.</i> <i>4. Alteration in the Articles of Association of the Company for Authorization of E-Voting.</i>			
	<i>5. Revision in Meeting fee for Directors.</i> <i>6. Transact other business with permission of the Chairman.</i>	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
438,500	Extraordinary General Meeting of M/s Sui Northern Gas Pipelines Limited was held on June 21, 2017, below resolutions were passed. 1. Confirm minutes of 52nd Annual General Meeting held on January 26, 2017. 2. Election of thirteen Directors of the Company. 3. Transact any ordinary business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
2,600,400	Annual General Meeting of M/s The Hub Power Company Limited to be held on October 05, 2018, below are the meeting agendas. 1. Approve Audited Financial Statements of the Company for the year ended June 30, 2018. 2. Approve payment of cash dividend for the year ended June 30, 2018. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors for a period of three years. 5. Consider and Approve, if though appropriate, Issuance of Letter of Support (LOS) Guarantee to Private Power & Infrastructure Board (PPIB) for Thar Energy Limited (TEL). 6. Transact any other business with permission of Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
924,700	Extra Ordinary General Meeting of M/s Pakistan Petroleum Limited was held on September 16, 2017, below resolutions were passed. 1. Confirm minutes of 65th Annual General Meeting held on February 28, 2017. 2. Election of ten Directors of the Company for a period of three years. 3. Transact other business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
99,350	Extra Ordinary General Meeting of M/s Attock Petroleum Limited was held on March 01, 2018, below resolutions were passed. 1. Election of seven Directors of the Bank for a period of three years.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
123,000	Annual General Meeting of M/s Engro Corporation Limited was held on April 24, 2018, below resolutions were passed. 1. Approve Audited Accounts of the Company for the year ended December 31, 2017. 2. Approve payment of cash dividend for the year ended December 31, 2017. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors of the Company. 5. Accorded to lend/provide short term facilities to associated companies. 6. Alteration in the Articles of Association of the Company.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

<i>Holding</i>	<i>Resolution</i>	<i>For</i>	<i>Against</i>	<i>Abstain*</i>
133,200	Extra-Ordinary General Meeting of M/s Thal Limited was held on March 22, 2018, below resolutions were passed. 1. Approved to invest and arrange a Standby Letter of Credit in favor of lenders of ThalNova as required by sponsor support agreement. 2. Approved to contribute towards payments required to be made to foreign currency lenders of ThalNova and assign company's rights in respect of any investment made in ThalNova by way of loan. 3. Approved that for investments approval be accorded by the Board with jointly signed by the CEO and a director.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

ASSF

Al-Ameen Shariah Stock Fund

INVESTMENT OBJECTIVE

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

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditors	Deloitte Yousuf Adil & Co., Chartered Accountants
Bankers	Al-Baraka Islamic Banking Bank Alfalah Limited Dubai Islamic Bank Limited Habib Metropolitan Bank Limited Meezan Bank Limited United Bank Limited Bank Islami Pakistan Limited MCB Bank Limited National Bank of Pakistan Limited Allied Bank Limited
Management Co. Rating	AM 1 (JCR-VIS)

Fund Manager's Report – Al-Ameen Shariah Stock Fund (ASSF)

- i) **Description of the Collective Investment Scheme category and type**
Islamic Equity / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
ASSF is an open-end Equity Fund, investing primarily in Shariah compliant equities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
KMI-30 Index
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
ASSF	-0.78%	-9.88%	0.75%	-5.07%	0.61%	0.50%	7.10%	-2.52%	4.46%	0.14%	-4.27%	-3.08%	-12.38%
Benchmark	0.72%	-11.94%	2.49%	-5.80%	1.19%	0.76%	8.74%	-2.02%	5.31%	0.05%	-5.25%	-2.63%	-9.59%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

In FY18 the fund yielded a return of -12.38%. At the end of FY18, the Fund Manager maintained exposure at around 89% of total assets in local equities. Major exposure was maintained in Oil & Gas Exploration Companies (24%), Fertilizer (15%) and Cements (11%).
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equities	86%	89%
Sukuks	0%	0%
GoP Ijarah Sukuks	0%	0%
Cash	13%	9%
Others	1%	2%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-12.38%
Standard Deviation (12m trailing):	17.05%
Sharpe Ratio (12m trailing):	(1.09)

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
6,879,144	8,780,769	(21.7)	134.28	153.26	(12.4)

x) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

Stock Market Review FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill.

This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsidizing political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

xi) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

i) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in the state of affairs during the year under review.

ii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	ASSF
0.0001 - 9,999.9999	9,802
10,000.0000 - 49,999.9999	454
50,000.0000 - 99,999.9999	51
100,000.0000 - 499,999.9999	49
500,000.0000 & Above	10
Total	10,366

iii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

iv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

v) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

AI - Ameen Shariah Stock fund

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	6,879,144	8,780,769	4,029,898
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *			
Class A Units - Offer	138.08	157.6000	132.8500
- Redemption	134.28	153.2600	128.5900
RETURN OF THE FUND - %			
One Year	-12.38	29.19	14.47
Capital Growth (per unit)	(12.38)	12.59	9.97
Date of Income Distribution	-	26-Jun-17	27-Jun-16
Income Distribution	-	13.00	3.00
Date of Income Distribution	-	-	-
Income Distribution	-	-	-
AVERAGE ANNUAL RETURN - %			
One Year	(12.38)	29.19	14.47
Second Year	8.41	21.83	20.77
Third Year	10.43	23.58	25.30
Fourth Year	14.59	26.27	31.37
Fifth Year	18.54	30.94	28.65
Sixth Year	23.72	28.74	28.28
Since inception	22.54	26.90	26.57
OFFER / REPURCHASE DURING THE YEAR - Rupees *			
Highest price per unit - Class A - Offer	159.83	190.73	139.14
Highest price per unit - Class A - Redemption	155.43	185.48	134.6800
Lowest price per unit - Class A - Offer	128.59	132.20	110.94
Lowest price per unit - Class A - Redemption	125.05	128.56	107.39

* Front-end load @2.5% is applicable

PORTFOLIO COMPOSITION

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank Balances	9.00	13.00	13.00
Sukuk certificates	-	-	-
Equity securities	89.00	86.00	87.00
Foreign Investments	-	-	-
others	2.00	1.00	-

PORTFOLIO COMPOSITION BY MARKET - %

Equity market	100.00	100.00	100.00
Debt market	-	-	-

Note:

- The Launch date of the Fund is 24 December 2006

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

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TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN SHARIAH STOCK FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Shariah Stock Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 13, 2018

We, the Shariah Advisors of the Fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

In the capacity of Shariah Advisor, we have prescribed criteria for Shariah compliance of equity investments which comprises of five factors such as (i) Nature of business, (ii) interest bearing debt to total assets, (iii) Illiquid assets to total assets, (iv) Investment in non-Shariah compliant activities and income from non-compliant investments, and (v) Net liquid assets vs. share market price.

It is the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries from the Management Company personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

- i. We have reviewed and approved the modes of investments of ASSF in light of Shariah requirements. The following is a list of top equity investments of ASSF as on 30 June 2018 and their evaluation according to the screening criteria established by us.

ASSF			Interest Bearing Debt to Total Assets	Non-Compliant Investments to Total Assets	Non-Compliant Income to Total Revenue	Illiquid Assets to Total Assets	Net Liquid Assets per Share (A)	Share Market Price (B)
Sr.No.	Top Equity Scrip Holdings	Nature of Business	<37%	<33%	<5%	>25%	A	B
1	Engro Corporation	Manufacturer of Chemicals	28%	22%	3%	57%	(15.9)	313.9
2	The Hub Power Co. Ltd.	Generator of Electricity	31%	2%	0%	32%	(17.5)	92.2
3	Oil And Gas Development Co. Ltd.	Explorer/Producer of Oil	0%	18%	4%	38%	67.1	155.6
4	Mari Petroleum Co. Ltd.	Explorer/Producer of Oil	3%	7%	0%	19%	96.6	1,506.2
5	Pak Petroleum Ltd.	Explorer/Producer of Oil	0%	14%	3%	42%	39.5	214.9
6	Engro Fertilizer Ltd.	Manufacturer of Fertilizers	25%	3%	1%	83%	(32.8)	74.9
7	Nishat Mills Ltd.	Manufacturer of Textile	21%	32%	2%	45%	100.2	140.9
8	Pak Oilfields Ltd.	Explorer/Producer of Oil	0%	4%	2%	42%	2.9	671.8
9	Lucky Cement Co. Ltd.	Manufacturer of Cement	10%	0%	3%	58%	40.5	507.9
10	Kohat Cement Co. Ltd.	Manufacturer of Cement	2%	18%	1%	65%	6.5	123.1

In light of the above, we hereby certify that all the provisions of the Scheme and investments made on accounts of ASSF by UBL Funds are Shariah compliant and in accordance with the criteria established.

- ii. On the basis of information provided by the management, all operations of ASSF for the year ended 30 June 2018 have been in compliance with the Shariah principles.
- iii. The Management Company has been directed to set aside as charity amount earned as interest from conventional banks. In addition, there are investments made by ASSF where Investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Management Company has been directed to set aside a charity such proportion of the income from Investee companies in order to purify the earning of the Fund.





During the year, an amount of PKR 4,117,258 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.

Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee

Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

UBL FUND MANAGERS LIMITED

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✉ info@ublfunds.com

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

www.ublfunds.com



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN SHARIAH STOCK FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Shariah Stock Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

a. Board Audit Committee

- i. Ms. Naz Khan (Chair);
- ii. Mirza Muhammad Sadeed Hassan Barlas;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Zia Ijaz.

b. Board Human Resource & Compensation Committee

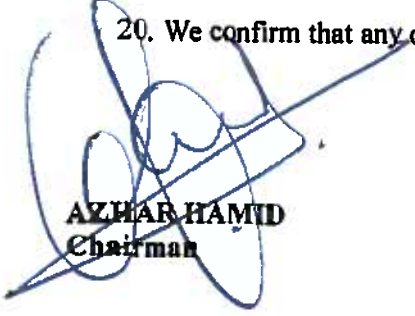
- i. Mr. Azhar Hamid (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Zia Ijaz;
- iv. Ms. Naz Khan;
- v. Syed Furrukh Zaeem.

c. Board Risk & Compliance Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Azhar Hamid;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Yasir Qadri;
- v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018

TO THE UNITHOLDERS' OF AL-AMEEN SHARIAH STOCK FUND

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors (the Board) of UBL Fund Managers Limited (the Management Company) for **Al-Ameen Shariah Stock Fund** (the Fund) for the year ended **June 30, 2018** in accordance with the requirements of Regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, the Fund's related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Fund for the year ended June 30, 2018.


Chartered Accountants

Date: September 17, 2018
Place: Karachi

Member of
Deloitte Touche Tohmatsu Limited

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Al-Ameen Shariah Stock Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Al-Ameen Shariah Stock Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2018, and the related income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2018, and of its financial performance, cash flows and transactions for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

S. No.	Key audit matters	How the matters were addressed in our audit
1.	Valuation and existence of investments As disclosed in note 5 to the financial statements, investments amounted to Rs. 6,315.913 million as at June 30, 2018. The total investment amount is the most significant account balance on the statement of assets and liabilities. This is a main driver of the Fund's performance and thus risk exists on this balance. The Fund invests principally in listed equity securities and there is a risk that appropriate quoted prices may not be used to determine fair value.	In auditing the valuation and existence of investments, we assessed the processes and key controls relating to existence and valuation. In addition, (1) we performed valuation testing on sample of investments held as at June 30, 2018 by verifying the prices quoted on the Pakistan Stock Exchange Limited, and (2) we performed existence testing of sample of investments held as at June 30, 2018 by independently matching the securities held by the Fund as per internal records with the securities appearing in the Central Depository Company (CDC) account and investigated any reconciling items

S. No.	Key audit matters	How the matters were addressed in our audit
	In addition, there is a risk that the Fund may have included investments in its financial statements which are not in the ownership of the Fund and thereby increasing the uncertainty in respect of existence of investments recorded as at year end, The disclosure regarding the investments are included in notes 3.2 and 5 to the financial statements.	
2.	Impairment of available for sale investments The Fund invests a significant portion of it funds in financial instruments that comprise available for sale investments in equity securities. As at June 30, 2018, investments in equity securities classified as available for sale amounted to Rs. 2,437.684 million. These investments are measured at fair value with the corresponding fair value changes recognized in other comprehensive income. The valuation is performed by the Management Company using the quoted market prices at the stock exchange. The Management Company performs an impairment review of its available for sale investments annually and records impairment charge when there has been a significant or prolonged decline in the fair value of investments below their cost. In determining 'significant' or 'prolonged', Management Company evaluates, among other factors, historical share price movements and the duration and extent to which the fair value of an investment is less than its cost. There is a risk that Management Company may not calculate the impairment charge accurately as high degree of judgement is involved in determining 'significant' or 'prolonged' decline. The Fund's disclosures related to financial investments are included in notes 3.2 and 5.	In auditing the impairment of available for sale investments, we assessed the processes and key controls relating to valuation of available for sale investments. In addition, we performed valuation testing on a sample of investments held as at June 30, 2018, reviewed the Fund's impairment policy, and assessed the adequacy of impairment charge on available for sale investments at year-end.

S. No.	Key audit matters	How the matters were addressed in our audit
3.	<i>Change in accounting policy as a result of amendments in Non-Banking Finance Companies and Notified Entities Regulation, 2008</i> As disclosed in note 3.11, to the financial statements, on August 03, 2017, the Securities and Exchange Commission of Pakistan (SECP) issued SRO no. 756(1)/2017 whereby certain amendments were made in the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations). Such amendments introduced definition of Element of Income, and required certain additional disclosures in the income statement and statement of movement in unit holders' fund together with removal of requirement to present distribution statement separately. The abovementioned amendments require significant changes in the calculation, accounting, presentation and disclosure of the 'Element of Income' in the financial statements, which have been applied as a change in accounting policy prospectively in accordance with the clarification issued by the SECP. Considering the significance of the above factors, we have treated these changes as Key Audit Matter.	In auditing the impact of change in accounting policy, we enquired from management about the resulting changes in the financial statements, processes and controls. Subsequently, We also assessed the processes and controls implemented by management to address this change. In addition, we checked adequacy of presentation and disclosure requirements including element of income in the financial statements as per the requirements of Schedule V of the NBFC Regulations.

Information Other than the Financial Statements and Auditor's Report Thereon

Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Company and Board of Directors for the Financial Statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying financial statements have been prepared, in all material respects, in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Nadeem Yousuf Adil.



Chartered Accountants

Date: September 17, 2018
Place: Karachi

**AL-AMEEN SHARIAH STOCK FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2018**

		2018	2017
	Note	----- (Rupees in '000) -----	
ASSETS			
Bank balances	4	645,299	1,211,102
Investments - net	5	6,315,913	7,721,672
Dividend and profit receivable	6	37,066	29,742
Security deposits and other receivables	7	49,761	44,552
Advance tax	8	3,218	3,192
Total assets		7,051,257	9,010,260
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	9	22,742	32,822
Payable to Central Depository Company of Pakistan Limited - Trustee	11	762	929
Payable to Securities and Exchange Commission of Pakistan	12	7,235	6,607
Accrued expenses and other liabilities	13	141,374	189,134
Total liabilities		172,113	229,492
Net Assets		6,879,144	8,780,768
Unit Holders' Fund (as per statement attached)		6,879,144	8,780,768
CONTINGENCIES AND COMMITMENTS			
	28	----- (Number of units) -----	
Number of Units in Issue	14	51,231,359	57,291,914
		----- (Rupees) -----	
Net Asset Value Per Unit		134.28	153.26
Face Value Per Unit		100	100

The annexed notes 1 to 30 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN SHARIAH STOCK FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 ------(Rupees in '000)-----	2017
INCOME			
(Loss) / gain on sale of investments - net		(480,642)	830,975
Financial income		59,999	31,409
Dividend income		330,749	218,312
Unrealised (loss) / gain on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.1 & 5.2	(746,627)	593,616
		(836,521)	1,674,312
Impairment loss on equity securities classified as available for sale	5.3.2	(69,826)	-
Total (loss) / income		(906,347)	1,674,312
EXPENSES			
Remuneration of UBL Fund Managers Limited - Management Company	9.1	152,321	139,093
Sindh Sales Tax on remuneration of the Management Company	9.2	19,802	18,083
Allocated expenses	9.3	7,616	6,955
Allocated selling and marketing expenses	10	30,464	10,151
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	9,736	8,988
Annual fee - Securities and Exchange Commission of Pakistan	12.1	7,235	6,607
Auditor's remuneration	15	437	446
Bank charges		292	173
Brokerage and settlement charges		7,189	27,356
Listing fee		25	50
Legal and professional charges		155	463
Charity expense	13.1	4,063	3,062
Shariah advisor fee		332	345
Printing expenses		21	17
Other expenses		3	5
Total expenses		239,691	221,794
Net operating (loss) / income for the year		(1,146,038)	1,452,518
Element of income and capital gains included in prices of units issued less those in units redeemed - net	2.4	-	559,318
Reversal of provision for Workers' Welfare Fund	13.3	-	50,548
Provision for Sindh Workers' Welfare Fund	13.3	-	(63,333)
Net (loss) / income before taxation		(1,146,038)	1,999,051
Taxation	16	-	-
Net (loss) / income after taxation		(1,146,038)	1,999,051
Allocation of net income for the year			
- Net loss for the year after taxation		-	-
- Income already paid on units redeemed		-	-
Net loss for the year after taxation		-	-
Accounting income available for distribution			
- Relating to capital gains		-	-
- Excluding capital gains		-	-
Earnings per unit	17	-	-

The annexed notes 1 to 30 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN SHARIAH STOCK FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018**

		2018	2017
	Note	------(Rupees in '000)-----	
Net (loss) / income for the year after taxation		(1,146,038)	1,999,051
Other comprehensive income			
Items that may be reclassified subsequently to income statement	2.4		-
Unrealised loss on re-measurement of investments classified as 'available for sale - net'		(76,683)	-
Reclassification of loss to income statement on sale of investments classified as 'available for sale - net'		6,255	-
Reclassification of impairment loss to income statement on equity securities classified as 'available for sale'	5.3.2	69,826	-
	5.3.1	(602)	-
Items that will not be reclassified subsequently to income statement		-	-
Total comprehensive income for the year		(1,146,640)	1,999,051

The annexed notes 1 to 30 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN SHARIAH STOCK FUND
STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2018

	2018			2017
	Capital value	Undistributed income	Unrealised gain / (loss) on re-measurement of investments classified as 'available for sale' - net	Total
	(Rs. in '000)			
Net assets at beginning of the year	5,465,885	3,314,883	-	8,780,768
Amount received on issuance of 36,989,570 units (2017: 66,307,392 units)				4,029,899
- Capital value	5,669,021	-	-	5,669,021
- Element of income / (loss)				-
- relating to other comprehensive income for the year	17,256	-	-	17,256
- relating to net loss for the year after taxation	(459,522)	-	-	(459,522)
Total amount received on issuance of units	5,226,755	-	-	5,226,755
Amount paid on redemption of 43,050,125 units (2017: 40,354,674 units)				10,346,853
- Capital value	(6,597,862)	-	-	(6,597,862)
- Element of income / (loss)				-
- relating to other comprehensive income for the year	(18,654)	-	-	(18,654)
- relating to net loss for the year after taxation	634,777	-	-	634,777
Total amount paid on redemption of units	(5,981,739)	-	-	(5,981,739)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed transferred to income statement - net	-	-	-	(559,318)
Total comprehensive income for the year	-	(1,146,038)	(602)	(1,146,640)
Distribution for the year Rs. Nil per unit (2017: Rs. 13 per unit declared on June 23, 2017)	-	-	-	(585,441)
Net (loss) / income for the year less distribution	-	(1,146,038)	(602)	(1,146,640)
Net assets at end of the year	4,710,901	2,168,845	(602)	6,879,144
Refund / adjustment on units as element of income	-	-	-	-
Undistributed income brought forward comprising of:				
- Realised	-	2,721,267	-	2,721,267
- Unrealised	-	593,616	-	593,616
	-	3,314,883	-	3,314,883
Accounting income available for distribution				
- Related to capital gain	-	-	-	-
- Excluding capital gain	-	-	-	-
Net (loss) / income for the year after taxation	-	(1,146,038)	(602)	(1,146,640)
Distribution during the year	-	-	-	(585,441)
Undistributed income carried forward - net	-	2,168,845	(602)	2,168,243
Undistributed income carried forward comprising of:				
- Realised	-	2,915,472	-	2,915,472
- Unrealised	-	(746,627)	(602)	(747,229)
	-	2,168,845	(602)	2,168,243
				------(Rupees)-----
Net assets value per unit at the beginning of the year				153.26
Net assets value per unit at the end of the year				134.28

The annexed notes 1 to 30 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN SHARIAH STOCK FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
	------(Rupees in '000)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year before taxation	(1,146,038)	1,999,051
Adjustments for non-cash charges and other items:		
Dividend income	(330,749)	(218,312)
Financial income	(59,999)	(31,409)
Loss / (gain) on sale of investments - net	480,642	(830,975)
Provision for Sindh Workers' Welfare Fund	-	63,333
Reversal of provision for Workers' Welfare Fund	-	(50,548)
Impairment loss on equity securities classified as available for sale	69,826	-
Unrealised loss / (gain) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	746,627	(593,616)
Element of (income) and capital (gain) / loss included in the prices of units issued less those in units redeemed - net	-	(559,318)
	906,347	(2,220,845)
Decrease / (increase) in assets		
Investments	108,062	(2,558,948)
Security deposits and other receivables	(5,209)	(31,047)
	102,853	(2,589,995)
(Decrease) / increase in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(10,080)	20,715
Payable to Central Depository Company of Pakistan Limited - Trustee	(167)	469
Payable to Securities and Exchange Commission of Pakistan	628	33
Payable against redemption of units	-	(389)
Accrued expenses and other liabilities	(47,760)	(89,554)
	(57,379)	(68,726)
	(194,217)	(2,880,515)
Dividend income received	322,730	201,848
Financial income received	60,694	28,199
Tax paid / (refund)	(26)	1,010
Net cash generated from / (used in) operating activities	189,181	(2,649,458)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	5,226,755	10,346,853
Payments against redemption of units	(5,981,739)	(6,450,276)
Cash dividend paid	-	(585,441)
Net cash (used in) / generated from financing activities	(754,984)	3,311,136
Net increase in cash and cash equivalents	(565,803)	661,678
Cash and cash equivalents at the beginning of the year	1,211,102	549,424
Cash and cash equivalents at the end of the year	645,299	1,211,102

The annexed notes 1 to 30 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN SHARIAH STOCK FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2017**

1. LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Shariah Stock Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on September 11, 2006 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 16, 2006 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from November 16, 2006.

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

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

The investment objective of the fund is to achieve long term capital growth by investing primarily in shariah compliant equity securities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering long term capital gains and dividend yield potential. The Fund invests in securities approved by the Shariah Advisory Board.

JCR - VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company as on December 29, 2017.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

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

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

2.2 Amendments to IFRS that are effective for the year ended June 30, 2018

The following amendments are effective for the year ended June 30, 2018. These standards are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

**Effective from accounting period
beginning on or after:**

Amendments to IAS 7 'Statement of Cash Flows' - Amendments as a result of the disclosure initiative

January 01, 2017

	Effective from accounting period beginning on or after:
Amendments to IAS 12 'Income Taxes' - Recognition of deferred tax assets for unrealised losses	January 01, 2017

Certain annual improvements have also been made to a number of IFRSs, which are also not relevant to the Fund.

2.3 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments (except IFRS 9 'Financial Instruments') are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting periods beginning on or after:
IFRS 15 'Revenue from contracts with customers' - This standard will supersede IAS 18, IAS 11, IFRIC 13, 15 and 18 and SIC 31 upon its effective date.	July 01, 2018
IFRS 16 'Leases' - This standard will supersede IAS 17 'Leases' upon its effective date.	January 01, 2019
Amendments to IFRS 2 'Share-based Payment' - Clarification on the classification and measurement of share-based payment transactions.	January 01, 2019
IFRS 9 'Financial Instruments'	July 01, 2018
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities.	January 01, 2019
IFRS 4 'Insurance Contracts': Amendments regarding the interaction of IFRS 4 and IFRS 9.	An entity choosing to apply the overlay approach retrospectively to qualifying financial assets does so when it first applies IFRS 9. An entity choosing to apply the deferral approach does so for annual periods beginning on or after 1 January 2018.
Amendments to IAS 28 'Investments in Associates and Joint Ventures' - Amendments regarding long-term interests in associates and joint ventures.	January 01, 2019
Amendments to IAS 19 'Employee Benefits' - Plan Amendment, Curtailment or Settlement.	January 01, 2019
Amendments to IAS 40 'Investment Property': Clarification on transfers of property to or from investment property.	January 01, 2018
IFRIC 22 'Foreign Currency Transactions and Advance Consideration': Provides guidance on transactions where consideration against non-monetary prepaid asset / deferred income is denominated in foreign currency.	January 01, 2018
IFRIC 23 'Uncertainty over Income Tax Treatments': Clarifies the accounting treatment in relation to determination of taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under IAS 12 'Income Taxes'.	January 01, 2019

Certain annual improvements have also been made to a number of IFRSs which are also not expected to have material impact on financial reporting of the Fund.

2.4 IFRS 9 'Financial Instruments' Impact Assessment

'IFRS 9 'Financial Instruments' was issued on July 24, 2017. This standard is adopted locally by the Securities and Exchange Commission of Pakistan and is effective from accounting periods beginning on or after July 1, 2018.

2.4.1 Key requirements of IFRS 9 are as follows;

Classification and measurement of financial assets

- All recognized financial assets that are within the scope of IFRS 9 are required to be subsequently measured at amortised cost or fair value.
- Debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods.
- Debt instruments that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets, and that have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are generally measured at fair value through other comprehensive income "FVTOCI".
- All other debt investments and equity investments are measured at their fair value at the end of subsequent accounting periods.
- In addition, under IFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss.

Classification and measurement of financial liabilities

With regards to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss. Under IAS 39, the entire amount of the change in the fair value of the financial liability designated as fair value through profit or loss is presented in profit or loss.

Impairment of financial assets

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under IAS 39. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above provision requirements in relation to debt securities for mutual funds.

Impact assessment

Based on the analysis of Fund's financial assets and liabilities as at June 30, 2018 and also considering facts and circumstances that exists at that date, the Management Company have assessed the impact of IFRS 9 on the financial statements as follows

- Listed equity securities classified as financial assets at 'fair value through profit or loss' - held for trading will be classified at fair value through profit or loss upon application of IFRS 9 with value changes continue to recognised in profit or loss.
- Listed equity securities classified as financial assets at 'available-for-sale' are to be measured at fair value through profit or loss upon application of IFRS 9 with value changes to be recognised in profit or loss instead of other comprehensive income. The change in fair value attributed to these financial assets amounting to Rs. 0.602 million during the current year would be recognised in income statement under IFRS 9.

2.4.2 Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 14 – Regulatory Deferral Accounts
- IFRS 17 – Insurance Contracts

2.5 Critical accounting estimates and judgements

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, judgements and assumptions that affect the reported amount 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 year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) classification and valuation of financial assets (notes 3.2 and 5); and
- (ii) impairment of financial assets (note 3.2.5 and 5.3.2)

2.6 Accounting convention

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

2.7 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below and have been consistently applied to all the years presented unless otherwise stated.

3.1 Cash and cash equivalents

Cash and cash equivalent comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at cost.

3.2 Financial assets

3.2.1 Classification

The classification of financial assets depends on the purpose for which the financial assets were acquired. The Management Company determines the classification of Fund's financial assets at the time of initial recognition and re-evaluates this classification on regular basis.

Financial assets are classified as follows:

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss.

c) Available for sale

These are non-derivate financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) held to maturity investments or (c) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time and may be sold in response to the needs for liquidity or change in price.

3.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

3.2.3 Initial recognition and measurement

All financial assets are initially recognised at cost, being the fair value of the consideration given including the transaction cost associated with the acquisition, except in case of "financial assets at fair value through profit or loss", in which case the transaction costs are charged off to the income statement.

3.2.4 Subsequent measurement

a) Financial assets at 'fair value through profit or loss' and 'available for sale'

Subsequent to initial measurement, financial assets 'at fair value through profit or loss' and 'available for sale' are valued as follows:

- Basis of valuation of equity securities

Equity securities are valued on the basis of closing quoted market prices available at the stock exchange. A security listed on the stock exchange for which no sale is reported on the reporting date is valued at its last sale price on the next preceding date on which such exchange is open and if no sale is reported for such date the security is valued at an amount neither higher than the closing asked price nor lower than the closing bid price.

Net gains and losses arising on changes in the fair value of financial assets carried at fair value through profit or loss are taken to the income statement.

Net gains and losses arising from changes in the fair value of available for sale financial assets are taken to the statement of comprehensive income until these are derecognised or impaired. At the time of impairment or derecognition, the cumulative gain or loss previously recognised in the statement of comprehensive income is shown in the income statement.

b) Loans and receivables

Subsequent to initial recognition financial assets classified as loans and receivables are carried at amortised cost using the effective interest method.

Gains or losses are also recognised in the 'income statement' when financial assets carried at amortised cost are derecognised or impaired.

3.2.5 Impairment

The Management Company assesses at each reporting date whether there is objective evidence that the financial assets or a group of fund's financial assets are impaired. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

In case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of an equity security below its cost is considered as objective evidence of impairment. In case of available for sale securities, the cumulative loss previously recognised in the statement of comprehensive income is removed therefrom and recognised in the income statement. However, the decrease in impairment loss on equity securities is not reversed through income statement.

For certain other financial assets, a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against these amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the SECP.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial asset have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously.

3.5 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

3.6 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.7 Collaterals

Cash collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies those collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

3.8 Taxation

The income of the Fund 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

The Fund is also exempt from the Provisions of Section 113 (minimum tax) and section 113C (Alternative Corporate Tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

3.9 Distributions

Dividend distribution to the Unit Holders is recognized in the period in which these are approved.

3.10 Issuance and redemption of units

Units issued are allocated at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end sales load and provision of any duties and charges, if applicable. The sales load is payable to the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the management company may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

3.11 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund.

Change in accounting policy - Element of income / (loss)

Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period is recognized in income statement and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities is included in distribution statement.

Securities & Exchange Commission of Pakistan through its SRO 756(I)/2017 dated 03 August 2017 has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". As per SRO, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. It also specifies that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

The said SRO also deleted 'Distribution Statement' and requires additional disclosures with respect to "Income Statement" and "Statement of Movement in Unit Holders' Fund" and recording of element of income / loss included in price of unit issued or redeemed directly in Statement of movements in reserves or unit holders' fund instead of income statement. Further, SRO requires an additional disclosure should be stated below income statement for allocation of net income for the year comprising of (a) Income already paid on units redeemed; and (b) accounting income available for distribution.

MUFAP with the consultation of SECP has clarified that income already paid on redemption of units (element of income paid out) is determined on following basis:

- Income already paid on redemption of units (element of income) made during the year shall be on gross basis instead of element of income / loss on net basis.
- In situations where funds have remained profitable for part of the year and ended up in net profit, the INCOME already paid on redemption of Units (element of INCOME) has been calculated from the DATE at which the fund was last breakeven.
- Income already paid on redemption of Units (element of income) shall be calculated on FIFO method on redemption of Units for identifying Units redeemed with Units issued.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from 01 July 2017 as clarified by SECP vide its email dated 7 February 2018. Accordingly, corresponding figures have not been restated. Further the basis of estimation of income already paid on redemption has been established in line with the guidelines provided by MUFAP as stated above and accordingly the same has been disclosed in the additional disclosure. Since the Fund has incurred net loss during the year, therefore, element of income paid on redemption is 'Nil'. Had the change in accounting policy applied retrospectively, the income of the Fund for the year ended June 30, 2017 would have been lower by Rs. 559.318 million.

Had the element of income been recognised as per the previous accounting policy, the income of the fund would have been higher by Rs. 173.856 million. However, the change in accounting policy does not have any impact on the 'Statement of Cash flows', the 'net assets attributable to the units holders' and 'net assets value per unit' as shown in the statement of 'assets and liabilities' and 'statement of movement of unit holders' fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income statement' and Statement of Movement in Unit Holders' Fund which have been incorporated in these statements.

3.12 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

3.13 Revenue recognition

- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Realised capital gains / losses arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Income on bank balances and term deposits is recognised on a time proportionate basis.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.

	Note	2018 -----Rupees in '000-----	2017
4. BANK BALANCES			
In local currency:			
- Profit and loss sharing accounts	4.1	599,718	717,320
- Current accounts		45,581	493,782
		645,299	1,211,102

4.1 Profit rates on these profit and loss sharing accounts range between 5.6% to 6.2% (2017: 3.75% to 5.5%) per annum.

	Note	2018 -----Rupees in '000-----	2017
5. INVESTMENTS - NET			
At fair value through profit or loss - Held for trading			
- equity securities	5.1	3,859,755	7,721,672
- letter of rights	5.2	18,474	-
Available-for-sale - equity securities	5.3	2,437,684	-
		6,315,913	7,721,672

5.1 Equity securities - Held-for-trading

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

Name of Investee Company	As at July 1, 2017	Purchased / bonus received during the year	Sold during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain / (loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total value of Investment	Investment as a percentage of paid-up capital of investee company	
Quoted investments	Note	-----Number of shares-----			-----Rupees in '000-----			-----%-----			
OIL AND GAS MARKETING COMPANIES											
Attock Petroleum Limited		143,950	-	46,850	97,100	60,826	57,288	(3,538)	0.83	0.91	0.12
Pakistan State Oil Company Limited		705,244	247,368	585,300	367,312	120,744	116,919	(3,825)	1.70	1.85	0.11
Sui Northern Gas Pipelines Limited		1,446,500	-	1,204,200	242,300	36,083	24,283	(11,800)	0.35	0.38	0.04
						217,653	198,490	(19,163)	2.88	3.14	
OIL AND GAS EXPLORATION COMPANIES											
Oil and Gas Development Company Limited		2,569,500	369,300	1,032,200	1,906,600	270,325	296,705	26,380	4.31	4.70	0.04
Pakistan Petroleum Limited		2,083,800	175,800	861,500	1,398,100	210,283	300,452	90,169	4.37	4.76	0.07
Pakistan Oilfields Limited		272,300	10,000	272,400	9,900	4,533	6,651	2,118	0.10	0.11	0.00
Mari Petroleum Company Limited		258,220	12,000	4,500	265,720	418,066	400,222	(17,844)	5.82	6.34	0.24
						903,207	1,004,030	100,823	14.60	15.90	
FERTILIZER											
Engro Corporation Limited		1,415,735	158,500	412,100	1,162,135	377,501	364,748	(12,753)	5.30	5.78	0.22
Engro Fertilizers Limited		5,312,500	160,000	2,576,500	2,896,000	160,251	216,939	56,688	3.15	3.43	0.22
						537,752	581,687	43,935	8.45	9.21	
CHEMICALS											
I.C.I Pakistan Limited		194,650	-	57,900	136,750	149,680	109,605	(40,075)	1.59	1.74	0.15
Engro Polymer and Chemicals Limited		4,805,000	883,000	2,612,000	3,076,000	111,491	96,463	(15,028)	1.40	1.53	0.46
						261,171	206,068	(55,103)	3.00	3.26	
CEMENT											
Cherat Cement Company Limited		1,341,600	50,000	697,400	694,200	122,379	67,497	(54,882)	0.98	1.07	0.39
D.G. Khan Cement Company Limited	5.1.1	1,366,107	125,000	1,451,900	39,207	6,611	4,489	(2,122)	0.07	0.07	0.01
Fauji Cement Company Limited		3,333,000	-	3,294,500	38,500	1,580	880	(700)	0.01	0.01	0.00
Kohat Cement Company Limited		523,307	479,400	-	1,002,707	217,905	123,403	(94,502)	1.79	1.95	0.65
Lucky Cement Limited	5.1.1	707,884	122,250	407,500	422,634	345,005	214,668	(130,337)	3.12	3.40	0.13
Pioneer Cement Limited		1,606,456	138,900	742,000	1,003,356	128,853	47,017	(81,836)	0.68	0.74	0.44
						822,333	457,954	(364,379)	6.66	7.25	
AUTOMOBILE ASSEMBLER											
Honda Atlas Cars (Pakistan) Limited		301,000	15,000	8,500	307,500	262,246	97,290	(164,956)	1.41	1.54	0.22
Millat Tractors Limited		116,200	-	53,180	63,020	86,617	74,872	(11,745)	1.09	1.19	0.14
Pak Suzuki Motor Company Limited		243,900	-	237,850	6,050	4,721	2,380	(2,341)	0.03	0.04	0.01
						353,584	174,542	(179,042)	2.53	2.76	
PAPER AND BOARD											
Century Paper and Board Mills Limited		939,000	123,000	-	1,062,000	103,894	67,437	(36,457)	0.98	1.07	0.72
Packages Limited		350,413	-	327,650	22,763	15,833	11,147	(4,686)	0.16	0.18	0.03
						119,727	78,584	(41,143)	1.14	1.24	
TEXTILE COMPOSITE											
Nishat Mills Limited		2,490,500	17,900	945,400	1,563,000	247,835	220,258	(27,577)	3.20	3.49	0.44
						247,835	220,258	(27,577)	3.20	3.49	
COMMERCIAL BANKS											
Meezan Bank Limited		-	397,000	-	397,000	29,169	32,443	3,274	0.47	0.51	0.04
						29,169	32,443	3,274	0.47	0.51	
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited		3,948,528	435,100	940,000	3,443,628	402,758	317,365	(85,393)	4.61	5.02	0.30
K-Electric Limited (Face value of Rs. 3.5 per share)		11,972,736	-	3,168,500	8,804,236	60,749	50,008	(10,741)	0.73	0.79	0.03
						463,507	367,373	(96,134)	5.34	5.82	
						3,955,938	3,321,429	(634,509)			
Carried forward											

Name of Investee Company	As at July 1, 2017	Purchased / bonus received during the year	Sold during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain / (loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total value of investment	Investment as a percentage of paid-up capital of investee company
Quoted investments	Note	-----Number of shares-----			-----Rupees in '000-----			-----%-----		
Carried forward					3,955,938	3,321,429	(634,509)			
AUTOMOBILE PARTS AND ACCESSORIES										
Thal Limited (Face Value Rs. 5 per share)	517,000	-	146,950	370,050	224,261	176,710	(47,551)	2.57	2.80	0.46
Ghandhara Industries Limited	133,300	-	133,300	-	-	-	-	0.00	0.00	0.00
					224,261	176,710	(47,551)	2.57	2.80	
GLASS AND CERAMICS										
Tariq Glass Industries Limited	1,516,500	29,900	162,500	1,383,900	153,206	148,299	(4,907)	2.16	2.35	1.88
					153,206	148,299	(4,907)	2.16	2.35	
ENGINEERING										
Amreli Steels Limited	396,000	-	299,500	96,500	11,865	6,808	(5,057)	0.10	0.11	0.03
International Steels Limited	1,482,000	210,000	720,000	972,000	123,036	98,853	(24,183)	1.44	1.57	0.22
Ittefaq Iron Industries Limited	-	521,000	171,000	350,000	10,772	4,893	(5,879)	0.07	0.08	0.27
Mughal Iron and Steel Industries Limited	1,131,500	-	940,500	191,000	15,419	11,731	(3,688)	0.17	0.19	0.08
					161,092	122,285	(38,807)	1.78	1.94	
FOOD AND PERSONAL CARE PRODUCTS										
Al Shaheer Corporation	2,133,000	-	-	2,133,000	85,555	58,125	(27,430)	0.84	0.92	1.50
					85,555	58,125	(27,430)	0.84	0.92	
PHARMACEUTICALS										
The Searle Company Limited	5.1.1 & 5.1.2	287,874	20,665	211,610	96,929	41,355	32,907	(8,448)	0.48	0.52
						41,355	32,907	(8,448)	0.48	0.52
Total June 30, 2018					4,621,407	3,859,755	(761,652)			
Total June 30, 2017					7,128,056	7,721,672	593,616			

5.1.1 The above equity securities include 0.35 million shares (2017: 1.17 million shares) pledged with National Clearing Company of Pakistan Limited having market value of Rs. 139.73 million (2017: Rs. 437.8 million) for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.

5.1.2 The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. An investee company of the Fund, in pursuance of the aforesaid amendment, withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs. 19.74 million (2017: Rs. 21.85 million) at year end. Such shares have not been deposited by the investee company 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 year end. However, through Finance Act, 2018, the tax on bonus shares is withdrawn.

5.2 Letter of rights - At fair value through profit or loss - Held for trading

Name of Security	As at July 1, 2017	Entitlements during the year	Exercised during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain/(loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total value of Investment	Investment as a percentage of paid-up capital of investee company
Number of rights -----					Rupees '000 -----		Percentage -----			
CHEMICAL										
Engro Polymer and Chemicals Limited	-	1,692,550	-	1,692,550	3,450	18,474	15,024	0.27	0.29	0.69
Total-June 30, 2018					3,450	18,474	15,024			
Total-June 30, 2017					-	-	-			

5.3 Available for Sale

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

Name of Investee Company	As at July 1, 2017	Purchased / bonus received during the year	Sold during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain / (loss) as at June 30, 2018	Market value as a percentage of net assets (%)	Market value as a percentage of total value of Investment (%)	Investment as a percentage of paid-up capital of investee company (%)
Number of shares-----					Rupees in '000-----		%-			
Quoted investments	Note									
OIL AND GAS MARKETING COMPANIES										
Pakistan State Oil Company Limited	5.1.2	-	325,800	-	325,800	96,443	103,705	7,262	1.51	1.64
Sui Northern Gas Pipelines Limited	-	-	299,000	70,000	229,000	22,489	22,960	461	0.33	0.36
						118,932	126,655	7,723	1.84	2.01
OIL AND GAS EXPLORATION COMPANIES										
Oil and Gas Development Company Limited	-	-	1,251,900	-	1,251,900	204,451	194,821	(9,630)	2.83	3.08
Pakistan Petroleum Limited	-	-	745,400	-	745,400	148,797	160,186	11,389	2.33	2.54
Pakistan Oilfields Limited	-	-	468,300	70,000	398,300	229,687	267,574	37,887	3.89	4.24
Mari Petroleum Company Limited	-	-	43,960	-	43,960	64,901	66,212	1,311	0.96	1.05
						647,836	688,793	40,957	10.01	10.91
FERTILIZER										
Engro Corporation Limited	-	-	881,100	-	881,100	263,711	276,542	12,831	4.02	4.38
Engro Fertilizers Limited	-	-	1,105,500	-	1,105,500	72,495	82,813	10,318	1.20	1.31
Fauji Fertilizer Company Limited	-	-	847,000	-	847,000	82,615	83,760	1,145	1.22	1.33
						418,821	443,115	24,294	6.44	7.02
CHEMICALS										
I.C.I Pakistan Limited	-	-	300	-	300	238	240	2	0.00	0.00
Lotte Chemical Pakistan Limited	-	-	2,991,000	-	2,991,000	34,240	35,772	1,532	0.52	0.57
Engro Polymer and Chemicals Limited	-	-	1,381,500	284,500	1,097,000	34,861	34,402	(459)	0.50	0.54
						69,339	70,414	1,075	1.02	1.11
CEMENT										
Cherat Cement Company Limited	-	-	649,700	135,000	514,700	61,920	50,044	(11,876)	0.73	0.79
D.G. Khan Cement Company Limited	5.1.1	-	609,700	68,000	541,700	75,240	62,019	(13,221)	0.90	0.98
Fauji Cement Company Limited	-	-	75,000	-	75,000	2,311	1,714	(597)	0.02	0.03
Kohat Cement Company Limited	-	-	889,400	-	889,400	129,185	109,458	(19,727)	1.59	1.73
Lucky Cement Limited	5.1.1	-	69,950	-	69,950	41,370	35,530	(5,840)	0.52	0.56
Maple Leaf Cement Factory Limited	-	-	110,000	-	110,000	6,922	5,581	(1,341)	0.08	0.09
Attock Cement (Pakistan) Limited	-	-	393,800	88,900	304,900	60,991	41,003	(19,988)	0.60	0.65
Pioneer Cement Limited	-	-	411,500	-	411,500	23,835	19,283	(4,552)	0.28	0.31
						401,774	324,632	(77,142)	4.72	5.14
AUTOMOBILE ASSEMBLER										
Honda Atlas Cars (Pakistan) Limited	-	-	44,500	-	44,500	20,896	14,079	(6,817)	0.20	0.22
Millat Tractors Limited	-	-	20,980	6,000	14,980	19,410	17,797	(1,613)	0.26	0.28
						40,306	31,876	(8,430)	0.46	0.50
PAPER AND BOARD										
Century Paper and Board Mills	-	-	3,500	-	3,500	235	222	(13)	0.00	0.00
						235	222	(13)	0.00	0.00
TEXTILE COMPOSITE										
Nishat Mills Limited	-	-	413,000	-	413,000	62,060	58,200	(3,860)	0.85	0.92
Kohinoor Textile Mills Limited	-	-	1,128,100	5,000	1,123,100	78,517	61,759	(16,758)	0.90	0.98
						140,577	119,959	(20,618)	1.75	1.90
COMMERCIAL BANKS										
Meezan Bank Limited	-	-	1,197,020	-	1,197,020	86,395	97,820	11,425	1.42	1.55
						86,395	97,820	11,425	1.42	1.55
POWER GENERATION AND DISTRIBUTION										
The Hub Power Company Limited	-	-	2,172,000	-	2,172,000	212,211	200,172	(12,039)	2.91	3.17
Saif Power Limited	-	-	1,350,000	-	1,350,000	35,859	35,762	(97)	0.52	0.57
Lalpir Power Limited	-	-	1,465,500	-	1,465,500	29,897	28,152	(1,745)	0.41	0.45
PAKGEN Power Limited	-	-	2,104,000	-	2,104,000	43,252	40,565	(2,687)	0.59	0.64
K-Electric Limited (Face value of Rs. 3.5 per share)	-	-	3,800,000	-	3,800,000	24,271	21,584	(2,687)	0.31	0.34
						345,490	326,235	(19,255)	4.74	5.17
AUTOMOBILE PARTS AND ACCESSORIES										
Thal Limited (Face Value Rs. 5 per share)	-	-	7,500	-	7,500	3,678	3,581	(97)	0.05	0.06
						3,678	3,581	(97)	0.05	0.06
GLASS AND CERAMICS										
Tariq Glass Industries Limited	-	-	300,000	-	300,000	33,873	32,148	(1,725)	0.47	0.51
						33,873	32,148	(1,725)	0.47	0.51
ENGINEERING										
Anreli Steels Limited	-	-	1,143,700	66,000	1,077,700	99,875	76,035	(23,840)	1.11	1.20
International Steels Limited	-	-	592,200	-	592,200	60,763	60,227	(536)	0.88	0.95
Ittefaq Iron Industries Limited	-	-	176,000	-	176,000	4,284	2,460	(1,824)	0.04	0.04
						164,922	138,722	(26,200)	2.03	2.20
FOOD AND PERSONAL CARE PRODUCTS										
Al Shaheer Corporation	-	-	265,000	-	265,000	7,078	7,221	143	0.10	0.11
						7,078	7,221	143	0.10	0.11
MISCELLANEOUS										
Synthetic Products Enterprises Limited	-	-	514,500	-	514,500	28,856	26,291	(2,565)	0.38	0.42
						28,856	26,291	(2,565)	0.38	0.42
Total June 30, 2018					2,508,112	2,437,684	(70,428)			
Total June 30, 2017					-	-	-			

	Note	2018 -----Rupees in '000-----	2017
5.3.1 Net unrealised gain / (loss) on re-measurement of investments classified as available for sale			
Market value of investment	5.3	2,437,684	-
Less: cost of investments	5.3	(2,508,112)	-
Unrealised loss on re-measurement of investments classified as available for sale - net		70,428	-
Impairment loss on equity securities classified as available for sale	5.3.2	(69,826)	-
		602	-

5.3.2 Movement in provision for impairment loss against available for sale equity securities

Opening balance	-	-
Add: charge for the year	69,826	-
Less: reversal of provision	-	-
Closing balance	69,826	-

6. DIVIDEND AND PROFIT RECEIVABLE

Dividend receivable	33,229	25,210
Profit receivable on profit and loss sharing accounts	3,837	4,532
	37,066	29,742

7. SECURITY DEPOSITS AND OTHER RECEIVABLES

Security deposit with National Clearing Company of Pakistan Limited	2,500	2,500
Security deposit with Central Depository Company of Pakistan Limited	100	100
Receivable against sale of investments	41,403	19,921
Receivable against issuance of units	5,758	22,031
	49,761	44,552

8. ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 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" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the year, prior to receiving tax exemption certificate(s) from CIR various withholding agents had deducted advance tax under section 150, 150A and 151 of ITO 2001. The Management Company has filed refund application and is confident that the same shall be refunded.

	Note	2018 -----Rupees in '000-----	2017
9. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY			
Management fee (including Sindh Sales tax thereagainst)	9.1 & 9.2	13,394	16,735
Allocated expenses	9.3	1,203	1,560
Sales load and conversion charges		839	4,320
Shariah advisor fee		25	56
Selling and marketing expense	10	7,281	10,151
		22,742	32,822

9.1 As per the amended NBFC Regulations dated November 25, 2015 the Management Company is entitled to remuneration of an amount not exceeding 2% (2017: 2%) of average daily net assets of the Fund.

The Management Company has charged remuneration at the rate of 2% of average annual net assets of the Fund.

- 9.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (2017: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.
- 9.3** As per regulation 60(3)(s) of the amended NBFC Regulations dated November 25, 2015, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

10. ALLOCATED SELLING AND MARKETING EXPENSES

SECP vide Circular No. 40 of 2016 dated December 30, 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, AMCs are allowed to charge selling and marketing expenses for an initial period of three years (from January 01, 2017 till December 31, 2019) at a maximum cap of 0.4% per annum of net assets of the Fund or actual expenses, whichever is lower. Accordingly, the Management Company has charged 0.4% of daily net assets of the Fund from March 21, 2017, being the lower amount.

		2018	2017
	Note	-----Rupees in '000-----	-----Rupees in '000-----
11. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	11.1	<u>762</u>	<u>929</u>

- 11.1** The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed and the Offering Document as per the tariff structure specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the Trustee fee during the year ended June 30, 2018 is as follows:

On net assets:

Upto Rs.1,000 million	Rs. 0.7 million or 0.20% p.a. of NAV, whichever is higher.
Over Rs. 1,000 million	Rs. 2.0 million plus 0.10% p.a. of NAV.

		2018	2017
	Note	-----Rupees in '000-----	-----Rupees in '000-----
12. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN			
Annual fee	12.1	<u>7,235</u>	<u>6,607</u>

- 12.1** Under the provisions of the NBFC Regulations a collective investment scheme classified as equity scheme is required to pay annual fee to the SECP equivalent to 0.095% of the average annual net assets of the Fund.

		2018	2017
	Note	-----Rupees in '000-----	-----Rupees in '000-----
13. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditor's remuneration		286	282
Sales load payable		402	-
Tax deduction at source		137	44,788
Zakat deducted at source		2,675	3,033
Commission payable		2,822	4,229
Capital gain tax payable		848	4,621
Charity payable	13.1	4,117	3,464
Provision for indirect duties and taxes	13.2	59,585	59,585
Payable against purchase of investments		4,956	3,241
Sindh sales tax payable		68	68
Provision for Sindh Workers' Welfare Fund	13.3	63,333	63,333
Others		2,145	2,490
		<u>141,374</u>	<u>189,134</u>

- 13.1** According to the instructions of the Shariah Advisory Board of the Fund, any income earned by the Fund from investments / portion of investments made in non shariah compliant avenues, such income / portion of the income earned on these non-shariah compliant avenues should be donated for charitable purposes directly by the Fund. An amount of Rs. 4.063 million (2017: Rs. 3.062 million) has been recognised by the Fund as charity expense in these financial statements.
- 13.2** 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 13 June 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 Sindh High Court (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 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 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 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 54.508 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at 30 June 2018 would have been higher by Rs. 1.06 (June 30, 2017: Rs. 0.95) 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, in the current year, provision for FED has not been recorded.

13.3 Sindh Workers' Welfare Fund

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs. 500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable Sindh High Court (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). On 10 November 2016 the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on 21 May 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs. 500,000 or more in any year of account commencing on or after the date of closing of account on or after 31 December 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters during financial year ended June 30, 2017. Based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited), MUFAP has recommended to all its members to reverse the Federal WWF and start recording of Sindh WWF. Consequently, the Fund has recorded of provision of Rs. Nil (2017: Rs. 63.33 million) for the year and Rs. 63.33 million (June 30, 2017: Rs. 63.33 million) in aggregate 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. 1.24 per unit (June 30, 2017: Rs. 1.11 per unit).

2018 2017
-----Number of units-----

14. NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the year	57,291,914	31,339,196
Units issued during the year	36,989,570	66,307,392
Units redeemed during the year	(43,050,125)	(40,354,674)
Total units in issue at the end of the year	51,231,359	57,291,914

14.1 The par value of each unit is Rs. 100. The Management Company has set a minimum investment c

14.2 All units carry equal rights and are entitled to dividend and share in the net asset value of the Fund.

2018 2017
-----Rupees in '000-----

15. AUDITOR'S REMUNERATION

Annual audit fee	188	182
Half yearly review	125	121
Review of compliance with the requirements of the Code of Corporate Governance	35	34
Other certifications	41	40
Out of pocket expenses and Sindh Sales Tax	48	69
	437	446

16. TAXATION

According to Regulation 63 of Non-Banking Finance Companies and Notified Entities Regulations, 2008, Management Company is required to distribute, by way of dividend, more than 90 percent of accounting income received or derived from sources other than capital gains (both realised and unrealised) during the year. Since the Fund has incurred net loss during the year ended June 30, 2018, no provision for taxation has been made in these financial statements as the management believes that the Fund will qualify for exemption under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

17. EARNINGS PER UNIT

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

18. TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by the SECP, the Total Expense Ratio of the Fund is 3.15% (2017: 3.37%) as on June 30, 2018 and this includes 0.37% (2017: 1.27%) representing government levy, Sindh Worker's Welfare Fund and SECP fee.

19. FINANCIAL INSTRUMENTS BY CATEGORY

The financial assets and liabilities carried on the statement of assets and liabilities are categorised as follows:

Particulars	-----As at June 30, 2018-----			
	Loans and receivables	Financial assets at fair value through profit or loss	Available for sale	Total
-----Rupees in '000-----				
Financial assets				
Bank balances	645,299	-	-	645,299
Investments - net	-	3,878,229	2,437,684	6,315,913
Dividend and profit receivable	37,066	-	-	37,066
Security deposits and other receivables	49,761	-	-	49,761
	732,126	3,878,229	2,437,684	7,048,039

Particulars	-----As at June 30, 2018-----		
	Liabilities 'at fair value through profit or loss'	Other financial liabilities	Total
-----Rupees in '000-----			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	22,742	22,742
Payable to Central Depository Company of Pakistan Limited - Trustee	-	762	762
Accrued expenses and other liabilities	-	14,728	14,728
Net assets attributable to redeemed units	-	6,879,144	6,879,144
	-	6,917,376	6,917,376

Particulars	-----As at June 30, 2017-----			
	Loans and receivables	Financial assets at fair value through profit or loss	Available for sale	Total
-----Rupees in '000-----				
Financial assets				
Bank balances	1,211,102	-	-	1,211,102
Investments - net	-	7,721,672	-	7,721,672
Dividend and profit receivable	29,742	-	-	29,742
Security deposits and other receivables	44,552	-	-	44,552
	1,285,396	7,721,672	-	9,007,068

Particulars	-----As at June 30, 2017-----		
	Liabilities 'at fair value through profit or loss'	Other financial liabilities	Total
-----Rupees in '000-----			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	32,822	32,822
Payable to Central Depository Company of Pakistan Limited - Trustee	-	929	929
Accrued expenses and other liabilities	-	13,706	13,706
Net assets attributable to redeemed units	-	8,780,768	8,780,768
	-	8,828,225	8,828,225

Management of liquidity risk

The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Fund's reputation. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily realised.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further, the Fund also has the ability to suspend redemptions of units with the approval of the Board of Directors of the Management Company in extraordinary circumstances. The Fund can also borrow, with prior approval of the Trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total net assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

[illegible]

Liabilities

Payable to UBL Fund Managers Limited - Management Company	22,742	-	-	22,742
Payable to the Central Depository Company of Pakistan Limited - Trustee	762	-	-	762
Accrued expenses and other liabilities	14,728	-	-	14,728
Net assets attributable to redeemed units	6,879,144	-	-	6,879,144
	6,917,376	-	-	6,917,376

		As at June 30, 2017			
		--			
Particulars		Upto three months	More than three months and up to one year	More than one year	Total
		Rupees in '000			

Liabilities

Payable to UBL Fund Managers Limited - Management Company	32,822	-	-	32,822
Payable to the Central Depository Company of Pakistan Limited - Trustee	929	-	-	929
Accrued expenses and other liabilities	13,706	-	-	13,706
Net assets attributable to redeemed units	8,780,768	-	-	8,780,768
	<u>8,828,225</u>	<u>-</u>	<u>-</u>	<u>8,828,225</u>

20. FINANCIAL RISK MANAGEMENT

The Fund's overall risk management programme seeks to maximise the returns derived for the level of risks to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance.

Monitoring and controlling risks are primarily set up to be performed based on the limits established by the internal controls set on different activities of the Fund by the Board of Directors. These controls and limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. In addition, the Fund monitors and measures the overall risk bearing capacity in relation to the aggregate risk exposure across all risks type and activities.

The Fund primarily invests in a portfolio of equity securities of listed companies. The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

20.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

Market risk comprises of three types of risks: currency risk, interest rate risk and other price risk.

20.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates.

At present, the Fund has no exposure to currency risk as there are no financial assets or financial liabilities denominated in foreign currencies.

20.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

a) Cash flow interest rate risk

The Fund's interest rate risk arises from the balances in savings accounts. During the year, the net income would have increased / (decreased) by Rs. 6.01 million (2017: Rs. 7.17 million), had the interest rates on savings accounts with banks increased / (decreased) by 100 basis points.

b) Fair value interest rate risk

Since the Fund currently does not have any fixed rate instruments that are impacted by market interest rates, therefore, it is not exposed to fair value interest rate risk.

20.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instruments traded in the market.

The Fund's equity securities are primarily exposed to equity price risk because of investments held and classified by the Fund on the statement of assets and liabilities as 'financial assets at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Fund's constitutive documents. The Fund's constitutive documents / NBFC Regulations also limit investment in individual equity securities to not more than 15% of its net assets, or 15% of the issued capital of the investee company and the sector exposure limit to 35% of net assets.

In case of 5% increase / decrease in the fair value of the Fund's equity securities at fair value through profit or loss on June 30, 2018, net income for the year would increase / decrease by Rs. 193.911 million (2017: Rs. 386.083 million) and net assets of the Fund would increase / decrease by the same amount.

In case of 5% increase / decrease in the fair value of the Fund's equity securities held as available for sale on June 30, 2018, net assets of the Fund would increase / decrease by Rs. 121.884 million (2017: Rs. Nil).

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI index, is expected to change over the time. Accordingly, the sensitivity analysis prepared as of June 30, 2018 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of PSX 100 Index.

20.2 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable (if any) on equity securities.

Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed financial institutions with reasonably high credit ratings. Credit risk on account of dividend receivable is minimal due to the statutory protection. All transactions in listed securities are settled / paid for upon delivery using the system of National Clearing Company of Pakistan Limited. The risk of default in these transactions is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC rules and the regulations and the guidelines given by the SECP from time to time.

The maximum exposure to credit risk before considering any collateral as at June 30, 2018 is the carrying amount of the financial assets. None of these assets are 'impaired' nor 'past due but not impaired'.

20.2.1 The analysis below summarises the credit quality of the balances in deposit accounts with Banks with which the Fund has kept such balances as at June 30, 2018:

Bank balances by rating category

Name of bank	Balances held by the Fund as at June 30, 2018	Latest available published rating as at June 30, 2018	Rating Agency
(Rupees in '000)			
Bank Alfalah Limited	54,616	A-1+	JCR-VIS
AlBaraka Bank (Pakistan) Limited	4,365	A-1	JCR-VIS
Dubai Islamic Bank Pakistan Limited	510	A-1	JCR-VIS
Meezan Bank Limited	24	A-1+	JCR-VIS
MCB Bank	1,314	A-1+	PACRA
Habib Metropolitan Bank Limited	7,196	A1+	PACRA
United Bank Limited	348,030	A-1+	JCR-VIS
BankIslami Pakistan Limited	228,363	A1+	PACRA
Allied Bank Limited	10	A1+	PACRA
National Bank of Pakistan	871	A-1+	JCR-VIS
	645,299		

Concentration of credit risk

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund mainly deals in equity securities which are primarily subject to price risk. The Fund's portfolio of other financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

The Fund's major bank balance is held with one bank. Management believes that such bank is a reputed institution.

20.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily cash redemption requests on a regular basis. Units are redeemable at the holders' option based on the Fund's net asset value per unit, at the time of redemption, calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

21. UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. These unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund's objective when managing unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitor the level of daily issuance and redemptions relative to the liquid assets and adjust the amount of distributions the Fund pays to the unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund. This includes the Fund's ability to restrict redemptions; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer of the Management Company critically track the movement of 'Assets under Management'. The Board of Directors is updated regarding key performance indicators, e.g., yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

22. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

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

As at June 30, 2018

ASSETS

Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
Investment in securities - financial assets at fair value through profit or loss - held for trading			
- Equity securities	3,859,755	-	3,859,755
- Letter of right	18,474	-	18,474
Available for sale			
- Equity securities	2,437,684	-	2,437,684
	6,315,913	-	6,315,913

As at June 30, 2017

ASSETS

Level 1	Level 2	Level 3	Total
----- Rupees in '000-----			
Investment in securities - financial assets at fair value through profit or loss - held for trading			
- Equity securities	7,721,672	-	7,721,672
- Letter of right	-	-	-
Available for sale			
- Equity securities	-	-	-
	7,721,672	-	7,721,672

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

23. TOP TEN BROKERS / DEALERS BY PERCENTAGE OF THE COMMISSION CHARGED

	June 30, 2018 (Percentage)
1 Taurus Securities Limited	7.75
2 Arif Habib Limited	5.64
3 EFG Hermes Pakistan Limited	5.40
4 DJM Securities (Private) Limited	5.38
5 Topline Securities (Private) Limited	5.33
6 Optimus Capital Management (Private) Limited	4.86
7 Habib Metropolitan Financial Services Limited	4.77
8 BMA Capital Management Limited	4.47
9 JS Global Capital Limited	4.29
10 Foundation Securities (Private) Limited	4.14
	June 30, 2017 (Percentage)
1 Al Falah Securities (Private) Limited	6.81
2 Insight Securities (Private) Limited	6.38
3 Next Capital Limited	6.28
4 Topline Securities (Private) Limited	5.83
5 Elixir Securities Pakistan (Private) Limited	5.67
6 BMA Capital Management Limited	5.44
7 Optimus Capital Management ((Private)) Limited	5.01
8 DJM Securities (Private) Limited	5.06
9 Intermarket Securities Limited	4.90
10 Foundation Securities (Private) Limited	4.80

24. BRIEF PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of the members of the investment committee of the Fund as at June 30, 2018 are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Farhan Bashir Khan	Head of Research	12	MBA
3	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
4	Asim Wahab Khan	Head of Investment Strategy & Equity & Fund Manager	13	MBA, CFA
5	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.Com

*Head of Risk - non voting observer

Mr. Asim Wahab Khan is also a fund manager in UBL Stock Advantage Fund.

25. PATTERN OF UNIT HOLDERS

Category	As at June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	10,240	22,215,192	43.36
Insurance companies	10	1,788,491	3.49
Retirement funds	60	19,410,868	37.89
Public limited companies	9	2,497,052	4.87
Others	47	5,319,758	10.38
	10,366	51,231,361	100.00

Category	As at June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	9,173	21,997,691	38.40
Associated companies and directors	15	4,121,429	7.19
Insurance companies	17	4,999,907	8.73
Retirement funds	51	18,783,319	32.79
Public limited companies	28	5,075,614	8.86
Others	22	2,313,954	4.04
	9,306	57,291,914	100.00

26. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

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

26.4 Details of transactions with related parties / connected persons and balances held with them as at the year end are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties ***
Year ended June 30, 2018						
(Units in '000)						
Transactions during the year						
Units issued	1,006	-	-	-	148	-
Units redeemed	3,415	12	-	-	135	-
(Rupees in '000)						
Profit on savings accounts	-	45,573	-	-	-	-
Dividend Income	-	-	-	-	-	-
Bank charges and other charges	-	266	-	-	-	25
Value of units issued	141,000	-	-	-	20,525	-
Value of units redeemed	476,195	1,653	-	-	19,043	-
Dividend paid	-	-	-	-	-	-
Remuneration (including sales tax)	172,123	-	9,736	-	-	-
Shariah advisor fee	332	-	-	-	-	-
Allocated expenses	7,616	-	-	-	-	-
Selling and marketing expenses	30,464	-	-	-	-	-
CDS expense	-	-	421	-	-	-
As at June 30, 2018						
(Units in '000)						
Balances held						
Units held	-	-	-	-	184	9,229
(Rupees in '000)						
Value of units held	-	233,717	-	-	28,244	1,414,495
Bank balances	-	348,031	-	-	-	-
Deposits	-	-	100	-	-	-
Investments	-	-	-	-	-	-
Profit receivable	-	2,590	-	-	-	-
Remuneration payable (including sales tax)	13,377	-	762	-	-	-
Sales load payable	706	393	-	-	-	-
Allocated expenses payable	1,203	-	-	-	-	-
Shariah advisor fee payable	25	-	-	-	-	-
Selling and Marketing expenses payable	7,281	-	-	-	-	-
Other payable	150	-	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties ***
Year ended June 30, 2017						
(Units in '000)						
Transactions during the year						
Units issued	831	3,606	-	-	118	1,192
Units redeemed	1,872	3,899	-	-	103	-
(Rupees in '000)						
Profit on savings accounts	-	23,591	-	-	-	-
Dividend Income	-	7,145	-	-	-	-
Bank charges	-	117	-	-	-	-
Value of units issued	118,804	535,097	-	-	18,917	113,164
Value of units redeemed	261,769	623,340	-	-	17,293	-
Purchase of securities	-	42,736	-	-	-	-
Sale of securities	-	105,671	-	-	-	-
Dividend paid	10,062	10,145	-	-	2,114	116,566
Remuneration (including sales tax)	157,176	-	8,988	-	-	-
Shariah advisor fee	345	-	-	-	-	-
Allocated expenses	6,955	-	-	-	-	-
Selling and marketing expenses	10,151	-	-	-	-	-
CDS expense	-	-	610	-	-	-
As at June 30, 2017						
(Units in '000)						
Balances held						
Units held	2,409	1,537	-	-	189	9,229
(Rupees in '000)						
Value of units held	127,400	235,556	-	-	28,966	1,414,437
Bank balances	-	513,356	-	-	-	-
Deposits	-	-	100	-	-	-
Investments	-	-	-	-	-	-
Profit receivable	-	2,541	-	-	-	-
Remuneration payable	16,735	-	929	-	-	-
Sales load payable	4,249	2,490	-	-	-	-
Allocated expenses payable	1,560	-	-	-	-	-
Shariah Advisor fee payable	56	-	-	-	-	-
Selling and Marketing expenses payable	10,151	-	-	-	-	-
Other payable	71	-	-	-	-	-

* 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 year end. However, it does not include the transactions and balances whereby director and key executive has resigned from the management company during the year.

*** This represents the person having 10% or more holding in each year.

27. ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended
Directors:								
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	x	✓	x	5
Syed Furrugh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	x	✓	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Director's have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

N/A = Not Available

28. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2018 and as at June 30, 2017.

29. GENERAL

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

30. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 28-Aug-18 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

Al-Ameen Shariah Stock Fund

Holding	Resolution	For	Against	Abstain*
1,209,207	Annual General Meeting of M/s Kohat Cement Company Limited was held on October 23, 2017, below resolutions were passed. 1. The Audited Accounts of the Company for the year ended June 30, 2017. 2. Approve payment of cash dividend for the year ended June 30, 2017. 3. Appoint Auditors of the company and fix their remuneration for the year ending June 30, 2017. 4. Ratify and approve transactions carried out with Related Parties during financial year ended June 30, 2017. 5. Authorize the Chief Executive of the Company for approval of transactions with related parties during financial year ended June 30, 2017. 6. Approval of appointments of related parties to respective offices of profit in the Company. 7. Alteration in the Articles of Association of the Company for purpose of e-voting.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
1,622,500	Extraordinary General Meeting of M/s Sui Northern Gas Pipelines Limited was held on June 21, 2017, below resolutions were passed. 1. Confirm minutes of 52nd Annual General Meeting held on January 26, 2017. 2. Election of thirteen Directors of the Company. 3. Transact any ordinary business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
6,653,216	Annual General Meeting of M/s The Hub Power Company Limited to be held on October 05, 2018, below are the meeting agendas. 1. Approve Audited Financial Statements of the Company for the year ended June 30, 2018. 2. Approve payment of cash dividend for the year ended June 30, 2018. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors for a period of three years. 5. Consider and Approve, if though appropriate, Issuance of Letter of Support (LOS) Guarantee to Private Power & Infrastructure Board (PIIB) for Thar Energy Limited (TEL).	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
114,800	Extra Ordinary General Meeting of M/s Attock Petroleum Limited was held on March 01, 2018, below resolutions were passed. 1. Election of seven Directors of the Bank for a period of three years.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
516,700	Annual General Meeting of M/s Engro Corporation Limited was held on April 24, 2018, below resolutions were passed. 1. Approve Audited Accounts of the Company for the year ended December 31, 2017. 2. Approve payment of cash dividend for the year ended December 31, 2017. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors of the Company. 5. Accorded to lend/provide short term facilities to associated companies. 6. Alteration in the Articles of Association of the Company.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
7,500	Extra-Ordinary General Meeting of M/s Thal Limited was held on March 22, 2018, below resolutions were passed. 1. Approved to invest and arrange a Standby Letter of Credit in favor of lenders of ThalNova as required by sponsor support agreement. 2. Approved to contribute towards payments required to be made to foreign currency lenders of ThalNova and assign company's rights in respect of any investment made in ThalNova by way of loan. 3. Approved that for investments approval be accorded by the Board with jointly signed by the CEO and a director.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

AIDEF

Al-Ameen Islamic Dedicated Equity Fund

INVESTMENT OBJECTIVE

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

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

Fund Manager's Report – Al-Ameen Dedicated Equity Fund (AIDEF)

- i) **Description of the Collective Investment Scheme category and type**
Islamic Equity / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
The investment objective of the Fund is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah compliant Equities.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The Collective Investment Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
KMI-30 Index
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIDEF	-1.16%	-10.09%	0.68%	-5.13%	0.48%	0.53%	6.86%	-2.52%	4.50%	0.25%	-4.20%	-3.27%	-13.30%
Benchmark	0.72%	-11.94%	2.49%	-5.80%	1.19%	0.76%	8.74%	-2.02%	5.31%	0.05%	-5.25%	-2.63%	-9.59%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund Manager maintained exposure at around 90% of total assets in local equities at the end of FY18. Moreover, the Fund Manager held major exposure in Oil & Gas exploration Companies (24%), Fertilizers (15%) and Cement (11%). The fund yielded a return of -13.30% during the period under review.

- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equities	92%	90%
Sukuks	0%	0%
GoP Ijarah Sukuk	0%	0%
Cash	7%	9%
Others	1%	1%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-13.30%
Standard Deviation (12m trailing):	17.24%
Sharpe Ratio (12m trailing):	(1.13)

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
30-Jun-18	30-Jun-17	Change	30-Jun-18	30-Jun-17	Change
Rupees (000)		%	Rupees		%
11,196,638	11,735,472	(4.6)	115.94	133.72	(13.3)

x) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

Stock Market Review - FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill.

This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsidizing political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

xi) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

i) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in the state of affairs during the year under review.

ii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIDEF
0.0001 - 9,999.9999	-
10,000.0000 - 49,999.9999	-
50,000.0000 - 99,999.9999	-
100,000.0000 - 499,999.9999	-
500,000.0000 & Above	8
Total	8

iii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

iv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

v) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

AI - Ameen Islamic Dedicated Equity Fund

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	11,196,638	11,735,472	7,107,732
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *			
Class A Units - Offer	115.94	133.72	108.95
- Redemption	115.94	133.72	108.95
RETURN OF THE FUND - %			
One Year	-13.30	26.83	9.98
Capital Growth (per unit)	(13.30)	20.50	8.98
Date of Income Distribution	-	30-Jun-17	24-Jun-16
Income Distribution	-	4.50	1.00
Date of Income Distribution	-	-	-
Income Distribution	-	-	-
AVERAGE ANNUAL RETURN - %			
One Year	(13.30)	26.83	9.98
Second Year	6.77	18.41	9.98
Since inception	6.77	18.41	9.98
OFFER / REPURCHASE DURING THE YEAR - Rupees *			
Highest price per unit - Class A - Offer	135.2520	155.2830	111.9147
Highest price per unit - Class A - Redemption	135.2520	155.2830	111.9147
Lowest price per unit - Class A - Offer	108.2259	108.9321	91.0991
Lowest price per unit - Class A - Redemption	108.2259	108.9321	91.0991

* Front-end load @0% is applicable

PORTFOLIO COMPOSITION

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank Balances	8.00	7.00	9.00
Equity securities	89.00	92.00	91.00
others	3.00	1.00	

PORTFOLIO COMPOSITION BY MARKET - %

Equity market	100.00	100.00	100.00
Debt market			

Note:

- The Launch date of the Fund is 4 January 2016

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

Head Office:

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S.M.C.H.S., Main Shahra-e-Faisal,
Karachi - 74400, Pakistan.
Tel: (92-21) 111-111-500
Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com



TRUSTEE REPORT TO THE UNIT HOLDERS

AL AMEEN ISLAMIC DEDICATED EQUITY FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al Ameen Islamic Dedicated Equity Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 13, 2018

We, the Shariah Advisors of the Fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Fund's activities.

In the capacity of Shariah Advisor, we have prescribed criteria for Shariah compliance of equity investments which comprises of five factors such as (i) Nature of business, (ii) interest bearing debt to total assets, (iii) Illiquid assets to total assets, (iv) Investment in non-Shariah compliant activities and income from non-compliant investments, and (v) Net liquid assets vs. share market price.

It is the responsibility of the Management Company of the Fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries from the Management Company personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

- i. We have reviewed and approved the modes of investments of AIDEF in light of Shariah requirements. The following is a list of top equity investments of AIDEF as on 30 June 2018 and their evaluation according to the screening criteria established by us.

AIDEF			Interest Bearing Debt to Total Assets	Non-Compliant Investments to Total Assets	Non-Compliant Income to Total Revenue	Illiquid Assets to Total Assets	Net Liquid Assets per Share (A)	Share Market Price (B)
Sr.No.	Top Equity Scrip Holdings	Nature of Business	<37%	<33%	<5%	>25%	A	B
1	Engro Corporation	Manufacturer of Chemicals	28%	22%	3%	57%	(15.9)	313.9
2	Oil And Gas Development Co. Ltd.	Explorer/Producer of Oil	0%	18%	4%	38%	67.1	155.6
3	The Hub Power Co. Ltd.	Generator of Electricity	31%	2%	0%	32%	(17.5)	92.2
4	Mari Petroleum Co. Ltd.	Explorer/Producer of Oil	3%	7%	0%	19%	96.6	1,506.2
5	Pak Petroleum Ltd.	Explorer/Producer of Oil	0%	14%	3%	42%	39.5	214.9
6	Nishat Mills Ltd.	Manufacturer of Textile	21%	32%	2%	45%	100.2	140.9
7	Engro Fertilizer Ltd.	Manufacturer of Fertilizers	25%	3%	1%	83%	(32.8)	74.9
8	Pak Oilfields Ltd.	Explorer/Producer of Oil	0%	4%	2%	42%	2.9	671.8
9	Lucky Cement Co. Ltd.	Manufacturer of Cement	10%	0%	3%	58%	40.5	507.9
10	Kohat Cement Co. Ltd.	Manufacturer of Cement	2%	18%	1%	65%	6.5	123.1

In light of the above, we hereby certify that all the provisions of the Scheme and investments made on accounts of AIDEF by UBL Funds are Shariah compliant and in accordance with the criteria established.

- ii. On the basis of information provided by the management, all operations of AIDEF for the year ended 30 June 2018 have been in compliance with the Shariah principles.
- iii. The Management Company has been directed to set aside as charity amount earned as interest from conventional banks. In addition, there are investments made by AIDEF where Investee companies have earned a part of their income from non-compliant sources (e.g. interest income). In such cases, the Management Company has been directed to set aside a charity such proportion of the income from Investee companies in order to purify the earning of the Fund.





During the year, an amount of PKR 6,420,747 has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.

Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee

Mufti Muhammad Najeed Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC DEDICATED EQUITY FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Dedicated Equity Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

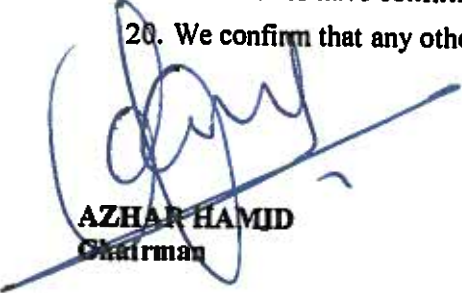
Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:
 - a. Board Audit Committee
 - i. Ms. Naz Khan (Chair);
 - ii. Mirza Muhammad Sadeed Hassan Barlas;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Zia Ijaz.
 - b. Board Human Resource & Compensation Committee
 - i. Mr. Azhar Hamid (Chairman);
 - ii. Mr. Yasir Qadri;
 - iii. Mr. Zia Ijaz;
 - iv. Ms. Naz Khan;
 - v. Syed Furrukh Zaeem.
 - c. Board Risk & Compliance Committee
 - i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
 - ii. Mr. Azhar Hamid;
 - iii. Mr. Sharjeel Shahid;
 - iv. Mr. Yasir Qadri;
 - v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018

TO THE UNITHOLDERS' OF AL-AMEEN ISLAMIC DEDICATED EQUITY FUND

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

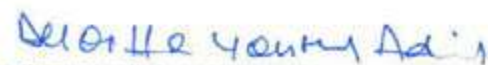
We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors (the Board) of UBL Fund Managers Limited (the Management Company) for Al-Ameen Islamic Dedicated Equity Fund (the Fund) for the year ended June 30, 2018 in accordance with the requirements of Regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, the Fund's related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Fund for the year ended June 30, 2018.


Chartered Accountants

Date: September 17, 2018
Place: Karachi

Member of
Deloitte Touche Tohmatsu Limited

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Al-Ameen Islamic Dedicated Equity Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Al-Ameen Islamic Dedicated Equity Fund** (the Fund), which comprise the statement of assets and liabilities as at June 30, 2018, and the related income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2018, and of its financial performance, cash flows and transactions for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

S. No.	Key audit matters	How the matters were addressed in our audit
1.	Valuation and existence of investments As disclosed in note 5 to the financial statements, investments amounted to Rs. 10,265.243 million as at June 30, 2018. The total investment amount is the most significant account balance on the statement of assets and liabilities. This is a main driver of the Fund's performance and thus risk exists on this balance. The Fund invests principally in listed equity securities and there is a risk that appropriate quoted prices may not be used to determine fair value.	In auditing the valuation and existence of investments, we assessed the processes and key controls relating to existence and valuation. In addition, (1) we performed valuation testing on sample of investments held as at June 30, 2018 by verifying the prices quoted on the Pakistan Stock Exchange Limited, and (2) we performed existence testing of sample of investments held as at June 30, 2018 by independently matching the securities held by the Fund as per internal records with the securities appearing in the Central Depository Company (CDC) account and investigated any reconciling items

S. No.	Key audit matters	How the matters were addressed in our audit
	In addition, there is a risk that the Fund may have included investments in its financial statements which are not in the ownership of the Fund and thereby increasing the uncertainty in respect of existence of investments recorded as at year end, The disclosure regarding the investments are included in notes 3.2 and 5 to the financial statements.	
2.	Impairment of available for sale investments The Fund invests a significant portion of its funds in financial instruments that comprise available for sale investments in equity securities. As at June 30, 2018, investments in equity securities classified as available for sale amounted to Rs. 4,196.185 million. These investments are measured at fair value with the corresponding fair value changes recognized in other comprehensive income. The valuation is performed by the Management Company using the quoted market prices at the stock exchange. The Management Company performs an impairment review of its available for sale investments annually and records impairment charge when there has been a significant or prolonged decline in the fair value of investments below their cost. In determining 'significant' or 'prolonged', Management Company evaluates, among other factors, historical share price movements and the duration and extent to which the fair value of an investment is less than its cost. There is a risk that Management Company may not calculate the impairment charge accurately as high degree of judgement is involved in determining 'significant' or 'prolonged' decline. The Fund's disclosures related to financial investments are included in notes 3.2 and 5.	In auditing the impairment of available for sale investments, we assessed the processes and key controls relating to valuation of available for sale investments. In addition, we performed valuation testing on a sample of investments held as at June 30, 2018, reviewed the Fund's impairment policy, and assessed the adequacy of impairment charge on available for sale investments at year-end.

S. No.	Key audit matters	How the matters were addressed in our audit
3.	<i>Change in accounting policy as a result of amendments in Non-Banking Finance Companies and Notified Entities Regulation, 2008</i> As disclosed in note 3.12, to the financial statements, on August 03, 2017, the Securities and Exchange Commission of Pakistan (SECP) issued SRO no. 756(1)/2017 whereby certain amendments were made in the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations). Such amendments introduced definition of Element of Income, and required certain additional disclosures in the income statement and statement of movement in unit holders' fund together with removal of requirement to present distribution statement separately. The abovementioned amendments require significant changes in the calculation, accounting, presentation and disclosure of the 'Element of Income' in the financial statements, which have been applied as a change in accounting policy prospectively in accordance with the clarification issued by the SECP. Considering the significance of the above factors, we have treated these changes as Key Audit Matter.	In auditing the impact of change in accounting policy, we enquired from management about the resulting changes in the financial statements, processes and controls. Subsequently, We also assessed the processes and controls implemented by management to address this change. In addition, we checked adequacy of presentation and disclosure requirements including element of income in the financial statements as per the requirements of Schedule V of the NBFC Regulations.

Information Other than the Financial Statements and Auditor's Report Thereon

Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Company and Board of Directors for the Financial Statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying financial statements have been prepared, in all material respects, in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Nadeem Yousuf Adil.


Chartered Accountants

Date: September 17, 2018

Place: Karachi

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2018**

	Note	2018 ------(Rs. in '000)-----	2017 -----
ASSETS			
Bank balances	4	979,428	884,816
Investments - net	5	10,265,243	11,730,409
Dividend and profit receivable	6	46,533	55,542
Security deposits and other receivables	7	66,441	14,877
Advance tax	8	2,168	2,760
Preliminary expenses and floatation costs	9	553	773
Total assets		11,360,366	12,689,177
LIABILITIES			
Payable to UBL Fund Managers Limited - Management Company	10	35,278	42,292
Payable to Central Depository Company of Pakistan Limited - Trustee	12	1,174	1,332
Payable to Securities and Exchange Commission of Pakistan	13	11,292	10,014
Payable against purchase of investment		29,336	31,600
Accrued expenses and other liabilities	14	86,647	868,464
Total liabilities		163,727	953,702
Net Assets		11,196,639	11,735,475
Unit Holders' Fund (as per statement attached)		11,196,639	11,735,475
CONTINGENCIES AND COMMITMENTS			
	29	----- (Number of units) -----	
Number of Units in Issue	15	96,571,467	87,759,932
		----- (Rupees) -----	
Net Asset Value Per Unit		115.94	133.72
Face Value Per Unit		100	100

The annexed notes 1 to 31 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
INCOME STATEMENT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 ------(Rs. in '000)-----	2017
INCOME			
(Loss) / gain on sale of investments - net		(652,253)	1,269,157
Profit on bank deposits		91,914	41,200
Dividend income		524,366	331,102
Unrealised (loss) / gain on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.1 & 5.2	(1,088,574)	877,652
		(1,124,547)	2,519,111
Impairment loss on equity securities classified as available for sale	5.3.2	(185,602)	-
Total (loss) / income		(1,310,149)	2,519,111
EXPENSES			
Remuneration of UBL Fund Managers Limited - Management Company	10.1	237,724	210,827
Sindh Sales Tax on remuneration to the Management Company	10.2	30,904	27,407
Allocated expenses	10.3	11,886	10,541
Allocated selling and marketing expenses	11	47,545	15,173
Shariah advisor fee		335	337
Remuneration of Central Depository Company of Pakistan Limited - Trustee	12.1	14,561	13,042
Annual fee - Securities and Exchange Commission of Pakistan	13.1	11,292	10,014
Listing fee		28	51
Auditor's remuneration	16	283	282
Bank charges		57	35
Brokerage and settlement charges		9,231	35,023
Charity expense	14.1	6,421	4,434
Amortization of preliminary and floatation cost		220	327
Other expenses		174	71
Total expenses		370,661	327,564
Net operating (loss) / income for the year		(1,680,810)	2,191,547
Element of income and capital gains included in prices of units issued less those in units redeemed - net	2.4	-	428,521
Provision for Sindh Workers' Welfare Fund	14.3	-	(64,137)
Net (loss) / income for the year before taxation		(1,680,810)	2,555,931
Taxation	17	-	-
Net (loss) / income for the year after taxation		(1,680,810)	2,555,931
Allocation of net income for the year			
- Net loss for the year after taxation		-	
- Income already paid on units redeemed		-	
Net loss for the year after taxation		-	
Accounting income available for distribution			
- Relating to capital gains		-	
- Excluding capital gains		-	
		-	
Earnings per unit	18		

The annexed notes 1 to 31 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018**

		2018	2017
	Note	------(Rs. in '000)-----	
Net (loss) / income for the year after taxation		(1,680,810)	2,555,931
Other comprehensive income			
Items that may be reclassified subsequently to income statement	2.4		
Unrealised loss on re-measurement of investments classified as 'available for sale - net'		(139,619)	-
Reclassification to income statement of gain on sale of investments classified as 'available for sale - net'		(23,789)	-
Reclassification to income statement of impairment loss on equity securities classified as 'available for sale'	5.3.2	185,602	-
	5.3.1	22,194	-
Items that will not be reclassified subsequently to income statement		-	-
Total comprehensive income for the year		(1,658,616)	2,555,931

The annexed notes 1 to 31 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND
FOR THE YEAR ENDED JUNE 30, 2018**

	2018			2017	
	(Rs. in '000)				
	Capital value	Undistributed income	Unrealised gain / (loss) on re-measurement of investments classified as 'available for sale' - net	Total	Total
Net assets at beginning of the year	8,977,582	2,757,893	-	11,735,475	7,107,732
Amount received on issuance of 127,399,357 units (2017: 65,460,880 units)					
- Capital value	17,036,148	-	-	17,036,148	-
- Element of income / (loss)					
- relating to other comprehensive income for the year	(77,430)	-	-	(77,430)	-
- relating to net loss for the year after taxation	(1,805,297)	-	-	(1,805,297)	-
Total amount received on issuance of units	15,153,421	-	-	15,153,421	8,738,961
Amount paid on redemption of 118,587,822 units (2017: 42,938,012 units)					
- Capital value	(15,857,848)	-	-	(15,857,848)	-
- Element of income / (loss)					
- relating to other comprehensive income for the year	66,166	-	-	66,166	-
- relating to net loss for the year after taxation	1,758,041	-	-	1,758,041	-
Total amount paid on redemption of units	(14,033,641)	-	-	(14,033,641)	(5,856,565)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed transferred to income statement - net	-	-	-	-	(428,521)
Total comprehensive income for the year	-	(1,680,810)	22,194	(1,658,616)	2,555,931
Distribution for the year Rs. Nil per unit (2017: Rs. 4.5 per unit declared on June 30, 2017)	-	-	-	-	(382,063)
Net (loss) / income for the year less distribution	-	(1,680,810)	22,194	(1,658,616)	2,173,868
Net assets at end of the year	10,097,362	1,077,083	22,194	11,196,639	11,735,475
Refund / adjustment on units as element of income	-	-	-	-	-
Undistributed income brought forward comprising of:					
- Realised	-	1,880,241	-	1,880,241	(65,937)
- Unrealised	-	877,652	-	877,652	649,962
	-	2,757,893	-	2,757,893	584,025
Accounting income available for distribution					
- Related to capital gain	-	-	-	-	-
- Excluding capital gain	-	-	-	-	-
	-	-	-	-	-
Net (loss) / income for the year after taxation	-	(1,680,810)	22,194	(1,658,616)	2,555,931
Distribution during the year	-	-	-	-	(382,063)
Undistributed income carried forward - net	-	1,077,083	22,194	1,099,277	2,757,893
Undistributed income carried forward comprising of:					
- Realised	-	2,165,657	-	2,165,657	1,880,241
- Unrealised	-	(1,088,574)	22,194	(1,066,380)	877,652
	-	1,077,083	22,194	1,099,277	2,757,893
------(Rupees)-----					
Net assets value per unit at the beginning of the year				133.72	108.95
Net assets value per unit at the end of the year				115.94	133.72

The annexed notes 1 to 31 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
	----- (Rs. in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) / income for the year before taxation	(1,680,810)	2,555,931
Adjustments for non-cash charges and other items		
Dividend income	(524,366)	(331,102)
Profit on bank deposits	(91,914)	(41,200)
Loss / (gain) on sale of investments - net	652,253	(1,269,157)
Impairment loss on equity securities classified as available for sale	185,602	-
Amortization of preliminary and floatation cost	220	327
Provision for Sindh Workers' Welfare Fund	-	64,137
Unrealised (gain) / loss on re-measurement of investments classified as financial assets at fair value through profit or loss - net	1,088,574	(877,652)
Element of income and capital gain included in the prices of units issued less those in units redeemed - net	-	(428,521)
	1,310,369	(2,883,168)
Decrease / (increase) in assets		
Investments	(439,069)	(2,898,340)
Security deposits, advances and other receivables	(51,564)	3,449
	(490,633)	(2,894,891)
Increase / (decrease) in liabilities		
Payable to UBL Fund Managers Limited - Management Company	(7,014)	22,337
Payable to Central Depository Company of Pakistan Limited - Trustee	(158)	579
Payable to Securities and Exchange Commission of Pakistan	1,278	7,238
Payable against purchase of investment	(2,264)	31,600
Accrued expenses and other liabilities	(16,720)	19,266
	(24,878)	81,020
	(885,952)	(3,141,108)
Dividend income received	528,346	323,328
Advance tax refund	592	-
Profit on bank deposits received	96,943	31,817
Net cash used in operating activities	(260,071)	(2,785,963)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts from issuance of units	15,153,421	8,738,961
Payments against redemption of units	(14,798,738)	(5,091,468)
Cash dividend paid	-	(382,063)
Net cash generated from financing activities	354,683	3,265,430
Net increase in cash and cash equivalents during the year	94,612	479,467
Cash and cash equivalents at the beginning of the year	884,816	405,349
Cash and cash equivalents at the end of the year	979,428	884,816

The annexed notes 1 to 31 form an integral part of these financial statements.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC DEDICATED EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. LEGAL STATUS AND NATURE OF BUSINESS

Al-Ameen Islamic Dedicated Equity Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on October 10, 2015 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on November 20, 2015 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from January 5, 2016.

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

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

The investment objective of the fund is to provide other 'Fund of Funds' schemes an avenue for investing in Shariah Compliant Equities. The Fund seeks to maximize total returns and outperform its benchmark by investing in a combination of securities offering superior risk adjusted returns. The Fund invests in securities approved by the Shariah Advisory Board.

JCR - VIS Credit Rating Company has assigned management quality rating of AM1 to the management company as on December 29, 2017.

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

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

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

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

2.2 Amendments to IFRS that are effective for the year ended June 30, 2018

The following amendments are effective for the year ended June 30, 2018. These standards, interpretations and the amendments are either not relevant to the Fund's operations or do not have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting period beginning on or after:
Amendments to IAS 7 'Statement of Cash Flows' - Amendments as a result of the disclosure initiative	January 01, 2017
Amendments to IAS 12 'Income Taxes' - Recognition of deferred tax assets for unrealised losses	January 01, 2017

2.3 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments (except IFRS 9 'Financial Instruments') are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting periods beginning on or after:
IFRS 15 'Revenue from contracts with customers' - This standard will supersede IAS 18, IAS 11, IFRIC 13, 15 and 18 and SIC 31 upon its effective date.	July 01, 2018
IFRS 16 'Leases' - This standard will supersede IAS 17 'Leases' upon its effective date.	January 01, 2019
Amendments to IFRS 2 'Share-based Payment' - Clarification on the classification and measurement of share-based payment transactions.	January 01, 2019
IFRS 9 'Financial Instruments'	July 01, 2018
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities.	January 01, 2019
IFRS 4 'Insurance Contracts': Amendments regarding the interaction of IFRS 4 and IFRS 9.	An entity choosing to apply the overlay approach retrospectively to qualifying financial assets does so when it first applies IFRS 9. An entity choosing to apply the deferral approach does so for annual periods beginning on or after January 01, 2018
Amendments to IAS 28 'Investments in Associates and Joint Ventures' - Amendments regarding long-term interests in associates and joint ventures.	January 01, 2019
Amendments to IAS 19 'Employee Benefits' - Plan Amendment, Curtailment or Settlement.	January 01, 2019
Amendments to IAS 40 'Investment Property': Clarification on transfers of property to or from investment property.	January 01, 2018
IFRIC 22 'Foreign Currency Transactions and Advance Consideration': Provides guidance on transactions where consideration against non-monetary prepaid asset / deferred income is denominated in foreign currency.	January 01, 2018
IFRIC 23 'Uncertainty over Income Tax Treatments': Clarifies the accounting treatment in relation to determination of taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under IAS 12 'Income Taxes'.	January 01, 2019
Certain annual improvements have also been made to a number of IFRSs which are also not expected to have material impact on financial reporting of the Fund.	

2.4 IFRS 9 'Financial Instruments' Impact Assessment

IFRS 9 'Financial Instruments' was issued on July 24, 2014. This standard is adopted locally by the Securities and Exchange Commission of Pakistan and is effective from accounting periods beginning on or after July 1, 2018.

2.4.1 Key requirements of IFRS 9 are as follows;

Classification and measurement of financial assets

- All recognized financial assets that are within the scope of IFRS 9 are required to be subsequently measured at amortised cost or fair value.
- Debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods.
- Debt instruments that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets, and that have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are generally measured at fair value through other comprehensive income "FVTOCI".
- All other debt investments and equity investments are measured at their fair value at the end of subsequent accounting periods.
- In addition, under IFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss.

Classification and measurement of financial liabilities

With regards to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss. Under IAS 39, the entire amount of the change in the fair value of the financial liability designated as fair value through profit or loss is presented in profit or loss.

Impairment of financial assets

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under IAS 39. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of above provision requirements in relation to debt securities for mutual funds.

Impact assessment

Based on the analysis of Fund's financial assets and liabilities as at June 30, 2018 and also considering facts and circumstances that exists at that date, the Management Company has assessed the impact of IFRS 9 on the financial statements as follows:

- Listed equity securities classified as financial assets at fair value through profit or loss - held for trading will be classified at 'fair value through profit or loss' upon application of IFRS 9 with value changes continue to recognised in profit or loss.
- Listed equity securities classified as financial assets at 'available-for-sale' are to be measured at fair value through profit or loss upon application of IFRS 9 with value changes to be recognised in profit or loss instead of other comprehensive income. The change in fair value attributed to these financial assets amounting to Rs. 22.195 million during the current year would be recognised in income statement under IFRS 9.

2.4.2 Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 14 – Regulatory Deferral Accounts
- IFRS 17 – Insurance Contracts

2.5 Critical accounting estimates and judgements

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, judgements and assumptions that affect the reported amount 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 year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) classification and valuation of financial assets (notes 3.2 and 5); and
- (ii) impairment of financial assets (notes 3.2.5 and 5.3.2)

2.6 Accounting convention

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

2.7 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below and have been consistently applied to all the years presented unless otherwise stated

3.1 Cash and cash equivalents

Cash and cash equivalents comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at cost.

3.2 Financial assets

3.2.1 Classification

The classification of financial assets depends on the purpose for which the financial assets were acquired. The Management Company determines the classification of Fund's financial assets at the time of initial recognition and re-evaluates this classification on regular basis.

Financial assets are classified as follows:

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss.

c) Available for sale

These are non-derivative financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) held to maturity investments or (c) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time and may be sold in response to the needs for liquidity or change in price.

3.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

3.2.3 Initial recognition and measurement

All financial assets are initially recognised at cost, being the fair value of the consideration given, including the transaction cost associated with the acquisition, except in case of "financial assets at fair value through profit or loss", in which case the transaction costs are charged off to the income statement.

3.2.4 Subsequent measurement

a) Financial assets at 'fair value through profit or loss' and 'available for sale'

Subsequent to initial measurement, financial assets 'at fair value through profit or loss' and 'available for sale' are valued as follows:

- Basis of valuation of equity securities

Equity securities are valued on the basis of closing quoted market prices available at the stock exchange. A security listed on the stock exchange for which no sale is reported on the reporting date is valued at its last sale price on the next preceding date on which such exchange is open and if no sale is reported for such date, the security is valued at an amount neither higher than the closing asked price nor lower than the closing bid price.

Net gains and losses arising on changes in the fair value of financial assets carried at fair value through profit or loss are taken to the income statement.

Net gains and losses arising from changes in the fair value of available for sale financial assets are taken to the statement of comprehensive income until these are derecognised or impaired. At the time of impairment or derecognition, the cumulative gain or loss previously recognised in the statement of comprehensive income is shown in the income statement.

b) Loans and receivables

Subsequent to initial recognition, financial assets classified as loans and receivables are carried at amortised cost using the effective interest method.

Gains or losses are also recognised in the 'income statement' when financial assets carried at amortised cost are derecognised or impaired.

3.2.5 Impairment

The Management Company assesses at each reporting date whether there is objective evidence that the Fund's financial assets or a group of financial assets are impaired. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

In case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of an equity security below its cost is considered as objective evidence of impairment. In case of available for sale securities, the cumulative loss previously recognised in the statement of comprehensive income is removed therefrom and recognised in the income statement. However, the decrease in impairment loss on equity securities is not reversed through income statement.

For certain other financial assets, a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against these amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the SECP.

3.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial asset have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires.

3.4 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represents expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, commission to the bankers to the issue, brokerage paid to the members of the stock exchange and other expenses. These cost are amortised over a period of five years starting from the end of initial offering period as per the requirements set out in the Trust Deed of the Fund and NBFC regulations.

3.5 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or realize the assets and settle the liabilities simultaneously.

3.6 Derivatives

Derivative instruments are initially recognized at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

3.7 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.8 Collaterals

Cash collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies those collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

3.9 Taxation

The income of the Fund 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

The Fund is also exempt from the Provisions of Section 113 (minimum tax) and section 113C (Alternative Corporate Tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

3.10 Distributions

Dividend distribution to the Unit Holders is recognized in the period in which these are approved.

3.11 Issuance and redemption of units

Units issued are allocated at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end sales load and provision of any duties and charges, if applicable. The sales load is payable to the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the management company may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

3.12 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund.

Change in accounting policy - Element of income / (loss)

Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period was recognized in income statement and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities was included in distribution statement.

Securities & Exchange Commission of Pakistan (SECP) through its SRO 756(I)/2017 dated 03 August 2017 has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". As per SRO, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. It also specifies that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

The said SRO also deleted 'Distribution Statement' and requires additional disclosures with respect to "Income Statement" and "Statement of Movement in Unit Holders' Fund" and recording of element of income / loss included in price of unit issued or redeemed directly in Statement of movements in reserves or unit holders' fund instead of income statement. Further, SRO requires an additional disclosure should be stated below income statement for allocation of net income for the year comprising of (a) Income already paid on units redeemed; and (b) accounting income available for distribution.

Mutual Funds Association of Pakistan (MUFAP) with the consultation of SECP has clarified that income already paid on redemption of units (element of income paid out) is determined on following basis:

- Income already paid on redemption of units (element of income) made during the year shall be on gross basis instead of element of income / loss on net basis.
- In situations where funds have remained profitable for part of the year and ended up in net profit, the income already paid on redemption of units (element of income) has been calculated from the date at which the fund was last breakeven.
- Income already paid on redemption of units (element of income) shall be calculated on FIFO method on redemption of units for identifying units redeemed with units issued.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from 01 July 2017 as clarified by SECP vide its email dated 7 February 2018. Accordingly, corresponding figures have not been restated. Further the basis of estimation of income already paid on redemption has been established in line with the guidelines provided by MUFAP as stated above and accordingly the same has been disclosed in the additional disclosure. Since the Fund has incurred net loss during the year, therefore, element of income paid on redemption is 'Nil'. Had the change in accounting policy applied retrospectively, the income of the Fund for the year ended June 30, 2017 would have been lower by Rs. 428.521 million.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been higher by Rs. 58.520 million. However, the change in accounting policy does not have any impact on the 'statement of Cash flows', the 'net assets attributable to the units holders' and 'net assets value per unit' as shown in the statement of 'assets and liabilities' and 'statement of movement of unit holders' fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income statement' and Statement of Movement in Unit Holders' Fund, which have been incorporated in these statements.

3.13 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at year end.

3.14 Revenue recognition

- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Realised capital gains / losses arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Income on bank balances and term deposits is recognised on a time proportionate.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.

4. BANK BALANCES

In local currency:

	Note	2018 ------(Rs. in '000)-----	2017
- Profit and loss sharing accounts	4.1	886,012	700,542
- Current account		93,416	184,274
		<u>979,428</u>	<u>884,816</u>

- 4.1 Profit rate on these profit and loss sharing accounts range between 4% to 6.2% (2017: 5.50%) per annum.

5. INVESTMENTS - NET

At fair value through profit or loss - Held for trading

- equity securities	5.1	6,047,618	11,730,409
- letter of rights	5.2	21,440	-

Available-for-sale - equity securities

5.3	4,196,185	-
	<u>10,265,243</u>	<u>11,730,409</u>

5.1 Equity securities - At fair value through profit or loss - Held-for-trading

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

Ordinary Shares of Rs. 10 each unless indicated otherwise											
Name of Investee Company		As at July 1, 2017	Purchased / bonus received during the year	Sold during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain (loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total Investments	Investment as a percentage of paid-up capital of investee company
Quoted investments	Note	Number of shares				Rupees in '000			%		
OIL AND GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	5.1.2	1,106,456	192,591	742,800	556,247	179,534	177,059	(2,475)	1.58	1.72	0.17
Sui Northern Gas Pipelines Limited		2,475,500	-	1,874,400	601,100	89,516	60,242	(29,274)	0.54	0.59	0.09
						269,050	237,301	(31,749)	2.12	2.31	
OIL AND GAS EXPLORATION COMPANIES											
Oil and Gas Development Company Limited		3,523,600	101,000	591,100	3,033,500	427,452	472,073	44,621	4.22	4.60	0.07
Pakistan Oilfields Limited		152,000	64,200	191,550	24,650	15,294	16,560	1,266	0.15	0.16	0.01
Pakistan Petroleum Limited		3,117,500	110,000	636,100	2,591,400	386,237	556,892	170,655	4.97	5.43	0.13
Attock Petroleum Limited		197,950	-	21,950	176,000	110,252	103,838	(6,414)	0.93	1.01	0.21
Mari Petroleum Company Limited		466,331	-	42,000	424,331	668,593	639,119	(29,474)	5.71	6.23	0.38
						1,607,828	1,788,482	180,654	15.98	17.43	
ENGINEERING											
Amreli Steels Limited		1,249,000	-	460,000	789,000	97,008	55,664	(41,344)	0.50	0.54	0.27
International Steels Limited		2,213,000	34,700	735,800	1,511,900	193,283	153,760	(39,523)	1.37	1.50	0.35
Mughal Iron and Steel Industries Limited		2,381,942	-	1,804,000	577,942	46,657	35,497	(11,160)	0.32	0.35	0.23
						336,948	244,921	(92,027)	2.19	2.39	
FERTILIZER											
Engro Corporation Limited		2,180,165	34,400	565,800	1,648,765	537,073	517,481	(19,592)	4.62	5.04	0.31
Engro Fertilizers Limited		7,692,000	-	3,000,000	4,692,000	259,186	351,478	92,292	3.14	3.42	0.35
						796,259	868,959	72,700	7.76	8.46	
CHEMICALS											
I.C.I Pakistan Limited		275,116	-	84,500	190,616	208,639	152,779	(55,860)	1.36	1.49	0.21
Engro Polymer and Chemicals Limited		6,012,000	575,500	5,454,000	1,133,500	41,112	35,547	(5,565)	0.32	0.35	0.17
						249,751	188,326	(61,425)	1.68	1.84	
CEMENT											
Cherat Cement Company Limited		2,034,658	100,000	758,500	1,376,158	243,435	133,804	(109,631)	1.20	1.30	0.78
Attock Cement (Pakistan) Limited		-	125,000	87,900	37,100	7,349	4,989	(2,360)	0.04	0.05	0.03
DG Khan Cement Company Limited	5.1.1	2,209,993	100,000	2,265,100	44,893	9,422	5,140	(4,282)	0.05	0.05	0.01
Fauji Cement Company Limited		4,744,000	-	4,079,000	665,000	27,285	15,195	(12,090)	0.14	0.15	0.05
Kohat Cement Company Limited		1,360,693	-	-	1,360,693	311,952	167,460	(144,492)	1.50	1.63	0.88
Lucky Cement Limited		1,092,716	45,000	396,000	741,716	614,863	376,740	(238,123)	3.36	3.67	0.23
Pioneer Cement Limited		1,451,344	154,900	592,500	1,013,744	128,897	47,504	(81,393)	0.42	0.46	0.45
						1,343,203	750,832	(592,371)	6.71	7.31	
PAPER AND BOARD											
Packages Limited		465,487	-	410,000	55,487	38,596	27,173	(11,423)	0.24	0.26	0.06
Cherat Packaging Limited		296,600	-	118,500	178,100	42,345	25,591	(16,754)	0.23	0.25	0.53
Century Paper and Board Mills Limited		1,520,500	-	41,500	1,479,000	145,016	93,917	(51,099)	0.84	0.91	1.01
						225,957	146,681	(79,276)	1.31	1.42	
AUTOMOBILE ACCESSORIES											
Honda Atlas Cars (Pakistan) Limited		295,550	27,750	18,250	305,050	258,400	96,515	(161,885)	0.86	0.94	0.21
Millat Tractors Limited		116,800	-	29,500	87,300	119,989	103,718	(16,271)	0.93	1.01	0.20
Pak Suzuki Motor Company Limited		407,950	-	407,950	-	-	-	-	0.00	0.00	0.00
Thal Limited		735,600	-	108,600	627,000	379,981	299,411	(80,570)	2.67	2.92	0.77
						758,370	499,644	(258,726)	4.46	4.87	
TEXTILE COMPOSITE											
Nishat Mills Limited		4,054,500	-	1,735,200	2,319,300	368,027	326,836	(41,191)	2.92	3.18	0.66
						368,027	326,836	(41,191)	2.92	3.18	
FOOD AND PERSONAL CARE PRODUCTS											
Al-Shaheer Corporation		2,599,500	-	-	2,599,500	104,266	70,836	(33,430)	0.63	0.69	1.83
						104,266	70,836	(33,430)	0.63	0.69	
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited	5.1.1	6,084,172	52,400	584,800	5,551,772	651,808	511,651	(140,157)	4.57	4.98	0.48
K-Electric Limited (Face value of Rs. 3.5 per share)		19,701,264	-	4,825,000	14,876,264	102,646	84,497	(18,149)	0.75	0.82	0.05
						754,454	596,148	(158,306)	5.32	5.80	
CABLE AND ELECTRICAL GOODS											
Pak Elektron Limited		2,951,500	-	2,950,600	900	99	32	(67)	0.00	0.00	0.00
						99	32	(67)	0.00	0.00	
GLASS AND CERAMICS											
Tariq Glass Industries Limited		2,558,924	-	251,000	2,307,924	255,626	247,317	(8,309)	2.21	2.41	3.14
						255,626	247,317	(8,309)	2.21	2.41	
COMMERCIAL BANKS											
Meezan Bank Limited		400,000	165,000	-	565,000	43,645	46,172	2,527	0.41	0.45	0.05
						43,645	46,172	2,527	0.41	0.45	
PHARMACEUTICALS											
The Searle Company Limited	5.1.2	404,416	23,413	324,350	103,479	44,149	35,131	(9,018)	0.31	0.34	0.06
						44,149	35,131	(9,018)	0.31	0.34	
Total June 30, 2018						7,157,632	6,047,618	(1,110,014)			
Total June 30, 2017						10,852,759	11,730,409	877,652			

5.1.1 The above equity securities include 1.57 million (2017: 2 million) shares pledged with National Clearing Company of Pakistan Limited having a market value (in aggregate) amounting to Rs. 146.254 million (2017: Rs. 282.725 million) for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.

5.1.2 This includes gross bonus shares as per Fund's entitlement declared by the investee company. The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the investee company which shall be considered as final discharge of tax liability on such income. However, the Management Company of the Fund jointly with other asset management companies and Mutual Fund Association of Pakistan, has filed a petition in Honourable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the funds based on the premise of exemption given to mutual funds under clause 47B and 99 of Second schedule of the Income Tax Ordinance, 2001. The Honourable Sindh High Court has granted stay order till the final outcome of the case. However, the investee company(s) has withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs. 7.439 million (2017: Rs. 5.125 million) at year end. Such shares has not yet deposited in CDC account of department of Income tax. Management is of the view that the decision will be in the favour and accordingly has recorded the bonus shares on gross basis. However, through Finance Act, 2018, the tax on bonus shares is withdrawn.

5.2 Letter of rights - At fair value through profit or loss - Held for trading

Name of Investee Company	As at July 1, 2017	Entitlement during the year	Exercised during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain/ (loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total Investments	Investment as a percentage of paid-up capital of investee company
-----Number of rights-----Rupees in '000-----%										
CHEMICAL										
Engro Polymer & Chemicals Limited	-	2,430,798	-	2,430,798	-	21,440	21,440	0.19	0.21	0.37
PAPER AND BOARD										
Cherat Packaging Limited	-	40,041	40,041	-	-	-	-	-	-	-
Total June 30, 2018					-	21,440	21,440			
Total June 30, 2017					-	-	-			

5.3 Equity securities - Available for sale

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

Ordinary Shares of Rs. 10 each unless indicated otherwise											
Name of Investee Company	As at July 1, 2017	Purchased / bonus received during the year	Sold during the year	As at June 30, 2018	Total carrying value as at June 30, 2018	Total market value as at June 30, 2018	Unrealised gain / (loss) as at June 30, 2018	Market value as a percentage of net assets	Market value as a percentage of total Investments	Investment as a percentage of paid-up capital of investee company	
Quoted investments	Note	Number of shares			Rupees in '000			%			
OIL AND GAS MARKETING COMPANIES											
Pakistan State Oil Company Limited	5.1.2	-	438,900	-	438,900	133,891	139,706	5,815	1.25	1.36	0.13
Sui Northern Gas Pipelines Limited	-	-	450,000	20,000	430,000	43,277	43,095	(182)	0.38	0.42	0.07
						177,168	182,801	5,633	1.63	1.78	
OIL AND GAS EXPLORATION COMPANIES											
Oil and Gas Development Company Limited	-	-	2,528,100	-	2,528,100	402,521	393,423	(9,098)	3.51	3.83	0.06
Pakistan Oilfields Limited	-	-	863,600	244,000	619,600	347,273	416,241	68,968	3.72	4.05	0.26
Pakistan Petroleum Limited	-	-	802,700	115,900	686,800	134,111	147,593	13,482	1.32	1.44	0.03
Attock Petroleum Limited	-	-	5,450	3,400	2,050	1,297	1,209	(88)	0.01	0.01	0.00
Mari Petroleum Company Limited	-	-	91,580	-	91,580	135,157	137,936	2,779	1.23	1.34	0.08
						1,020,359	1,096,402	76,043	9.79	10.67	
ENGINEERING											
Amreli Steels Limited	-	-	1,007,600	-	1,007,600	94,103	71,086	(23,017)	0.63	0.69	0.34
Ittefaq Iron Industries Limited	-	-	1,644,000	200,000	1,444,000	30,924	20,187	(10,737)	0.18	0.20	1.10
International Steels Limited	-	-	1,152,700	-	1,152,700	119,289	117,230	(2,059)	1.05	1.14	0.26
						244,316	208,503	(35,813)	1.86	2.03	
FERTILIZER											
Engro Corporation Limited	-	-	1,698,000	-	1,698,000	507,429	532,934	25,505	4.76	5.19	0.32
Fauji Fertilizer Company Limited	-	-	2,720,500	1,150,000	1,570,500	153,726	155,307	1,581	1.39	1.51	0.12
Engro Fertilizers Limited	-	-	3,446,000	2,138,500	1,307,500	88,013	97,945	9,932	0.87	0.95	0.10
						749,168	786,186	37,018	7.02	7.65	
CHEMICALS											
I.C.I Pakistan Limited	-	-	25,400	-	25,400	19,455	20,358	903	0.18	0.20	0.03
Sitara Chemical Industries Limited	-	-	115,050	300	114,750	38,554	42,265	3,711	0.38	0.41	0.54
Engro Polymer and Chemicals Limited	-	-	5,722,000	285,000	5,437,000	167,502	170,504	3,002	1.52	1.66	0.82
						225,511	233,127	7,616	2.08	2.27	
CEMENT											
Cherat Cement Company Limited	-	-	863,200	112,000	751,200	91,801	73,039	(18,762)	0.65	0.71	0.43
Attock Cement (Pakistan) Limited	-	-	469,900	2,500	467,400	94,359	62,856	(31,503)	0.56	0.61	0.41
DG Khan Cement Company Limited	5.1.1	-	879,200	20,000	859,200	117,327	98,370	(18,957)	0.88	0.96	0.20
Fauji Cement Company Limited	-	-	150,000	-	150,000	4,641	3,428	(1,213)	0.03	0.03	0.01
Kohat Cement Company Limited	-	-	1,578,000	-	1,578,000	230,262	194,204	(36,058)	1.73	1.89	1.02
Lucky Cement Limited	-	-	78,800	-	78,800	47,853	40,025	(7,828)	0.36	0.39	0.02
Maple Leaf Cement Factory Limited	-	-	175,000	-	175,000	11,012	8,880	(2,132)	0.08	0.09	0.03
Pioneer Cement Limited	-	-	1,541,200	118,000	1,423,200	108,410	66,691	(41,719)	0.60	0.65	0.63
						705,665	547,493	(158,172)	4.89	5.33	
PAPER AND BOARD											
Cherat Packaging Limited	-	-	40,041	7,200	32,841	4,105	4,719	614	0.04	0.05	0.10
Century Paper and Board Mills Limited	-	-	525,300	25,500	499,800	32,478	31,737	(741)	0.28	0.31	0.34
						36,583	36,456	(127)	0.32	0.36	
AUTOMOBILE ACCESSORIES											
Honda Atlas Cars (Pakistan) Limited	-	-	251,100	-	251,100	138,097	79,446	(58,651)	0.71	0.77	0.18
Millat Tractors Limited	-	-	42,440	13,000	29,440	37,274	34,976	(2,298)	0.31	0.34	0.07
Pak Suzuki Motor Company Limited	-	-	-	-	-	-	-	-	0.00	0.00	0.00
Thal Limited	-	-	1,600	-	1,600	785	764	(21)	0.01	0.01	0.00
						176,156	115,186	(60,970)	1.03	1.12	
TEXTILE COMPOSITE											
Nishat Mills Limited	-	-	880,800	-	880,800	131,495	124,122	(7,373)	1.11	1.21	0.25
Kohinoor Textile Mills Limited	-	-	2,076,500	177,600	1,898,900	113,634	104,421	(9,213)	0.93	1.02	0.63
						245,129	228,543	(16,586)	2.04	2.23	
FOOD AND PERSONAL CARE PRODUCTS											
Al-Shaheer Corporation	-	-	1,938,000	-	1,938,000	50,011	52,811	2,800	0.47	0.51	1.36
						50,011	52,811	2,800	0.47	0.51	
POWER GENERATION AND DISTRIBUTION											
The Hub Power Company Limited	5.1.1	-	3,671,300	-	3,671,300	360,304	338,347	(21,957)	3.02	3.30	0.32
Lalpir Power Limited	-	-	2,692,000	20,500	2,671,500	55,582	51,320	(4,262)	0.46	0.50	0.70
PAKGEN Power Limited	-	-	3,382,500	8,000	3,374,500	70,063	65,060	(5,003)	0.58	0.63	0.91
Saif Power Limited	-	-	2,229,000	-	2,229,000	59,208	59,046	(162)	0.53	0.58	0.58
K-Electric Limited (Face value of Rs. 3.5 per share)	-	-	6,415,000	-	6,415,000	40,372	36,437	(3,935)	0.33	0.35	0.02
						585,529	550,210	(35,319)	4.92	5.36	
GLASS AND CERAMICS											
Tariq Glass Industries Limited	-	-	78,000	-	78,000	8,079	8,358	279	0.07	0.08	0.11
						8,079	8,358	279	0.07	0.08	
COMMERCIAL BANKS											
Meezan Bank Limited	-	-	2,022,000	200,000	1,822,000	134,694	148,894	14,200	1.33	1.45	0.17
						134,694	148,894	14,200	1.33	1.45	
TECHNOLOGY AND COMMUNICATION											
Systems Limited	-	-	12,000	-	12,000	1,225	1,215	(10)	0.01	0.01	0.01
						1,225	1,215	(10)	0.01	0.01	
Total June 30, 2018					4,359,593	4,196,185	(163,408)				
Total June 30, 2017					-	-	-				

	Note	2018 ------(Rs. in '000)-----	2017
5.3.1 Net unrealised gain / (loss) on re-measurement of investments classified as available for sale			
Market value of investments	5.3	4,196,185	-
Less: cost of investments	5.3	(4,359,593)	-
Unrealised loss on re-measurement of investments classified as available for sale - net		(163,408)	-
Impairment loss on equity securities classified as available for sale	5.3.2	185,602	-
		22,194	-

5.3.2 Movement in provision for impairment loss against available for sale equity securities

Opening balance		-	-
Add: charge for the year		185,602	-
Less: reversal of provision		-	-
Closing balance		185,602	-

6. DIVIDEND AND PROFIT RECEIVABLE

Dividend receivable		41,011	44,991
Profit receivable on profit and loss sharing accounts		5,522	10,551
		46,533	55,542

7. SECURITY DEPOSITS AND OTHER RECEIVABLES

Security deposit with National Clearing Company of Pakistan Limited		2,500	2,500
Security deposit with the Central Depository Company of Pakistan Limited - Trustee		100	100
Receivable against sale of investments - net		63,841	12,223
Prepaid listing fees		-	54
		66,441	14,877

8. ADVANCE TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 150, 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT) / 2008-Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). During the financial year ended June 30, 2016, prior to receiving tax exemption certificate(s) from CIR various withholding agents had deducted advance tax under section 150 and 151 of ITO 2001. The Management Company has filed refund application and is confident that the same shall be refunded.

	Note	2018 ------(Rs. in '000)-----	2017
9. PRELIMINARY EXPENSES AND FLOATATION COSTS			
Opening		773	1,100
Amortisation during the year	9.1	(220)	(327)
		553	773

- 9.1** The provisions of the Trust Deed and NBFC regulations require the amortisation of the preliminary expenses and floatation costs up to one percent of the pre-IPO capital of the fund. As there was no public offering, the Management Company sought approval from SECP to amortise the preliminary expenses and floatation costs.

	Note	2018 ------(Rs. in '000)-----	2017
10. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY			
Management fee (including Sindh Sales Tax thereagainst)	10.1 & 10.2	21,628	24,782
Allocated expenses	10.3	1,942	2,290
Other payable		16	-
Shariah advisor fee		28	47
Selling and marketing expense	11	11,664	15,173
		35,278	42,292

- 10.1** As per the amended NBFC Regulations dated November 25, 2015 the Management Company is entitled to remuneration of an amount not exceeding 2% of average daily net assets of the Fund.

The Management Company has charged remuneration at the rate of 2% (2017: 2%) of average annual net assets of the Fund.

- 10.2** The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (2017: 13%) on the remuneration of the Management Company through the Sindh Sales Tax on Services Act, 2011.

- 10.3** As per regulation 60(3)(s) of the amended NBFC Regulations dated November 25, 2015, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

11. ALLOCATED SELLING AND MARKETING EXPENSES

SECP vide Circular No. 40 of 2016 dated December 30, 2016 prescribed certain conditions on Asset Management Companies (AMCs) for charging of selling and marketing expenses to certain collective investment schemes managed by them. Pursuant to the circular, the AMCs are allowed to charge selling and marketing expenses for an initial period of three years (from January 01, 2017 till December 31, 2019) at a maximum cap of 0.4% per annum of net assets of the Fund or actual expenses, whichever is lower. Accordingly, the Management Company has charged 0.4% of daily net assets of the Fund, being the lower amount.

	Note	2018 ------(Rs. in '000)-----	2017
12. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE			
Trustee fee	12.1	1,174	1,332

- 12.1** The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed and the Offering Document as per the tariff structure specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the Trustee fee during the period June 30, 2018 is as follows:

On net assets:

Upto Rs.1,000 million
Over Rs. 1,000 million

Rs. 0.7 million or 0.20% p.a. of NAV, whichever is higher.
Rs. 2.0 million plus 0.10% p.a. of NAV.

Note	2018 ------(Rs. in '000)-----	2017

13. PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

Annual fee	13.1	<u>11,292</u>	<u>10,014</u>

- 13.1 Under the provisions of the NBFC Regulations, a collective investment scheme classified as equity scheme is required to pay annual fee to the SECP equivalent to 0.095% of the average annual net assets of the Fund.

Note	2018 ------(Rs. in '000)-----	2017

14. ACCRUED EXPENSES AND OTHER LIABILITIES

Auditor's remuneration		201	194
Commission payable		5,129	23,902
Charity payable	14.1	6,421	4,434
Provision for indirect duties and taxes	14.2	10,650	10,650
Listing fees payable		-	50
Payable against redemption of units		-	765,097
Provision for Sindh Workers' Welfare Fund	14.3	64,137	64,137
Other payables		109	-
		<u>86,647</u>	<u>868,464</u>

- 14.1 According to the instructions of the Shariah Advisory Board of the Fund, any income earned by the Fund from investments / portion of investments made in non-shariah compliant avenues, should be donated for charitable purposes directly by the Fund. An amount of Rs. 6.421 million (2017: Rs. 4.434 million) has been recognised by the Fund as charity expense in these financial statements.

- 14.2 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 13 June 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 Sindh High Court (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 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 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 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 10.650 million until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at June 30, 2018 would have been higher by Rs. 0.11 (June 30, 2017: Rs. 0.12) 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, in the current year, provision for FED has not been recorded.

14.3 Sindh Workers' Welfare Fund

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs. 500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable Sindh High Court (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). On 10 November 2016 the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on 21 May 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs. 500,000 or more in any year of account commencing on or after the date of closing of account on or after 31 December 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters during financial year ended June 30, 2017. Based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited), MUFAP has recommended to all its members to reverse the Federal WWF and start recording of Sindh WWF. Consequently, the Fund has recorded of provision of Rs. Nil (June 2017: Rs. 64.137 million) for the year and Rs. 64.137 million (June 2017: Rs. 64.137 million) in aggregate in respect of SWWF.

Had the provision not been made, it would have resulted in an increase in the net assets value per unit by Rs. 0.66 per unit (30 June 2017: Rs. 0.12 per unit).

	2018	2017
	-----Number of units-----	
15. NUMBER OF UNITS IN ISSUE		
Total units in issue at the beginning of the year	87,759,932	65,237,064
Units issued during the year	127,399,357	65,460,880
Units redeemed during the year	(118,587,822)	(42,938,012)
Total units in issue at the end of the year	96,571,467	87,759,932

15.1 The par value of each unit is Rs. 100. The Management Company has set a minimum investment of Rs. 500.

15.2 All units carry equal rights and are entitled to dividend and share in the net asset value of the Fund.

	2018	2017
	------(Rs. in '000)-----	
16. AUDITOR'S REMUNERATION		
Annual audit fee	155	150
Review of Condensed Interim Financial Information	62	60
Review of compliance with the requirements of the Code of Corporate Governance	15	15
Other certifications	15	15
Out of pocket expenses and Sindh Sales Tax	36	42
	283	282

17. TAXATION

According to Regulation 63 of Non-Banking Finance Companies and Notified Entities Regulations, 2008, Management Company is required to distribute, by way of dividend, more than 90 percent of accounting income received or derived from sources other than capital gains (both realised and unrealised) during the year. Since the Fund has incurred net loss during the year ended June 30, 2018, no provision for taxation has been made in these financial statements as the management believes that the Fund will qualify for exemption under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

18. EARNINGS PER UNIT

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

19. TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by the SECP, the Total Expense Ratio of the Fund is 3.12% (2017: 3.11%) as on June 30, 2018 and this includes 0.37% (2017: 0.70%) representing government levy and SECP fee.

20. FINANCIAL INSTRUMENTS BY CATEGORY

The financial assets and liabilities carried on the statement of assets and liabilities are categorised as follows:

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets at fair value through profit or loss	Available for sale	Total

Rupees in '000

Financial assets

Bank balances	979,428	-	-	979,428
Investments - net	-	6,069,058	4,196,185	10,265,243
Dividend and profit receivable	46,533	-	-	46,533
Security deposits and other receivables	66,441	-	-	66,441
	1,092,402	6,069,058	4,196,185	11,357,645

Particulars	As at June 30, 2018		
	Liabilities 'at fair value through profit or loss'	Other financial liabilities	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	-	35,278	35,278
Payable to Central Depository Company of Pakistan Limited - Trustee	-	1,174	1,174
Accrued expenses and other liabilities	-	11,860	11,860
Payable against purchase of investments	-	29,336	29,336
Net assets attributable to redeemable units	-	11,196,639	11,196,639
	-	11,274,287	11,274,287

Particulars	As at June 30, 2017			
	Loans and receivables	Financial assets at fair value through profit or loss	Available for sale	Total

Rupees in '000

Financial assets

Bank balances	884,816	-	-	884,816
Investments	-	11,730,409	-	11,730,409
Dividend and profit receivable	55,542	-	-	55,542
Security deposits and other receivables	14,877	-	-	14,877
	955,235	11,730,409	-	12,685,644

Particulars	As at June 30, 2017		
	Liabilities 'at fair value through profit or loss'	Other financial liabilities	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	-	42,292	42,292
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	1,332	1,332
Accrued expenses and other liabilities	-	793,677	793,677
Payable against purchase of investments	-	31,600	31,600
Net assets attributable to redeemable units	-	11,735,475	11,735,475
	-	12,604,376	12,604,376

21. FINANCIAL RISK MANAGEMENT

The Fund's overall risk management programme seeks to maximise the returns derived for the level of risks to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance.

Monitoring and controlling risks are primarily set up to be performed based on the limits established by the internal controls set on different activities of the Fund by the Board of Directors. These controls and limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. In addition, the Fund monitors and measures the overall risk bearing capacity in relation to the aggregate risk exposure across all risks type and activities.

The Fund primarily invests in a portfolio of equity securities of listed companies. The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

21.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

Market risk comprises three types of risks: currency risk, interest rate risk and other price risk.

21.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates.

The Fund has no exposure to foreign exchange risk as at June 30, 2018 as there are no financial assets or financial liabilities denominated in foreign currencies.

21.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

a) Cash flow interest rate risk

The Fund's interest rate risk arises from the balances in savings accounts. The net income for the period would have increased / (decreased) by Rs. 8.860 million (2017: Rs. 6.979 million), had the interest rates on savings accounts with banks increased / (decreased) by 100 basis points.

b) Fair value interest rate risk

Since the Fund currently does not have any fixed rate instruments that are impacted by market interest rates, therefore, it is not exposed to fair value interest rate risk.

21.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instruments traded in the market.

The Fund's equity securities are primarily exposed to equity price risk because of investments held and classified by the Fund on the statement of assets and liabilities as 'financial assets at fair value through profit or loss'. To manage its price risk arising from investments in equity securities, the Fund diversifies its portfolio within the eligible stocks prescribed in the Fund's constitutive documents. The Fund's constitutive documents / NBFC Regulations also limit investment in individual equity securities to not more than 15% of its net assets, or 15% of the issued capital of the investee company and the sector exposure limit to 35% of net assets.

In case of 5% increase / decrease in the fair value of the Fund's equity securities and letter of rights at fair value through profit or loss on June 30, 2018, net income for the year would increase / decrease by Rs. 303.453 million (2017: Rs. 586.520 million) and net assets of the Fund would increase / decrease by the same amount.

In case of 5% increase / decrease in the fair value of the Fund's equity securities held as available for sale on June 30, 2018, net assets of the Fund would increase / decrease by Rs. 209.809 million (2017: Rs. Nil).

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI index, is expected to change over the time. Accordingly, the sensitivity analysis prepared as of June 30, 2018 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of PSX 100 Index.

21.2 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable (if any) on equity securities.

Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed financial institutions with reasonably high credit ratings. Credit risk on account of dividend receivable is minimal due to the statutory protection. All transactions in listed securities are settled / paid for upon delivery using the system of National Clearing Company of Pakistan Limited. The risk of default in these transactions is considered minimal due to inherent systematic measures taken therein. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC rules and the regulations and the guidelines given by the SECP from time to time.

The maximum exposure to credit risk before considering any collateral as at June 30, 2018 is the carrying amount of the financial assets. None of these assets are 'impaired' nor 'past due but not impaired'.

21.2.1 The analysis below summarises the credit quality of the balances in deposit accounts with Banks with which the Fund has kept such balances as at June 30, 2018:

Bank balances by rating category

Name of bank	Balances held by the Fund as at June 30, 2018	Latest available published ratings at June 30, 2018	Rating agency
(Rupees in '000)			
Faysal Bank Limited	1,033	AA	PACRA
Bank Alfalah Limited	93,116	AA+	PACRA
United Bank Limited	884,952	AAA	JCR-VIS
Habib Metropolitan Bank	10	AA+	PACRA
BankIslami Pakistan Limited	7	A+	PACRA
Allied Bank Limited	10	AAA	PACRA
National Bank of Pakistan	300	AAA	PACRA
	979,428		

Concentration of credit risk

Concentration of credit risk arises when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. The Fund mainly deals in equity securities which are primarily subject to price risk. The Fund's portfolio of other financial assets is broadly diversified and transactions are entered into with diverse credit worthy counterparties thereby mitigating any significant concentration of credit risk.

The Fund's major bank balance is held with one bank. Management believes that such bank is a reputed institution.

21.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to the daily settlement of equity securities and to daily cash redemption requests on a regular basis. Units are redeemable at the holders' option based on the Fund's net asset value per unit, at the time of redemption, calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

Management of liquidity risk

The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Fund's reputation. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily realised.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further, the Fund also has the ability to suspend redemptions of units with the approval of the Board of Directors of the Management Company in extraordinary circumstances. The Fund can also borrow, with prior approval of the Trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total net assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Particulars	As at June 30, 2018			
	Upto three months	More than three months and up to one year	More than one year	Total
Rupees in '000				

Liabilities

Payable to UBL Fund Managers Limited - Management Company	35,278	-	-	35,278
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,174	-	-	1,174
Accrued expenses and other liabilities	11,860	-	-	11,860
Payable against purchase of investment	29,336	-	-	29,336
Net assets attributable to redeemable units	11,196,639			11,196,639
	11,274,287	-	-	11,274,287

Particulars	As at June 30, 2017			
	Upto three months	More than three months and up to one year	More than one year	Total
Rupees in '000				

Liabilities

Payable to UBL Fund Managers Limited - Management Company	42,292	-	-	42,292
Payable to the Central Depository Company of Pakistan Limited - Trustee	1,332	-	-	1,332
Accrued expenses and other liabilities	793,677	-	-	793,677
Payable against purchase of investment	31,600	-	-	31,600
Net assets attributable to redeemable units	11,735,475	-	-	11,735,475
	12,604,376	-	-	12,604,376

22. UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. These unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

- Monitor the level of daily issuance and redemptions relative to the liquid assets and adjust the amount of distributions the Fund pays to the unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund. This includes the Fund's ability to restrict redemptions; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer of the Management Company critically track the movement of 'Assets under Management'. The Board of Directors is updated regarding key performance indicators, e.g., yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

23. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

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

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

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

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

As at June 30, 2018				
ASSETS	Level 1	Level 2	Level 3	Total
----- Rupees in '000-----				
Investment in securities - financial assets at fair value through profit or loss - held for trading				
- Equity securities	6,047,618	-	-	6,047,618
- Letter of rights	21,440	-	-	21,440
Available for sale				
- Equity securities	4,196,185	-	-	4,196,185
	10,265,243	-	-	10,265,243
As at June 30, 2017				
ASSETS	Level 1	Level 2	Level 3	Total
----- Rupees in '000-----				
Investment in securities - financial assets at fair value through profit or loss - held for trading				
- Equity securities	11,730,409	-	-	11,730,409
- Letter of rights	-	-	-	-
Available for sale				
- Equity securities	-	-	-	-
	11,730,409	-	-	11,730,409

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

24. TOP TEN BROKERS / DEALERS BY PERCENTAGE OF THE COMMISSION CHARGED

	2018 (Percentage)
1. Taurus Securities Limited	6.72
2. Topline Securities (Private) Limited	6.34
3. DJM Securities (Private) Limited	5.77
4. Arif Habib Limited	5.74
5. BMA Capital Management Limited	5.58
6. Inter Market Securities Limited	5.21
7. Insight Securities (Private) Limited	4.50
8. Foundation Securities (Private) Limited	4.18
9. Next Capital Limited	4.14
10. Habib Metropolitan Financial Services	3.98

	2017 (Percentage)
1. Arif Habib Limited	5.52
2. Din Capital Limited	5.12
3. Next Capital Limited	4.83
4. Taurus Securities Limited	4.83
5. Adam Securities Limited	4.00
6. DJM Securities (Private) Limited	3.89
7. Fortune Securities Limited	3.88
8. JS Global Limited	3.66
9. IGI Finex Securities Limited	3.42
10. Nael Capital (Private) Limited	3.42

25. BRIEF PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of the members of the investment committee of the Fund as at June 30, 2018 are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Farhan Bashir Khan	Head of Research	12	BSBA, MBA
3	Syed Suleman Akhtar	Chief Investment Officer	17	CFA, MBA
4	Syed Shabbir Sardar Zaidi	Fund Manager	9	CFA
5	Asim Wahab Khan	Head of Investment Strategy & Equity & Fund Manager	13	CFA, MBA
6	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.Com

* Head of Risk - non voting observer

25.1 Mr. Shabbir Sardar Zaidi is also Fund Manager of Al-Ameen Islamic Retirement Savings Fund, Al-Ameen Islamic Sovereign Fund, Al-Ameen Islamic Active Allocation Plan VII, Al-Ameen Islamic Active Allocation Plan VIII, Al-Ameen Islamic Active Allocation Plan IX, Al-Ameen Islamic Active Allocation Plan X, Al-Ameen Islamic Active Principal Preservation Plan I and Al-Ameen Islamic Active Principal Preservation Plan II.

26. PATTERN OF UNIT HOLDERS

Category	As at June 30, 2018	
	Number of units held	Percentage of units held %

Collective Investment Schemes

AI - Ameen Active Principal Preservation Plan - I	1,678,509	2
AI - Ameen Active Principal Preservation Plan - II	519,508	1
AI - Ameen Islamic Active Allocation Plan - V	7,531,683	8
AI - Ameen Islamic Active Allocation Plan - VI	13,654,331	14
AI - Ameen Islamic Active Allocation Plan - VII	10,713,152	11
AI - Ameen Islamic Active Allocation Plan - VIII	28,321,218	29
AI - Ameen Islamic Active Allocation Plan - IX	23,418,772	24
AI - Ameen Islamic Active Allocation Plan - X	10,734,294	11
	96,571,467	100

Category	As at June 30, 2017	
	Number of units held	Percentage of units held %

Collective Investment Schemes

AI - Ameen Islamic Active Allocation Plan - II	16,980,240	19
AI - Ameen Islamic Active Allocation Plan - III	10,639,475	12
AI - Ameen Islamic Active Allocation Plan - IV	9,514,712	11
AI - Ameen Islamic Active Allocation Plan - V	13,973,842	16
AI - Ameen Islamic Active Allocation Plan - VI	14,792,824	17
AI - Ameen Islamic Active Allocation Plan - VII	8,613,899	10
AI - Ameen Islamic Active Allocation Plan - VIII	13,244,940	15
	87,759,932	100

27. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

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

- 27.1** Transactions with the connected persons are in the normal course of business, at agreed / contracted rates.
- 27.2** Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 27.3** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.

27.4 Details of transactions with related parties / connected persons and balances held with them as at the year end are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other Connected persons / related parties***

-----For the year ended June 30, 2018 -----

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

Transactions during the period

Units issued	-	-	-	127,399	-	-
Units redeemed	-	-	-	118,588	-	-

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

Profit on savings accounts	-	91,946	-	-	-	-
Bank and other charges	-	17	-	-	-	28
Value of units issued	-	-	-	15,153,421	-	-
Value of units redeemed	-	-	-	14,033,641	-	-
Remuneration (including Sindh Sales Tax)	268,628	-	14,561	-	-	-
Allocated expenses	11,886	-	-	-	-	-
Shariah Advisor fee	335	-	-	-	-	-
CDS expenses	-	-	618	-	-	-
Selling and marketing expense	47,545	-	-	-	-	-

----- As at June 30, 2018 -----

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

Balances held

Units held	-	-	-	96,571	-	-

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

Value of units held	-	-	-	11,196,639	-	-
Bank balances	-	884,952	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	21,628	-	1,174	-	-	-
Profit receivable	-	5,522	-	-	-	-
Allocated expenses payable	1,942	-	-	-	-	-
Other payable	16	-	-	-	-	-
Shariah advisor fee payable	28	-	-	-	-	-
Selling and marketing expense	11,664	-	-	-	-	-

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, 2017 -----

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

Transactions during the period

Units issued	-	-	-	65,461	-	-
Units redeemed	-	-	-	42,938	-	-

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

Profit on savings accounts	-	41,133	-	-	-	-
Bank charges	-	13	-	-	-	-
Value of units issued	-	-	-	8,738,961	-	-
Value of units redeemed	-	-	-	5,856,565	-	-
Dividend paid	-	-	-	64,639	-	-
Remuneration (including Sindh Sales Tax)	238,234	-	13,042	-	-	-
Allocated expenses	10,541	-	-	-	-	-
Shariah Advisor fee	337	-	-	-	-	-
CDS expenses	-	-	768	-	-	-
Selling and marketing expense	15,173	-	-	-	-	-

----- As at June 30, 2017 -----

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

Balances held

Units held	-	-	-	87,760	-	-

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

Value of units held	-	-	-	11,735,475	-	-
Bank balances	-	699,539	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	24,782	-	1,332	-	-	-
Profit receivable	-	10,489	-	-	-	-
Allocated expenses payable	2,290	-	-	-	-	-
Shariah advisor fee payable	47	-	-	-	-	-
Selling and marketing expense	15,173	-	-	-	-	-

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

** These include transactions and balances in relation to the entities where common directorship exists as at year end.

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

28. ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended

Directors:

Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	x	✓	x	5
Syed Furrakh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	x	✓	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on Septe

** Independent Director's have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

N/A = Not Available

29. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2018 and as at June 30, 2017.

30. GENERAL

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

31. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on 28-Aug-18 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

Al-Ameen Islamic Dedicated Equity Fund

Holding	Resolution	For	Against	Abstain*
1,906,493	Annual General Meeting of M/s Kohat Cement Company Limited was held on October 23, 2017, below resolutions were passed. 1. The Audited Accounts of the Company for the year ended June 30, 2017. 2. Approve payment of cash dividend for the year ended June 30, 2017. 3. Appoint Auditors of the company and fix their remuneration for the year ending June 30, 2017. 4. Ratify and approve transactions carried out with Related Parties during financial year ended June 30, 2017. 5. Authorize the Chief Executive of the Company for approval of transactions with related parties during financial year ended June 30, 2017. 6. Approval of appointments of related parties to respective offices of profit in the Company. 7. Alteration in the Articles of Association of the Company for purpose of e-voting.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
2,558,924	Extra Ordinary General Meeting of M/s Tariq Glass Industries Limited was held on August 30, 2017, below resolutions were passed. 1. Confirm minutes of 38th Annual General Meeting held on October 27, 2016. 2. Election of seven Directors of the Company for a period of three years. 3. Approval for increasing Authorized Capital of the Company. 4. Alteration in the Articles of Association of the Company for Authorization of E-Voting. 5. Revision in Meeting fee for Directors. 6. Transact other business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
2,475,500	Extraordinary General Meeting of M/s Sui Northern Gas Pipelines Limited was held on June 21, 2017, below resolutions were passed. 1. Confirm minutes of 52nd Annual General Meeting held on January 26, 2017. 2. Election of thirteen Directors of the Company. 3. Transact any ordinary business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
8,290,895	Annual General Meeting of M/s The Hub Power Company Limited to be held on October 05, 2018, below are the meeting agendas. 1. Approve Audited Financial Statements of the Company for the year ended June 30, 2018. 2. Approve payment of cash dividend for the year ended June 30, 2018. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors for a period of three years. 5. Consider and Approve, if though appropriate, Issuance of Letter of Support (LOS) Guarantee to Private Power & Infrastructure Board (PIIB) for Thar Energy Limited (TEL). 6. Transact any other business with permission of Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
3,102,500	Extra Ordinary General Meeting of M/s Pakistan Petroleum Limited was held on September 16, 2017, below resolutions were passed. 1. Confirm minutes of 65th Annual General Meeting held on February 28, 2017. 2. Election of ten Directors of the Company for a period of three years. 3. Transact other business with permission of the Chairman.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
187,950	Extra Ordinary General Meeting of M/s Attock Petroleum Limited was held on March 01, 2018, below resolutions were passed. 1. Election of seven Directors of the Bank for a period of three years.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
1,028,500	Annual General Meeting of M/s Engro Corporation Limited was held on April 24, 2018, below resolutions were passed. 1. Approve Audited Accounts of the Company for the year ended December 31, 2017. 2. Approve payment of cash dividend for the year ended December 31, 2017. 3. Appoint Auditors of the company and fix their remuneration. 4. Election of nine Directors of the Company. 5. Accorded to lend/provide short term facilities to associated companies. 6. Alteration in the Articles of Association of the Company.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

Holding	Resolution	For	Against	Abstain*
631,100	Extra-Ordinary General Meeting of M/s Thal Limited was held on March 22, 2018, below resolutions were passed. 1. Approved to invest and arrange a Standby Letter of Credit in favor of lenders of ThalNova as required by sponsor support agreement. 2. Approved to contribute towards payments required to be made to foreign currency lenders of ThalNova and assign company's rights in respect of any investment made in ThalNova by way of loan. 3. Approved that for investments approval be accorded by the Board with jointly signed by the CEO and a director.	✓		

The proxy voting policy of the Collective Investment Scheme is available on the website of the Asset Management Company and detailed information regarding actual proxies voted by the Asset Management Company in respect of the Collective Investment Scheme is also available without charge, upon request, to all unit holders.

Moreover, other than above no meeting were attended and no proxies were also given.

AIFPF

Al-Ameen Islamic Financial Planning Fund
Al-Ameen Islamic Active Allocation Plan - II - VI

INVESTMENT OBJECTIVE

AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

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

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund –

Al-Ameen Islamic Active Allocation Plan-II (AIActAP-II)

- i) **Description of the Collective Investment Scheme category and type**
Islamic Fund of Funds Scheme / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-II	-2.09%	-4.68%	0.66%	-	-	-	-	-	-	-	-	-	-6.05%
Benchmark	0.87%	-5.28%	1.17%	-	-	-	-	-	-	-	-	-	-3.34%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The fund manager successfully managed to earn a potentially high return through active asset allocation between Islamic Equities and Islamic Income based on outlook on the asset classes. The fund matured on 27 Sep' 2017 and posted a return of 27.34% since inception
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	80%	0%
Money Market Funds	0%	98%
Income Funds	18%	0%
Others	0%	0%
Cash	2%	2%
Leverage	Nil	Nil

viii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	-6.05%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

ix) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
01-Jul-17	27-Sep-17	Change	01-Jul-17	27-Sep-17	Change
Rupees (000)		%	Rupees		%
2,792,045	2,575,320	(7.76)	133.18	100.06	(24.87)

x) **Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period**

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-AIACTAP-II are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

- xi) Disclosure on distribution (if any), comprising:-**
During the period no distribution has been made.

- xii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in state of affairs of the scheme.

- xiii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIActAP-II
0.0001 - 9,999.9999	514
10,000.0000 - 49,999.9999	278
50,000.0000 - 99,999.9999	44
100,000.0000 - 499,999.9999	38
500,000.0000 & Above	7
Total	881

- xiv) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- xv) **Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

- xvi) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund –

Al-Ameen Islamic Active Allocation Plan-III (AIActAP-III)

- i) **Description of the Collective Investment Scheme category and type**
Shariah compliant Fund of Funds Scheme / Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-III	-0.99%	-7.89%	0.52%	-2.95%	1.14%	-0.91%	-	-	-	-	-	-	-10.84%
Benchmark	0.76%	-9.09%	1.68%	-3.24%	1.37%	-1.00%	-	-	-	-	-	-	-9.56%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The fund manager successfully managed to earn a potentially high return through active asset allocation between Islamic Equities and Islamic Income based on outlook on the asset classes. The fund generated a return of -10.84% since inception and matured on 22 Dec' 2017.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	80%	0%
Money Market Funds	0%	0%
Income Funds	19%	100%
Others	0%	0%
Cash	0%	0%
Leverage	Nil	Nil

viii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	-10.84%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

ix) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
01-Jul-17	22-Dec-17	Change	01-Jul-17	22-Dec-17	Change
Rupees (000)		%	Rupees		%
1,733,389	1,540,040	(11.15)	127.71	101.40	(20.60)

x) **Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period**

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-AIACTAP-III are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

- xi) Disclosure on distribution (if any), comprising:-**
During the period no distribution has been made.

- xii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in state of affairs of the scheme.

- xiii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIActAP-III
0.0001 - 9,999.9999	338
10,000.0000 - 49,999.9999	213
50,000.0000 - 99,999.9999	31
100,000.0000 - 499,999.9999	20
500,000.0000 & Above	5
Total	607

- xiv) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- xv) **Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

- xvi) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund –

Al-Ameen Islamic Active Allocation Plan-IV (AIActAP-IV)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The funds achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-IV	-0.99%	-7.97%	0.54%	-3.20%	0.82%	0.41%	2.45%	-0.48%	0.77%	-	-	-	-7.78%
Benchmark	0.72%	-9.23%	1.77%	-3.53%	1.15%	0.65%	3.09%	-0.25%	0.80%	-	-	-	-5.27%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The fund manager successfully managed to earn a potentially high return through active asset allocation between Islamic Equities and Islamic Income based on outlook on the asset classes. The fund generated a return of 20.02% since inception and matured on 29 Mar' 2018.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	82%	0%
Money Market Funds	0%	99%
Income Funds	19%	0%
Others	0%	0%
Cash	0%	1%
Leverage	Nil	Nil

viii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-7.78%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

ix) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
01-Jul-17	29-Mar-18	Change	01-Jul-17	29-Mar-18	Change
Rupees (000)		%	Rupees		%
1,540,270	1,402,710	(8.93)	126.09	101.65	(19.38)

x) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-AIACTAP-IV are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

xi) Disclosure on distribution (if any), comprising:-

During the period no distribution has been made.

- xii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in state of affairs of the scheme.

- xiii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIActap-IV
0.0001 - 9,999.9999	302
10,000.0000 - 49,999.9999	158
50,000.0000 - 99,999.9999	30
100,000.0000 - 499,999.9999	22
500,000.0000 & Above	4
Total	516

- xiv) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- xv) **Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

- xvi) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund –
Al-Ameen Islamic Active Allocation Plan-V (AIActAP-V)**

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-V	-0.97%	-8.04%	0.72%	-3.70%	0.44%	0.43%	4.46%	-1.64%	3.01%	0.80%	-1.85%	-1.53%	-8.13%
Benchmark	0.70%	-9.41%	1.97%	-4.18%	1.03%	0.68%	5.80%	-1.16%	3.64%	0.71%	-2.35%	-1.11%	-4.45%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

During FY18, AIActAP-V generated a return of -8.13%. The Fund's exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at June'18 stood at 50%. The remaining funds were invested in Al-Ameen Islamic Income Fund (49%) and Cash (1%). The net assets of the Fund were PKR 1,749 million as at June 30, 2018 representing the net asset value of PKR 103.87 per unit.
- vii) **Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	82%	50%
Money Market Funds	0%	0%
Income Funds	18%	49%
Others	0%	0%
Cash	0%	1%

Leverage	Nil	Nil

viii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	-8.13%
Standard Deviation (12m trailing):	12.57%
Sharpe Ratio (12m trailing):	(1.13)

ix) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
01-Jul-17	30-Jun-18	Change	01-Jul-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
2,255,482	1,749,387	(22.44)	113.06	103.87	(8.13)

x) **Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period**

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-AIACTAP-V are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps

and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

xi) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

xii) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xiii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIActAP-V
0.0001 - 9,999.9999	563
10,000.0000 - 49,999.9999	208
50,000.0000 - 99,999.9999	21
100,000.0000 - 499,999.9999	20
500,000.0000 & Above	5
Total	817

xiv) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xvi) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

**Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund –
Al-Ameen Islamic Active Allocation Plan-VI (AIActAP-VI)**

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-VI	-0.98%	-7.90%	0.58%	-3.71%	0.44%	0.47%	5.27%	-1.94%	3.51%	0.40%	-3.00%	-2.46%	-9.53%
Benchmark	0.73%	-9.28%	1.97%	-4.20%	1.03%	0.70%	6.79%	-1.45%	4.21%	0.27%	-3.77%	-1.92%	-5.73%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 21-Nov-16. During FY18, AIActAP-VI generated a return of -9.53%. The Fund's exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at Jun'18 stood at 77%. The remaining funds were invested in Al-Ameen Islamic Sovereign Fund. The net assets of the Fund were PKR 2,066 million as at June 30, 2018 representing the net asset value of PKR 95.4602 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	80%	77%
Money Market Funds	0%	0%
Income Funds	20%	23%

Others	0%	0%
Cash	1%	0%
Leverage	Nil	Nil

vii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-9.53%
Standard Deviation (12m trailing):	13.28%
Sharpe Ratio (12m trailing):	(1.18)

viii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
01-Jul-17	30-Jun-18	Change	01-Jul-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
2,427,354	2,066,428	(14.87)	105.52	95.46	(9.53)

ix) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-AIACTAP-VI are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

x) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

xi) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIActAP-VI
0.0001 - 9,999.9999	785
10,000.0000 - 49,999.9999	295
50,000.0000 - 99,999.9999	45
100,000.0000 - 499,999.9999	33
500,000.0000 & Above	2
Total	1160

xiii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xiv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-II

	2018	2017	2016
NET ASSETS AS AT 30 JUNE- Rupees in '000	** 2,575,320	2,792,046	2,606,094
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *			
Class A units - Offer	104.0304	138.4669	109.5709
- Redemption	100.0581	133.1797	105.1881

RETURN OF THE FUND - %

Total Return of the Fund	(6.05)	21.73	11.36
Capital Growth (per unit)	(23.35)	20.47	9.61
Date of Income Distribution	25-Sep-17	30-Jun-17	27-Jun-16
Income Distribution	25.04	0.20	1.75

AVERAGE ANNUAL RETURN - %

Since Launch One Year	(6.05)	21.73	11.36
Two Year	7.84	16.55	11.36

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer	138.9516	151.9933	112.89
Highest price per unit - Class A units - Redemption	133.6459	146.1896	108.37
Lowest price per unit - Class A units - Offer	104.0078	113.9195	96.04
Lowest price per unit - Class A units - Redemption	100.0364	109.5696	92.19

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	2.00	2.00	2.00
Money Market Funds	-	-	20.00
Equity Funds	98.00	80.00	78.00
income funds	-	18.00	-

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100	100	100

Note:

- The Launch date of Fund is 28 September 2015.

** The Fund was matured on 27 September 2017

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-III

		2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	**	1,540,040	1,733,390	1,532,914
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees				
Class A units - Offer		105.4211	132.7798	106.5023
- Redemption		101.3957	127.7097	102.2422
RETURN OF THE FUND - %				
Total Return of the Fund		(10.84)	21.41	8.39
Capital Growth (per unit)		(18.25)	19.38	6.54
Date of Income Distribution		21-Dec-17	30-Jun-17	27-Jun-16
Income Distribution		12.47	1.60	1.85
AVERAGE ANNUAL RETURN - %				
Since One Year		(10.84)	21.41	8.39
Two year		5.29	14.90	8.39
OFFER / REPURCHASE DURING THE YEAR- Rupees				
Highest price per unit - Class A units - Offer		133.9246	147.41	109.87
Highest price per unit - Class A units - Redemption		128.8108	141.78	105.47
Lowest price per unit - Class A units - Offer		105.4134	110.73	94.15
Lowest price per unit - Class A units - Redemption		101.3883	106.50	90.39

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	-	-	-
Money Market Funds	42	20	20
Equity Funds	58	80	80

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100	100	100

Note:

- The Launch date of Fund is 22 Dec 2015.

** The Fund was matured on 22 December 2017

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-IV

	2018	2017	2016
NET ASSETS AS AT 30 JUNE - Rupees in '000	** 1,402,710	1,540,268	1,364,624
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees			
Class A units - Offer	105.6864	131.0942	105.3405
- Redemption	101.6509	126.0885	101.1269
RETURN OF THE FUND - %			
Total Return of the Fund	(7.78)	21.49	7.13
Capital Growth (per unit)	(17.77)	19.37	5.38
Date of Income Distribution	27-Mar-18	30-Jun-17	27-Jun-16
Income Distribution	14.63	1.90	1.75
AVERAGE ANNUAL RETURN - %			
Since One Year	(7.78)	21.49	7.13
Two Year	6.86	14.31	7.13
OFFER / REPURCHASE DURING THE YEAR- Rupees			
Highest price per unit - Class A units - Offer	132.23	109.52	108.58
Highest price per unit - Class A units - Redemption	127.18	105.34	104.23
Lowest price per unit - Class A units - Offer	105.67	145.79	99.78
Lowest price per unit - Class A units - Redemption	101.64	140.23	95.78
PORTFOLIO COMPOSITION - %			
Percentage of Net Assets as at 30 June			
PORTFOLIO COMPOSITION BY CATEGORY - %			
Bank balances	1.00	0.00	3.00
income funds	0.00	18.00	19.00
Equity Funds	99.00	82.00	78.00
PORTFOLIO COMPOSITION BY MARKET - %			
Mutual Funds	100	100	100

Note:

- The Launch date of Fund is 29 March 2016.

** The Fund was matured on 29 March 2018

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-V

	2018	2017
NET ASSETS AS AT 30 JUNE - Rupees in '000	1,749,387	2,255,482
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *		
Class A units - Offer	103.8718	113.0591
- Redemption	101.7944	108.5367
 RETURN OF THE FUND - %		
Total Return of the Fund	(8.13)	15.54
Capital Growth (per unit)	(8.13)	13.04
Date of Income Distribution	-	30-Jun-17
Income Distribution	-	2.50
 AVERAGE ANNUAL RETURN - %		
One Year	(8.13)	15.54
Second Year	3.71	15.54
 OFFER / REPURCHASE DURING THE YEAR- Rupees *		
Highest price per unit - Class A units - Offer	114.0520	130.9959
Highest price per unit - Class A units - Redemption	111.7710	125.7561
 Lowest price per unit - Class A units - Offer	96.4312	101.7131
Lowest price per unit - Class A units - Redemption	94.5026	97.6446
 * Contingent load @ 2% is applicable		
 PORTFOLIO COMPOSITION - %		
Percentage of Net Assets as at 30 June		
 PORTFOLIO COMPOSITION BY CATEGORY - %		
Bank balances	1.00	-
income funds	49.00	18.00
Equity Funds	50.00	82.00
 PORTFOLIO COMPOSITION BY MARKET - %		
Mutual Funds	100	100

Note:

- The Launch date of Fund is 15 Aug 2016.

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-VI

	2018	2017
NET ASSETS AS AT 30 JUNE - Rupees in '000	2,066,428	2,427,354
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *		
Class A units - Offer	95.4602	105.5173
- Redemption	93.5510	101.2966
RETURN OF THE FUND - %		
Total Return of the Fund	(9.53)	7.90
Capital Growth (per unit)	(9.53)	5.50
Date of Income Distribution	-	30-Jun-17
Income Distribution	-	2.40
AVERAGE ANNUAL RETURN - %		
One Year	(9.53)	7.90
Second Year	(0.82)	7.90
OFFER / REPURCHASE DURING THE YEAR- Rupees **		
Highest price per unit - Class A units - Offer	106.4106	118.1280
Highest price per unit - Class A units - Redemption	104.2824	113.4029
Lowest price per unit - Class A units - Offer	89.9964	100.0000
Lowest price per unit - Class A units - Redemption	88.1965	96.0000

* Contingent load @ 2% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Income funds	23.00	20.00
Equity Funds	77.00	80.00

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100	100

Note:

- The Launch date of Fund is 21 NOV 2016.

DISCLAIMER

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TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Islamic Financial Planning Fund (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan

Chief Executive Officer

Central Depository Company of Pakistan Limited

Karachi: September 25, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF- AIActAP-II in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-AIActAP-II by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-AIActAP-II for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF- AIActAP-III in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-AIActAP-III by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-AIActAP-III for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF- AIActAP-IV in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-AIActAP-IV by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-AIActAP-IV for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF- AIActAP-V in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-AIActAP-V by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-AIActAP-V for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

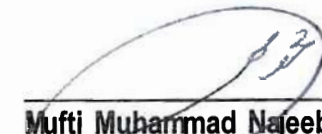
- i. We have reviewed and approved the modes of investments of AIFPF- AIACTAP-VI in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF- AIACTAP-VI by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF- AIACTAP-VI for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeem Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC FINANCIAL PLANNING FUND

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Financial Planning Fund (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.



8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

a. Board Audit Committee

- i. Ms. Naz Khan (Chair);
- ii. Mirza Muhammad Sadeed Hassan Barlas;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Zia Ijaz.

b. Board Human Resource & Compensation Committee

- i. Mr. Azhar Hamid (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Zia Ijaz;
- iv. Ms. Naz Khan;
- v. Syed Furrukh Zaeem.

c. Board Risk & Compliance Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Azhar Hamid;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Yasir Qadri;
- v. Syed Furrukh Zaeem.

UBL FUND MANAGERS LIMITED

☎ +92 21 111 825 262

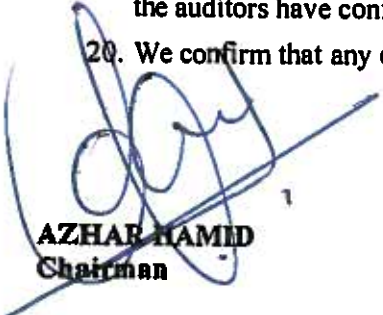
✉ info@ublfunds.com

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

www.ublfunds.com



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018

TO THE UNITHOLDERS' OF AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) prepared by the Board of Directors (the Board) of UBL Fund Managers Limited (the Management Company) for **Al-Ameen Islamic Financial Planning Fund** (the Fund) for the year ended **June 30, 2018** in accordance with the requirements of Regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, the Fund's related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention, which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Fund for the year ended June 30, 2018.


Chartered Accountants

Date: September 17, 2018
Place: Karachi

Member of
Deloitte Touche Tohmatsu Limited

INDEPENDENT AUDITOR'S REPORT

To The Unit Holders of Al-Ameen Islamic Financial Planning Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Al-Ameen Islamic Financial Planning Fund (the Fund), which comprise the statement of assets and liabilities as at June 30, 2018, and the related income statement, statement of comprehensive income, statement of movement in unit holders' fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at June 30, 2018, and of its financial performance, cash flows and transactions for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Maturity of plans

We draw attention to note 1.3 to the financial statements, which states that the Fund was launched with an intention whereby different plans would be offered to investors from time to time. The life of the Fund is perpetual in nature, whilst the plans, as per their constitutive documents approved by the SECP have a finite life of two years. Consequently, as per note 1.4 all plans under the Fund have matured as at June 30, 2018 except Al-Ameen Islamic Active Allocation Plan-V (AIACTAP-V) which matured on August 14, 2018 and Al-Ameen Islamic Active Allocation Plan-VI (AIACTAP-VI) which will mature on November 20, 2018. Accordingly, the financial statements of the Fund have been prepared on a basis other than going concern since the management does not intend to launch any other plan and may revoke the Fund as per the constitutive document of the Fund. However, no adjustments are required as the assets and liabilities are stated at the values at which they are expected to be realized or settled. Our conclusion is not qualified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

S. No.	Key audit matters	How the matters were addressed in our audit
1.	Valuation and existence of investments As disclosed in note 5 to the financial statements, investment amounted to: - Rs. 2,577.152 million as at September 27, 2017 for AIACTAP - II; - Rs. 1,559.268 million as at December 22, 2017 for AIACTAP - III; - Rs. 1,412.034 million as at March 29, 2018 for AIACTAP - IV; - Rs. 1,734.065 million as at June 30, 2018 for AIACTAP - V; and - Rs. 2,058.213 million as at on June 30, 2018 for AIACTAP - VI. The total investment amount is the most significant account balance on the statement of assets and liabilities. This is a main driver of the Fund's performance and thus risk exists on this balance. The Fund invests principally in units of mutual funds and there is a risk that appropriate Net Asset Value (NAV) may not be used to determine fair value. In addition, there is a risk that the Fund may have included investments in its financial statements which are not in the ownership of the Fund and thereby increasing the uncertainty in respect of existence of investments recorded as at year end, The disclosure regarding the investments are included in notes 3.2 and 5 to the financial statements.	In auditing the valuation and existence of investments, we assessed the processes and key controls relating to existence and valuation. In addition, (1) we performed valuation testing on sample of investments held as at June 30, 2018 by verifying the prices from MUFAP website, and (2) we performed existence testing of sample of investments held as at June 30, 2018 by matching the units held by the Fund as per portfolio report with the units appearing in the statement of account and investigated any reconciling items.
2.	Change in accounting policy as a result of amendments in Non-Banking Finance Companies and Notified Entities Regulation, 2008 As disclosed in note 3.11, to the financial statements, on August 03, 2017, the Securities and Exchange Commission of Pakistan (SECP) issued SRO no. 756(1)/2017 whereby certain amendments were made in the Non-Banking Finance Companies and Notified Entities Regulation, 2008 (the NBFC Regulations).	In auditing the impact of change in accounting policy, we enquired from management about the resulting changes in the financial statements, processes and controls. Subsequently, We also assessed the processes and controls implemented by management to address this change.

S. No.	Key audit matters	How the matters were addressed in our audit
	Such amendments introduced definition of Element of Income, and required certain additional disclosures in the Income statement and statement of movement in unit holders' fund together with removal of requirement to present distribution statement separately. The abovementioned amendments require significant changes in the calculation, accounting, presentation and disclosure of the 'Element of Income' in the financial statements, which have been applied as a change in accounting policy prospectively in accordance with the clarification issued by the SECP. Considering the significance of the above factors, we have treated these changes as Key Audit Matter.	In addition, we checked adequacy of presentation and disclosure requirements including element of income in the financial statements as per the requirements of Schedule V of the NBFC Regulations.

Information Other than the Financial Statements and Auditor's Report Thereon

Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management Company and Board of Directors for the Financial Statements

Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management Company.
- Conclude on the appropriateness of Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accompanying financial statements have been prepared, in all material respects, in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner on the audit resulting in this independent auditor's report is Nadeem Yousuf Adil.


Chartered Accountants

Date: September 17, 2018

Place: Karachi

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND JUNE 30, 2018

		September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
Note		AICTAP II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
------(Rupees in '000)-----							
ASSETS							
Bank balances	4	46,943	3,940	12,259	24,654	14,213	102,009
Investments	5	2,577,152	1,559,268	1,412,034	1,734,065	2,058,213	9,340,732
Profit receivable on bank deposits		191	15	55	126	69	456
Other receivables		-	-	-	-	724	724
Total assets		2,624,286	1,563,223	1,424,348	1,758,845	2,073,219	9,443,921
LIABILITIES							
Payable to UBL Fund Managers Limited - Management Company	6	657	98	350	312	370	1,787
Payable to Central Depository Company of Pakistan Limited - Trustee	7	183	96	97	134	160	670
Payable to Securities and Exchange Commission of Pakistan	8	484	580	793	1,430	1,657	4,944
Accrued expenses and other liabilities	9	47,642	22,409	20,398	7,582	4,604	102,635
Total liabilities		48,966	23,183	21,638	9,458	6,791	110,036
Net Assets		2,575,320	1,540,040	1,402,710	1,749,387	2,066,428	9,333,885
Unit holders' fund (as per statement attached)		2,575,320	1,540,040	1,402,710	1,749,387	2,066,428	9,333,885
CONTINGENCIES AND COMMITMENTS							
23							
------(Number of units)-----							
Number of units in issue	10	25,738,255	15,188,422	13,799,302	16,841,789	21,647,012	
------(Rupees)-----							
Net Asset Value Per Unit		100.06	101.40	101.65	103.87	95.46	
Face Value Per Unit		100	100	100	100	100	

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND JUNE 30, 2018

		June 22, 2017 -----June 30, 2017-----						
		AIACTAP-I	AIACTAP-II	AIACTAP-III	AIACTAP-IV	AIACTAP-V	AIACTAP-VI	Total
Note		(Rupees in '000)						
ASSETS								
Bank balances	4	6,296	49,083	6,977	17,764	27,555	18,138	125,813
Investments	5	3,043,112	2,775,260	1,765,371	1,561,226	2,287,263	2,469,916	13,902,148
Profit receivable on bank deposits		23	522	38	79	111	90	863
Other receivables		-	-	-	-	-	-	-
Total assets		3,049,431	2,824,865	1,772,386	1,579,069	2,314,929	2,488,144	14,028,824
LIABILITIES								
Payable to UBL Fund Managers Limited - Management Company	6	455	514	310	291	415	446	2,431
Payable to Central Depository Company of Pakistan Limited Trustee	7	169	227	149	135	188	201	1,069
Payable to Securities and Exchange Commission of Pakistan	8	2,043	2,177	1,307	1,162	1,512	1,183	9,384
Accrued expenses and other liabilities	9	59,767	29,902	37,231	37,211	57,332	58,960	280,403
Total liabilities		62,434	32,820	38,997	38,799	59,447	60,790	293,287
Net Assets		2,986,997	2,792,045	1,733,389	1,540,270	2,255,482	2,427,354	13,735,537
Unit holders' fund (as per statement attached)		2,986,997	2,792,045	1,733,389	1,540,270	2,255,482	2,427,354	13,735,537
CONTINGENCIES AND COMMITMENTS								
		(Number of units)						
Number of units in issue	10	29,545,330	20,964,506	13,572,891	12,215,775	19,949,582	23,004,340	
		(Rupees)						
Net Asset Value Per Unit		101.10	133.18	127.71	126.09	113.06	105.52	
Face Value Per Unit		100	100	100	100	100	100	

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
 (Management Company)

SD
 Chief Executive Officer

SD
 Chief Financial Officer

SD
 Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
INCOME STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

		For the period ended September 27, 2017	For the period ended December 22, 2017	For the period ended March 29, 2018	For the year ended June 30, 2018	For the period / year ended June 30, 2018	
		AlIACTAP- II	AlIACTAP- III	AlIACTAP- IV	AlIACTAP- V	AlIACTAP- VI	Total
Note		------(Rupees in '000)-----					
INCOME							
Profit on bank deposits		649	127	590	1,517	912	3,795
(Loss) / gain on sale of investments - net		(180,227)	(193,153)	(125,587)	(134,712)	(68,909)	(702,588)
Dividend income		-	-	-	-	-	-
Unrealised gain / (loss) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.1	12,545	5,843	5,999	(53,993)	(164,484)	(194,090)
Back end load income		605	297	584	7,557	4,460	13,503
Total (loss) / income		(166,428)	(186,886)	(118,414)	(179,631)	(228,021)	(879,380)
EXPENSES							
Allocated expenses	6.1	646	774	1,057	1,906	2,210	6,593
Remuneration to Central Depository Company of Pakistan Limited - Trustee	7.1	616	791	1,074	1,830	2,096	6,407
Annual fee to Securities and Exchange - Commission of Pakistan	8.1	484	580	794	1,430	1,657	4,945
Auditor's remuneration	11	59	49	72	110	110	400
Bank charges		1	51	51	17	26	146
Listing fee		5	5	5	5	6	26
Legal and professional charges		-	34	52	56	56	198
Shariah advisory fee		11	38	64	105	106	324
Printing expenses		-	4	1	1	1	7
Postage expense		-	-	-	-	-	-
Preliminary expenses and floatation costs		-	-	-	-	-	-
Total expenses		1,822	2,326	3,170	5,460	6,268	19,046
Net operating (loss) / income		(168,250)	(189,212)	(121,584)	(185,091)	(234,289)	(898,426)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	3.11	-	-	-	-	-	-
Reversal of provision for Workers' Welfare Fund	9.2	-	-	-	-	-	-
Provision for Sindh Workers' Welfare Fund	9.2	-	-	-	-	-	-
Net (loss) / income for the period / year before taxation		(168,250)	(189,212)	(121,584)	(185,091)	(234,289)	(898,426)
Taxation	12	-	-	-	-	-	-
Net (loss) / income for the period / year after taxation		(168,250)	(189,212)	(121,584)	(185,091)	(234,289)	(898,426)
Allocation of net income for the period / year							
Net income for the period / year after taxation		-	-	-	-	-	-
Income already paid on units redeemed		-	-	-	-	-	-
		-	-	-	-	-	-
Accounting income available for distribution							
- Relating to capital gains		-	-	-	-	-	-
- Excluding capital gains		-	-	-	-	-	-
		-	-	-	-	-	-
Earnings per unit	13						

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
INCOME STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

		For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017	For the year / period ended June 30, 2017
		AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note ------(Rupees in '000)-----								
INCOME								
Profit on bank deposits		531	3,196	551	1,529	5,121	2,734	13,662
(Loss) / gain on sale of investments - net		721,692	98,084	38,360	33,762	38,486	34,776	965,160
Dividend income		-	73,946	46,319	41,422	60,835	64,400	286,922
Unrealised gain / (loss) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.1	673	398,020	253,293	224,258	228,815	97,973	1,203,032
Back end load income		3,945	7,797	2,639	2,735	4,152	6,256	27,524
Total (loss) / income		726,841	581,043	341,162	303,706	337,409	206,139	2,496,300
EXPENSES								
Allocated expenses	6.1	2,724	2,902	1,742	1,550	2,015	1,578	12,511
Remuneration to Central Depository Company of Pakistan Limited - Trustee	7.1	2,585	2,742	1,759	1,596	1,956	1,508	12,146
Annual fee to Securities and Exchange - Commission of Pakistan	8.1	2,044	2,178	1,308	1,163	1,512	1,183	9,388
Auditor's remuneration	11	16	55	55	55	51	51	283
Bank charges		5	4	2	3	6	-	20
Listing fee		10	10	10	10	11	-	51
Legal and professional charges		235	13	-	13	1	-	262
Shariah advisory fee		56	62	56	64	57	40	335
Printing expenses		3	3	3	3	3	-	15
Postage expense		-	-	13	-	-	-	13
Preliminary expenses and floatation costs		2,442	-	-	-	-	-	2,442
Total expenses		10,120	7,969	4,948	4,457	5,612	4,360	37,466
Net operating (loss) / income		716,721	573,074	336,214	299,249	331,797	201,779	2,458,834
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	3.11	(74,786)	(58,578)	(18,063)	(15,223)	(15,192)	(16,005)	(197,847)
Reversal of provision for Workers' Welfare Fund	9.2	88	-	-	-	-	-	88
Provision for Sindh Workers' Welfare Fund	9.2	(17,080)	(15,357)	(8,588)	(7,364)	(6,208)	(3,643)	(58,240)
Net (loss) / income for the period / year before taxation		624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Taxation	12	-	-	-	-	-	-	-
Net (loss) / income for the period / year after taxation		624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Allocation of net income for the period / year								
Net income for the period / year after taxation		-	-	-	-	-	-	-
Income already paid on units redeemed		-	-	-	-	-	-	-
Accounting income available for distribution		-	-	-	-	-	-	-
- Relating to capital gains		-	-	-	-	-	-	-
- Excluding capital gains		-	-	-	-	-	-	-

Earnings per unit

13

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF COMPREHENSIVE INCOME**

FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended September 27, 2017	For the period ended December 22, 2017	For the period ended March 29, 2018	For the year ended June 30, 2018	For the period / year ended June 30, 2018
	AIACTAP- II	AIACTAP- III	AIACTAP- IV	AIACTAP- V	AIACTAP- VI
					Total
Note -----(Rupees in '000)-----					
Net (loss) / income for the period / year after taxation	(168,250)	(189,212)	(121,584)	(185,091)	(234,289)
Other comprehensive income for the period / year	2.4				
Items that may be reclassified subsequently to income statement	-	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-	-
Total comprehensive income for the period / year	(168,250)	(189,212)	(121,584)	(185,091)	(234,289)

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD

Chief Executive Officer

SD

Chief Financial Officer

SD

Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017	For the period / year ended June 30, 2017
	AlACTAP- I	AlACTAP- II	AlACTAP- III	AlACTAP- IV	AlACTAP- V	AlACTAP- VI	Total
Note ------(Rupees in '000)-----							
Net (loss) / income for the period / year after taxation	624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Other comprehensive income for the period / year	2.4						
Items that may be reclassified subsequently to income statement	-	-	-	-	-	-	-
Items that will not be reclassified subsequently to income statement	-	-	-	-	-	-	-
Total comprehensive income for the period / year	624,943	499,139	309,563	276,662	310,397	182,131	2,202,835

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended September 27, 2017			For the period ended December 22, 2017			For the period ended March 29, 2018			For the year ended June 30, 2018			For the year ended June 30, 2018			
	AIACTAP-II			AIACTAP-III			AIACTAP-IV			AIACTAP-V			AIACTAP-VI			Total
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Total
	-(Rupees in '000)-															
Net assets at beginning of the period / year	2,069,460	722,585	2,792,045	1,351,953	381,436	1,733,389	1,217,635	322,635	1,540,270	1,994,969	260,523	2,255,482	2,300,433	126,921	2,427,354	10,748,540
Amount received on issue of units:																
- AIACTAP-II : 838,436 (Bonus units: 4,387,809)																
- AIACTAP-III : 354,099 (Bonus units: 1,470,596)																
- AIACTAP-IV : 388,471 (Bonus units: 1,620,723)																
- AIACTAP-V : 394,899																
- AIACTAP-VI : 568,925																
Capital value of units	696,029	-	696,029	233,031	-	233,031	253,336	-	253,336	44,647	-	44,647	60,031	-	60,031	1,287,074
Element of income/ (loss) - net during the period / year																
- relating to other comprehensive income for the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- relating to net income for the period / year after taxation	(611,235)	-	(611,235)	(193,142)	-	(193,142)	(207,470)	-	(207,470)	(51)	-	(51)	(1,420)	-	(1,420)	(1,013,318)
Total amount received on issuance of units	84,794	-	84,794	39,889	-	39,889	45,866	-	45,866	44,596	-	44,596	58,611	-	58,611	273,756
Amount paid on redemption of units:																
- AIACTAP-II : 452,496																
- AIACTAP-III : 209,164																
- AIACTAP-IV : 425,667																
- AIACTAP-V : 3,502,692																
- AIACTAP-VI : 1,926,253																
Capital value of units	(60,263)	-	(60,263)	(26,712)	-	(26,712)	(53,672)	-	(53,672)	(396,011)	-	(396,011)	(203,253)	-	(203,253)	(739,911)
Element of income/ (loss) - net during the period / year																
- relating to other comprehensive income for the period / year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- relating to net income for the period / year after taxation	8,082	-	8,082	2,984	-	2,984	4,490	-	4,490	30,411	-	30,411	18,005	-	18,005	63,972
Total amount paid on redemption of units	(52,181)	-	(52,181)	(23,728)	-	(23,728)	(49,182)	-	(49,182)	(365,600)	-	(365,600)	(185,248)	-	(185,248)	(675,939)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period / year	-	(168,250)	(168,250)	-	(189,212)	(189,212)	-	(121,584)	(121,584)	-	(185,091)	(185,091)	-	(234,289)	(234,289)	(898,426)
Cash distribution during the period / year																
- Al-Ameen Islamic Active Allocation Plan - II @ Rs. 25.0428 per unit declared on September 25, 2017	-	(81,088)	(81,088)	-	-	-	-	-	-	-	-	-	-	-	-	(81,088)
- Al-Ameen Islamic Active Allocation Plan - III @ Rs. 12.4695 per unit declared on December 21, 2017	-	-	-	-	(20,298)	(20,298)	-	-	-	-	-	-	-	-	-	(20,298)
- Al-Ameen Islamic Active Allocation Plan - IV @ Rs. 14.6270 per unit declared on March 27, 2018	-	-	-	-	-	-	(12,660)	(12,660)	-	-	-	-	-	-	-	(12,660)
Net income / (loss) for the period / year less distribution	-	(249,338)	(249,338)	-	(209,510)	(209,510)	-	(134,244)	(134,244)	-	(185,091)	(185,091)	-	(234,289)	(234,289)	(1,012,472)
Net assets at end of the period / year	2,102,073	473,247	2,575,320	1,368,114	171,926	1,540,040	1,214,319	188,391	1,402,710	1,673,955	75,432	1,749,387	2,173,796	(107,368)	2,066,428	9,333,885
Refund / adjustment on units as element of income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Undistributed income brought forward comprising of:																
- Realised gain / (loss)	-	324,639	324,639	-	128,161	128,161	-	98,377	98,377	-	31,708	31,708	-	28,948	28,948	611,833
- Unrealised gain	-	397,946	397,946	-	253,275	253,275	-	224,258	224,258	-	228,815	228,815	-	97,973	97,973	1,202,267
Undistributed income brought forward - Net	-	722,585	722,585	-	381,436	381,436	-	322,635	322,635	-	260,523	260,523	-	126,921	126,921	1,814,100
Net (loss) / income for the period / year after taxation	-	(168,250)	(168,250)	-	(189,212)	(189,212)	-	(121,584)	(121,584)	-	(185,091)	(185,091)	-	(234,289)	(234,289)	(898,426)
Accounting loss for the period available for distribution																
- Relating to capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Distributions during the period / year:																
- Al-Ameen Islamic Active Allocation Plan - II @ Rs. 25.0428 per unit declared on September 25, 2017																
- Cash	-	(81,088)	(81,088)	-	-	-	-	-	-	-	-	-	-	-	-	(81,088)
- Bonus	-	(438,781)	(438,781)	-	-	-	-	-	-	-	-	-	-	-	-	(438,781)
- Al-Ameen Islamic Active Allocation Plan - III @ Rs. 12.4695 per unit declared on December 21, 2017																
- Cash	-	-	-	-	(20,298)	(20,298)	-	-	-	-	-	-	-	-	-	(20,298)
- Bonus	-	-	-	-	(149,097)	(149,097)	-	-	-	-	-	-	-	-	-	(149,097)
- Al-Ameen Islamic Active Allocation Plan - IV @ Rs. 14.6270 per unit declared on March 27, 2018																
- Cash	-	-	-	-	-	-	(12,660)	(12,660)	-	-	-	-	-	-	-	(12,660)
- Bonus	-	-	-	-	-	-	(164,706)	(164,706)	-	-	-	-	-	-	-	(164,706)
Undistributed income carried forward - net	-	34,466	34,466	-	22,829	22,829	-	23,685	201,051	-	75,432	75,432	-	(107,368)	(107,368)	226,410
Undistributed income carried forward - net comprising of:																
- Realised gain	-	21,921	21,921	-	16,986	16,986	-	17,686	17,686	-	(131,098)	(131,098)	-	(69,805)	(69,805)	(144,310)
- Unrealised (loss) / gain	-	12,545	12,545	-	5,843	5,843	-	5,999	5,999	-	(53,993)	(53,993)	-	(164,484)	(164,484)	(194,090)
	-	34,466	34,466	-	22,829	22,829	-	23,685	23,685	-	(185,091)	(185,091)	-	(234,289)	(234,289)	(338,400)
	(Rupees)			(Rupees)			(Rupees)			(Rupees)			(Rupees)			
Net assets value per unit at beginning of the period / year	133.18			127.71			126.09			113.06			105.52			
Net assets value per unit at end of the period / year	100.06			101.40			101.65			103.87			95.46			

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017	For the period / year ended June 30, 2017
	AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
(Rupees in '000)							
Net assets at beginning of the period / year	2,515,834	2,606,096	1,532,916	1,364,625	-	-	8,019,471
Amount received on issue of units:							
- AICTAP-I : 8,151,493							
- AICTAP-II : 7,541							
- AICTAP-III : 100,404							
- AICTAP-IV : 70,228							
- AICTAP-V : 20,956,016							
- AICTAP-VI : 24,821,074							
Total amount received on issuance of units	857,183	811	13,291	9,025	2,095,936	2,482,562	5,458,808
Amount paid on redemption of units:							
- AICTAP-I : 1,855,145							
- AICTAP-II : 2,827,570							
- AICTAP-III : 920,757							
- AICTAP-IV : 808,869							
- AICTAP-V : 1,006,434							
- AICTAP-VI : 1,816,735							
Total amount paid on redemption of units	(250,621)	(368,385)	(118,727)	(102,055)	(116,169)	(198,134)	(1,154,091)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	74,786	58,578	18,063	15,223	15,192	16,005	197,847
Total comprehensive income for the period / year	624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Distributions during the year / period:							
- Al-Ameen Islamic Active Allocation Plan - I @ Rs. 38.63 per unit declared on June 5, 2017:							
- Cash	(147,889)	-	-	-	-	-	(147,889)
- Bonus	(687,239)	-	-	-	-	-	(687,239)
- Cash distributions declared on June 30, 2017:							
- Al-Ameen Islamic Active Allocation Plan - II @ Rs. 0.2	-	(4,194)	-	-	-	-	(4,194)
- Al-Ameen Islamic Active Allocation Plan - III @ Rs. 1.6	-	-	(21,717)	-	-	-	(21,717)
- Al-Ameen Islamic Active Allocation Plan - IV @ Rs. 1.9	-	-	-	(23,210)	-	-	(23,210)
- Al-Ameen Islamic Active Allocation Plan - V @ Rs. 2.5	-	-	-	-	(49,874)	-	(49,874)
- Al-Ameen Islamic Active Allocation Plan - VI @ Rs. 2.4	-	-	-	-	-	(55,210)	(55,210)
Net income / (loss) for the period / year less distribution	(210,185)	494,945	287,846	253,452	260,523	126,921	1,213,502
Net assets at end of the year / period	2,986,997	2,792,045	1,733,389	1,540,270	2,255,482	2,427,354	13,735,537
Refund / adjustment on units as element of income	-	-	-	-	-	-	-
Undistributed income brought forward comprising of:							
- Realised gain / (loss)	38,182	72,575	10,242	4,607	-	-	125,606
- Unrealised gain	152,799	155,065	83,348	64,576	-	-	455,788
Undistributed income brought forward - Net	190,981	227,640	93,590	69,183	-	-	581,394
Net (loss) / income for the period / year after taxation	624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Accounting loss for the period available for distribution							
- Relating to capital gains	-	-	-	-	-	-	-
- Excluding capital gains	-	-	-	-	-	-	-
Distributions during the period / year:							
- Al-Ameen Islamic Active Allocation Plan - I @ Rs. 38.63 per unit declared on June 5, 2017:							
- Cash	(147,889)	-	-	-	-	-	(147,889)
- Bonus	(687,239)	-	-	-	-	-	(687,239)
- Cash distributions declared on June 30, 2017:							
- Al-Ameen Islamic Active Allocation Plan - II @ Rs. 0.2	-	(4,194)	-	-	-	-	(4,194)
- Al-Ameen Islamic Active Allocation Plan - III @ Rs. 1.6	-	-	(21,717)	-	-	-	(21,717)
- Al-Ameen Islamic Active Allocation Plan - IV @ Rs. 1.9	-	-	-	(23,210)	-	-	(23,210)
- Al-Ameen Islamic Active Allocation Plan - V @ Rs. 2.5	-	-	-	-	(49,874)	-	(49,874)
- Al-Ameen Islamic Active Allocation Plan - VI @ Rs. 2.4	-	-	-	-	-	(55,210)	(55,210)
Undistributed income carried forward - net	(19,204)	722,585	381,436	322,635	260,523	126,921	1,794,896
Undistributed income carried forward - net comprising of:							
- Realised gain	(19,877)	324,565	128,143	98,377	31,708	28,948	591,864
- Unrealised (loss) / gain	673	398,020	253,293	224,258	228,815	97,973	1,203,032
	(19,204)	722,585	381,436	322,635	260,523	126,921	1,794,896
(Rupees)							
Net asset value per unit at the beginning of the year / period	108.21	109.57	106.50	105.34			
Net asset value per unit at the end of the year / period	101.10	133.18	127.71	126.09	113.06	105.52	

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended September 27, 2017	For the period ended December 22, 2017	For the period ended March 29, 2018	For the year ended June 30, 2018		For the period / year ended June 30, 2018
	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
------(Rupees in '000)-----						
CASH FLOWS FROM OPERATING ACTIVITIES						
Net (loss) / income for the period / year before taxation	(168,250)	(189,212)	(121,584)	(185,091)	(234,289)	(898,426)
Adjustments for non-cash items:						
Dividend income	-	-	-	-	-	-
Loss / (gain) on sale of investments - net	180,227	193,153	125,587	134,712	68,909	702,588
Profit on bank deposits	(649)	(127)	(590)	(1,517)	(912)	(3,795)
Reversal of Workers' Welfare Fund	-	-	-	-	-	-
Provision for Sindh Workers' Welfare Fund	-	-	-	-	-	-
Amortisation of preliminary expenses and floatation costs	-	-	-	-	-	-
Unrealised (gain) / loss on re-measurement of investments classified as financial assets at fair value through profit or loss - net	(12,545)	(5,843)	(5,999)	53,993	164,484	194,090
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	-	-	-	-	-	-
	(1,217)	(2,029)	(2,586)	2,097	(1,808)	(5,543)
Decrease / (Increase) in assets:						
Investments	30,426	18,793	29,604	364,493	178,310	621,626
Other receivables	-	-	-	-	(724)	(724)
	30,426	18,793	29,604	364,493	177,586	620,902
Increase / (decrease) in liabilities						
Payable to UBL Fund Managers Limited - Management Company	143	(212)	59	(103)	(76)	(189)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(44)	(53)	(38)	(54)	(41)	(230)
Payable to the Securities and Exchange Commission of Pakistan	(1,693)	(727)	(369)	(82)	474	(2,397)
Accrued expenses and other liabilities	17,740	(14,822)	(16,813)	(49,750)	(54,356)	(118,001)
	16,146	(15,814)	(17,161)	(49,989)	(53,999)	(120,817)
	45,355	950	9,857	316,601	121,779	494,542
Dividend income received	-	-	-	-	-	-
Profit on bank deposits received	980	150	614	1,502	933	4,179
Net cash generated from / (used in) operating activities	46,335	1,100	10,471	318,103	122,712	498,721
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts from issuance of units	84,794	39,889	45,866	44,596	58,611	273,756
Payments against redemption of units	(52,181)	(23,728)	(49,182)	(365,600)	(185,248)	(675,939)
Cash dividend paid	(81,088)	(20,298)	(12,660)	-	-	(114,046)
Net cash used in financing activities	(48,475)	(4,137)	(15,976)	(321,004)	(126,637)	(516,229)
Net (decrease) / increase in cash and cash equivalents						
during the period / year	(2,140)	(3,037)	(5,505)	(2,901)	(3,925)	(17,508)
Cash and cash equivalents at the beginning of the period / year	49,083	6,977	17,764	27,555	18,138	119,517
Cash and cash equivalents at the end of the period / year	46,943	3,940	12,259	24,654	14,213	102,009

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

	For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017	For the period / year ended June 30, 2017
	AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
------(Rupees in '000)-----							
CASH FLOWS FROM OPERATING ACTIVITIES							
Net (loss) / income for the period / year before taxation	624,943	499,139	309,563	276,662	310,397	182,131	2,202,835
Adjustments for non-cash charges and other items:							
Dividend income	-	(73,946)	(46,319)	(41,422)	(60,835)	(64,400)	(286,922)
Gain on sale of investments - net	(721,692)	(98,084)	(38,360)	(33,762)	(38,486)	(34,776)	(965,160)
Profit on bank deposits	(531)	(3,196)	(551)	(1,529)	(5,121)	(2,734)	(13,662)
Reversal of Workers' Welfare Fund	(88)	-	-	-	-	-	(88)
Provision for Sindh Workers' Welfare Fund	17,080	15,357	8,588	7,364	6,208	3,643	58,240
Amortisation of preliminary expenses and floatation costs	2,442	-	-	-	-	-	2,442
Unrealised (gain) / loss on re-measurement of investments classified as financial assets at fair value through profit or loss - net	(673)	(398,020)	(253,293)	(224,258)	(228,815)	(97,973)	(1,203,032)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	74,786	58,578	18,063	15,223	15,192	16,005	197,847
	(3,733)	(172)	(2,309)	(1,722)	(1,460)	1,896	(7,500)
(Increase) / decrease in investments							
Investments	201,694	290,249	59,779	41,401	(2,019,962)	(2,337,167)	(3,764,006)
Other receivables	-	-	-	-	-	-	-
	201,694	290,249	59,779	41,401	(2,019,962)	(2,337,167)	(3,764,006)
Increase / (decrease) in liabilities							
Payable to UBL Fund Managers Limited - Management Company	(1,038)	(1,009)	(490)	(69)	415	446	(1,745)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(30)	22	19	17	188	201	417
Payable to the Securities and Exchange Commission of Pakistan	263	787	738	907	1,512	1,183	5,390
Accrued expenses and other liabilities	27,826	(4,609)	(227)	(7,903)	7,035	8,899	31,021
	27,021	(4,809)	40	(7,048)	9,150	10,729	35,083
	224,982	285,268	57,510	32,631	(2,012,272)	(2,324,542)	(3,736,423)
Dividend income received	-	73,946	46,319	41,422	60,835	64,400	286,922
Profit on bank deposits received	661	2,785	556	1,633	5,010	2,644	13,289
Net cash generated from / (used in) operating activities	225,643	361,999	104,385	75,686	(1,946,427)	(2,257,498)	(3,436,212)
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts from issuance of units	169,944	811	13,291	9,025	2,095,936	2,482,562	4,771,569
Payments against redemption of units	(250,621)	(368,385)	(118,727)	(102,055)	(116,169)	(198,134)	(1,154,091)
Cash dividend paid	(147,889)	(521)	(2,826)	(3,123)	(5,785)	(8,792)	(168,936)
Net cash (used in) / generated from financing activities	(228,566)	(368,095)	(108,262)	(96,153)	1,973,982	2,275,636	3,448,542
Net (decrease) / increase in cash and cash equivalents during the year / period	(2,923)	(6,096)	(3,877)	(20,467)	27,555	18,138	12,330
Cash and cash equivalents at the beginning of the year / period	9,219	55,179	10,854	38,231	-	-	113,483
Cash and cash equivalents at the end of the year / period	6,296	49,083	6,977	17,764	27,555	18,138	125,813

The annexed notes 1 to 26 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

**AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND
NOTES TO THE FINANCIAL STATEMENTS**

FOR THE PERIOD ENDED SEPTEMBER 27, 2017, DECEMBER 22, 2017, MARCH 29, 2018 AND YEAR ENDED JUNE 30, 2018

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Al-Ameen Islamic Financial Planning Fund (the "Fund"), was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited) as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on December 16, 2014 and was approved by the Securities and Exchange Commission of Pakistan (SECP) on December 11, 2014 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from June 24, 2015.
- 1.2** The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules, 2003. The registered office of the Management Company is situated at 4th Floor, STSM Building, Beaumont Road, Civil lines, Karachi.
- 1.3** The Fund is an open ended shariah compliant fund of fund scheme and listed on Pakistan Stock Exchange Limited. The units of the allocation plans of the Fund were initially offered to public (IPO). Subsequent to the IPO, the offer of Units of the Allocation Plans at the Initial Offer Price discontinued. The Units of the Allocation Plans could then be purchased at their Offer price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The units are transferable and can be redeemed by surrendering them to the Fund at the option of unit holder. The Fund consists of multiple plans and aims to generate return for investors in line with their risk tolerance level. The duration of the Fund is perpetual, however, the allocation plans have a standard timeframe of two years. Each Allocation Plan announces separate NAVs which rank pari passu inter se according to its number of Units. Units are offered for public subscription on a continuous basis.
- 1.4** The Fund mainly makes investments in designated authorised investments approved by the Shariah Advisory Board and offers Shariah Compliant returns to the investors. Under Circular 07 dated March 6, 2009 issued by the SECP, the Fund is categorised as a Shariah Compliant Fund of Funds.
- 1.5** The Fund has six plans out of which four have matured. The details of the commencement and maturity dates are given below:

	Commencement Date	Maturity Date
Al-Ameen Islamic Active Allocation Plan - I (AIACTAP-I)	23-Jun-15	22-Jun-17
Al-Ameen Islamic Active Allocation Plan - II (AIACTAP-II)	28-Sep-15	26-Sep-17
Al-Ameen Islamic Active Allocation Plan - III (AIACTAP-III)	23-Dec-15	21-Dec-17
Al-Ameen Islamic Active Allocation Plan - IV (AIACTAP-IV)	29-Mar-16	28-Mar-18
Al-Ameen Islamic Active Allocation Plan - V (AIACTAP-V)	15-Aug-16	14-Aug-18
Al-Ameen Islamic Active Allocation Plan - VI (AIACTAP-VI)	21-Nov-16	20-Nov-18

- 1.6** During the year, Al-Ameen Islamic Active Allocation Plan - II (AIACTAP-II), Al-Ameen Islamic Active Allocation Plan - III (AIACTAP-III) and Al-Ameen Islamic Active Allocation Plan - IV (AIACTAP-IV) matured on September 27, 2017, December 22, 2017 and March 29, 2018 respectively. Therefore, the financial information of AIACTAP-II, AIACTAP-III and AIACTAP-IV have not been prepared on a going concern basis. However, no adjustments are required in these financial statements as the assets and liabilities are stated at values at which they are expected to be realised or settled. Subsequent to the maturity, maturity proceeds have been paid by the Management Company based on net asset value as at October 03, 2017, January 01, 2018 and April 06, 2018, respectively.

Further, Al-Ameen Islamic Active Allocation Plan - V (AIACTAP-V) and Al-Ameen Islamic Active Allocation Plan - VI (AIACTAP-VI) are due to mature on August 14, 2018 and November 20, 2018 respectively, unless the Management Company decides otherwise. Management Company has assessed and concluded that AIACTAP-V and AIACTAP-VI are no longer a going concern and the financial information of the said plans is prepared on a basis other than going concern. However, no adjustments are required in these financial statements as the assets and liabilities are stated at values at which they are expected to be realized.

- 1.7** All existing Islamic allocation plans have an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 100% in Islamic Equity, Islamic income and Islamic money market schemes. The un-invested amounts or funds, if any, shall be kept in cash and / or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

- 1.8** Title to the assets of the Fund is held in the name of the Central Depository Company of Pakistan Limited as the Trustee of the Fund.
- 1.9** JCR - VIS Credit Rating Company has assigned management quality rating of AM1 to the Management Company on December 29, 2017.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards in Pakistan comprise of:

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

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

2.2 Amendments to IFRS that are effective for the year ended June 30, 2018

The following amendments are effective for the year ended June 30, 2018. These standards, interpretations and the amendments are either not relevant to the Fund's operations or do not have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting period beginning on or after:
Amendments to IAS 7 'Statement of Cash Flows' - Amendments as a result of the disclosure initiative.	January 01, 2017
Amendments to IAS 12 'Income Taxes' - Recognition of deferred tax assets for unrealised losses.	January 01, 2017

2.3 New accounting standards / amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments (except IFRS 9 'Financial Instruments') are either not relevant to the Fund's operations or are not expected to have significant impact on the Fund's financial statements other than certain additional disclosures.

	Effective from accounting periods beginning on or after:
IFRS 15 'Revenue from contracts with customers' - This standard will supersede IAS 18, IAS 11, IFRIC 13, 15 and 18 and SIC 31 upon its effective date.	July 01, 2018
IFRS 16 'Leases' - This standard will supersede IAS 17 'Leases' upon its effective date.	January 01, 2019
Amendments to IFRS 2 'Share-based Payment' - Clarification on the classification and measurement of share-based payment transactions.	January 01, 2019
IFRS 9 'Financial Instruments'.	July 01, 2018
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities.	January 01, 2019

	Effective from accounting periods beginning on or after:
IFRS 4 'Insurance Contracts': Amendments regarding the interaction of IFRS 4 and IFRS 9.	An entity choosing to apply the overlay approach retrospectively to qualifying financial assets does so when it first applies IFRS 9. An entity choosing to apply the deferral approach does so for annual periods beginning on or after January 01, 2018
Amendments to IAS 28 'Investments in Associates and Joint Ventures' - Amendments regarding long-term interests in associates and joint ventures.	January 01, 2019
Amendments to IAS 19 'Employee Benefits' - Plan Amendment, Curtailment or Settlement.	January 01, 2019
Amendments to IAS 40 'Investment Property': Clarification on transfers of property to or from investment property.	January 01, 2018
IFRIC 22 'Foreign Currency Transactions and Advance Consideration': Provides guidance on transactions where consideration against non-monetary prepaid asset / deferred income is denominated in foreign currency.	January 01, 2018
IFRIC 23 'Uncertainty over Income Tax Treatments': Clarifies the accounting treatment in relation to determination of taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under IAS 12 'Income Taxes'.	January 01, 2019
Certain annual improvements have also been made to a number of IFRSs which are also not expected to have material impact on financial reporting of the Fund.	

2.4 IFRS 9 'Financial Instruments' Impact Assessment

IFRS 9 'Financial Instruments' was issued on July 24, 2014. This standard is adopted locally by the Securities and Exchange Commission of Pakistan and is effective from accounting periods beginning on or after July 1, 2018.

2.4.1 Key requirements of IFRS 9 are as follows;

Classification and measurement of financial assets

- All recognized financial assets that are within the scope of IFRS 9 are required to be subsequently measured at amortised cost or fair value.
- Debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods.
- Debt instruments that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets, and that have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are generally measured at fair value through other comprehensive income "FVTOCI".
- All other debt investments and equity investments are measured at their fair value at the end of subsequent accounting periods.
- In addition, under IFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognized in profit or loss.

Classification and measurement of financial liabilities

With regards to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss. Under IAS 39, the entire amount of the change in the fair value of the financial liability designated as fair value through profit or loss is presented in profit or loss.

Impairment of financial assets

In relation to the impairment of financial assets, IFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under IAS 39. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of above provision requirements in relation to debt securities for mutual funds.

Impact assessment

Based on the analysis of Fund's financial assets and liabilities as at June 30, 2018 and also considering facts and circumstances that exists at that date, the Management Company has assessed and concluded that there will be no impact of IFRS 9, except for units of mutual funds classified as financial assets at fair value through profit or loss - held for trading as at year-end qualify for designation as fair value through profit or loss upon application of IFRS 9 with value changes continue to recognised in profit or loss.

2.4.2 Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 14 – Regulatory Deferral Accounts
- IFRS 17 – Insurance Contracts

2.5 Critical accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, judgements and assumptions that affect the reported amount 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 year in which the estimates are revised if the revision affects only that year, or in the year of revision and future years if the revision affects both current and future years.

The areas involving a higher degree of judgment or complexity, or areas where estimates and assumptions are significant to the financial statements as a whole are as follows:

- (i) classification and valuation of financial assets (notes 3.2 and 5); and
- (ii) impairment of financial assets (note 3.2.5)

2.6 Accounting convention

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

2.7 Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates. These financial statements are presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below and have been consistently applied to all the years presented except for change in accounting policy disclosed in note 3.11.

3.1 Cash and cash equivalents

Cash and cash equivalents comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at cost.

3.2 Financial assets

3.2.1 Classification

The classification of financial assets depends on the purpose for which the financial assets were acquired. The management determines the classification of its financial assets at the time of initial recognition.

Financial assets are classified as follows:

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

These financial assets are acquired principally for the purpose of generating profit from short-term fluctuations in prices. These include held-for-trading investments and such other investments that, upon initial recognition, are designated under this category.

c) Available for sale

These are non-derivate financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) held to maturity investments or (c) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time and may be sold in response to the needs for liquidity or change in price.

3.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

3.2.3 Initial recognition and measurement

All financial assets are initially recognised at cost, being the fair value of the consideration given including the transaction cost associated with the acquisition, except in case of "financial assets at fair value through profit or loss", in which case the transaction costs are charged off to the income statement.

3.2.4 Subsequent measurement

a) Financial assets at 'fair value through profit or loss' and 'available for sale'

Subsequent to initial measurement, financial assets 'at fair value through profit or loss' and 'available for sale' are valued as follows:

- Basis of valuation of Units of Mutual Funds

The investment of the Fund in Mutual Funds is valued on the basis of closing Net Asset Value (NAV) of the underlying mutual funds at the reporting date without any deduction for estimated future selling costs.

Net gains and losses arising on changes in the fair value of financial assets carried at fair value through profit or loss are taken to the income statement.

Net gains and losses arising from changes in the fair value of available for sale financial assets are taken to the statement of comprehensive income until these are derecognised or impaired. At the time of impairment or derecognition, the cumulative gain or loss previously recognised in the statement of comprehensive income is shown in the income statement.

b) Loans and receivables

Subsequent to initial recognition financial assets classified as loans and receivables are carried at amortised cost using the effective interest method.

Gains or losses are also recognised in the 'income statement' when financial assets carried at amortised cost are derecognised or impaired.

3.2.5 Impairment

The Management Company assesses at each reporting date whether there is objective evidence that the financial assets or a group of fund's financial assets are impaired. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

In case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of an equity security below its cost is considered as objective evidence of impairment. In case of available for sale securities, the cumulative loss previously recognised in the statement of comprehensive income is removed therefrom and recognised in the income statement. However, the decrease in impairment loss on equity securities is not reversed through income statement.

For certain other financial assets, a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against these amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the SECP.

3.2.6 Derecognition

Financial assets are derecognised when the contractual rights to receive cash flows from the financial asset have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

3.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

3.4 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously.

3.5 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

3.6 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.7 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, brokerage paid to the members of the stock exchange and other expenses. These costs are being amortised over a period of two years commencing from the date of plan, in accordance with the Trust Deed of the Fund and NBFC Regulations, 2008.

3.8 Taxation

The income of the Fund 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders (excluding distribution made by issuance of bonus units).

The Fund is also exempt from the Provisions of Section 113 (minimum tax) and section 113C (Alternative Corporate Tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

The Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing in cash at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

3.9 Distributions

Dividend distribution to the Unit Holders is recognized in the periods in which these are approved.

3.10 Issuance and redemption of units

Units issued are allocated at the offer price, prevalent on the day on which the applications for purchase of units are received, however, units are issued on the receipt of cash / realisation of cheques. The offer price represents the net asset value per unit as at the close of the business day plus the allowable front-end sales load and provision of any duties and charges, if applicable. The sales load is payable to the Management Company.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less any back-end load and an amount that the management company may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

3.11 Element of income / (loss) included in prices of units issued less those in units redeemed

Element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund.

Change in Accounting Policy - Element of income / (loss)

Up to 30 June 2017, the element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed to the extent that it is represented by income earned during the accounting period was recognized in income statement and to the extent that it is represented by unrealised appreciation / (diminution) arising during the year on available for sale securities was included in distribution statement.

Securities & Exchange Commission of Pakistan (SECP) through its SRO 756(I)/2017 dated 03 August 2017 has made certain amendments in NBFCs and Notified Entities Regulations, 2008. The SRO changed the definition of accounting income in regulation (63) sub-regulation (I) which excludes the element of income from "accounting income". As per SRO, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. It also specifies that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution.

The said SRO also deleted 'Distribution Statement' and requires additional disclosures with respect to "Income Statement" and "Statement of Movement in Unit Holders' Fund" and recording of element of income / loss included in price of unit issued or redeemed directly in Statement of movements in reserves or unit holders' fund instead of income statement. Further, SRO requires an additional disclosure should be stated below income statement for allocation of net income for the year comprising of (a) Income already paid on units redeemed; and (b) accounting income available for distribution.

Mutual Funds Association of Pakistan (MUFAP) with the consultation of SECP has clarified that income already paid on redemption of units (element of income paid out) is determined on following basis:

- Income already paid on redemption of units (element of income) made during the year shall be on gross basis instead of element of income / loss on net basis.
- In situations where funds have remained profitable for part of the year and ended up in net profit, the income already paid on redemption of units (element of income) has been calculated from the date at which the fund was last breakeven.
- Income already paid on redemption of units (element of income) shall be calculated on FIFO method on redemption of units for identifying units redeemed with units issued.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from 01 July 2017 as clarified by SECP vide its email dated 7 February 2018. Accordingly, corresponding figures have not been restated. Further the basis of estimation of income already paid on redemption has been established in line with the guidelines provided by MUFAP as stated above and accordingly the same has been disclosed in the additional disclosure. Since the Fund has incurred net loss during the year, therefore, element of income paid on redemption is „Nil“. Had the change in accounting policy applied retrospectively, the income of the Fund for the year ended June 30, 2017 would have been higher by Rs. 74.686 million, Rs. 58.578 million, Rs. 18.063 million, Rs. 15.223 million, Rs. 15.192 million and Rs. 16.005 million of AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively.

Had the element of income been recognised as per the previous accounting policy, the income of the Fund would have been (lower) / higher by Rs. (603.153) million, Rs. (190.158) million, Rs. (202.980) million, Rs. 30.36 million and Rs. 16.585 million of AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively. However, the change in accounting policy does not have any impact on the 'statement of cash flows', the 'net assets attributable to the units holders' and 'net assets value per unit' as shown in the statement of 'assets and liabilities' and 'statement of movement of unit holders' fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income statement' and Statement of Movement in Unit Holders' Fund, which have been incorporated in these statements.

3.12 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of each allocation plan by the number of units in issue of the respective plans at the year end.

3.13 Revenue recognition

- Dividend income on units of mutual funds is recognised in the income statement when the right to receive the dividend is established.
- Realised capital gains / losses arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Income on bank deposits is recognised on accrual basis.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Back end load is recognised in the income statement at the time of redemption of units.

	September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	----- (Rupees in '000) -----					

4. BANK BALANCES

In local currency

- Profit and loss sharing accounts	4.1	46,943	3,930	12,252	24,651	13,038	100,814
- Current accounts		-	10	7	3	1,175	1,195
		46,943	3,940	12,259	24,654	14,213	102,009

June 22, 2017 ----- June 30, 2017 -----

AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total

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

In local currency

- Profit and loss sharing accounts	4.1	6,296	49,083	6,977	17,764	27,555	18,138	125,813

4.1 Profit rates on these profit and loss sharing accounts is 6.2% (June 30, 2017 : 5.5%) per annum.

	September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	----- (Rupees in '000) -----					

5. INVESTMENTS

At fair value through profit or loss - Held-for-trading

Unit of mutual funds	5.1	2,577,152	1,559,268	1,412,034	1,734,065	2,058,213	9,340,732

June 22, 2017 ----- June 30, 2017 -----

AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total

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

At fair value through profit or loss - Held-for-trading

Units of mutual funds	5.1	3,043,112	2,775,260	1,765,371	1,561,226	2,287,263	2,469,916	13,902,148

5.1 Units of Mutual Funds

Name of Investee Funds	As at July 01, 2017	Purchased during the year	Redemptions during the year	Holding as at	Total carrying value	Total market value	Unrealised gain / loss	Market value as a percentage of net assets (%)	Market value as a percentage of total value of Investment (%)
				September 27, 2017, December 22, 2017, March 29, 2018 and June 30, 2018					
----- Number of units -----				----- (Rupees in '000) ----- % -----					
Al-Ameen Islamic Active Allocation Plan - II									
Al-Ameen Islamic Cash Fund	-	25,493,672	56,023	25,437,649	2,564,607	2,577,152	12,545	100.07	100.00
Al-Ameen Islamic Sovereign Fund	5,003,122	1,517,003	6,520,125	-	-	-	-	-	-
Al-Ameen Islamic Dedicated Equity Fund	16,980,232	-	16,980,232	-	-	-	-	-	-
					2,564,607	2,577,152	12,545	100.07	100.00
Al-Ameen Islamic Active Allocation Plan - III									
Al-Ameen Islamic Cash Fund	-	9,461,401	9,461,401	-	-	-	-	-	-
Al-Ameen Islamic Sovereign Fund	3,397,085	13,658,707	1,760,471	15,295,321	1,553,425	1,559,268	5,843	101.25	100.00
Al-Ameen Islamic Dedicated Equity Fund	10,639,475	766,365	11,405,840	-	-	-	-	-	-
					1,553,425	1,559,268	5,843	101.25	100.00
Al-Ameen Islamic Active Allocation Plan - IV									
Al-Ameen Islamic Cash Fund	-	15,966,735	2,363,720	13,603,015	1,406,035	1,412,034	5,999	100.66	100.00
Al-Ameen Islamic Sovereign Fund	2,864,276	10,375,970	13,240,246	-	-	-	-	-	-
Al-Ameen Islamic Dedicated Equity Fund	9,514,712	5,480	9,520,192	-	-	-	-	-	-
					1,406,035	1,412,034	5,999	100.66	100.00
Al-Ameen Islamic Active Allocation Plan - V									
Al-Ameen Islamic Cash Fund	-	1,817,696	1,817,696	-	-	-	-	-	-
Al-Ameen Islamic Sovereign Fund	4,150,716	19,994,015	15,859,938	8,284,793	852,571	860,665	8,094	49.20	49.63
Al-Ameen Islamic Dedicated Equity Fund	13,973,842	22,557,897	29,000,056	7,531,683	935,487	873,400	(62,087)	49.93	50.37
					1,788,058	1,734,065	(53,993)	99.13	100.00
Al-Ameen Islamic Active Allocation Plan - VI									
Al-Ameen Islamic Cash Fund	-	1,968,257	1,968,257	-	-	-	-	-	-
Al-Ameen Islamic Sovereign Fund	4,875,841	12,789,543	13,094,846	4,570,538	469,381	474,810	5,429	22.98	23.07
Al-Ameen Islamic Dedicated Equity Fund	14,792,824	20,520,276	21,658,769	13,654,331	1,753,316	1,583,403	(169,913)	76.63	76.93
					2,222,697	2,058,213	(164,484)	99.61	100.00
Total investments in units of mutual funds									
Al-Ameen Islamic Cash Fund	-	54,707,761	15,667,097	39,040,664	3,970,642	3,989,186	18,544	42.74	42.71
Al-Ameen Islamic Sovereign Fund	20,291,040	58,335,238	50,475,626	28,150,652	2,875,377	2,894,743	19,366	31.01	30.99
Al-Ameen Islamic Dedicated Equity Fund	65,901,085	43,850,018	88,565,089	21,186,014	2,688,803	2,456,803	(232,000)	26.32	26.30
					9,534,822	9,340,732	(194,090)	100.07	100.00

	September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	-----					
	(Rupees in '000)					

6. PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

Sales load and conversion charges
Allocated expenses
Shariah Advisor fee
Other payable

6.1	-	-	-	-	1	1
	646	93	336	299	356	1,730
	11	1	9	13	13	47
	-	4	5	-	-	9
	657	98	350	312	370	1,787

June 22, 2017 ----- June 30, 2017 -----

	AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	-----						
	(Rupees in '000)						
	-	-	-	5	-	1	6
6.1	452	505	307	276	405	435	2,380
	3	9	3	10	10	10	45
	-	-	-	-	-	-	-
	455	514	310	291	415	446	2,431

- 6.1** As per regulation 60(3)(s) of the amended NBFC Regulations dated November 25, 2015, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly, the Management Company has charged 0.1% of the average annual net assets, being the lower amount, to the Fund.

	September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	-----					
	(Rupees in '000)					

7. PAYABLE TO THE CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

Trustee fee

7.1	183	96	97	134	160	670

June 22, 2017 ----- June 30, 2017 -----

	AICTAP- I	AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
Note	-----						
	(Rupees in '000)						
Trustee fee	169	227	149	135	188	201	1,069

- 7.1** The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed and the Offering Document as per the tariff structure specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the Trustee fee is as follows:

On net assets:

Up to Rs.1,000 million	0.10% per annum of NAV
Over Rs. 1,000 million	Rs.1.0 million plus 0.075% p.a. of NAV

8. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

		September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
		AIACTAP-II	AIACTAP-III	AIACTAP-IV	AIACTAP-V	AIACTAP-VI	Total
Note		----- (Rupees in '000) -----					
Annual fee	8.1	484	580	793	1,430	1,657	4,944

	June 22, 2017		June 30, 2017					
	AICTAP-I	AICTAP-II	AICTAP-III	AICTAP-IV	AICTAP-V	AICTAP-VI	Total	
Note	(Rupees in '000)							
Annual fee	8.1	2,043	2,177	1,307	1,162	1,512	1,183	9,384

8.1 Under the provisions of the NBFC Regulations, a collective investment scheme classified as Fund of Funds scheme is required to pay annual fee to the SECP, equivalent to 0.075% of the average annual net assets of the Fund.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

		September 27, 2017	December 22, 2017	March 29, 2018	-----June 30, 2018-----		
		AICTAP- II	AICTAP- III	AICTAP- IV	AICTAP- V	AICTAP- VI	Total
ACCRUED EXPENSES AND OTHER LIABILITIES							
Note		----- (Rupees in '000) -----					
Auditor's remuneration		98	54	76	101	101	430
Tax deduction at source		21,818	6,884	7,310	-	-	36,012
Provision for indirect taxes and duties	9.1	10,286	6,670	5,352	1,047	-	23,355
Provision for Sindh Workers' Welfare Fund	9.2	15,357	8,588	7,364	6,208	3,643	41,160
Dividend payable		-	-	-	-	-	-
Capital gain tax payable		32	1	57	27	-	117
Others		51	212	239	199	860	1,561
		47,642	22,409	20,398	7,582	4,604	102,635

		June 22, 2017	June 30, 2017					
		AICTAP-I	AICTAP-II	AICTAP-III	AICTAP-IV	AICTAP-V	AICTAP-VI	Total
Note		(Rupees in '000)						
Auditor's remuneration		-	39	39	39	39	39	195
Tax deduction at source		32,412	444	2,262	2,465	5,121	6,298	49,002
Provision for indirect taxes and duties	9.1	10,255	10,286	6,669	5,350	1,047	-	33,607
Provision for Sindh Workers' Welfare Fund	9.2	17,080	15,357	8,588	7,364	6,208	3,643	58,240
Dividend payable		-	3,673	18,891	20,087	44,089	46,418	133,158
Capital gain tax payable		-	22	218	1,247	161	146	1,794
Others		20	81	564	659	667	2,416	4,407
		59,767	29,902	37,231	37,211	57,332	58,960	280,403

9.1 Provision for indirect taxes and duties

As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the sales load of the Management Company was applied with effect from 13 June 2013. The Management Company is of the view that since the sales load 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 Sindh High Court (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.

On 30 June 2016, the Honorable Sindh High Court of Pakistan had passed a Judgment that after 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 01 July 2011 is ultra vires to the Constitution of Pakistan. On 23 September 2016, the Federal Board of Revenue (FBR) filed an appeal in the Supreme Court of Pakistan (SCP) against above judgement, which is pending adjudication. Management Company, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 10.255 million, Rs. 10.286 million, Rs. 6.670 million, Rs. 5.352 million, Rs. 1.047 million and Rs. Nil of AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively until the matter is resolved. Had the provision not been made, the net asset value per unit of the Fund as at 30 June 2018 would have been higher by Rs. Nil, Rs. 0.40, Rs. 0.44, Rs. 0.39, Rs. 0.06 and Rs. Nil (30 June 2017: Rs. 0.35, Rs. 0.49, Rs. 0.49, Rs. 0.44, Rs. 0.05 and Rs. Nil) per unit of AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI respectively.

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, no provision for FED has not been recorded since 01 July, 2016 .

9.2 Provision for Sindh Workers' Welfare Fund (SWWF) and Workers' Welfare Fund (WWF)

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs. 500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan and ultimately in the Supreme Court of Pakistan. On 10 November 2016, the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on 21 May 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs. 500,000 or more in any year of account commencing on or after the date of closing of account on or after 31 December 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of "Industrial Undertaking" but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters during financial year ended June 30, 2017. Based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited), MUFAP has recommended to all its members to reverse the Federal WWF and start recording of Sindh WWF. Consequently, AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI has recorded provision of Rs. Nil (June 2017: Rs. 17.080 million, Rs. 15.357 million, Rs. 8.588 million, Rs. 7.364 million, Rs. 6.208 million and Rs. 3.643 million) for the year and Rs. 17.080 million, Rs. 15.357 million, Rs. 8.588 million, Rs. 7.364 million, Rs. 6.208 million and Rs. 3.643 million (June 2017: Rs. 17.080 million, Rs. 15.357 million, Rs. 8.588 million, Rs. 7.364 million, Rs. 6.208 million and Rs. 3.643 million), respectively in aggregate 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. Nil, Rs. 0.60, Rs. 0.57, Rs. 0.53, Rs. 0.37 and Rs. 0.17 per unit (30 June 2017: Rs. 0.58, Rs. 0.73, Rs. 0.63, Rs. 0.60, Rs. 0.31 and Rs. 0.16 per unit) of AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively.

	For the period ended September 27, 2017	For the period ended December 22, 2017	For the period ended March 29, 2018	For the year ended June 30, 2018	
	AIACTAP-II	AIACTAP-III	AIACTAP-IV	AIACTAP-V	AIACTAP-VI
(Number of units)					
Total units in issue at the beginning of the year	20,964,506	13,572,891	12,215,775	19,949,582	23,004,340
Units issued during the period / year	838,436	354,099	388,471	394,899	568,925
Bonus	4,387,809	1,470,596	1,620,723	-	-
Units redeemed during the year / period	(452,496)	(209,164)	(425,667)	(3,502,692)	(1,926,253)
Total units in issue at the end of the year / period	25,738,255	15,188,422	13,799,302	16,841,789	21,647,012

10. NUMBER OF UNITS IN ISSUE

Total units in issue at the beginning of the year
Units issued during the period / year
Bonus
Units redeemed during the year / period

Total units in issue at the end of the year / period

	For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017
	AICTAP-I	AICTAP-II	AICTAP-III	AICTAP-IV	AICTAP-V	AICTAP-VI
	(Number of units)					
Total units in issue at the beginning of the year	23,248,982	23,784,535	14,393,244	12,954,416	-	-
Units issued during the year / period	1,667,898	7,541	100,404	70,228	20,956,016	24,821,075
Bonus	6,483,595	-	-	-	-	-
Units redeemed during the year / period	(1,855,145)	(2,827,570)	(920,757)	(808,869)	(1,006,434)	(1,816,735)
Total units in issue at the end of the year / period	29,545,330	20,964,506	13,572,891	12,215,775	19,949,582	23,004,340

10.1 The par value of each unit is Rs. 100. The management of the Management Company has set a minimum investment of Rs. 10,000.

10.2 All units carry equal rights and are entitled to dividend and share in the net asset value of the respective plans.

	For the period ended September 27, 2017	For the period ended December 22, 2017	For the period ended March 29, 2018	For the year ended June 30, 2018	For the year ended June 30, 2018	For the year / period ended June 30, 2018
	AICTAP-II	AICTAP-III	AICTAP-IV	AICTAP-V	AICTAP-VI	Total
	(Rupees in '000)					

11. AUDITOR'S REMUNERATION

Annual audit fee	-	-	-	84	84	168
Review of interim financial information	13	13	13	10	10	59
Review of compliance with the requirements of the Code of Corporate Governance	-	-	-	8	8	16
Other certifications	-	-	-	8	8	16
Out of pocket expenses	46	36	59	-	-	141
	59	49	72	110	110	400

	For the period ended June 22, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the year ended June 30, 2017	For the period from August 15, 2016 to June 30, 2017	For the period from November 22, 2016 to June 30, 2017	For the year ended June 30, 2017
	AICTAP-I	AICTAP-II	AICTAP-III	AICTAP-IV	AICTAP-V	AICTAP-VI	Total
	(Rupees in '000)						
Annual audit fee	-	30	30	30	30	30	150
Review of interim financial information	11	10	10	10	10	10	61
Review of compliance with the requirements of the Code of Corporate Governance	-	3	3	3	3	3	15
Other certifications	-	3	3	3	3	3	15
Out of pocket expenses	5	9	9	9	5	5	42
	16	55	55	55	51	51	283

12. TAXATION

According to Regulation 63 of Non-Banking Finance Companies and Notified Entities Regulations, 2008, Management Company is required to distribute, by way of dividend, more than 90 percent of accounting income received or derived from sources other than capital gains (both realised and unrealised) during the year. Since the Fund has incurred net loss during the year ended June 30, 2018, no provision for taxation has been made in these financial statements as the management believes that the Fund will qualify for exemption under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

13. EARNINGS PER UNIT

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

14. TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by the SECP, the Total Expense Ratio of each plans are as follows:

	AIACTAP-II	AIACTAP-III	AIACTAP-IV	AIACTAP-V	AIACTAP-VI
Total expense ratio	0.07%	0.14%	0.22%	0.29%	0.28%
Government levy, SWWF and SECP fee	0.02%	0.04%	0.07%	0.08%	0.09%

15. FINANCIAL INSTRUMENTS BY CATEGORY

The financial assets and liabilities carried on the statement of assets and liabilities are categorised as follows:

	2018			2017		
	Loans and receivables	Financial assets at fair value through profit or loss	Total	Loans and receivables	Financial assets at fair value through profit or loss	Total
------(Rupees in '000)-----						
Al-Ameen Islamic Active Allocation Plan - II						
Financial assets						
Balances with banks	46,943	-	46,943	49,083	-	49,083
Investments	-	2,577,152	2,577,152	-	2,775,260	2,775,260
Profit receivable on bank deposits	191	-	191	522	-	522
	47,134	2,577,152	2,624,286	49,605	2,775,260	2,824,865
	2018			2017		
	Liabilities at fair value through profit or loss	Other financial liabilities	Total	Liabilities at fair value through profit or loss	Other financial liabilities	Total
------(Rupees in '000)-----						
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company	-	657	657	-	514	514
Payable to Central Depository Company of Pakistan Limited - Trustee	-	183	183	-	227	227
Accrued expenses and other liabilities	-	149	149	-	3,793	3,793
Net assets attributable to redeemable units	-	2,575,320	2,575,320	-	2,792,045	2,792,045
	-	2,576,309	2,576,309	-	2,796,579	2,796,579

2018			2017		
Loans and receivables	Financial assets at fair value through profit or loss	Total	Loans and receivables	Financial assets at fair value through profit or loss	Total

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

Al-Ameen Islamic Active Allocation Plan - III

Financial assets

Balances with banks	3,940	-	3,940	6,977	-	6,977
Investments	-	1,559,268	1,559,268	-	1,765,371	1,765,371
Profit receivable on bank deposits	15	-	15	38	-	38
	3,955	1,559,268	1,563,223	7,015	1,765,371	1,772,386

2018			2017		
Liabilities at fair value through profit or loss	Other financial liabilities	Total	Liabilities at fair value through profit or loss	Other financial liabilities	Total

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

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	-	98	98	-	310	310
Payable to Central Depository Company of Pakistan Limited - Trustee	-	96	96	-	149	149
Accrued expenses and other liabilities	-	267	267	-	19,494	19,494
Net assets attributable to redeemable units	-	1,540,040	1,540,040	-	1,733,389	1,733,389
	-	1,540,501	1,540,501	-	1,753,342	1,753,342

2018			2017		
Loans and receivables	Financial assets at fair value through profit or loss	Total	Loans and receivables	Financial assets at fair value through profit or loss	Total

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

Al-Ameen Islamic Active Allocation Plan - IV

Financial assets

Balances with banks	12,259	-	12,259	17,764	-	17,764
Investments	-	1,412,034	1,412,034	-	1,561,226	1,561,226
Profit receivable on bank deposits	55	-	55	79	-	79
	12,314	1,412,034	1,424,348	17,843	1,561,226	1,579,069

	2018			2017		
	Liabilities at fair value through profit or loss	Other financial liabilities	Total	Liabilities at fair value through profit or loss	Other financial liabilities	Total
------(Rupees in '000)-----						
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company	-	350	350	-	291	291
Payable to Central Depository Company of Pakistan Limited - Trustee	-	97	97	-	135	135
Accrued expenses and other liabilities	-	315	315	-	20,785	20,785
Net assets attributable to redeemable units	-	1,402,710	1,402,710	-	1,540,270	1,540,270
	-	1,403,472	1,403,472	-	1,561,481	1,561,481

	2018			2017		
	Loans and receivables	Financial assets at fair value through profit or loss	Total	Loans and receivables	Financial assets at fair value through profit or loss	Total
------(Rupees in '000)-----						
Financial assets						
Balances with banks	24,654	-	24,654	27,555	-	27,555
Investments	-	1,734,065	1,734,065	-	2,287,263	2,287,263
Profit receivable on bank deposits	126	-	126	111	-	111
	24,780	1,734,065	1,758,845	27,666	2,287,263	2,314,929

	2018			2017		
	Liabilities at fair value through profit or loss	Other financial liabilities	Total	Liabilities at fair value through profit or loss	Other financial liabilities	Total
------(Rupees in '000)-----						
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company	-	312	312	-	415	415
Payable to Central Depository Company of Pakistan Limited - Trustee	-	134	134	-	188	188
Accrued expenses and other liabilities	-	300	300	-	44,795	44,795
Net assets attributable to redeemable units	-	1,749,387	1,749,387	-	2,255,482	2,255,482
	-	1,750,133	1,750,133	-	2,300,880	2,300,880

2018			2017		
Loans and receivables	Financial assets at fair value through profit or loss	Total	Loans and receivables	Financial assets at fair value through profit or loss	Total
------(Rupees in '000)-----					

Al-Ameen Islamic Active Allocation Plan - VI

Financial assets

Balances with banks	14,213	-	14,213	18,138	-	18,138
Investments	-	2,058,213	2,058,213	-	2,469,916	2,469,916
Profit receivable on bank deposits	69	-	69	90	-	90
Other receivable	724	-	724	-	-	-
	15,006	2,058,213	2,073,219	18,228	2,469,916	2,488,144

2018			2017		
Liabilities at fair value through profit or loss	Other financial liabilities	Total	Liabilities at fair value through profit or loss	Other financial liabilities	Total
------(Rupees in '000)-----					

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	-	370	370	-	446	446
Payable to Central Depository Company of Pakistan Limited - Trustee	-	160	160	-	201	201
Accrued expenses and other liabilities	-	961	961	-	48,873	48,873
Net assets attributable to redeemable units	-	2,066,428	2,066,428	-	2,427,354	2,427,354
	-	2,067,919	2,067,919	-	2,476,874	2,476,874

16. FINANCIAL RISK MANAGEMENT

The Fund's overall risk management programme seeks to maximise the returns derived for the level of risks to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance.

Monitoring and controlling risks are primarily set up to be performed based on the limits established by the internal controls set on different activities of the Fund by the Board of Directors. These controls and limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. In addition, the Fund monitors and measures the overall risk bearing capacity in relation to the aggregate risk exposure across all risks type and activities.

The Plans under the Fund primarily invest in shariah compliant equity, income and money market schemes within the prescribed limits. The investment activities expose the Fund to a variety of financial risks: market risk, credit risk and liquidity risk.

16.1 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

Market risk comprises of three types of risks: currency risk, interest rate risk and other price risk.

16.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates.

At present, the Fund has no exposure to currency risk as there are no financial assets or financial liabilities denominated in foreign currencies.

16.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

a) Cash flow interest rate risk

Presently, the Fund does not hold any variable rate instrument except for balances in savings accounts the interest rate of which is 6.20% (2017: 5.5%) per annum. During the year / period ended June 30, 2018, the net income would have increased by Rs. Nil million (2017: Rs. 0.06 million), Rs. 0.47 million (2017: 0.49), Rs. 0.04 million (2017: 0.07), Rs. 0.12 million (2017: 0.18), Rs. 0.25 million (2017: 0.28) and Rs. 0.14 million (2017: 0.18) in AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively, had the interest rates on savings accounts with bank increased / (decreased) by 100 basis points.

b) Fair value interest rate risk

The Fund currently does not have any fixed rate instruments that are impacted by market interest rates.

16.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instruments traded in the market.

The Fund's exposure to price risk is limited to the fair value of the respective funds in which it invests. The Fund manages its exposure to price risk by investing in Shariah Compliant Mutual Funds as per the respective Allocation Plan in line with the risk tolerance of the investor and benchmarking the sector weighting to that of average daily return of KMI 30 index and 6m deposit rate of AA- rated (and above) Islamic Banks, based on actual proportion of investment in Equity and Income/ Money Market.

In case of 5% increase / decrease in the fair value of the Fund's investments on June 30, 2018, net income for the year would increase / decrease by Rs. Nil million (2017: Rs. 152.156 million), Rs. 128.858 million (2017: 138.763 million), Rs. 77.963 million (2017: 88.269 million), Rs. 70.602 million (2017: 78.061 million), Rs. 86.703 million (2017: 114.363 million) and Rs. 102.911 million (2017: 123.496 million) in AIACTAP-I, AIACTAP-II, AIACTAP-III, AIACTAP-IV, AIACTAP-V and AIACTAP-VI, respectively and net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on the investments at fair value through profit or loss.

16.2 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable (If any) on units of mutual funds.

Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed financial institutions with reasonably high credit ratings. Credit risk on account of dividend receivable is minimal due to the statutory protections. Further, all transactions in Fund are executed only in underlying funds, thus the risk of default is considered to be minimal. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC rules and the regulations and the guidelines given by the SECP from time to time.

The maximum exposure to credit risk before considering any collateral as at June 30, 2018 is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

16.2.1 The analysis below summarises the credit quality of the Bank with which the Fund's financial assets are kept in deposit accounts as at June 30, 2018:

Balances with banks by rating category

Balances with banks by rating category			2018					
Name of bank	Latest available published rating as at June 30, 2018	Rating agency	Al-Ameen Islamic Active Allocation Plan-II	Al-Ameen Islamic Active Allocation Plan-III	Al-Ameen Islamic Active Allocation Plan-IV	Al-Ameen Islamic Active Allocation Plan-IV	Al-Ameen Islamic Active Allocation Plan-IV	Total
------(Rupees in '000)-----								
United Bank Limited	AAA	JCR-VIS	46,943	3,930	12,252	24,651	13,038	100,814

Name of bank	Latest available published rating as at June 30, 2017	Rating agency	2017						Total
			Al-Ameen Islamic Active Allocation Plan-I	Al-Ameen Islamic Active Allocation Plan-II	Al-Ameen Islamic Active Allocation Plan-III	Al-Ameen Islamic Active Allocation Plan-IV	Al-Ameen Islamic Active Allocation Plan-IV	Al-Ameen Islamic Active Allocation Plan-IV	
			(Rupees in '000)						
United Bank Limited	AAA	JCR-VIS	6,296	49,083	6,977	17,764	27,555	18,138	125,813

The Fund's major bank balance is held with a single bank (related party). The management believes that the bank is a reputed institution.

Concentration of credit risk

Concentration of risk arises when a number of financial instruments or contracts are entered into the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

16.3 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to non-payment of redemption requests on a regular basis. Units are redeemable at the option of unit holders based on the Fund's net asset value per unit, at the time of redemption, calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

Management of liquidity risk

The Fund's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions without incurring unacceptable losses or risking damage to the Fund's reputation. The Fund's policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily realised.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further, the Fund also has the ability to suspend redemptions of units with the approval of the Board of Directors of the Management Company in extraordinary circumstances. The Fund can also borrow, with prior approval of the Trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total net assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Particulars	As at June 30, 2018	As at June 30, 2017
	Up to three months	Up to three months
----- Rupees in '000 -----		
Liabilities	Al-Ameen Islamic Active Allocation Plan - II	
Payable to UBL Fund Managers Limited - Management Company	657	514
Payable to Central Depository Company of Pakistan Limited - Trustee	183	227
Accrued expenses and other liabilities	149	3,793
Net assets attributable to redeemable units	2,575,320	2,792,045
	2,576,309	2,796,579
Liabilities	Al-Ameen Islamic Active Allocation Plan - III	
Payable to UBL Fund Managers Limited - Management Company	98	310
Payable to Central Depository Company of Pakistan Limited - Trustee	96	149
Accrued expenses and other liabilities	267	19,494
Net assets attributable to redeemable units	1,540,040	1,733,389
	1,540,501	1,753,342
Liabilities	Al-Ameen Islamic Active Allocation Plan - IV	
Payable to UBL Fund Managers Limited - Management Company	350	291
Payable to Central Depository Company of Pakistan Limited - Trustee	97	135
Accrued expenses and other liabilities	315	20,785
Net assets attributable to redeemable units	1,402,710	1,540,270
	1,403,472	1,561,481
Liabilities	Al-Ameen Islamic Active Allocation Plan - V	
Payable to UBL Fund Managers Limited - Management Company	312	415
Payable to Central Depository Company of Pakistan Limited - Trustee	134	188
Accrued expenses and other liabilities	300	44,795
Net assets attributable to redeemable units	1,749,387	2,255,482
	1,750,133	2,300,880
Liabilities	Al-Ameen Islamic Active Allocation Plan - VI	
Payable to UBL Fund Managers Limited - Management Company	370	446
Payable to Central Depository Company of Pakistan Limited - Trustee	160	201
Accrued expenses and other liabilities	961	48,873
Net assets attributable to redeemable units	2,066,428	2,427,354
	2,067,919	2,476,874

17. UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. These unit holders of the Fund are entitled to distributions and to payment of a proportionate share based on the Fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in unit holders' fund.

The Fund's objective when managing unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitor the level of daily issuance and redemptions relative to the liquid assets and adjust the amount of distributions the Fund pays to the unit holders;
- Redeem and issue units in accordance with the constitutive documents of the Fund. This includes the Fund's ability to restrict redemptions; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer critically track the movement of 'Assets under Management'. The Board of Directors is updated regarding key performance indicators e.g. yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year.

18. 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 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 tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature.

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

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

The table below provides information on financial assets or liabilities re-measured and carried at fair values, by valuation methods.

	As at June 30, 2018				As at June 30, 2017
	Level 1	Level 2	Level 3	Total	Total
	----- Rupees in '000-----				
Al-Ameen Islamic Active Allocation Plan - II					
Assets					
Investment in mutual funds - financial assets at fair value through profit or loss - held for trading	2,577,152	-	-	2,577,152	2,775,260
Al-Ameen Islamic Active Allocation Plan - III					
Assets					
Investment in mutual funds - financial assets at fair value through profit or loss - held for trading	1,559,268	-	-	1,559,268	1,765,371

	As at June 30, 2018				As at June 30, 2017
	Level 1	Level 2	Level 3	Total	Total
	----- Rupees in '000-----				
Al-Ameen Islamic Active Allocation Plan - IV					
Assets					
Investment in mutual funds - financial assets at fair value through profit or loss - held for trading	1,412,034	-	-	1,412,034	1,561,226
Al-Ameen Islamic Active Allocation Plan - V					
Assets					
Investment in mutual funds - financial assets at fair value through profit or loss - held for trading	1,734,065	-	-	1,734,065	2,287,263
Al-Ameen Islamic Active Allocation Plan - VI					
Assets					
Investment in mutual funds - financial assets at fair value through profit or loss - held for trading	2,058,213	-	-	2,058,213	2,469,916

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

19. BRIEF PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of the members of the investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir Khan	Head of Research	12	MBA
4	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.Com
5	Asim Wahab Khan	Head of Investment Strategy & Equity	13	MBA, CFA
6	Syed Shabbir Sardar Zaidi	Fund Manager	9	M.A.S, CFA

* Head of Risk - non voting observer

- 19.1 Mr. Shabbir Sardar Zaidi is also Fund Manager of Al-Ameen Islamic Retirement Savings Fund, Al-Ameen Dedicated Equity Fund, Al-Ameen Islamic Sovereign Fund, Al-Ameen Islamic Active Allocation Plan VII, Al-Ameen Islamic Active Allocation Plan VIII, Al-Ameen Islamic Active Allocation Plan IX, Al-Ameen Islamic Active Allocation Plan X, Al-Ameen Islamic Active Principal Preservation Plan I and Al-Ameen Islamic Active Principal Preservation Plan II.

20. PATTERN OF UNIT HOLDING

Category	As at June 30, 2018			As at June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held	Number of unit holders	Number of units held	Percentage of units held
Al-Ameen Islamic Active Allocation Plan - I						
Individuals	-	-	-	1,007	18,173,216	61.51
Associated companies and directors	-	-	-	1	1,407,548	4.76
Retirement funds	-	-	-	36	5,957,065	20.16
Public limited companies	-	-	-	1	-	-
Others	-	-	-	18	4,007,501	13.56
	-	-	-	1,063	29,545,330	100.00

Category	Number of unit holders	Number of units held	Percentage of units held	Number of unit holders	Number of units held	Percentage of units held
----- As at September 27, 2017 -----			----- As at June 30, 2017 -----			
Al-Ameen Islamic Active Allocation Plan - II						
Individuals	845	18,207,740	70.74	851	14,961,011	71.36
Insurance companies	1	121,129	0.47	1	97,850	0.47
Retirement funds	22	4,726,666	18.36	22	3,785,760	18.06
Public limited companies	2	2,052,438	7.97	3	1,706,466	8.14
Others	11	630,282	2.45	9	413,419	1.97
	881	25,738,255	100.00	886	20,964,506	100.00
----- As at December 22, 2017 -----			----- As at June 30, 2017 -----			
Al-Ameen Islamic Active Allocation Plan - III						
Individuals	579	8,403,458	55.33	584	7,651,995	56.38
Associated companies and directors	-	-	-	2	1,126,245	8.30
Insurance companies	1	442,637	2.91	1	396,329	2.92
Banks and DFIs	1	1,154,826	7.60	-	-	-
Retirement funds	19	2,368,673	15.60	19	2,107,874	15.53
Public limited companies	1	165,496	1.09	3	346,029	2.55
Others	6	2,653,332	17.47	3	1,944,419	14.33
	607	15,188,422	100.00	612	13,572,891	100.00
----- As at March 29, 2018 -----			----- As at June 30, 2017 -----			
Al-Ameen Islamic Active Allocation Plan - IV						
Individuals	499	9,173,818	66.48	502	8,088,221	66.21
Associated companies and directors	-	-	-	4	1,144,311	9.37
Insurance companies	1	56,785	0.41	1	49,300	0.40
Banks and DFIs	1	1,181,448	8.56	-	-	-
Retirement funds	9	1,123,903	8.14	9	968,918	7.93
Others	6	2,263,348	16.40	6	1,965,025	16.09
	516	13,799,302	100.00	522	12,215,775	100.00
----- As at June 30, 2018 -----			----- As at June 30, 2017 -----			
Al-Ameen Islamic Active Allocation Plan - V						
Individuals	787	11,168,286	66.31	853	12,412,250	62.22
Associated companies and directors	1	1,022,687	6.07	4	1,043,100	5.23
Retirement funds	19	3,103,062	18.42	18	3,027,617	15.18
Public limited companies	-	-	-	4	2,116,401	10.61
Others	10	1,547,754	9.19	8	1,350,214	6.77
	817	16,841,789	100.00	887	19,949,582	100.00
----- As at June 30, 2018 -----			----- As at June 30, 2017 -----			
Al-Ameen Islamic Active Allocation Plan - VI						
Individuals	1,125	16,961,930	78.36	1,214	18,759,909	81.55
Associated companies and directors	1	1,023,267	4.73	1	1,023,267	4.45
Insurance companies	2	330,508	1.53	1	150,874	0.66
Retirement funds	18	1,291,875	5.97	18	1,291,875	5.62
Public limited companies	1	443,966	2.05	4	691,526	3.01
Others	13	1,595,466	7.37	11	1,086,889	4.72
	1,160	21,647,012	100.00	1,249	23,004,340	100.00

21. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

- 21.1** Transactions with the connected persons are in the normal course of business, at agreed / contracted rates.
- 21.2** Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.
- 21.3** Remuneration of the Trustee is determined in accordance with the provisions of the Trust Deed.
- 21.4** Details of transactions with related parties / connected persons and balances held with them including transactions and balances involving related parties at the year / period end are as follows:

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - II

Transactions during the period

For the period ended September 27, 2017

(Units in '000)

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-

(Rupees in '000)

Profit on savings accounts	-	649	-	-	-	-
Bank charges	-	1	-	-	-	-
Allocated expenses	646	-	-	-	-	-
Shariah advisor fee	11	-	-	-	-	-
Investment in mutual funds - purchase of units	-	-	-	2,722,939	-	-
Investment in mutual funds - redemption of units	-	-	-	2,753,388	-	-
Remuneration	-	-	616	-	-	-
Listing fee	-	5	-	-	-	-

Balances held - unsecured

As at September 27, 2017

(Units in '000)

Units held	-	-	-	-	-	-

(Rupees in '000)

Value of units held	-	-	-	-	-	-
Bank balances	-	46,943	-	-	-	-
Investment in mutual funds - Units held	-	-	-	2,577,152	-	-
Profit receivable	-	191	-	-	-	-
Remuneration payable	-	-	183	-	-	-
Allocated expense payable	646	-	-	-	-	-
Shariah Advisor fee payable	11	-	-	-	-	-

Year ended June 30, 2017

(Units in '000)

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-

(Rupees in '000)

Profit on savings accounts	-	3,196	-	-	-	-
Bank charges	-	4	-	-	-	-
Allocated expenses	2,902	-	-	-	-	-
Shariah advisor fee	62	-	-	-	-	-
Investment in mutual funds - purchase of units	-	-	-	-	-	-
Investment in mutual funds - redemption of units	-	-	-	-	-	-
Remuneration	-	-	2,742	-	-	-
Dividend received	-	-	-	73,946	-	-
Dividend paid	-	-	-	-	-	585

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - II

Balances held - unsecured

	-----As at June 30, 2017 -----					
	----- (Units in '000) -----					
Units held	-	-	-	-	-	2,913
	----- (Rupees in '000) -----					
Value of units held	-	-	-	-	-	387,953
Bank balances	-	49,083	-	-	-	-
Investment in mutual funds - Units held	-	-	-	2,775,260	-	-
Remuneration payable	-	-	227	-	-	-
Allocated expenses payable	505	-	-	-	-	-
Shariah Advisor fee payable	9	-	-	-	-	-
Profit receivable	-	522	-	-	-	-

Al-Ameen Islamic Active Allocation Plan - III

Transactions during the period

	-----Period ended December 22, 2017 -----					
	----- (Units in '000) -----					
Units issued	-	13	-	-	-	16
Units redeemed	-	-	-	-	-	9
	----- (Rupees in '000) -----					
Profit on savings accounts	-	127	-	-	-	-
Bank charges	-	51	-	-	-	-
Allocated expenses	774	-	-	-	-	-
Shariah advisor fee	38	-	-	-	-	-
Investment in mutual funds - purchase of units	-	1,625	-	4,000,174	-	2,058
Investment in mutual funds - redemption of units	-	-	-	4,019,005	-	927
Remuneration	-	-	791	-	-	-
Listing fee	-	5	-	-	-	-

Balances held - unsecured

	-----As at December 22, 2017 -----					
	----- (Units in '000) -----					
Units held	-	1,155	-	-	-	1,660
	----- (Rupees in '000) -----					
Value of units held	-	117,117	-	-	-	168,324
Bank balances	-	3,940	-	-	-	-
Investment in mutual funds - Units held	-	-	-	1,559,268	-	-
Profit receivable	-	15	-	-	-	-
Remuneration payable	-	-	96	-	-	-
Allocated expense payable	93	-	-	-	-	-
Shariah Advisor fee payable	1	-	-	-	-	-
Other payable	4	-	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - III

-----Year ended June 30, 2017 -----						
----- (Units in '000) -----						
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
----- (Rupees in '000) -----						
Profit on savings accounts	-	551	-	-	-	-
Bank charges	-	2	-	-	-	-
Allocated expenses	1,742	-	-	-	-	-
Shariah advisor fee	56	-	-	-	-	-
Investment in mutual funds - purchase of units	-	22	-	-	-	-
Investment in mutual funds - redemption of units	-	-	-	-	-	-
Remuneration	-	-	1,759	-	-	-
Dividend received	-	-	-	46,319	-	-
Dividend paid	-	1,780	-	-	-	2,368

Balances held - unsecured

-----As at June 30, 2017 -----						
----- (Units in '000) -----						
Units held	-	1,112	-	-	-	1,470
----- (Rupees in '000) -----						
Value of units held	-	142,013	-	-	-	187,733
Bank balances	-	6,977	-	-	-	-
Investment in mutual funds - Units held	-	-	-	1,765,371	-	-
Remuneration payable	-	-	149	-	-	-
Allocated expenses payable	307	-	-	-	-	-
Shariah Advisor fee payable	3	-	-	-	-	-
Profit receivable	-	38	-	-	-	-

Al-Ameen Islamic Active Allocation Plan - IV

-----Period ended March 29, 2018 -----						
----- (Units in '000) -----						
Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
----- (Rupees in '000) -----						
Profit on savings accounts	-	590	-	-	-	-
Bank charges	-	51	-	-	-	-
Allocated expenses	1,057	-	-	-	-	-
Shariah advisor fee	64	-	-	-	-	-
Investment in mutual funds - purchase of units	-	1,933	-	2,701,781	2	2,483
Investment in mutual funds - redemption of units	-	-	-	2,731,395	1	1,092
Remuneration	-	-	1,074	-	-	-
Listing fee	-	5	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - IV

Balances held - unsecured

-----As at March 29, 2018 -----
 -----(Units in '000) -----

Units held	-	1,181	-	-	1	1,720

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

Value of units held	-	120,049	-	-	102	174,838
Bank balances	-	12,259	-	-	-	-
Investment in mutual funds - Units held	-	-	-	1,412,034	-	-
Profit receivable	-	55	-	-	-	-
Remuneration payable	-	-	97	-	-	-
Allocated expense payable	336	-	-	-	-	-
Shariah Advisor fee payable	9	-	-	-	-	-
Other payable	5	-	-	-	-	-

-----Year ended June 30, 2017 -----
 -----(Units in '000) -----

Transactions during the year

Units issued	-	-	-	-	-	-
Units redeemed	-	-	-	-	15	-

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

Profit on savings accounts	-	1,529	-	-	-	-
Bank charges	-	3	-	-	-	-
Allocated expenses	1,550	-	-	-	-	-
Shariah advisor fee	64	-	-	-	-	-
Investment in mutual funds - purchase of units	-	-	-	-	-	-
Investment in mutual funds - redemption of units	-	-	-	-	1,821	-
Remuneration	-	-	1,596	-	-	-
Dividend received	-	-	-	41,422	-	-
Dividend paid	-	1,933	-	-	241	2,838

Balances held - unsecured

-----As at June 30, 2017 -----
 -----(Units in '000) -----

Units held	-	1,017	-	-	127	1,494

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

Value of units held	-	128,232	-	-	16,013	188,376
Bank balances	-	17,764	-	-	-	-
Investment in mutual funds - Units held	-	-	-	1,561,226	-	-
Remuneration payable	-	-	135	-	-	-
Allocated expenses payable	276	-	-	-	-	-
Shariah Advisor fee payable	10	-	-	-	-	-
Profit receivable	-	79	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - V

Transactions during the period

	-----Year ended June 30, 2018 -----					
	----- (Units in '000) -----					
Units issued	-	22	-	-	-	-
Units redeemed	-	-	-	-	-	-
	----- (Rupees in '000) -----					
Profit on savings accounts	-	1,517	-	-	-	-
Bank charges	-	17	-	-	-	-
Allocated expenses	1,906	-	-	-	-	-
Shariah advisor fees	105	-	-	-	-	-
Investment in mutual funds - purchase of units	-	-	-	3,235,485	-	-
Investment in mutual funds - redemption of units	-	-	-	3,599,978	-	-
Remuneration	-	-	1,830	-	-	-
Listing fee	-	5	-	-	-	-

Balances held - unsecured

	----- As at June 30, 2018 -----					
	----- (Units in '000) -----					
Units held	-	1,023	-	-	-	-
	----- (Rupees in '000) -----					
Value of units held	-	106,259	-	-	-	-
Bank balances	-	24,654	-	-	-	-
Investment in mutual funds - Units held	-	-	-	1,734,065	-	-
Profit receivable	-	126	-	-	-	-
Remuneration payable	-	-	134	-	-	-
Allocated expense payable	299	-	-	-	-	-
Shariah Advisor fee payable	13	-	-	-	-	-

Transactions during the year

	-----Year ended June 30, 2017 -----					
	----- (Units in '000) -----					
Units issued	-	1,001	-	-	43	2,915
Units redeemed	-	-	-	-	-	-
	----- (Rupees in '000) -----					
Profit on savings accounts	-	5,121	-	-	-	-
Bank charges	-	6	-	-	-	-
Allocated expenses	2,015	-	-	-	-	-
Shariah advisor fees	57	-	-	-	-	-
Investment in mutual funds - purchase of units	-	100,056	-	-	122	100,098
Investment in mutual funds - redemption of units	-	-	-	-	-	-
Remuneration	-	-	1,956	-	-	-
Dividend received	-	-	-	60,835	-	-
Dividend paid	-	2,501	-	-	106	7,287

Balances held - unsecured

	-----As at June 30, 2017 -----					
	----- (Units in '000) -----					
Units held	-	1,001	-	-	43	976
	----- (Rupees in '000) -----					
Value of units held	-	113,172	-	-	4,862	110,346
Bank balances	-	27,555	-	-	-	-
Investment in mutual funds - Units held	-	-	-	2,287,263	-	-
Remuneration payable	-	-	188	-	-	-
Allocated expenses payable	405	-	-	-	-	-
Shariah Advisor fee payable	10	-	-	-	-	-
Profit receivable	-	111	-	-	-	-

Particulars	Management Company	Associated Companies and others*	Trustee	Funds under Common Management	Directors and Key Executives**	Other connected persons/ related parties***

Al-Ameen Islamic Active Allocation Plan - VI

Transactions during the period

	-----Year ended June 30, 2018-----					
	----- (Units in '000) -----					
Units issued	-	23	-	-	-	-
Units redeemed	-	-	-	-	-	-
	----- (Rupees in '000) -----					
Profit on savings accounts	-	2,210	-	-	-	-
Bank charges	-	26	-	-	-	-
Allocated expenses	2,210	-	-	-	-	-
Shariah advisor fees	106	-	-	-	-	-
Investment in mutual funds - purchase of units	-	-	-	2,174,749	-	-
Investment in mutual funds - redemption of units	-	-	-	(2,352,951)	-	-
Remuneration	-	-	2,096	-	-	-
Listing fee	-	6	-	-	-	-

Balances held - unsecured

	-----As at June 30, 2018-----					
	----- (Units in '000) -----					
Units held	-	1,023	-	-	-	-
	----- (Rupees in '000) -----					
Value of units held	-	97,656	-	-	-	-
Bank balances	-	14,213	-	-	-	-
Investment in mutual funds - Units held	-	-	-	2,058,213	-	-
Profit receivable	-	69	-	-	-	-
Remuneration payable	-	-	160	-	-	-
Allocated expense payable	356	-	-	-	-	-
Shariah Advisor fee payable	13	-	-	-	-	-
Other payable	1	-	-	-	-	-

Transactions during the year

	-----Year ended June 30, 2017-----					
	----- (Units in '000) -----					
Units issued	-	1,001	-	-	-	591
Units redeemed	-	-	-	-	-	-
	----- (Rupees in '000) -----					
Profit on savings accounts	-	2,734	-	-	-	-
Bank charges	-	-	-	-	-	-
Allocated expenses	1,578	-	-	-	-	-
Shariah advisor fees	40	-	-	-	-	-
Investment in mutual funds - purchase of units	-	100,051	-	-	-	60,115
Investment in mutual funds - redemption of units	-	-	-	-	-	-
Remuneration	-	-	1,508	-	-	-
Dividend received	-	-	-	64,400	-	-
Dividend paid	-	2,401	-	-	-	1,419

Balances held - unsecured

	-----As at June 30, 2017-----					
	----- (Units in '000) -----					
Units held	-	1,001	-	-	-	591
	----- (Rupees in '000) -----					
Value of units held	-	105,623	-	-	-	62,361
Bank balances	-	18,138	-	-	-	-
Investment in mutual funds - Units held	-	-	-	2,469,916	-	-
Remuneration payable	-	-	201	-	-	-
Allocated expenses payable	446	-	-	-	-	-
Shariah Advisor fee payable	10	-	-	-	-	-
Profit receivable	-	90	-	-	-	-
Other payable	-	-	-	-	-	-

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

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

*** This represents the person having 10% or more holding in each year.

22. ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended

Directors:

Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	x	✓	x	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas **	✓	✓	✓	✓	x	✓	✓	6
Zulfiqar Alavi ***	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0

Key Executives:

Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017.

** Independent Director's have completed three consecutive term.

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary.

23. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2018 and as at June 30, 2017.

24. COMMITTED CREDIT LINES

The Securities and Exchange Commission of Pakistan vide Direction No. 2 of 2017 dated January 13, 2017, has directed all Asset Management Companies to arrange committed credit lines from banks / DFIs for the equity funds and fund of funds equivalent to 10% of its net assets and to review it at least on quarterly basis against net assets of the funds. Accordingly, the Fund has obtained committed credit lines of PKR 2,164 million which represents 15.75% of net asset of the Fund as at June 30, 2017 at a rate of 3 months KIBOR plus 2%. However, SECP through vide Direction No. 37 of 2017 dated December 29, 2017 has withdrawn the requirement for asset management to arrange aforesaid committed credit lines

25. GENERAL

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

26. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on Aug 28, 2018 by the Board of Directors of the Management Company.

FOR UBL FUND MANAGERS LIMITED
(Management Company)

SD
Chief Executive Officer

SD
Chief Financial Officer

SD
Director

AIFPF-II

Al-Ameen Islamic Financial Planning Fund

Al-Ameen Islamic Active Allocation Plan - VII - X

Al-Ameen Islamic Conservative Allocation Plan

Al-Ameen Islamic Active Principal Preservation Plan-I

INVESTMENT OBJECTIVE

AIFPF-II is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

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

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Active Allocation Plan-VII (AIActAP-VII)

i) **Description of the Collective Investment Scheme category and type**

Shariah Compliant Fund of Funds Scheme/ Open-end

i) **Statement of Collective Investment Scheme's investment objective**

AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

ii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**

The fund achieved its stated objective.

iii) **Statement of benchmark(s) relevant to the Collective Investment Scheme**

Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan

iv) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-VII	-0.32%	-7.46%	1.02%	-3.63%	0.42%	0.43%	5.21%	-1.95%	3.48%	0.41%	-2.97%	-2.44%	-8.10%
Benchmark	1.86%	-8.83%	1.97%	-4.18%	1.03%	0.68%	6.75%	-1.44%	4.19%	0.28%	-3.72%	-1.88%	-4.16%

v) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 21-Feb-17. During FY18, AIActAP-VII generated a return of -8.10%. In line with the equity strategy, the Fund Manager maintained exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at June'18 stood at 75%. The remaining funds of 24% were invested in Al-Ameen Islamic Sovereign Fund and 1% in Cash. The net assets of the Fund were PKR 1,651 million as at June 30, 2018 representing the net asset value of PKR 90.1436 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	51%	75%
Money Market Funds	0%	0%
Income Funds	48%	24%
Others	0%	0%

Cash	2%	1%
Leverage	Nil	Nil

vi) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-8.10%
Standard Deviation (12m trailing):	12.57%
Sharpe Ratio (12m trailing):	(1.13)

vii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
01-Jul-17	30-Jun-18	Change	01-Jul-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
2,250,469	1,651,162	(26.63)	98.0880	90.1436	(8.10)

viii) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AI ACTAP-VII are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

ix) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

x) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xi) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIActAP-VII
0.0001 - 9,999.9999	865
10,000.0000 - 49,999.9999	226
50,000.0000 - 99,999.9999	48
100,000.0000 - 499,999.9999	27
500,000.0000 & Above	2
Total	1168

xii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xiii) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xiv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Active Allocation Plan-VIII (AIActAP-VIII)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-VIII	0.63%	-6.89%	0.70%	-3.75%	0.47%	0.49%	5.27%	-1.96%	3.52%	0.40%	-3.07%	-2.43%	-6.99%
Benchmark	1.29%	-8.29%	1.95%	-4.26%	1.03%	0.71%	6.82%	-1.45%	4.22%	0.26%	-3.84%	-1.89%	-4.26%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 30-May-17. During FY18, AIActAP-VIII generated a return of -6.99% against the benchmark return of -4.26%. In line with the equity strategy, the Fund's exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at June'18 stood at 76%. The remaining funds of 24% were invested in Al-Ameen Islamic Sovereign Fund (Shariah Compliant Income fund). The net assets of the Fund were PKR 4,326 million as at June 30, 2018 representing the net asset value of PKR 90.0985 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	35%	76%
Money Market Funds	0%	0%

Income Funds	64%	24%
Others	0%	0%
Cash	0%	0%
Leverage	Nil	Nil

vii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-6.99%
Standard Deviation (12m trailing):	11.94%
Sharpe Ratio (12m trailing):	(1.10)

viii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
01-Jul-17	30-Jun-18	Change	01-Jul-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
4,994,943	4,325,796	(13.40)	96.8685	90.0985	(6.99)

ix) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AI ACTAP-VIII are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

x) Disclosure on distribution (if any), comprising:-

During the year no distribution has been made.

xi) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIActAP-VIII
0.0001 - 9,999.9999	1773
10,000.0000 - 49,999.9999	644
50,000.0000 - 99,999.9999	102
100,000.0000 - 499,999.9999	66
500,000.0000 & Above	4
Total	2589

xiii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xiv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Active Allocation Plan-IX (AIActAP-IX)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-IX	-	-0.28%	0.11%	-2.63%	0.30%	0.54%	4.78%	-1.74%	3.31%	0.31%	-2.93%	-2.37%	-0.89%
Benchmark	-	-0.06%	0.82%	-3.01%	0.69%	0.68%	6.28%	-1.29%	3.91%	0.16%	-3.76%	-1.86%	2.15%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**
The Fund was launched on 31-Aug-17. During FY18, AIActAP-IX generated a return of -0.89%. In line with the equity strategy, the Fund's exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at June'18 stood at 75%. The remaining 25% funds were invested in Al-Ameen Islamic Sovereign Fund (Shariah Compliant Income fund). The net assets of the Fund were PKR 3,610 million as at June 30, 2018 representing the net asset value of PKR 99.1053 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	0%	75%
Money Market Funds	0%	0%
Income Funds	0%	25%
Others	0%	0%
Cash	0%	0%
Leverage	Nil	Nil

vii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	-0.89%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

viii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
31-Dec-17	30-Jun-18	Change	31-Dec-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
3,903,608	3,610,270	(7.51)	99.7214	99.1053	(0.62)

ix) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AIACTAP-IX are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

x) Disclosure on distribution (if any), comprising:-

During the period no distribution has been made.

xi) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIAActAP-IX
0.0001 - 9,999.9999	1448
10,000.0000 - 49,999.9999	563
50,000.0000 - 99,999.9999	70
100,000.0000 - 499,999.9999	37
500,000.0000 & Above	4
Total	2122

xiii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xiv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Active Allocation Plan-X (AIActAP-X)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the active allocation plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIActAP-X	-	-	-	-	-	1.51%	3.91%	-1.50%	2.77%	0.23%	-2.84%	-2.23%	1.66%
Benchmark	-	-	-	-	-	2.08%	5.24%	-1.04%	3.43%	0.01%	-3.64%	-1.79%	4.07%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 15-Dec-17. Since inception, AIActAP-X generated a return of 1.66%. In line with the equity strategy, the Fund's exposure to equity related funds (through Al-Ameen Islamic Dedicated Equity Fund) as at June'18 stood at 72% while 23% was invested in Al-Ameen Islamic Sovereign Fund (Shariah Compliant Income fund). The net assets of the Fund were PKR 1,719 million as at June 30, 2018 representing the net asset value of PKR 101.6568 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	0%	72%
Money Market Funds	0%	4%
Income Funds	0%	23%

Others	0%	0%
Cash	0%	0%
Leverage	Nil	Nil

vii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	1.66%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

viii) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
15-Dec-17	30-Jun-18	Change	15-Dec-17	30-Jun-18	Change
Rupees (000)		%	Rupees		%
1,719,307	1,718,622	(0.04)	100.1097	101.6568	1.55

ix) **Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period**

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AI ACTAP-X are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

- x) **Disclosure on distribution (if any), comprising:-**
- particulars of income distribution or other forms of distribution made and proposed during the period; and
- statement of effects on the NAV before and after distribution is made

Distribution				Per unit	
Declared on	Bonus	Cash	Per Unit	Cum NAV	Ex NAV
	Rupees (000)			----- Rupees -----	
02-Jul-18	-	697	0.0368	101.6568	101.6200

- xi) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**
There were no significant changes in state of affairs of the scheme.
- xii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIActAP-X
0.0001 - 9,999.9999	811
10,000.0000 - 49,999.9999	218
50,000.0000 - 99,999.9999	42
100,000.0000 - 499,999.9999	22
500,000.0000 & Above	2
Total	1095

- xiii) **Disclosure on unit split (if any), comprising:-**
There were no unit splits during the period.
- xiv) **Disclosure of circumstances that materially affect any interests of unit holders**
Investment are subject to credit and market risk.
- xv) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**
No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Conservative Allocation Plan – (AICONAP)

i) **Description of the Collective Investment Scheme category and type**

Shariah Compliant Fund of Funds Scheme/ Open-end

ii) **Statement of Collective Investment Scheme's investment objective**

The "Al-Ameen Islamic Conservative Allocation Plan" is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund - II". AIFPF II is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**

The fund achieved its stated objective.

iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**

Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP and 6M PKISRV rates on basis of actual investment by the active allocation plan

i) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AICONAP	-	-	-	-	4.30%	4.24%	4.71%	4.94%	4.90%	5.32%	5.02%	5.19%	4.84%
Benchmark	-	-	-	-	2.59%	2.58%	2.58%	2.58%	2.59%	2.60%	2.60%	2.61%	2.59%

ii) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 9-Nov-17. Since inception, AICONAP generated a return of 4.84%. For June'18 the Fund Managers maintained 100% exposure in Al-Ameen Islamic Money market (through Al-Ameen Islamic Cash Fund). The fund matured on 29 Jun 2018. The net assets of the Fund were PKR 180mn as at June 29, 2018 representing the net asset value of PKR 100.1018 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Money Market Funds	0%	100%
Income Funds	0%	0%
Others	0%	0%
Cash	0%	0%
Leverage	Nil	Nil

iii) **Analysis of the Collective Investment Scheme's performance**

FY'18 Return:	4.84%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

iv) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)**

Net Asset Value			NAV per unit		
30-Jun-18	09-NOV-17	Change	30-Jun-18	09-NOV-17	Change
Rupees (000)		%	Rupees		%
0	5,001	(100)	0	100.0118	(100)

v) **Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period**

The fund is an Islamic Conservative Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests in Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AICONAP is fixed income CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps

and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

- vi) **Disclosure on distribution (if any), comprising:-**
- particulars of income distribution or other forms of distribution made and proposed during the period; and
 - statement of effects on the NAV before and after distribution is made

Distribution				Per unit	
Declared on	Bonus	Cash	Per Unit	Cum NAV	Ex NAV
	Rupees (000)		----- Rupees -----		
December 28, 2017	389	-	0.598	100.5890	100
January 26, 2018	183	-	0.3320	100.3320	100
February 28, 2018	343	-	0.4305	100.4305	100
March 29, 2018	486	-	0.4035	100.4035	100
April 27, 2018	1,168	-	0.3868	100.3869	100.0001
April 27, 2018	-	0.2784	0.0001	100.0001	100
May 30, 2018	1,520	-	0.4428	100.4558	100.0130
May 30, 2018	-	47	0.0130	100.0130	100
June 24, 2018	1,153	-	0.3137	100.3151	100.0014
June 24, 2018	-	5	0.0014	100.0014	100

- vii) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in state of affairs of the scheme.

- viii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AICONAP
0.0001 - 9,999.9999	0
10,000.0000 - 49,999.9999	0
50,000.0000 - 99,999.9999	0
100,000.0000 - 499,999.9999	0
500,000.0000 & Above	0
Total	0

- ix) **Disclosure on unit split (if any), comprising:-**
There were no unit splits during the period.
- x) **Disclosure of circumstances that materially affect any interests of unit holders**
Investment are subject to credit and market risk.
- xi) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**
No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – II

Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIAPPP-I	-	-	-	-	-	-	-	-	0.67%	0.33%	-0.42%	-0.13%	0.44%
Benchmark	-	-	-	-	-	-	-	-	0.61%	0.15%	-0.76%	-0.24%	-0.25%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 20-Mar-18. Since inception, AIAPPP-I generated a return of 0.44%. The plan's exposure to local equities (through Al-Ameen Islamic Dedicated Equity Fund) as at June18 stood at 9% while the remaining 91% was invested in Al-Ameen Islamic Money market (through Al-Ameen Islamic Cash Fund). The net assets of the Fund were PKR 2,150 million as at June 30, 2018 representing the net asset value of PKR 100.4416 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	0%	9%
Money Market Funds	0%	91%
Income Funds	0%	0%
Others	0%	0%

Cash	0%	0%
Leverage	Nil	Nil

vii) Analysis of the Collective Investment Scheme's performance

FY'18 Return:	0.44%
Standard Deviation (12m trailing):	n/a
Sharpe Ratio (12m trailing):	n/a

viii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
20-Mar-18	30-Jun-18	Change	20-Mar-18	30-Jun-18	Change
Rupees (000)		%	Rupees		%
2,156,048	2,149,930	(0.28)	100.2326	100.4416	0.21

ix) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-II" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-II-AIAPPP-I are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

x) Disclosure on distribution (if any), comprising:-

During the period no distribution has been made.

xi) Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements

There were no significant changes in state of affairs of the scheme.

xii) Breakdown of unit holdings by size

Range of Units	Number of Investors
	AIAPPP-I
0.0001 - 9,999.9999	735
10,000.0000 - 49,999.9999	257
50,000.0000 - 99,999.9999	41
100,000.0000 - 499,999.9999	29
500,000.0000 & Above	2
Total	1064

xiii) Disclosure on unit split (if any), comprising:-

There were no unit splits during the period.

xiv) Disclosure of circumstances that materially affect any interests of unit holders

Investment are subject to credit and market risk.

xv) Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-VII

	2018	2017
NET ASSETS AS AT 30 JUNE - Rupees in '000	1,651,162	2,250,469
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *		
Class A units - Offer	90.1436	98.0880
- Redemption	86.5379	94.1645
RETURN OF THE FUND - %		
Total Return of the Fund	(8.10)	(1.91)
Capital Growth (per unit)	(8.10)	(1.91)
Date of Income Distribution	-	30-Jun-17
Income Distribution	-	-
AVERAGE ANNUAL RETURN - %		
Since Launch/ One Year	(8.10)	(1.91)
Second Year	(5.01)	(1.91)
OFFER / REPURCHASE DURING THE YEAR- Rupees *		
Highest price per unit - Class A units - Offer	99.4569	106.5100
Highest price per unit - Class A units - Redemption	99.4569	106.5100
Lowest price per unit - Class A units - Offer	85.0438	100.0000
Lowest price per unit - Class A units - Redemption	81.6420	96.0000

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	1	1
Income funds	24.00	48.00
Equity Funds	75.00	51.00

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100	100

Note:

- The Launch date of Fund is 21 Feb 2017.

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-VIII

	2018	2017
NET ASSETS AS AT 30 JUNE - Rupees in '000	4,325,796	4,994,943
NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *		
Class A units - Offer	90.0985	96.8685
- Redemption	86.4946	92.9938
RETURN OF THE FUND - %		
Total Return of the Fund	(6.99)	(3.13)
Capital Growth (per unit)	(6.99)	(3.13)
Date of Income Distribution	-	30-Jun-17
Income Distribution	-	-
AVERAGE ANNUAL RETURN - %		
Since Launch/ One Year	(6.99)	(3.13)
Second Year	(5.06)	(3.13)
OFFER / REPURCHASE DURING THE YEAR- Rupees *		
Highest price per unit - Class A units - Offer	99.0232	100.5239
Highest price per unit - Class A units - Redemption	95.0623	96.5029
Lowest price per unit - Class A units - Offer	84.9751	95.4487
Lowest price per unit - Class A units - Redemption	81.5761	91.6308

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	-	1.00
Income funds	24.00	64.00
Equity Funds	76.00	35.00

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100	100

Note:

- The Launch date of Fund is 30th May 2017.

DISCLAIMER

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-IX

2018

NET ASSETS AS AT 30 JUNE - Rupees in '000 **3,610,270**

NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *

Class A units - Offer	99.1053
- Redemption	95.1411

RETURN OF THE FUND - %

Total Return of the Fund	(0.89)
Capital Growth (per unit)	(0.89)
Date of Income Distribution	-
Income Distribution	-
Date of Income Distribution	-
Income Distribution	-

AVERAGE ANNUAL RETURN - %

One Year	(0.89)

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer	106.2887
Highest price per unit - Class A units - Redemption	102.0372
Lowest price per unit - Class A units - Offer	94.1822
Lowest price per unit - Class A units - Redemption	90.4149

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Equity Funds	75
Income Funds	25

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100.00

Note:

- The Launch date of Fund is 31 August 2017

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al-Ameen Islamic Active Allocation Plan-X

2018

NET ASSETS AS AT 30 JUNE - Rupees in '000 **1,718,622**

NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *

Class A units - Offer	101.6568
- Redemption	97.5905

RETURN OF THE FUND - %

Total Return of the Fund	1.66
Capital Growth (per unit)	1.66
Date of Income Distribution	-
Income Distribution	-

AVERAGE ANNUAL RETURN - %

One Year	1.66

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer	108.6891
Highest price per unit - Class A units - Redemption	104.3415
Lowest price per unit - Class A units - Offer	99.1413
Lowest price per unit - Class A units - Redemption	95.1756

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Bank balances	1
Equity Funds	72
Money Market Funds	4
Income Funds	23

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100

Note:

- The Launch date of Fund is 15th December 2017

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al Ameen Islamic Conservative Allocation Plan

2018

NET ASSETS AS AT 30 JUNE - Rupees in '000 **0**

NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *

Class A units - Offer	100.28
- Redemption	100.00

RETURN OF THE FUND - %

Total Return of the Fund	4.53
Capital Growth (per unit)	4.53
Date of Income Distribution	-
Income Distribution	-

AVERAGE ANNUAL RETURN - %

One Year	4.53
Second Year	4.53
Third Year	4.53
Since inception	4.53

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer	100.88
Highest price per unit - Class A units - Redemption	100.60
Lowest price per unit - Class A units - Offer	100.28
Lowest price per unit - Class A units - Redemption	100.00

* Front-end load @ 2.5% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Money Market Funds	100.00

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds	100.00

Note:

- The Launch date of Fund is 9th November 2017

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

PERFORMANCE TABLE

Al Ameen Islamic Active Principal Preservation Plan - I

2018

NET ASSETS AS AT 30 JUNE - Rupees in '000

2,149,930

NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *

Class A units - Offer

100.4416

- Redemption

96.4239

RETURN OF THE FUND - %

Total Return of the Fund

0.44

Capital Growth (per unit)

0.44

Date of Income Distribution

-

Income Distribution

-

Income Distribution

-

AVERAGE ANNUAL RETURN - %

One Year

0.44

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer

101.2026

Highest price per unit - Class A units - Redemption

97.1545

Lowest price per unit - Class A units - Offer

100.0000

Lowest price per unit - Class A units - Redemption

96.0000

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Equity Funds

9

Money Market Funds

91

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds

100

Note:

- The Launch date of Fund is 20th March 2018

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

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TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Islamic Financial Planning Fund - II (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the year ended June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 25, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF-II- AIACTAP-VII in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-II- AIACTAP-VII by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-II- AIACTAP-VII for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF-II- AIActAP-VIII in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-II- AIActAP-VIII by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-II- AIActAP-VIII for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF-II- AIACTAP-IX in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-II- AIACTAP-IX by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-II- AIACTAP-IX for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF-II- AIACTAP-X in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-II- AIACTAP-X by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-II- AIACTAP-X for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeem Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

- i. We have reviewed and approved the modes of investments of AIFPF II - AICONAP in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF II - AICONAP by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF II - AICONAP for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:

DATE: 08 August 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

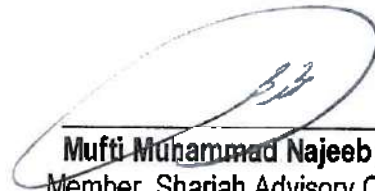
- i. We have reviewed and approved the modes of investments of AIFPF-II- AIAPPP-I in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-II- AIAPPP-I by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-II- AIAPPP-I for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR 1,884 amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeeb Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC FINANCIAL PLANNING FUND – II

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Financial Planning Fund – II (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:

- a. Male: Six Directors;
- b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

- 3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
- 4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
- 5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
- 6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
- 7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.

8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

a. Board Audit Committee

- i. Ms. Naz Khan (Chair);
- ii. Mirza Muhammad Sadeed Hassan Barlas;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Zia Ijaz.

b. Board Human Resource & Compensation Committee

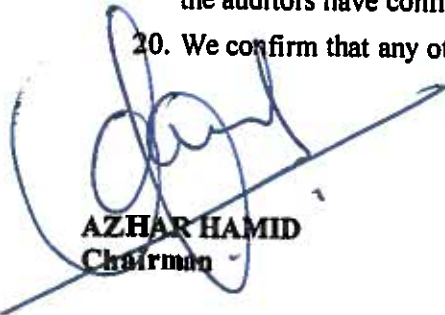
- i. Mr. Azhar Hamid (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Zia Ijaz;
- iv. Ms. Naz Khan;
- v. Syed Furrukh Zaeem.

c. Board Risk & Compliance Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Azhar Hamid;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Yasir Qadri;
- v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE UNITHOLDERS OF AL AMEEN ISLAMIC FINANCIAL PLANNING FUND - II ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 AS ADOPTED BY THE BOARD OF DIRECTORS OF UBL FUND MANAGERS LIMITED

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2017 (the Regulations) as adopted by the Board of Directors (the Board) of UBL Fund Managers Limited, the Management Company of Al Ameen Islamic Financial Planning Fund - II (the Fund) for the year ended June 30, 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Fund's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Fund's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Fund's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Fund for the year ended June 30, 2018.

We draw attention to the following paragraph as detailed in the Statement of Compliance:

"The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Financial Planning Fund - II (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code)."

Accordingly, our opinion is in relation to Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2017 as adopted by the Board of Directors of the Management Company.

KARACHI

DATED: AUGUST 28, 2018


CHARTERED ACCOUNTANTS
Engagement Partner: Zulfikar Ali Causer

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Al-Ameen Islamic Financial Planning Fund II ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2018, and the income statement, statement of comprehensive income, statement of cash flows and statement of movement in unit holders' fund for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2018, and its financial performance and its cash flows for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key audit matters:

S.NO	Key audit matter(s)	How the matter was addressed in our audit
1.	Amendment to the NBFC Regulations, 2008 The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 made certain amendments in the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations).	Our audit procedures included: We reviewed the processes and controls implemented by the Fund relating to the production and review of system generated reports and manual workings for the purpose of calculations of element of income or

S. NO	Key audit matter(s)	How the matter was addressed in our audit
	The said notification included a definition and explanation relating to "element of income" and excluded the element of income from the expression "accounting income" as described in Regulation 63 of the Regulations (amount distributable to unit holders) of the NBFC Regulations. Previously, an equalization account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. As per the revised methodology mentioned in the notification referred above, element of income is a transaction of capital nature and the receipt and payment of element of income is taken to unitholders' fund. Furthermore, the amendments also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the said amendments. Due to the significance of impact on financial results of the Fund including substantial changes in disclosures of the Fund's financial statements as a result of above mentioned amendments, we have considered the application of amendments as a key audit matter. (Refer Note 4.10 to the financial statements of the Fund)	loss and bifurcation of amount paid on redemption of units into "capital value" and "income already paid on units redeemed". • We evaluated the accuracy of system generated reports and manual workings produced by the Fund to ensure that the data is consistent with source documents and the said workings are in compliance with all the statutory provisions relating to element of income or loss. • We assessed the appropriateness of the recognition, measurement and presentation of "element of income / loss" in accordance with the amended provisions of the NBFC Regulations. We also considered the guidelines issued by MUFAP in respect of the accounting for element of income / loss as per the revised Regulations and assessed its implementation by the Fund. • We evaluated the adequacy of disclosures regarding the change in accounting policy with respect to element of income / loss along with the adequacy of additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund' in accordance with the requirements of the relevant financial reporting standards and the guidance issued by MUFAP in relation thereto.

S.NO	Key audit matter(s)	How the matter was addressed in our audit
2.	Existence and valuation of investments As disclosed in note 6 to the financial statements of the Fund for the year ended June 30, 2018, the investments held by the Fund comprised of investments in mutual funds managed by the Asset Management Company of the Fund which represent 99.79 % of the total assets in each plan of the Fund as at the year end. As these investments represent a significant element of the statement of assets and liabilities, a discrepancy in the valuation or existence of investments could cause the NAV to be materially misstated which would also impact the Fund's reported performance as the valuation of investments is the main driver of movements in the performance of the Fund. In view of the significance of such investments in relation to the total assets and the NAV of the Fund, we have considered the existence and valuation of such investments as a key audit matter.	Our audit procedures included: • We tested controls over acquisition, disposals and periodic valuation of the said investments and performed substantive audit procedures on year-end balance of portfolio including review of unitholders' statement and re-performance of valuation of mutual funds units on the basis of net assets value per unit of the investee funds at year end. • We assessed the Fund's compliance with the requirements of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations) and constitutive documents in relation to the investments in units of prescribed mutual funds and exposure limits prescribed in such Regulations and documents and the adequacy of disclosures as may be applicable in situations of non-compliance. • We evaluated the adequacy of the overall disclosures in the financial statements in respect of investments in mutual funds in accordance with the requirements of the Regulations and whether the Fund's disclosures in relation to the valuation of such investments are compliant with the relevant accounting standards.

Information other than the financial statements and auditor's report thereon

The Management Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a

material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management Company and its Board of Directors

The Management Company ("UBL Fund Managers Limited") of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and approved accounting standards as applicable in Pakistan and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Management Company is responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.

- Conclude on the appropriateness of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors of the Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors of the Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

Based on our audit, we further report that in our opinion the financial statements have been prepared in accordance with the relevant provisions of the Trust Deed, NBFC Rules and NBFC Regulations.

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

KARACHI

DATE **28 AUG 2018**


 **BDO EBRAHIM & CO.**
CHARTERED ACCOUNTANTS

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
STATEMENT OF ASSETS AND LIABILITIES
AS AT JUNE 30, 2018

AS AT JUNE 30, 2018

		June 30, 2018						Total
		AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIConAP	AIACTAP-X	AIAPPP-I	
Note		(Rupees in '000)						
ASSETS								
Bank balances	5	10,508	4,920	300	510	6,012	316	22,566
Investments	6	1,640,279	4,325,375	3,613,340	-	1,713,790	2,150,902	13,443,686
Mark-up / interest receivable	7	54	23	23	-	29	64	193
Prepayments and other receivables	8	761	-	-	-	-	-	761
Preliminary expenses and floatation costs	9	1,380	-	-	-	-	-	1,380
TOTAL ASSETS		1,652,982	4,330,318	3,613,663	510	1,719,831	2,151,282	13,468,586
LIABILITIES								
Payable to UBL Fund Managers Limited - Management Company	10	288	749	624	46	298	706	2,711
Payable to Central Depository Company of Pakistan Limited - Trustee	11	120	315	263	24	125	154	1,001
Payable to Securities and Exchange Commission of Pakistan	12	1,368	3,417	2,389	91	726	456	8,447
Accrued expenses and other liabilities	13	44	41	117	349	60	36	647
TOTAL LIABILITIES		1,820	4,522	3,393	510	1,209	1,352	12,806
NET ASSETS		1,651,162	4,325,796	3,610,270	-	1,718,622	2,149,930	13,455,780
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)								
		1,651,162	4,325,796	3,610,270	-	1,718,622	2,149,930	13,455,780
CONTINGENCIES AND COMMITMENTS								
	14	(Number of Units)						
NUMBER OF UNITS IN ISSUE	15	18,317,023	48,011,863	36,428,630	-	16,906,117	21,404,780	
(Rupees)								
NET ASSETS VALUE PER UNIT		90.1436	90.0985	99.1053	-	101.6568	100.4416	

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
STATEMENT OF ASSETS AND LIABILITIES (Continued)
AS AT JUNE 30, 2018

		June 30, 2017		
		AI ACTAP-VII	AI ACTAP-VIII	Total
	Note	-----	(Rupees in '000)	-----
ASSETS				
Bank balances	5	39,968	10,471	50,439
Investments	6	2,233,114	5,000,993	7,234,107
Mark-up / interest receivable	7	177	354	531
Prepayments and other receivables	8	473	1,043	1,516
Preliminary expenses and floatation costs	9	3,523	-	3,523
TOTAL ASSETS		2,277,255	5,012,861	7,290,116
LIABILITIES				
Payable to UBL Fund Managers Limited - Management Company	10	4,995	11,043	16,038
Payable to Central Depository Company of Pakistan Limited - Trustee	11	184	376	560
Payable to Securities and Exchange Commission of Pakistan	12	624	334	958
Accrued expenses and other liabilities	13	20,983	6,165	27,148
TOTAL LIABILITIES		26,786	17,918	44,704
NET ASSETS		2,250,469	4,994,943	7,245,412
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		2,250,469	4,994,943	7,245,412
CONTINGENCIES AND COMMITMENTS				
	14	----- (Number of Units) -----		
NUMBER OF UNITS IN ISSUE	15	22,943,367	51,564,187	74,507,554
----- (Rupees) -----				
NET ASSETS VALUE PER UNIT		98.0880	96.8685	

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
INCOME STATEMENT
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

	For the year ended June 30, 2018	For the year ended June 30, 2018	For the period from August 31, 2017 to June 30, 2018	For the period from November 9, 2017 to June 30, 2018	For the period from December 15, 2017 to June 30, 2018	For the period from February 20, 2017 to June 30, 2018	TOTAL
Note	AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIConAP	AIACTAP-X	AIAPPP-I	
(Rupees in '000)							
INCOME							
Profit on bank balances	990	746	3,043	-	1,815	139	6,733
Capital (loss) / gain on sale of investments - net	(65,415)	(75,365)	11,455	6,394	14,246	(3,521)	(112,206)
Unrealised (loss) / gain on re-measurement of investments classified as financial assets at fair value through profit or loss - held for trading - net	(118,304)	(270,695)	(51,938)	-	15,025	13,791	(412,121)
Dividend Income	-	-	-	-	-	-	-
Other income	15,898	12,834	12,236	4	1,479	676	43,127
Total (loss) / income	(166,831)	(332,480)	(25,204)	6,398	32,565	11,085	(474,467)
EXPENSES							
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1 1,727	4,067	2,851	109	873	528	10,155
Annual fee of Securities and Exchange Commission of Pakistan	12.1 1,368	3,417	2,389	91	726	456	8,447
Amortisation of preliminary expenses and floatation costs	9 2,143	-	-	-	-	-	2,143
Auditors' remuneration	16 109	55	42	42	42	29	319
Listing fee	39	14	-	-	-	-	53
Bank charges	19	15	11	8	5	-	58
Legal and professional charges	76	65	26	12	22	2	203
Allocated expenses	10.3 1,824	4,556	3,185	41	969	609	11,184
Shariah advisory fee	10.2 84	84	70	42	35	18	333
Other expenses	263	2	-	-	-	-	265
Total operating expenses	7,652	12,275	8,574	345	2,672	1,642	33,160
Net (loss) / income from operating activities	(174,483)	(344,755)	(33,778)	6,053	29,893	9,443	(507,627)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net	-	-	-	-	-	-	-
Provision for Sindh Workers' Welfare Fund	13.1 -	-	-	-	-	-	-
Net (loss) / income for the year / period before taxation	(174,483)	(344,755)	(33,778)	6,053	29,893	9,443	(507,627)
Taxation	17 -	-	-	-	-	-	-
Net (loss) / income for the year / period after taxation	(174,483)	(344,755)	(33,778)	6,053	29,893	9,443	(507,627)
Allocation of net loss / income for the year / period							
Income already paid on units redeemed	-	-	-	(6,020)	(2)	(52)	(6,074)
Net (loss) / income for the year / period available for distribution	(174,483)	(344,755)	(33,778)	33	29,891	9,391	(513,701)
Net (loss) / income for the year / period available for distribution							
Relating to capital gains	-	-	-	-	29,269	10,218	39,487
Excluding capital gains	-	-	-	33	622	(827)	(172)
	-	-	-	33	29,891	9,391	39,315

Earnings per unit

18

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
INCOME STATEMENT (Continued)
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

		For the period from February 21, 2017 to June 30, 2017 AIACTAP-VII	For the period from May 30, 2017 to June 30, 2017 AIACTAP-VIII	TOTAL
	Note	(Rupees in '000)		
INCOME				
Profit on bank balances		273	1,990	2,263
Capital loss on sale of investments - net		(2,545)	(35,222)	(37,767)
Unrealised loss on re-measurement of investments classified as financial assets at fair value through profit or loss - held for trading - net		(76,216)	(185,111)	(261,327)
Dividend income		37,478	57,662	95,140
Other income		681	382	1,063
Total loss		(40,329)	(160,299)	(200,628)
EXPENSES				
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11.1	806	402	1,208
Annual fee of Securities and Exchange Commission of Pakistan	12.1	624	334	958
Amortisation of preliminary expenses and floatation costs		763	-	763
Auditors' remuneration	16	84	84	168
Listing fee		36	-	36
Bank charges		-	-	-
Legal and professional charges		40	40	80
Allocated expenses	10.3	832	445	1,277
Shariah advisory fee	10.2	113	28	141
Other expenses		93	-	93
Total operating expenses		3,391	1,333	4,724
Net loss from operating activities		(43,720)	(161,632)	(205,352)
Element of loss and capital losses included in prices of units issued less those in units redeemed - net		(148)	156	8
Provision for Sindh Workers' Welfare Fund	13.1	-	-	-
Net loss for the period before taxation		(43,868)	(161,476)	(205,344)
Taxation	17	-	-	-
Net loss for the period after taxation		(43,868)	(161,476)	(205,344)
Allocation of net loss for the period				
Income already paid on units redeemed		-	-	-
Net loss for the period available for distribution		(43,868)	(161,476)	(205,344)
Relating to capital gains		-	-	-
Excluding capital gains		-	-	-
Earnings per unit	18			

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

			For the period from August 31, 2017 to June 30, 2018	For the period from November 9, 2017 to June 30, 2018	For the period from December 15, 2017 to June 30, 2018	For the period from February 20, 2017 to June 30, 2018	
	For the year ended June 30, 2018 AIACTAP-VII	For the year ended June 30, 2018 AIACTAP-VIII	For the period from August 31, 2017 to June 30, 2018 AIACTAP-IX	For the period from November 9, 2017 to June 30, 2018 AIconAP	For the period from December 15, 2017 to June 30, 2018 AIACTAP-X	For the period from February 20, 2017 to June 30, 2018 AIAPPP-I	TOTAL
	(Rupees in '000)						
Net (loss) / income for the year / period after taxation	(174,483)	(344,755)	(33,778)	6,053	29,893	9,443	(517,070)
Other comprehensive income							
Items that may be reclassified subsequently to income statement	-	-	-	-	-	-	-
Items that may not be reclassified subsequently to income statement	-	-	-	-	-	-	-
Total comprehensive (loss) / income for the year / period	<u>(174,483)</u>	<u>(344,755)</u>	<u>(33,778)</u>	<u>6,053</u>	<u>29,893</u>	<u>9,443</u>	<u>(517,070)</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
STATEMENT OF COMPREHENSIVE INCOME (Continued)
FOR THE PERIOD ENDED JUNE 30, 2018

	For the period from February 21, 2017 to June 30, Al-Ameen Islamic Active Allocation Plan-VII	For the period from May 30, 2017 to June 30, 2017 Al-Ameen Islamic Active Allocation Plan-VIII	For the period ended June 30, 2017 Total
(Rupees in '000)			
Net loss for the period	(43,868)	(161,476)	(205,344)
Other comprehensive income			
Items that may be reclassified subsequently to income statement	-	-	-
Items that may not be reclassified subsequently to income statement	-	-	-
Total comprehensive loss for the period	<u>(43,868)</u>	<u>(161,476)</u>	<u>(205,344)</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
STATEMENT OF CASH FLOWS
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

	For the year ended June 30, 2018 AIACTAP-VII	For the year ended June 30, 2018 AIACTAP-VIII	For the period from August 31, 2017 to June 30, 2018 AIACTAP-IX	For the period from November 9, 2017 to June 30, 2018 AIConAP	For the period from December 15, 2017 to June 30, 2018 AIACTAP-X	For the period from February 20, 2017 to June 30, 2018 AIAPPP-I	TOTAL
	(Rupees in '000)						
CASH FLOWS FROM OPERATING ACTIVITIES							
Net (loss) / income for the year / period before taxation	(174,483)	(344,755)	(33,778)	6,053	29,893	9,443	(507,627)
Adjustments for:							
Capital loss / (gain) on sale of investments - net	65,415	75,365	(11,455)	(6,394)	(14,246)	3,521	112,206
Profit on bank balances	(990)	(746)	(3,043)	-	(1,815)	(139)	(6,733)
Amortisation of preliminary expenses and floatation cost	2,143	-	-	-	-	-	2,143
Unrealised loss / (gain) on re-measurement of investments							-
classified as financial assets at fair value through profit or loss - held for trading - net	118,304	270,695	51,938	-	(15,025)	(13,791)	412,121
	184,872	345,314	37,440	(6,394)	(31,086)	(10,409)	519,737
Cash generated from / (used in) operations before working capital changes	10,389	559	3,662	(341)	(1,193)	(966)	12,110
Working capital changes							
Decrease / (increase) in assets							
Investments-net	409,116	329,558	(3,653,823)	6,394	(1,684,519)	(2,140,632)	(6,733,906)
Other receivable	(288)	1,043	-	-	-	-	755
	408,828	330,601	(3,653,823)	6,394	(1,684,519)	(2,140,632)	(6,733,151)
(Decrease) / increase in liabilities							
Payable to UBL Fund Managers Limited - Management Company	(4,707)	(10,294)	624	46	298	706	(13,327)
Payable to the Central Depository Company of Pakistan Limited - Trustee	(64)	(61)	263	24	125	154	441
Payable to the Securities and Exchange Commission of Pakistan	744	3,083	2,389	91	726	456	7,489
Accrued expenses and other liabilities	(20,939)	(6,124)	117	349	60	36	(26,501)
	(24,966)	(13,396)	3,393	510	1,209	1,352	(31,898)
Profit received on bank balances	1,113	1,077	3,020	-	1,786	75	7,071
Net cash generated from / (used in) operating activities	395,364	318,841	(3,643,748)	6,563	(1,682,717)	(2,140,171)	(6,745,868)
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts from issuance of units	24,367	13,287	4,196,281	524,516	1,764,227	2,161,661	8,684,339
Payments against redemption of units	(449,191)	(337,679)	(552,233)	(525,273)	(75,498)	(21,174)	(1,961,048)
Distributions during the year / period	-	-	-	(5,296)	-	-	(5,296)
Net cash (used in) / generated from financing activities	(424,824)	(324,392)	3,644,048	(6,053)	1,688,729	2,140,487	6,717,995
Net (decrease) / increase in cash and cash equivalents	(29,460)	(5,551)	300	510	6,012	316	(27,873)
Cash and cash equivalents at the beginning of the year / period	39,968	10,471	-	-	-	-	50,439
Cash and cash equivalents at the end of the year / period	10,508	4,920	300	510	6,012	316	22,566

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
CASH FLOW STATEMENT (Continued)
FOR THE PERIOD ENDED JUNE 30, 2018

For the period from February 21, 2017 To June 30, 2017	For the period from May 30, 2017 To June 30, 2017	For the period ended June 30, 2017
Al-Ameen Islamic Active Allocation Plan-VII	Al-Ameen Islamic Active Allocation Plan-VIII	Total

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

CASH FLOWS FROM OPERATING ACTIVITIES

Net loss for the period before taxation	(43,868)	(161,476)	(205,344)
Adjustments			
Capital loss on sale of investments - net	2,545	35,222	37,767
Profit on bank balances	(273)	(1,990)	(2,263)
Amortisation of preliminary expenses and floatation cost	763	-	763
Unrealized loss on remeasurement of investments classified as financial assets at fair value through profit or loss - held for trading - net	76,216	185,111	261,327
Element of loss / (income) and capital losses / (gains) included in prices of units issued less those in units redeemed - net	148	(156)	(8)
	79,399	218,187	297,586
Increase in assets:			
Investments	(2,311,875)	(5,221,326)	(7,533,201)
Preliminary expenses and floatation costs	(4,286)	-	(4,286)
Other receivable	(473)	(1,043)	(1,516)
	(2,316,634)	(5,222,369)	(7,539,003)
Increase in liabilities			
Payable to UBL Fund Managers Limited - Management Company	4,995	11,043	16,038
Payable to Central Depository Company of Pakistan Limited - Trustee	184	376	560
Payable to Securities and Exchange Commission of Pakistan	624	334	958
Accrued expenses and other liabilities	20,983	6,165	27,148
	26,786	17,918	44,704
	(2,254,317)	(5,147,740)	(7,402,057)
Profit received on bank balances	96	1,636	1,732
Net cash used in operating activities	(2,254,221)	(5,146,104)	(7,400,325)

CASH FLOWS FROM FINANCING ACTIVITIES

Receipts from issuance of units	2,319,939	5,198,631	7,518,570
Payments against redemption of units	(25,750)	(42,056)	(67,806)
Net cash generated from financing activities	2,294,189	5,156,575	7,450,764
Net increase in cash and cash equivalents	39,968	10,471	50,439
Cash and cash equivalents at the beginning of the period	-	-	-
Cash and cash equivalents at the end of the period	39,968	10,471	50,439

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND-II
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

	AIACAP-VII			AIACAP-VIII			AIACAP-IX			AICoAP			AIACAP-X			AIAPPP-I			For the year / period ended June 30, 2018
	For the year ended June 30, 2018			For the year ended June 30, 2018			For the period from August 31, 2017 to June 30, 2018			For the period from November 9, 2017 to June 30, 2018			For the period from December 15, 2017 to June 30, 2018			For the period from February 20, 2018 to June 30, 2018			
	Capital value	Undistributed loss	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	
	(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			(Rupees in '000)			
Net assets at the beginning of the year	2,294,337	(43,868)	2,250,469	5,156,419	(161,476)	4,994,943	-	-	-	-	-	-	-	-	-	-	-	-	
Issuance of 248,702, 137,953, 41,962,936, 5,244,871, 17,640,411 and 21,615,996 units																			
- Capital value of units	24,395	-	24,395	13,363	-	13,363	4,196,294	-	4,196,294	524,487	-	524,487	1,764,041	-	1,764,041	2,161,600	-	2,161,600	8,684,180
- Element of income / (loss) during the year / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
- Due to net (loss incurred) / income earned	(28)	-	(28)	(76)	-	(76)	(13)	-	(13)	29	-	29	186	-	186	61	-	61	159
Total proceeds on issuance of units	24,367	-	24,367	13,287	-	13,287	4,196,281	-	4,196,281	524,516	-	524,516	1,764,227	-	1,764,227	2,161,661	-	2,161,661	8,684,339
			28,965																
Redemption of 4,875,048, 3,690,277, 5,534,306, 5,244,871, 734,294 and 211,216 units																			
- Capital value of units	(478,184)	-	(478,184)	(357,472)	-	(357,472)	(553,431)	-	(553,431)	(524,487)	-	(524,487)	(73,429)	-	(73,429)	(21,122)	-	(21,122)	(2,008,125)
- Element of (income) / loss during the year / period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
- Due to net (income earned) / loss incurred	28,993	-	28,993	19,793	-	19,793	1,198	-	1,198	5,234	(6,020)	(786)	(2,067)	(2)	(2,069)	(52)	-	(52)	47,077
Total payments on redemption of units	(449,191)	-	(449,191)	(337,679)	-	(337,679)	(552,233)	-	(552,233)	(519,253)	(6,020)	(525,273)	(75,498)	(2)	(75,498)	(21,174)	(52)	(21,174)	(1,961,048)
Total comprehensive (loss) / income for the year / period	-	(174,483)	(174,483)	-	(344,755)	(344,755)	-	(33,778)	(33,778)	-	6,053	6,053	-	29,893	29,893	-	9,443	9,443	(507,627)
Distribution during the year / period																			
Re. 0.598 per unit declared on December 28, 2017 as bonus dividend	-	-	-	-	-	-	-	-	-	-	(389)	(389)	-	-	-	-	-	-	(389)
Re. 0.3320 per unit declared on January 26, 2018 as bonus dividend	-	-	-	-	-	-	-	-	-	-	(183)	(183)	-	-	-	-	-	-	(183)
Re. 0.4305 per unit declared on February 28, 2018 as bonus dividend	-	-	-	-	-	-	-	-	-	-	(343)	(343)	-	-	-	-	-	-	(343)
Re. 0.4035 per unit declared on March 29, 2018 as bonus dividend	-	-	-	-	-	-	-	-	-	-	(486)	(486)	-	-	-	-	-	-	(486)
Re. 0.3868 and 0.0001 per unit declared on April 27, 2018 as bonus and cash dividend	-	-	-	-	-	-	-	-	-	-	(1,169)	(1,169)	-	-	-	-	-	-	(1,169)
Re. 0.4428 and 0.0130 per unit declared on May 30, 2018 as bonus and cash dividend	-	-	-	-	-	-	-	-	-	-	(1,567)	(1,567)	-	-	-	-	-	-	(1,567)
Re. 0.3137 and 0.0014 per unit declared on June 24, 2018 as bonus and cash dividend	-	-	-	-	-	-	-	-	-	-	(1,159)	(1,159)	-	-	-	-	-	-	(1,159)
Net (loss) / income for the year / period less distribution	-	(174,483)	(174,483)	-	(344,755)	(344,755)	-	(33,778)	(33,778)	-	757	757	-	29,893	29,893	-	9,443	9,443	(512,923)
Net assets at the end of the year / period	1,869,513	(218,351)	1,651,162	4,832,027	(506,231)	4,325,796	3,644,048	(33,778)	3,610,270	5,263	(5,263)	-	1,688,729	29,891	1,718,622	2,140,487	9,391	2,149,930	6,210,368
Undistributed (loss) / income brought forward comprises of:																			
Realised gain		32,348	32,348		23,635	23,635		-	-		-	-		-	-		-	-	55,983
Unrealised loss		(76,216)	(76,216)		(185,111)	(185,111)		-	-		-	-		-	-		-	-	(261,327)
Total undistributed loss brought forward		(43,868)	(43,868)		(161,476)	(161,476)		-	-		-	-		-	-		-	-	(205,344)
(Loss) / income available for distribution:		(174,483)	(174,483)		(344,755)	(344,755)		(33,778)	(33,778)		33	33		29,891	29,891		9,391	9,391	(513,701)
Relating to capital gains		-	-		-	-		-	-		-	-		29,269	29,269		10,218	10,218	39,487
Excluding capital gains		-	-		-	-		-	-		33	33		622	622		(827)	(827)	(172)
Distribution during the year / period																			
Re. 0.598 per unit declared on December 28, 2017 as bonus dividend		-	-		-	-		-	-		(389)	(389)		-	-		-	-	(389)
Re. 0.3320 per unit declared on January 26, 2018 as bonus dividend		-	-		-	-		-	-		(183)	(183)		-	-		-	-	(183)
Re. 0.4305 per unit declared on February 28, 2018 as bonus dividend		-	-		-	-		-	-		(343)	(343)		-	-		-	-	(343)
Re. 0.4035 per unit declared on March 29, 2018 as bonus dividend		-	-		-	-		-	-		(486)	(486)		-	-		-	-	(486)
Re. 0.3868 and 0.0001 per unit declared on April 27, 2018 as bonus and cash dividend		-	-		-	-		-	-		(1,169)	(1,169)		-	-		-	-	(1,169)
Re. 0.4428 and 0.0130 per unit declared on May 30, 2018 as bonus and cash dividend		-	-		-	-		-	-		(1,567)	(1,567)		-	-		-	-	(1,567)
Re. 0.3137 and 0.0014 per unit declared on June 24, 2018 as bonus and cash dividend		-	-		-	-		-	-		(1,159)	(1,159)		-	-		-	-	(1,159)
Undistributed (loss) / income carried forward		(218,351)	(218,351)		(506,231)	(506,231)		(33,778)	(33,778)		(5,263)	(5,263)		29,891	29,891		9,391	9,391	(724,341)
Undistributed (loss) / income carried forward comprises of:																			
Realised (loss) / gain		(100,047)	(100,047)		(235,536)	(235,536)		18,160	18,160		(5,263)	(5,263)		14,866	14,866		(4,400)	(4,400)	(312,220)
Unrealised (loss) / gain		(118,304)	(118,304)		(270,695)	(270,695)		(51,938)	(51,938)		-	-		15,025	15,025		13,791	13,791	(412,121)
Total undistributed (loss) / income carried forward		(218,351)	(218,351)		(506,231)	(506,231)		(33,778)	(33,778)		(5,263)	(5,263)		29,891	29,891		9,391	9,391	(724,341)
		(Rupees)			(Rupees)			(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Net assets value per unit at the beginning of the year / period		98.0880			96.8685			-			-			-			-		
Net assets value per unit at end of the year / period		90.1436			90.0985			99.1053			-			101.6568			100.4416		

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - II
STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (Continued)
FOR THE PERIOD ENDED JUNE 30, 2018

	For the period from February 21, 2017 To June 30, 2017	For the period from May 30, 2017 To June 30, 2017	For the period ended June 30, 2017
	Al-Ameen Islamic Active Allocation Plan- VII	Al-Ameen Islamic Active Allocation Plan-VIII	Total
----- (Rupees in '000) -----			
Net assets at beginning of the period	-	-	-
Issuance of 23,199,385 and 51,986,312 units	2,319,939	5,198,631	7,518,570
Redemption of 256,018 units and 422,125 units	(25,750)	(42,056)	(67,806)
	2,294,189	5,156,575	7,450,764
	2,294,189	5,156,575	7,450,764
Element of loss / (income) and capital losses / (gains) included in the prices of units issued less those in units redeemed - net	148	(156)	(8)
Capital loss on sale of investments - net	(2,545)	(35,222)	(37,767)
Unrealized loss on revaluation of investments - classified as 'at fair value through profit or loss' - net	(76,216)	(185,111)	(261,327)
Other income for the period	34,893	58,857	93,750
	(43,868)	(161,476)	(205,344)
Net assets at end of the period	2,250,469	4,994,943	7,245,412
	(Rupees)	(Rupees)	
Net assets value per unit at the beginning of the period	-	-	
Net assets value per unit at end of the period	98.0880	96.8685	

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

SD
CHIEF EXECUTIVE OFFICER

SD
CHIEF FINANCIAL OFFICER

SD
DIRECTOR

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND- II
NOTES TO AND FORMING PART OF FINANCIAL STATEMENT
FOR THE YEAR AND PERIOD ENDED JUNE 30, 2018

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Ameen Islamic Financial Planning Fund - II (the Fund) was established under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) as an open-end mutual fund. It was constituted under the Trust Deed, dated August 29, 2016 between UBL Fund Managers Limited (a wholly owned subsidiary company of United Bank Limited) as the Management Company, a company incorporated under repealed Companies Ordinance, 1984 (now Companies Act, 2017) and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has also been approved by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 4th floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.2 The Management Company of the Fund is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules.
- 1.3 The Fund is an open ended shariah compliant fund of fund scheme and is listed on the Pakistan Stock Exchange Limited. The units of Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, Al-Ameen Islamic Conservative Allocation Plan and Al-Ameen Islamic Principal Preservation Plan-I of the Fund were initially offered to public on February 14, 2017, May 19, 2017, August 25, 2017, December 8, 2017, November 8, 2017 and March 19, 2018 respectively. Subsequent to the Initial Public Offering, the offer of Units of the Allocation Plans at the Initial Offer Price is discontinued. The Units of the Allocation Plans could then be purchased at their Offer price and redeemed at the Redemption Price, which shall be calculated on the basis of Net Asset Value (NAV) of each Allocation Plan. The units are transferable and can be redeemed by surrendering them to the Fund at the option of unit holder. The Fund consists of multiple plans and aims to generate return for investors in line with their risk tolerance level. The duration of the Fund is perpetual however the allocation plans have a standard time frame of two years/two and half years. Each Allocation Plan announces separate NAVs which rank pari passu inter se according to its number of Units. Units are offered for public subscription on a continuous basis.
- 1.4 The Fund mainly makes investments in designated authorised investments approved by the Shariah Advisory Board and offers Shariah Compliant returns to the investors. Under Circular 07 dated March 6, 2009 issued by the SECP, the Fund is categorised as a Shariah Compliant Fund of Funds.
- 1.5 Title to the assets of the Fund are held in the name of the CDC as the Trustee of the Fund.

Currently, Six plans (i.e. Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, Al-Ameen Islamic Conservative Allocation Plan and Al-Ameen Islamic Principal Preservation Plan-I) have been introduced. The brief description of the plans is as follows:

Al-Ameen Islamic Active Allocation Plan - VII (AIACTAP-VII)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 100% in Islamic Equity, Islamic Income and Islamic Money Market schemes. The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - VIII (AIACTAP-VIII)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 100% in Islamic Equity, Islamic Income and Islamic Money Market schemes. The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - IX (AIACTAP-IX)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 95% in Islamic Equity, 95% in Islamic Income and 5% to 100% in Islamic Money Market schemes. The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Active Allocation Plan - X (AIACTAP-X)

An Islamic allocation plan with an objective to earn potentially high returns through active asset allocation between Islamic Equity scheme(s) and Islamic Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 95% in Islamic Equity, 95% in Islamic Income and 5% to 100% in Islamic Money Market schemes. The un-invested amounts or funds, if any, shall be kept in cash and/ or near cash instruments where near cash instruments include cash in Islamic Bank and/ or Islamic Banking windows of conventional bank account (excluding TDRs) with rating not lower than AA- (AA minus) or any other rating allowed by the SECP from time to time.

Al-Ameen Islamic Conservative Allocation Plan (AIConAP)

An Islamic Conservative allocation plan with an objective to generate stable returns while maintaining high liquidity by investing in Islamic Money Market and Income scheme(s). The Management Company actively manages the allocations, from time to time, based on the outlook for the asset-classes and may invest up to 80% to 100% in Islamic Money Market, 0% to 20% in Islamic Income schemes and 0% to 10% in cash in Islamic Bank/Islamic Windows Account.

Al-Ameen Islamic Principal Preservation Plan-I (AIAPPP)

An Islamic Principal Preservation plan with an objective to earn a potentially high return through dynamic asset allocation between Islamic Equity, Islamic Sovereign Income and Islamic Money Market based collective investment schemes, while providing principal preservation of the initial investment value including front end load at completion of twenty four months and beyond till maturity of the plan. Investment segment of the Plan may invest upto 50% in Islamic Equity Scheme(s) category, 100% in Islamic Money Marker/Sovereign Income Scheme(s) and 10% in Cash in Islamic Windows Account.

- 1.6 JCR-VIS credit rating company has upgraded manager quality rating from AM2++ to AM1 (stable outlook) of the Management Company on December 29, 2017.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed. Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except investments that are stated at fair values. These financial statements have been prepared by following accrual basis of accounting except for cash flows information.

2.3 Functional and presentation currency

These financial statements are presented in Pakistan Rupees, which is the Fund's functional and presentation currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made by management in the application of approved accounting standards, as applicable in Pakistan, that have significant effect on the financial statements and estimates with a significant risk of material judgment in the next year are as follows:

Classification and valuation of investments

For details please refer notes 4.2 and 20 to these financial statements.

Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net

For details please refer note 4.10 to these financial statements.

Provision for taxation

For details please refer notes 4.7 and 17 to these financial statements.

Sindh Workers' Welfare Fund

For details please refer note 13.1 to these financial statements.

Other assets

Judgment is involved in assessing the realisability of other assets balances.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Standards or interpretations that are effective in current year and are relevant to the Fund

The Fund has adopted the amendments to the following approved accounting standards as applicable in Pakistan which became effective during the year from the dates mentioned below against the respective standard:

		Effective date (annual periods beginning on or after)
IAS 7	Statement of Cash Flows - Amendments resulting from the disclosure initiative	January 01, 2017
IAS 12	Income Taxes - Amendments regarding the recognition of deferred tax assets for unrealised losses	January 01, 2017

Other than the amendments to standards mentioned above, there are certain annual improvements made to IFRS that became effective during the year:

Annual Improvements to IFRSs (2014 – 2016) Cycle:

IFRS 12	Disclosure of Interests in Other Entities	January 01, 2017

3.2 Amendments not yet effective

The following amendments to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard:

IFRS 2	Share-based Payment - Amendments to clarify the classification and measurement of share-based payment transactions	January 01, 2018
IFRS 4	Insurance Contracts - Amendments regarding the interaction of IFRS 4 and IFRS 9	January 01, 2018
IFRS 7	Financial Instruments : Disclosures - Additional hedge accounting disclosures (and consequential amendments) resulting from the introduction of the hedge accounting chapter in IFRS 9	Applies when IFRS 9 is applied

		Effective date (annual periods beginning on or after)
IFRS 9	Financial Instruments - Reissue to incorporate a hedge accounting chapter and permit the early application of the requirements for presenting in other comprehensive income the 'own credit' gains or losses on financial liabilities designated under the fair value option without early applying the other requirements of IFRS 9	January 01, 2018
IFRS 9	Financial Instruments - Finalised version, incorporating requirements for classification and measurement, impairment, general hedge accounting and derecognition.	January 01, 2018
IFRS 9	Financial Instruments - Amendments regarding prepayment features with negative compensation and modifications of financial liabilities	January 01, 2019
IFRS 10	Consolidated Financial Statements - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 19	Employee benefits - Amendments regarding plan amendments, curtailments or settlements	January 01, 2019
IAS 28	Investments in Associates and Joint Ventures - Amendments regarding the sale or contribution of assets between an investor and its associate or joint venture	Deferred indefinitely
IAS 28	Investments in Associates and Joint Ventures - Amendments regarding long-term interests in associates and joint ventures	January 01, 2019
IAS 39	Financial Instruments: Recognition and Measurements-Amendments to permit an entity to elect to continue to apply the hedge accounting requirements in IAS 39 for a fair value hedge of the interest rate exposure of a portion of a portfolio of financial assets or financial liabilities when IFRS 9 is applied, and to extend the fair value option to certain contracts that meet the 'own use' scope exception	Applies when IFRS 9 is applied
IAS 40	Investment Property - Amendments to clarify transfers of property to, or from, investment property	January 01, 2018

**Effective date
(annual periods
beginning on or after)**

The Annual Improvements to IFRSs that are effective from the dates mentioned below against respective standards:

Annual Improvements to IFRSs (2014 – 2016) Cycle:

IFRS 1	First-time Adoption of International Financial Reporting Standards	January 01, 2018
IAS 28	Investments in Associates and Joint Ventures	January 01, 2018

Annual Improvements to IFRSs (2015 – 2017) Cycle:

IFRS 3	Business Combinations	January 01, 2019
IFRS 11	Joint Arrangements	January 01, 2019
IAS 12	Income Taxes	January 01, 2019
IAS 23	Borrowing Costs	January 01, 2019

3.3 Standards or interpretations not yet effective

The following new standards have been issued by the International Accounting Standards Board (IASB), which have been adopted locally by the Securities and Exchange Commission of Pakistan effective from the dates mentioned below against the respective standard:

IFRS 9	Financial Instruments	July 01, 2018
IFRS 15	Revenue from Contracts with Customers	July 01, 2018
IFRS 16	Leases	January 1, 2019

The following new standards and interpretations have been issued by the International Accounting Standards Board (IASB), which have not been adopted locally by the Securities and Exchange Commission of Pakistan (SECP):

IFRS 1	First Time Adoption of International Financial Reporting Standards
IFRS 14	Regulatory Deferral Accounts
IFRS 17	Insurance Contracts

The effects of IFRS 15 - Revenues from Contracts with Customers and IFRS 9 - Financial Instruments are still being assessed, as these new standards may have a significant effect on the Fund's future financial statements.

The Fund expects that the adoption of the other amendments and interpretations of the standards will not have any material impact and therefore will not affect the Fund's financial statements in the period of initial application.

4 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statement are set below. These accounting policies have been consistently applied unless otherwise stated.

4.1 Cash and cash equivalents

Cash and cash equivalents comprise balances with banks and short-term highly liquid investments with original maturities of three months or less. Cash and cash equivalents are carried in the statement of assets and liabilities at nominal values.

4.2 Financial assets

4.2.1 Classification

The Fund classifies its financial assets in the following categories: loans and receivables, at fair value through profit or loss and available for sale. The classification depends on the purpose for which the financial assets were acquired. The management determines the classification of its financial assets at initial recognition and re-evaluates this classification on regular basis.

Investments are categorised as follows:

a) Loans and receivables

These are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

b) Financial assets at fair value through profit or loss

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category.

c) Available for sale

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (a) loans and receivables, (b) held to maturity investments or (c) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time which may be sold in response to the needs for liquidity or change in price.

4.2.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.2.3 Initial recognition and measurement

Financial assets are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement.

4.2.4 Subsequent measurement

a) Financial assets 'at fair value through profit or loss' and 'available for sale'

Subsequent to initial recognition, financial assets 'at fair value through profit or loss' and investments classified as 'available for sale' are valued as follows:

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through profit or loss are taken to the 'income statement'.

Net gains and losses arising from changes in the fair value of available for sale financial assets are recognised in unitholders' fund through other comprehensive income until these are derecognised or impaired. At this time, the cumulative gain or loss previously recognised in unitholders' fund is shown in the income statement.

b) Loans and receivables

Subsequent to initial recognition financial assets classified as loans and receivables are carried at amortised cost using the effective interest method.

Gains or losses on these instruments are also recognised in the income statement when the financial assets carried at amortised cost are derecognised or impaired.

4.2.5 Impairment

The Fund assesses at each reporting date whether there is objective evidence that the financial assets or a group of financial assets are impaired. The carrying value of the Fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised whenever the carrying value of an asset exceeds its recoverable amount.

For certain other financial assets, a provision for impairment is established when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The provision against those amounts is made as per the provisioning policy duly formulated and approved by the Board of Directors of the Management Company in accordance with the requirements of the Securities and Exchange Commission of Pakistan.

4.2.6 Derecognition

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

4.3 Financial liabilities

All financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

4.4 Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously.

4.5 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement.

4.6 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

4.7 Taxation

The income of the Fund 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 ninety percent of its accounting income for the year, as reduced by capital gains, whether realised or unrealised, is distributed 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.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary differences between the amounts used for financial reporting purposes and the amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of deferred tax in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders.

4.8 Proposed distributions

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements in the year in which such distributions are declared.

4.9 Issuance and redemption of units

Units are allocated at the offer price prevalent on the day on which funds for purchase of units are realised. The offer price represents the net asset value per unit at the end of the preceding day. Issue of units is also recorded on realisation of funds.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during business hours of that day. The redemption price represents the net asset value per unit at the end of the preceding day. Redemption of units is recorded on acceptance of application for redemption.

4.10 Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed

The Securities and Exchange Commission of Pakistan through its SRO 756(I)/2017 dated August 3, 2017 has made certain amendments in the NBFC Regulations. The notification includes a definition and explanation relating to "element of income" and excludes the element of income from the expression "accounting income" as described in Regulation 63 (amount distributable to unit holders) of the NBFC Regulations. As per the notification, element of income represents the difference between net assets value per unit on the issuance or redemption date, as the case may be, of units and the net assets value per unit at the beginning of the relevant accounting period. Further, the revised regulations also specify that element of income is a transaction of capital nature and the receipt and payment of element of income shall be taken to unit holders' fund. However, to maintain the same ex-dividend net asset value of all units outstanding on the accounting date, net element of income contributed on issue of units lying in unit holders fund will be refunded on units in the same proportion as dividend bears to accounting income available for distribution. Furthermore, the revised regulations also require certain additional disclosures with respect to 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', whereas disclosure with respect to 'Distribution Statement' has been deleted in the revised regulations.

Previously, an equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' was created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption. The net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during the accounting period which pertained to unrealised appreciation / (diminution) held in the Unit Holder's Fund was recorded in a separate account and any amount remaining in this reserve account at the end of the accounting period (whether gain or loss) was included in the amount available for distribution to the unitholders. The remaining portion of the net element of income / (loss) and capital gains / (losses) relating to units issued and redeemed during an accounting period was recognised in the Income Statement.

As required by IAS 8: 'Accounting Policies, Changes in Accounting Estimates and Errors', a change in accounting policy requires retrospective application as if that policy had always been applied. However, since there are practical impediments attached to retrospective application of change in accounting policy and retrospective restatement, therefore, the Management Company has applied the above changes in accounting policy, including the additional disclosures requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund', prospectively from July 1, 2017. Further, MUFAP has clarified that the amendment is applicable for accounting period beginning on July 01, 2017. Accordingly, corresponding figures have not been restated. The „Distribution Statement“ for the comparative period has not been presented as it has been deleted as a result of the amendments made in the NBFC Regulations vide the aforementioned SRO issued by the SECP.

Had the element of income been recognised as per the previous accounting policy, the loss of AIACTAP-VII and AIACTAP-VIII would have been lower by Rs 28.97 million and Rs 19.60 million, respectively. However, the change in accounting policy does not have any impact on the 'Cash flow Statement', the 'net assets attributable to the unit holders' and 'net asset value per unit' as shown in the 'Statement of Assets and Liabilities' and 'Statement of Movement in Unit Holders' Fund'. The change has resulted in inclusion of certain additional disclosures / new presentation requirements in the 'Income Statement' and 'Statement of Movement in Unit Holders' Fund which have been incorporated in these financial statements.

4.11 Net asset value per unit

The Net Asset Value (NAV) per unit, as disclosed in the statement of assets and liabilities, is calculated by dividing the net assets of the Fund by the number of units in issue at the year end.

4.12 Revenue recognition

- Gains / (losses) arising on sale of investments is accounted for in the year in which it arises.
- Unrealised (loss) / gain on revaluation of investments classified as financial assets at fair value through profit or loss is included in the income statement in the year in which it arises.
- Unrealised (loss) / gain on revaluation of investments classified as „available-for-sale“ is included in unit holders' fund through other comprehensive income in the year in which it arises.
- Profit on bank balances and term deposits is recorded on accrual basis.

4.13 Foreign currency transactions

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the year end exchange rates are recognised in the income statement.

4.14 Transactions with related parties / connected persons

Transactions with related parties / connected persons are based at arm's length at normal commercial rates on the same terms and conditions as applicable to third party transactions.

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

4.15 Preliminary expenses and floatation costs

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and include underwriting commission, brokerage paid to the members of the stock exchange and other expenses. These costs are being amortised over a period of two years commencing from the date of plan, in accordance with the Trust Deed of the Fund and NBFC Regulations.

5 BANK BALANCES

		AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018								
Note ----- (Rupees in '000) -----								
Cash at bank								
PLS accounts	5.1	10,457	4,610	122	510	6,002	316	22,017
Current accounts		51	310	178	-	10	-	549
		10,508	4,920	300	510	6,012	316	22,566
June 30, 2017								
Note ----- (Rupees in '000) -----								
Cash at bank								
PLS accounts	5.1	39,968	10,471	-	-	-	-	50,439

- 5.1 Profit rate on these PLS accounts range between 5.5% to 6.2% per annum (June 30, 2017: 5.5% per annum). This includes an amount held by a related party (United Bank Limited).

6 INVESTMENTS

6.1 At fair value through profit or loss - Held for trading

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018						
----- (Rupees in '000) -----						

Units of mutual
funds

6.2 1,640,279 4,325,375 3,613,340 - 1,713,790 2,150,902 13,443,686

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017						
----- (Rupees in '000) -----						

Units of mutual
funds

6.2 2,233,114 5,000,993 - - - 7,234,107

6.2 Units of mutual funds

Name of investee funds	At the beginning of the year / period	Purchased during the year / period	Sold during the year / period	At the end of the year / period	Cost as at June 30, 2018	Market value as at June 30, 2018	Unrealised Gain/(Loss)	Market value as at June 30, 2017	Market value as Percentage of Net Assets	Market value as Percentage of Investment
	No. of holdings				(Rupees in '000)					
Al Ameen Islamic Active Allocation Plan - VII										
Al Ameen Islamic Sovereign Fund	10,727,002	6,210,511	13,106,880	3,830,633	393,455	397,945	4,490	1,081,942	24%	24%
Al Ameen Islamic Cash Fund	-	1,927,037	1,927,037	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	8,608,673	8,954,803	6,850,324	10,713,152	1,365,128	1,242,334	(122,794)	1,151,172	76%	76%
Total	19,335,675	17,092,351	21,884,241	14,543,785	1,758,583	1,640,279	(118,304)	2,233,114	100%	100%
Al Ameen Islamic Active Allocation Plan - VIII										
Al Ameen Islamic Sovereign Fund	32,022,603	22,268,169	44,268,628	10,022,144	1,031,693	1,041,150	9,457	3,229,848	24%	24%
Al Ameen Islamic Cash Fund	-	24,736,785	24,736,785	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	13,244,942	28,118,484	13,042,208	28,321,218	3,564,377	3,284,225	(280,152)	1,771,145	76%	76%
Total	45,267,545	75,123,438	82,047,621	38,343,362	4,596,070	4,325,375	(270,695)	5,000,993	100%	100%
Al Ameen Islamic Active Allocation Plan - IX										
Al Ameen Islamic Sovereign Fund	-	23,285,768	14,645,261	8,640,507	887,905	897,619	9,714	-	25%	25%
Al Ameen Islamic Cash Fund	-	19,533,837	19,533,837	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	-	32,874,938	9,456,166	23,418,772	2,777,373	2,715,721	(61,652)	-	75%	75%
Total	-	75,694,543	43,635,264	32,059,279	3,665,278	3,613,340	(51,938)	-	100%	100%
Al Ameen Islamic Active Allocation Plan - X										
Al Ameen Islamic Sovereign Fund	-	33,710,979	29,873,661	3,837,318	394,883	398,640	3,757	-	23%	23%
Al Ameen Islamic Cash Fund	-	31,725,318	31,056,737	668,581	69,875	70,365	490	-	4%	4%
Al Ameen Islamic Dedicated Equity Fund	-	15,104,337	4,370,043	10,734,294	1,234,007	1,244,785	10,778	-	72%	73%
Total	-	80,540,634	65,300,441	15,240,193	1,698,765	1,713,790	15,025	-	100%	100%
Al Ameen Islamic Conservative Allocation Plan										
Al Ameen Islamic Sovereign Fund	-	-	-	-	-	-	-	-	0%	0%
Al Ameen Islamic Cash Fund	-	5,075,825	5,075,825	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	-	-	-	-	-	-	-	-	0%	0%
Total	-	5,075,825	5,075,825	-	-	-	-	-	0%	0%
Al Ameen Islamic Active Principal Preservation Plan-I										
Al Ameen Islamic Sovereign Fund	-	-	-	-	-	-	-	-	0%	0%
Al Ameen Islamic Cash Fund	-	53,366,936	34,779,275	18,587,661	1,940,837	1,956,257	15,420	-	91%	91%
Al Ameen Islamic Dedicated Equity Fund	-	20,224,023	18,545,514	1,678,509	196,274	194,645	(1,629)	-	9%	9%
Total	-	73,590,959	53,324,789	20,266,170	2,137,111	2,150,902	13,791	-	100%	100%
Total investments in units of mutual funds										
Al Ameen Islamic Sovereign Fund	42,749,605	85,475,427	101,894,430	26,330,602	2,707,936	2,735,354	27,418	4,311,789	20%	20%
Al Ameen Islamic Cash Fund	-	136,365,738	117,109,496	19,256,242	2,010,712	2,026,622	15,910	-	15%	15%
Al Ameen Islamic Dedicated Equity Fund	21,853,615	105,276,585	52,264,255	74,865,945	9,137,159	8,681,710	(455,449)	2,922,318	65%	65%
Total	64,603,220	327,117,750	271,268,181	120,452,789	13,855,807	13,443,686	(412,121)	7,234,107	100%	100%

7 MARK-UP / INTEREST RECEIVABLE

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
	June 30, 2018						
	(Rupees in '000)						
Interest receivable on profit and loss sharing account	54	23	23	-	29	64	193
	June 30, 2017						
	(Rupees in '000)						
Profit receivable on profit and loss sharing accounts	177	354	-	-	-	-	531

8 PREPAYMENTS AND OTHER RECEIVABLES

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
	June 30, 2018						
	(Rupees in '000)						
Prepayments	186	-	-	-	-	-	186
Other receivables	575	-	-	-	-	-	575
	761	-	-	-	-	-	761
	June 30, 2017						
	(Rupees in '000)						
Prepayments	473	-	-	-	-	-	473
Other receivables	-	1,043	-	-	-	-	1,043
	473	1,043	-	-	-	-	1,516

9 PRELIMINARY EXPENSES AND FLOATATION COSTS

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
	June 30, 2018						
	(Rupees in '000)						
Preliminary expenses and floatation costs	3,523	-	-	-	-	-	3,523
Amortisation during the period	(2,143)	-	-	-	-	-	(2,143)
Balance as at June 30, 2018	1,380	-	-	-	-	-	1,380

AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIConAP	AIACTAP-X	AIAPPP-I	Total
June 30, 2017						

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

Preliminary expenses and floatation costs	4,286	-	-	-	-	-	4,286
Amortisation during the period	(763)	-	-	-	-	-	(763)
Balance as at June 30, 2017	3,523	-	-	-	-	-	3,523

Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of operations of the Fund and are being amortised over a period of two years commencing from February 21, 2017 as per the requirements set out in the Trust Deed.

10 PAYABLE TO UBL FUND MANAGERS LIMITED - MANAGEMENT COMPANY

AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIConAP	AIACTAP-X	AIAPPP-I	Total
June 30, 2018						

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

Remuneration payable	10.1	-	-	-	-	-	-
Sales load payable to UBL		-	-	-	-	341	341
Shariah Advisor fee payable	10.2	4	4	4	4	4	24
Conversion charges payable		-	2	1	-	-	3
Allocated expenses payable	10.3	284	743	619	42	294	361
		288	749	624	46	298	706
							2,711

		AIACTAP-VII	AIACTAP-VIII	AIACTAP-IX	AIConAP	AIACTAP-X	AIAPPP-I	Total
June 30, 2017								
------(Rupees in '000)-----								
Remuneration payable	10.1	-	-	-	-	-	-	-
Formation cost payable		4,286	-	-	-	-	-	4,286
Sales load payable		288	10,568	-	-	-	-	10,856
Shariah Advisor fee payable	10.2	28	28	-	-	-	-	56
Conversion charges payable		-	2	-	-	-	-	2
Allocated expenses payable	10.3	393	445	-	-	-	-	838
		4,995	11,043	-	-	-	-	16,038

- 10.1 As per the requirements of the NBFC Regulations, the Management Company shall not charge any fee if the fund makes investment in the CIS managed by the same Management Company. During the year, the Fund has invested in the units of the CIS managed by the same Management Company and, accordingly, it has not charged any amount on account of remuneration to Management Company.
- 10.2 As per NBFC Regulations, the Management Company is entitled to charge Shariah Advisory fee from the Fund. Accordingly, the Management Company has charged Rs. 0.333 million as Shariah Advisory fee and has allocated the same to Al-Ameen Islamic Active Allocation Plan - VII and Al-Ameen Islamic Active Allocation Plan - VIII, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Conservative Allocation Plan, Al-Ameen Islamic Active Allocation Plan - X and Al-Ameen Islamic Active Principal Preservation Plan - I respectively under a contract signed with the Shariah Advisors.
- 10.3 As per regulation 60(3)(s) of NBFC Regulations, fee and expenses pertaining to registrar services, accounting, operation and valuation services related to a Collective Investment Scheme (CIS) are chargeable to the scheme, maximum up to 0.1% of the average annual net assets or the actual cost whichever is lower. Accordingly the Management Company has charged 0.1% of the average annual net assets being the lower.

11 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018						
----- (Rupees in '000) -----						

Trustee fee payable
(including sindh sales
tax)

11.1 & 11.2

120 315 263 24 125 154 1,001

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017						
----- (Rupees in '000) -----						

Trustee fee payable
(including sindh sales
tax)

11.1 & 11.2

184 376 - - - - 560

- 11.1 The Trustee is entitled to a monthly remuneration for the services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff structure specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee monthly in arrears.

As per the Trust Deed and Offering Document, the tariff structure applicable to the Fund in respect of the Trustee fee during the year ended June 30, 2018 is as follows:

Up to Rs.1,000 million	0.10% p.a. of Net Assets
Over Rs. 1,000 million	Rs. 1.0 million plus 0.075% p.a. of Net Assets exceeding Rs. 1,000 million

- 11.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% on the remuneration of the Trustee through the Sindh Sales Tax on Services Act, 2011.

12 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018						
----- (Rupees in '000) -----						

Annual fee
payable

12.1

1,368 3,417 2,389 91 726 456 8,447

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017						
----- (Rupees in '000) -----						

Annual fee
payable

12.1

624 334 - - - - 958

- 12.1 Under the provisions of NBFC Regulations, a collective investment scheme classified as fund of funds scheme is required to pay as annual fee to the SECP, an amount equal to 0.075% of the average annual net assets of the Fund.

13 ACCRUED EXPENSES AND OTHER LIABILITIES

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018						

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

Auditors remuneration payable		29	29	29	29	29	174
Provision for Sindh Workers' Welfare Fund	13.1	-	-	-	-	-	-
Other payables		15	12	88	320	31	473
		44	41	117	349	60	647

AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017						

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

Auditors remuneration payable		84	84	-	-	-	168
Sales load payable to Standard Chartered Bank Limited		20,899	5,038	-	-	-	25,937
Provision for Sindh Workers' Welfare Fund	13.1	-	-	-	-	-	-
Other payables		-	1,043	-	-	-	1,043
		20,983	6,165	-	-	-	27,148

13.1 Provision for Sindh Workers' Welfare Fund

The Finance Act, 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance) as a result of which it was construed that all Collective Investment Schemes / Mutual Funds (CISs) whose income exceeded Rs.500,000 in a tax year were brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever was higher.

The amendments introduced in the WWF Ordinance were challenged in various High Courts of Pakistan. The Honorable Lahore High Court (LHC) and the Honorable High Court of Sindh (SHC) arrived at different conclusions in respect of the validity of the amendments made through the Finance Act in relation to the WWF. Both the decisions of the LHC and the SHC were challenged in the Honorable Supreme Court of Pakistan (SCP). On November 10, 2016 the SCP passed a judgment declaring the insertion of amendments introduced through Finance Act, 2008 pertaining to WWF as unlawful for the reason that the WWF is not in the nature of tax and therefore, could not be introduced through money bill under the Constitution. Subsequently, the Federal Board of Revenue (FBR) has filed a review petition in the SCP against the said judgment, which is pending adjudication.

Further, as a consequence of the 18th amendment to the Constitution, levy for the WWF was also introduced by the Government of Sindh through the Sindh Workers Welfare Fund (SWWF) Act 2014. SWWF Act 2014, enacted on May 21, 2015, requires every Industrial Establishment located in the province of Sindh and having total income of Rs.500,000 or more in any year of account commencing on or after the date of closing of account on or after December 31, 2013, to pay two percent of so much of its total income declared to SWWF. The said Act includes any concern engaged in the Banking or Financial Institution in the definition of “Industrial Undertaking” but does not define Financial Institution. The Management Company, based on an opinion obtained by the Mutual Funds Association of Pakistan (MUFAP), believes that Mutual Funds are not liable to pay Sindh WWF under the said law, for the reason that the Mutual Funds are not financial institutions and rather an investment vehicle. However, the Sindh Revenue Board has not accepted the said position of MUFAP and as a result, MUFAP has taken up this matter with the Sindh Finance Ministry for resolution.

In view of the above developments regarding the applicability of Federal and Sindh WWF on Mutual Funds, the MUFAP obtained a legal opinion on these matters and based on such legal advice (which also stated that even if a review petition is filed by any party, such petition can only be based on very limited grounds and the chances of any major change in the SCP judgement are very limited, has recommended to all its members on January 12, 2017 the following:

- i) The provision against the Federal WWF held by the Mutual Funds till June 30, 2015 should be reversed on January 12, 2017; and
- ii) Provision against Sindh WWF, on prudent basis, should be made from the date of enactment of the Sindh WWF Act, 2014 (i.e. May 21, 2015) with effect from January 12, 2017.

The above decisions were communicated to SECP and the Pakistan Stock Exchange Limited on January 12, 2017. In response to the aforementioned letter SECP vide its letter dated February 1, 2017 advised MUFAP that the adjustments relating to the above should be made prospectively and adequate disclosure shall be made in the financial statements of Mutual Funds. Accordingly, the Fund has recorded these adjustments in its books of account on January 12, 2017.

Since the fund has incurred net lose during the year / period, therefore no provision against SWWF has been made.

14 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2018 and at June 30, 2017.

15 NUMBER OF UNITS IN ISSUE

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018							
Total units in issue at the beginning of the year / period	22,943,367	51,564,187	-	-	-	-	74,507,554
Add: Units issued	248,704	137,953	41,962,936	5,187,653	17,640,411	21,615,996	86,793,653
Bonus issued	-	-	-	57,218	-	-	57,218
Less: Units redeemed	(4,875,048)	(3,690,277)	(5,534,306)	(5,244,871)	(734,294)	(211,216)	(20,290,012)
Total units in issue at the end of the year / period	18,317,023	48,011,863	36,428,630	-	16,906,117	21,404,780	141,068,413

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017							
Total units in issue at the beginning of the period	-	-	-	-	-	-	-
Add: Units issued	23,199,385	51,986,312	-	-	-	-	75,185,697
Less: Units redeemed	(256,018)	(422,125)	-	-	-	-	(678,143)
Total units in issue at the end of the period	22,943,367	51,564,187	-	-	-	-	74,507,554

16 AUDITORS' REMUNERATION

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2018							
(Rupees in '000)							
Annual audit fee	22	22	22	22	22	22	132
Half yearly review fee	10	10	10	10	10	-	50
Fee for review of compliance with the requirement of the Code of Corporate Governance	-	-	-	-	-	-	-
Fee for other certifications / services	3	3	3	3	3	4	19
Out of pocket expenses and sales tax	3	3	3	3	3	3	18
	71	17	4	4	4	-	100
	109	55	42	42	42	29	319

	AICTAP-VII	AICTAP-VIII	AICTAP-IX	AIConAP	AICTAP-X	AIAPPP-I	Total
June 30, 2017							
(Rupees in '000)							
Annual audit fee	63	63	-	-	-	-	125
Code of Corporate Governance	8	8	-	-	-	-	15
Fee for other certifications / services	8	8	-	-	-	-	15
Out of pocket expenses and sales tax	7	7	-	-	-	-	13
	84	84	-	-	-	-	168

17 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 capital gains whether realised or unrealised is distributed to the unit holders in cash. 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 incurred net loss, therefore Management Company is not required to distribute cash dividend.

18 EARNINGS PER UNIT

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

19 TOTAL EXPENSE RATIO

As per Directive 23 of 2016 dated July 20, 2016 issued by Securities and Exchange Commission of Pakistan, the total expense ratio of the fund as on June 30, 2018 of AICTAP-VII, AICTAP-VIII, AICTAP-IX, AICTAP-X, AIConAP and AIAPPP-I is 0.42%, 0.27%, 0.22%, 0.15%, 0.25% and 0.08% respectively and this includes 0.09%, 0.09%, 0.07%, 0.05%, 0.05% and 0.02%, respectively representing Government levy, Workers' Welfare Fund and SECP fee.

20 FINANCIAL INSTRUMENTS BY CATEGORY

As at June 30, 2018, the financial assets carried on the statement of assets and liabilities are categorised either as 'Loans and receivables' or financial assets at fair value through profit or loss and available for sale. The financial liabilities carried on the statement of assets and liabilities are categorised as other financial liabilities i.e. liabilities other than 'at fair value through profit or loss'.

Al-Ameen Islamic Active Allocation Plan - VII

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	10,508	-	-	10,508
Investments	-	1,640,279	-	1,640,279
Mark-up / interest receivable	54	-	-	54
Other receivable	575	-	-	575
	11,137	1,640,279	-	1,651,416

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	288	288
Payable to Central Depository Company of Pakistan Limited - Trustee	-	106	106
Accrued expenses and other liabilities	-	44	44
	-	438	438

Particulars	As at June 30, 2017			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	39,968	-	-	39,968
Investments	-	2,233,114	-	2,233,114
Profit receivable	177	-	-	177
	40,145	2,233,114	-	2,273,259

Particulars	As at June 30, 2017		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	4,995	4,995
Payable to Central Depository Company of Pakistan Limited - Trustee	-	163	163
Accrued expenses and other liabilities	-	20,983	20,983
	-	26,141	26,141

Al-Ameen Islamic Active Allocation Plan - VIII

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	4,920	-	-	4,920
Investments	-	4,325,375	-	4,325,375
Mark-up / interest receivable	23	-	-	23
	4,943	4,325,375	-	4,330,318

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	749	749
Payable to Central Depository Company of Pakistan Limited - Trustee	-	279	279
Accrued expenses and other liabilities	-	41	41
	-	1,069	1,069

Particulars	As at June 30, 2017			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	10,471	-	-	10,471
Investments	-	5,000,993	-	5,000,993
Profit receivable	354	-	-	354
Other receivables	1,043	-	-	1,043
	11,868	5,000,993	-	5,012,861

Particulars	As at June 30, 2017		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	11,043	11,043
Payable to Central Depository Company of Pakistan Limited - Trustee	-	333	333
Accrued expenses and other liabilities	-	6,165	6,165
	-	17,541	17,541

Al-Ameen Islamic Active Allocation Plan - IX

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	300	-	-	300
Investments	-	3,613,340	-	3,613,340
Mark-up / interest receivable	23	-	-	23
	323	3,613,340	-	3,613,663

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	624	624
Payable to Central Depository Company of Pakistan Limited - Trustee	-	233	233
Accrued expenses and other liabilities	-	117	117
	-	974	974

Al-Ameen Islamic Conservative Allocation Plan

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	510	-	-	510
Investments	-	-	-	-
	510	-	-	510

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	46	46
Payable to Central Depository Company of Pakistan Limited - Trustee	-	21	21
Accrued expenses and other liabilities	-	349	349
	-	416	416

Al-Ameen Islamic Active Allocation Plan - X

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	6,012	-	-	6,012
Investments	-	1,713,790	-	1,713,790
Mark-up / interest receivable	29	-	-	29
	6,041	1,713,790	-	1,719,831

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	298	298
Payable to Central Depository Company of Pakistan Limited - Trustee	-	111	111
Accrued expenses and other liabilities	-	60	60
	-	469	469

Al-Ameen Islamic Active Principal Preservation Plan-I

Particulars	As at June 30, 2018			
	Loans and receivables	Financial assets 'at fair value through profit or	Financial assets 'available for sale'	Total
Rupees in '000				
Financial assets				
Bank balances	316	-	-	316
Investments	-	2,150,902	-	2,150,902
Mark-up / interest receivable	64	-	-	64
	380	2,150,902	-	2,151,282

Particulars	As at June 30, 2018		
	Financial liabilities 'at fair value through	Other financial liabilities	Total
Rupees in '000			
Financial liabilities			
Payable to UBL Fund Managers Limited - Management Company	-	706	706
Payable to Central Depository Company of Pakistan Limited - Trustee	-	136	136
Accrued expenses and other liabilities	-	36	36
	-	878	878

21 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

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

Remuneration to the Management Company and the trustee is determined in accordance with the provision of NBFC Rules, NBFC Regulations and the Trust Deed respectively. Other transactions with the related parties / connected persons have been carried out at agreed / commercial terms.

Details of transaction with the related parties and balances with them at the period end are as follows:

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
<u>Al Ameen Islamic Active Allocation Plan - VII</u>						
Transactions during the year ended June 30, 2018						
Profit on PLS accounts	-	990	-	-	-	-
Bank charges	-	19	-	-	-	-
Listing Fee	-	39	-	-	-	-
Allocated expenses	1,824	-	-	-	-	-
Purchase of securities	-	-	-	1,937,369	-	-
Sale of securities	-	-	-	2,346,485	-	-
Shariah advisory fees paid	80	-	-	-	-	-
Remuneration of Trustee	-	-	1,727	-	-	-
Transactions during the period ended June 30, 2017						
Profit on PLS account	-	273	-	-	-	-
Units issued	-	3,500	-	-	-	50,000
Purchase of securities	-	-	-	5,975,152	-	-
Sale of securities	-	-	-	3,663,333	-	-
Dividend received	-	-	-	37,478	-	-
Shariah advisory fees paid	85	-	-	-	-	-
Sales load paid	36,007	-	-	-	-	-
Remuneration	-	-	806	-	-	-
<u>Al Ameen Islamic Active Allocation Plan - VIII</u>						
Transactions during the year ended June 30, 2018						
Units purchased	-	-	-	-	1	116
Profit on PLS accounts	-	746	-	-	-	-
Bank charges	-	15	-	-	-	-
Listing Fee	-	14	-	-	-	-
Allocated expenses	4,556	-	-	-	-	-
Purchase of securities	-	-	-	8,220,175	-	-
Sale of securities	-	-	-	8,549,733	-	-
Shariah advisory fees paid	80	-	-	-	-	-
Remuneration of Trustee	-	-	4,067	-	-	-
Transactions during the period ended June 30, 2017						
Profit on PLS account	-	1,990	-	-	-	-
Units issued	-	-	-	-	9,756	-
Purchase of securities	-	-	-	14,544,373	-	-
Sale of securities	-	-	-	9,323,162	-	-
Dividend received	-	-	-	57,662	-	-
Sales load paid	29,049	107,126	-	-	-	-
Remuneration	-	-	402	-	-	-
<u>Al Ameen Islamic Active Allocation Plan - IX</u>						
Transactions during the period from August 31, 2017 to June 30, 2018						
Units purchased	-	-	-	-	-	40,015
Profit on PLS accounts	-	3,043	-	-	-	-
Bank charges	-	11	-	-	-	-
Allocated expenses	3,185	-	-	-	-	-
Purchase of securities	-	-	-	8,254,891	-	-
Sale of securities	-	-	-	4,601,068	-	-
Shariah advisory fees paid	66	-	-	-	-	-
Remuneration of Trustee	-	-	2,851	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----					

Al Ameen Islamic Active Allocation Plan - X

**Transactions during the period from
December 15, 2017 to June 30, 2018**

Profit on PLS accounts	-	1,815	-	-	-
Bank charges	-	5	-	-	-
Allocated expenses	969	-	-	-	-
Purchase of securities	-	-	8,428,780	-	-
Sale of securities	-	-	6,744,261	-	-
Shariah advisory fees paid	31	-	-	-	-
Remuneration of Trustee	-	-	873	-	-

Al Ameen Islamic Conservative Allocation Plan

**Transactions during the period from
November 09, 2017 to June 30, 2018**

Units purchased	95,268	-	-	-	-
Units redeemed	95,376	-	-	-	-
Profit on PLS accounts	-	-	-	-	-
Bank charges	-	8	-	-	-
Allocated expenses	41	-	-	-	-
Purchase of securities	-	-	524,606	-	-
Sale of securities	-	-	531,000	-	-
Shariah advisory fees paid	38	-	-	-	-
Remuneration of Trustee	-	-	109	-	-

Al Ameen Islamic Active Principal Preservation Plan-I

**Transactions during the period from
March 20, 2018 to June 30, 2018**

Units purchased	-	-	-	502	346,522
Profit on PLS accounts	-	139	-	-	-
Allocated expenses	609	-	-	-	-
Purchase of securities	-	-	7,935,989	-	-
Sale of securities	-	-	5,795,357	-	-
Shariah advisory fees paid	14	-	-	-	-
Remuneration of Trustee	-	-	528	-	-

Al Ameen Islamic Active Allocation Plan - VII

Balances held as at June 30, 2018

Investment	-	-	1,640,279	-	-
Bank balances	-	10,508	-	-	-
Payable to Central Depository Company of Pakistan Limited	-	-	-	-	-
- Trustee	-	-	120	-	-
Allocated expenses payable	284	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-
Profit receivable	-	54	-	-	-

Balances held as at June 30, 2017

Units held (in Units '000)	-	35	-	-	492
Units held (in Rupees '000)	-	3,433	-	-	48,229
Bank balances	-	39,968	-	-	-
Remuneration payable	-	-	184	-	-
Other payables	4,995	-	-	-	-
Profit receivable	-	177	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
<u>Al Ameen Islamic Active Allocation Plan - VIII</u>						
Balances held as at June 30, 2018						
Units held (in Units '000)	-	-	-	-	98	893
Units held (in Rupees '000)	-	-	-	-	8,830	80,458
Investment	-	-	-	4,325,375	-	-
Bank balances	-	4,920	-	-	-	-
Payable to Central Depository Company of Pakistan Limited						
- Trustee	-	-	315	-	-	-
Allocated expenses payable	743	-	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-	-
Conversion charges payable	2	-	-	-	-	-
Profit receivable	-	23	-	-	-	-
Balances held as at June 30, 2017						
Units held (in Units '000)	-	-	-	-	98	-
Units held (in Rupees '000)	-	-	-	-	9,451	-
Bank balances	-	10,471	-	-	-	-
Remuneration payable	-	-	376	-	-	-
Other payables	11,043	-	-	-	-	-
Profit receivable	-	354	-	-	-	-
<u>Al Ameen Islamic Active Allocation Plan - IX</u>						
Balances held as at June 30, 2018						
Units held (in Units '000)	-	-	-	-	-	387
Units held (in Rupees '000)	-	-	-	-	-	38,354
Investment	-	-	-	3,613,340	-	-
Bank balances	-	300	-	-	-	-
Payable to Central Depository Company of Pakistan Limited						
- Trustee	-	-	263	-	-	-
Allocated expenses payable	619	-	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-	-
Conversion charges payable	1	-	-	-	-	-
Profit receivable	-	23	-	-	-	-
<u>Al Ameen Islamic Active Allocation Plan - X</u>						
Balances held as at June 30, 2018						
Investment	-	-	-	1,713,790	-	-
Bank balances	-	6,012	-	-	-	-
Payable to Central Depository Company of Pakistan Limited						
- Trustee	-	-	125	-	-	-
Allocated expenses payable	294	-	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-	-
Profit receivable	-	29	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties

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

Al Ameen Islamic Conservative Allocation Plan

Balances held as at June 30, 2018

Investment	-	-	-	-	-
Bank balances	-	434	-	-	-
Payable to Central Depository Company of Pakistan Limited					
- Trustee	-	-	24	-	-
Allocated expenses payable	42	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-

Al Ameen Islamic Active Principal Preservation Plan-I

Balances held as at June 30, 2018

Units held (in Units '000)	-	-	-	-	5	3,449
Units held (in Rupees '000)	-	-	-	-	502	346,423
Investment	-	-	-	2,150,902	-	-
Bank balances	-	316	-	-	-	-
Payable to Central Depository Company of Pakistan Limited						
- Trustee	-	-	154	-	-	-
Allocated expenses payable	361	-	-	-	-	-
Shariah Advisor fee payable	4	-	-	-	-	-
Sales load payable	341	-	-	-	-	-
Profit receivable	-	64	-	-	-	-

22 BRIEF PARTICULARS OF THE INVESTMENT COMMITTEE AND THE FUND MANAGER

Details of the members of the Investment Committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22.1	MBA
2	Syed Suleman Akhter	Chief Investment Officer	16.85	MBA, CFA
3	Farhan Bashir Khan	Head of Research	11.6	MBA
4	Shabbir Sardar Zaidi	Fund Manager	9.02	CFA
5	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B-Com

* Head of Risk - non voting observer

Shabbir Sardar Zaidi is the Fund Manager of the Fund. He is also the Fund Manager of Al-Ameen Islamic Sovereign Fund, Al-Ameen Islamic Dedicated Equity Fund, Al-Ameen Islamic Financial Planning Fund, Al-Ameen Islamic Financial Planning Fund - III and Al-Ameen Islamic Retirement Savings Fund.

23 PATTERN OF UNIT HOLDING

Category	Al-Ameen Islamic Active Allocation Plan - VII		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,124	14,065,094	76.79%
Retirement Funds	27	2,812,888	15.36%
Others	17	1,439,041	7.86%
	1,168	18,317,023	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VII		
	June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,249	16,251,965	70.84%
Associated Companies and Directors	1	35,000	0.15%
Retirement Funds	26	2,793,176	12.17%
Public Limited Companies	5	1,529,522	6.67%
Others	16	2,333,704	10.17%
	1,297	22,943,367	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VIII		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,542	42,618,992	88.77%
Associated Company and Key Executives	1	97,574	0.20%
Insurance Companies	1	60,275	0.13%
Retirement Funds	18	1,528,709	3.18%
Public Limited Companies	5	1,166,600	2.43%
Others	22	2,539,713	5.29%
	2,589	48,011,863	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VIII		
	June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,715	44,707,678	86.70%
Associated Companies and Directors	1	97,562	0.19%
Insurance Companies	1	60,000	0.12%
Retirement Funds	17	1,309,155	2.54%
Public Limited Companies	20	5,077,153	9.85%
Others	10	312,639	0.61%
	2,764	51,564,187	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - IX		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,078	30,937,294	84.93%
Retirement Funds	22	2,391,426	6.56%
Public Limited Companies	2	660,960	1.81%
Others	20	2,438,950	6.70%
	2,122	36,428,630	100.00%

Category	Al-Ameen Islamic Conservative Allocation Plan		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	-	-	0.00%
Others	-	-	0.00%
	-	-	0.00%

Category	Al-Ameen Islamic Active Allocation Plan - X		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,067	13,695,906	81.01%
Insurance Companies	1	97,448	0.58%
Retirement Funds	18	1,621,687	9.59%
Public Limited Companies	2	1,081,967	6.40%
Others	7	409,110	2.42%
	1,095	16,906,117	100.00%

Category	Al-Ameen Islamic Active Principal Preservation Plan-I		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,023	18,901,045	88.30%
Associated Company and Key Executives	1	4,852	0.02%
Retirement Funds	23	1,433,097	6.70%
Public Limited Companies	2	149,325	0.70%
Others	15	916,461	4.28%
	1,064	21,404,780	100.00%

24 ATTENDANCE AT THE MEETINGS OF THE BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

Particulars	August 23, 2017	September 25, 2017	October 27, 2017	December 06, 2017	February 16, 2018	April 26, 2018	May 02, 2018	Total meetings attended
Name of Directors:								
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar Hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	x	✓	x	5
Syed Furrukh Zaem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad Sadeed Hassan Barlas	✓	✓	✓	✓	x	✓	✓	6
Name of Key Executives:								
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on September 29, 2017

** Independent Director's have completed three consecutive term

*** Mr. Zulfiqar Alavi resigned on August 07, 2017.

**** Mr. Fawaz Taj Siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from April 2, 2018 as Company Secretary

25 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, the Fund's constitutive documents and the regulations and the directives issued by the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

25.1 Market risk

Market risk is the risk that the fair value or the future cash flows of a financial instrument may fluctuate as a result of changes in market prices.

The Management Company manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and the regulations laid down by the SECP.

Market risk comprises of three types of risk: currency risk, interest rate risk and price risk.

25.1.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates.

The Fund has no exposure to foreign exchange risk as at June 30, 2018, as the fund has no financial assets or liabilities denominated in foreign currencies.

25.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates. As of June 30, 2018, the Fund is exposed to such risk on its balances held with banks. The Investment Committee of the Fund reviews the portfolio of the Fund on a regular basis to ensure that the risk is managed within the acceptable limits.

a) Sensitivity analysis for variable rate instruments

The Fund's cash flow interest rate risk arises from balances in saving accounts. The net income or loss for the year / period would have higher or lower by Rs. 0.1046 million, Rs. 0.0461 million, Rs. 0.0012 million, Rs. 0.0600 million 0.0032 million and 0.0051 million in Al-Ameen Islamic Active Allocation Plan - VII, Al-Ameen Islamic Active Allocation Plan - VIII, respectively, Al-Ameen Islamic Active Allocation Plan - IX, Al-Ameen Islamic Active Allocation Plan - X, Al-Ameen Islamic Active Principal Preservation Plan-I and Al-Ameen Islamic Conservative Allocation plan, respectively had the interest rates on savings accounts with bank increased / (decreased) by 100 basis points.

b) Sensitivity analysis for fixed rate instruments

Since the Fund currently does not have any fixed rate instruments that are impacted by market interest rates, therefore, it is not exposed to fair value interest rate risk.

Al-Ameen Islamic Active Allocation Plan - VII

Particulars	Effective yield / interest rate	Total	June 30 , 2018—			Not exposed to interest rate risk
			Exposed to interest rate risk			
			Upto three months	More than three months and upto one year	More than one year	
	%		------(Rupees in '000)-----			
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	10,508	10,508	-	-	-
Investments		1,640,279		-	-	1,640,279
Mark-up / interest receivable		54	-	-	-	54
Other receivable		575	-	-	-	761
Sub total		1,651,416	10,508	-	-	1,641,094
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		288	-	-	-	288
Payable to Central Depository Company of Pakistan Limited - Trustee		106	-	-	-	106
Accrued expenses and other liabilities		44	-	-	-	44
Sub total		438	-	-	-	438
On-balance sheet gap (a)		1,650,978	10,508	-	-	1,640,656
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		1,650,978	10,508	-	-	1,640,656
Cumulative interest rate sensitivity gap			10,508	-	-	

Al-Ameen Islamic Active Allocation Plan - VIII

Particulars	Effective yield / interest rate	Total	June 30 , 2018			
			Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%		------(Rupees in '000)-----			
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	4,920	4,920	-	-	-
Investments		4,325,375		-	-	4,325,375
Mark-up / interest receivable		23	-	-	-	23
Sub total		4,330,318	4,920	-	-	4,325,398
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		749	-	-	-	749
Payable to Central Depository Company of Pakistan Limited - Trustee		279	-	-	-	279
Accrued expenses and other liabilities		41	-	-	-	41
Sub total		1,069	-	-	-	1,069
On-balance sheet gap (a)		4,329,249	4,920	-	-	4,324,329
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		4,329,249	4,920	-	-	4,324,329
Cumulative interest rate sensitivity gap			4,920	-	-	

Al-Ameen Islamic Active Allocation Plan - IX

Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	------(Rupees in '000)-----				
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	300	300	-	-	-
Investments		3,613,340	-	-	-	3,613,340
Mark-up / interest receivable		23	-	-	-	23
Sub total		3,613,663	300	-	-	3,613,363
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		624	-	-	-	624
Payable to Central Depository Company of Pakistan Limited - Trustee		233	-	-	-	233
Accrued expenses and other liabilities		117	-	-	-	117
Sub total		974	-	-	-	974
On-balance sheet gap (a)		3,612,689	300	-	-	3,612,389
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		3,612,689	300	-	-	3,612,389
Cumulative interest rate sensitivity gap			300	-	-	

Al-Ameen Islamic Active Allocation Plan - AIconAP						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
----- (Rupees in '000) -----						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	510	510	-	-	-
Investments		-	-	-	-	-
Mark-up / interest receivable		-	-	-	-	-
Sub total		510	510	-	-	-
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		46	-	-	-	46
Payable to Central Depository Company of Pakistan Limited - Trustee		21	-	-	-	21
Accrued expenses and other liabilities		349	-	-	-	349
Sub total		416	-	-	-	416
On-balance sheet gap (a)		94	510	-	-	(416)
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		94	510	-	-	(416)
Cumulative interest rate sensitivity gap			510	-	-	

Al-Ameen Islamic Active Allocation Plan - X						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
----- (Rupees in '000) -----						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	6,012	6,012	-	-	-
Investments		1,713,790	-	-	-	1,713,790
Mark-up / interest receivable		29	-	-	-	29
Sub total		1,719,831	6,012	-	-	1,713,819
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		298	-	-	-	298
Payable to Central Depository Company of Pakistan Limited - Trustee		111	-	-	-	111
Accrued expenses and other liabilities		60	-	-	-	60
Sub total		469	-	-	-	469
On-balance sheet gap (a)		1,719,362	6,012	-	-	1,713,350
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		1,719,362	6,012	-	-	1,713,350
Cumulative interest rate sensitivity gap			6,012	-	-	

Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I)						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	(Rupees in '000)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	316	316	-	-	-
Investments		2,150,902	-	-	-	2,150,902
Mark-up / interest receivable		64	-	-	-	64
Sub total		2,151,282	316	-	-	2,150,966
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		706	-	-	-	706
Payable to Central Depository Company of Pakistan Limited - Trustee		136	-	-	-	136
Accrued expenses and other liabilities		36	-	-	-	36
Sub total		878	-	-	-	878
On-balance sheet gap (a)		2,150,404	316	-	-	2,150,088
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		2,150,404	316	-	-	2,150,088
Cumulative interest rate sensitivity gap			316	-	-	

Al-Ameen Islamic Active Allocation Plan - VII						
Particulars	June 30 , 2017--					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	(Rupees in '000)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5	39,968	39,968	-	-	-
Investments		2,233,114		-	-	2,233,114
Profit receivable		177	-	-	-	177
Sub total		2,273,259	39,968	-	-	2,233,291
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		4,995	-	-	-	4,995
Payable to Central Depository Company of Pakistan Limited - Trustee		163	-	-	-	163
Accrued expenses and other liabilities		20,983	-	-	-	20,983
Sub total		26,141	-	-	-	26,141
On-balance sheet gap (a)		2,247,118	39,968	-	-	2,207,150
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		2,247,118	39,968	-	-	2,207,150
Cumulative interest rate sensitivity gap			39,968	-	-	

Al-Ameen Islamic Active Allocation Plan - VIII						
Particulars	June 30 , 2017--					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5	10,471	10,471	-	-	-
Investments		5,000,993		-	-	5,000,993
Profit receivable		354	-	-	-	354
Other receivable		1,043	-	-	-	1,043
Sub total		5,012,861	10,471	-	-	5,002,390
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		11,043	-	-	-	11,043
Payable to Central Depository Company of Pakistan Limited - Trustee		333	-	-	-	333
Accrued expenses and other liabilities		6,165	-	-	-	6,165
Sub total		17,541	-	-	-	17,541
On-balance sheet gap (a)		4,995,320	10,471	-	-	4,984,849
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		4,995,320	10,471	-	-	4,984,849
Cumulative interest rate sensitivity gap			10,471	-	-	

25.1.3 Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer or factors affecting all similar financial instruments traded in the market.

The Fund's exposure to price risk is limited to the fair value of the respective funds in which it invests. The Fund manages its exposure to price risk by investing in Shariah Compliant Mutual Funds as per the respective Allocation Plan in line with the risk tolerance of the investor and benchmarking the sector weighting to that of average daily return of KMI 30 index and 6 months deposit rate of AA-rated (and above) Islamic Banks, based on actual proportion of investment in Equity and Income/ Money Market.

25.2 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund is exposed to non-payment of redemptions request on a regular basis. Units are redeemable at the holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive document and guidelines laid down by the SECP.

25.2.1 Management of liquidity risk

The Fund's policy is to manage this risk by investing majority of its assets in investments that are traded in an active market and can be readily disposed of.

The Fund can borrow, with the prior approval of the trustee, for meeting redemption requests. The maximum amount available to the Fund from borrowings is limited to the extent of 15% of total assets at the time of borrowing with repayment within 90 days of such borrowings. No such borrowings were made during the year / period.

In order to manage the Fund's overall liquidity, the Fund also has the option to withhold daily redemption requests in excess of ten percent of the units in issue and such requests would be treated as redemption requests qualifying for being processed on the next business day. Such procedure would continue until the outstanding redemption requests come down to a level below ten percent of the units then in issue. Further the Fund also has the ability to suspend redemptions of units with the approval of Board of Directors of the Management Company in extraordinary circumstances. An interval of six working days between the receipt of a redemption request and issuance of against it to the holder provides a cushion in the repayment of on-demand redemption of units. However, during the year no such option was exercised or considered necessary.

The following table analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Al-Ameen Islamic Active Allocation Plan - VII

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	288	-	-	288
Payable to Central Depository Company of Pakistan Limited - Trustee	106	-	-	106
Accrued expenses and other liabilities	44	-	-	44
Total liabilities	438	-	-	438

Al-Ameen Islamic Active Allocation Plan - VIII

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	749	-	-	749
Payable to Central Depository Company of Pakistan Limited - Trustee	279	-	-	279
Accrued expenses and other liabilities	41	-	-	41
Total liabilities	1,069	-	-	1,069

Al-Ameen Islamic Active Allocation Plan - IX

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	624	-	-	624
Payable to Central Depository Company of Pakistan Limited - Trustee	233	-	-	233
Accrued expenses and other liabilities	117	-	-	117
Total liabilities	974	-	-	974

Al-Ameen Islamic Conservative Allocation Plan-AIConAP

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total
Rupees in '000				
Financial liabilities				
Payable to UBL Fund Managers Limited - Management Company	46	-	-	46
Payable to Central Depository Company of Pakistan Limited - Trustee	21	-	-	21
Accrued expenses and other liabilities	349	-	-	349
Total liabilities	416	-	-	416

Al-Ameen Islamic Active Allocation Plan - X

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	298	-	-	298
Payable to Central Depository Company of Pakistan Limited - Trustee	111	-	-	111
Accrued expenses and other liabilities	60	-	-	60
Total liabilities	469	-	-	469

Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I)

Particulars	June 30, 2018			
	Upto three months	More than three months and upto one year	Over one year	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	706	-	-	706
Payable to Central Depository Company of Pakistan Limited - Trustee	136	-	-	136
Accrued expenses and other liabilities	36	-	-	36
Total liabilities	878	-	-	878

Al-Ameen Islamic Active Allocation Plan - VII

Particulars	June 30, 2017			
	Upto three months	More than three months and upto one year	Over one year	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	4,995	-	-	4,995
Payable to Central Depository Company of Pakistan Limited - Trustee	163	-	-	163
Accrued expenses and other liabilities	20,983	-	-	20,983
Total liabilities	26,141	-	-	26,141

Al-Ameen Islamic Active Allocation Plan - VIII

Particulars	June 30, 2017			
	Upto three months	More than three months and upto one year	Over one year	Total

Rupees in '000

Financial liabilities

Payable to UBL Fund Managers Limited - Management Company	11,043	-	-	11,043
Payable to Central Depository Company of Pakistan Limited - Trustee	333	-	-	333
Accrued expenses and other liabilities	6,165	-	-	6,165
Total liabilities	17,541	-	-	17,541

25.3 Credit risk

Credit risk represents the risk of a loss if the counterparties fail to perform as contracted. The Fund's credit risk mainly arises from deposits with banks and financial institutions and credit exposure arising as a result of dividend receivable on units of mutual funds.

Management of credit risk

For banks and financial institutions, the Fund keeps deposits with reputed institutions. Credit risk on account of dividend receivable is minimal due to the statutory protections. Further, all transactions in the Fund are executed only in underlying funds, thus the risk of default is considered to be minimal. The Fund's policy is to enter into financial contracts in accordance with the investment guidelines approved by the Investment Committee, its Trust Deed and the requirements of the NBFC Rules and the Regulations and the guidelines given by the SECP from time to time.

25.3.1 The maximum exposure to credit risk as at June 30, 2018 is tabulated below:

Financial Asset	Al-Ameen Islamic Active Allocation Plan - VII	Al-Ameen Islamic Active Allocation Plan - VIII	Al-Ameen Islamic Active Allocation Plan - IX	Al-Ameen Islamic Active Conservative Plan - AIConAP	Al-Ameen Islamic Active Allocation Plan - X	Al-Ameen Islamic Active Principal Preservation Plan-I	Total
June 30, 2018							
Rupees in '000'							
Balances with banks	10,508	4,920	300	510	6,012	316	22,566
Investments	1,640,279	4,325,375	3,613,340	-	1,713,790	2,150,902	13,443,686
Profit receivable	54	23	23	-	29	64	193
Other receivable	575	-	-	-	-	-	575
	<u>1,651,416</u>	<u>4,330,318</u>	<u>3,613,663</u>	<u>510</u>	<u>1,719,831</u>	<u>2,151,282</u>	<u>13,467,020</u>

Financial Asset	Al-Ameen Islamic Active Allocation Plan - VII	Al-Ameen Islamic Active Allocation Plan - VIII	Al-Ameen Islamic Active Allocation Plan - IX	Al-Ameen Islamic Active Conservative Plan - AIConAP	Al-Ameen Islamic Active Allocation Plan - X	Al-Ameen Islamic Active Principal Preservation Plan-I	Total
June 30, 2017							
Rupees in '000'							
Balances with banks	39,968	10,471	-	-	-	-	50,439
Investments	2,233,114	5,000,993	-	-	-	-	7,234,107
Profit receivable	177	354	-	-	-	-	531
Other receivable	-	1,043	-	-	-	-	1,043
	<u>2,273,259</u>	<u>5,012,861</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,286,120</u>

25.3.2 The analysis below summarises the credit quality of the bank with which the Fund's financial assets are kept in profit and loss sharing accounts as at June 30, 2018:

Particulars	Rating agency	Al Ameen Islamic Active Allocation Plan - VII	Al Ameen Islamic Active Allocation Plan - VIII	Al Ameen Islamic Active Allocation Plan - IX	Al Ameen Islamic Active Conservative Plan - AIConAP	Al Ameen Islamic Active Allocation Plan - X	Al Ameen Islamic Active Principal Preservation Plan I- AIAPPP-I	Latest available published rating as at June 30, 2018
June 30, 2018								
Rupees in '000'								
United Bank Limited	JCR-VIS	10,508	4,920	300	434	6,012	316	AAA
Faisal Bank Limited	JCR-VIS	-	-	-	1	-	-	AA
Allied Bank Limited	PACRA	-	-	-	75	-	-	AAA
		10,508	4,920	300	510	6,012	316	

Particulars	Rating agency	Al Ameen Islamic Active Allocation Plan - VII	Al Ameen Islamic Active Allocation Plan - VIII	Al Ameen Islamic Active Allocation Plan - IX	Al Ameen Islamic Active Conservative Plan - AIConAP	Al Ameen Islamic Active Allocation Plan - X	Al Ameen Islamic Active Principal Preservation Plan I- AIAPPP-I	Latest available published rating as at June 30, 2017
June 30, 2017								
Rupees in '000'								
United Bank Limited	JCR-VIS	40,145	10,825	-	-	-	-	AAA
		40,145	10,825	-	-	-	-	

Concentration on credit risk

Concentration of risk arises when a number of financial instruments or contracts are entered into the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

The Fund's major bank balances are held with a single bank (related party). The management believes that the bank is a reputed institution.

26 UNIT HOLDERS' FUND RISK MANAGEMENT

The unit holders' fund is represented by the net assets attributable to unit holders / redeemable units. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily issuance and redemptions at the discretion of unit holders. The Fund's objective when managing the unit holders' fund is to safeguard the Fund's ability to continue as a going concern in order to provide returns for the benefits of the unit holders to maintain a strong base of assets to support the development of the investment activities of the Fund and to meet unexpected losses or opportunities. As required under the NBFC Regulations, every open end scheme shall maintain minimum fund size (i.e. net assets of the Fund) of Rs. 100 million at all times during the life of scheme. In order to comply with the requirement and to maintain or adjust the Unit Holders' Fund, the Fund's policy is to perform the following:

- Monitors the level of daily issuance and redemptions relative to the liquid assets and adjusts the amount of distributions the Fund pays to unit holders;

- Redeem and issue units in accordance with the constitutive documents of the Fund, which include the ability to restrict redemptions and require certain minimum holdings and issuance; and
- The Fund Manager / Investment Committee members and the Chief Executive Officer critically track the movement of „Assets under Management“. The Board of Directors is updated regarding key performance indicators e.g. yield and movement of NAV and total Fund size at the end of each quarter.

The Fund has maintained and complied with the requirements of minimum fund size during the current year / period.

27 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged or liability can be settled, between knowledgeable willing parties in an arm's length transaction. 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 tradable in an open market are revalued at the market prices prevailing on the reporting date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from the carrying value as the items are short-term in nature or periodically repriced.

As per the requirements of IFRS 7 (Financial Instruments: Disclosures), the Fund shall classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: 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 assets or liability that are not based on observable market data (i.e. unobservable inputs)

6.2 Units of mutual funds

Name of investee funds	At the beginning of the year / period	Purchased during the year / period	Sold during the year / period	At the end of the year / period	Cost as at June 30, 2018	Market value as at June 30, 2018	Unrealised Gain/(Loss)	Market value as at June 30, 2017	Market value as Percentage of Net Assets	Market value as Percentage of Investment
	No. of holdings				(Rupees in '000)					
Al Ameen Islamic Active Allocation Plan - VII										
Al Ameen Islamic Sovereign Fund	10,727,002	6,210,511	13,106,880	3,830,633	393,455	397,945	4,490	1,081,942	24%	24%
Al Ameen Islamic Cash Fund	-	1,927,037	1,927,037	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	8,608,673	8,954,803	6,850,324	10,713,152	1,365,128	1,242,334	(122,794)	1,151,172	76%	76%
Total	19,335,675	17,092,351	21,884,241	14,543,785	1,758,583	1,640,279	(118,304)	2,233,114	100%	100%
Al Ameen Islamic Active Allocation Plan - VIII										
Al Ameen Islamic Sovereign Fund	32,022,603	22,268,169	44,268,628	10,022,144	1,031,693	1,041,150	9,457	3,229,848	24%	24%
Al Ameen Islamic Cash Fund	-	24,736,785	24,736,785	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	13,244,942	28,118,484	13,042,208	28,321,218	3,564,377	3,284,225	(280,152)	1,771,145	76%	76%
Total	45,267,545	75,123,438	82,047,621	38,343,362	4,596,070	4,325,375	(270,695)	5,000,993	100%	100%
Al Ameen Islamic Active Allocation Plan - IX										
Al Ameen Islamic Sovereign Fund	-	23,285,768	14,645,261	8,640,507	887,905	897,619	9,714	-	25%	25%
Al Ameen Islamic Cash Fund	-	19,533,837	19,533,837	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	-	32,874,938	9,456,166	23,418,772	2,777,373	2,715,721	(61,652)	-	75%	75%
Total	-	75,694,543	43,635,264	32,059,279	3,665,278	3,613,340	(51,938)	-	100%	100%
Al Ameen Islamic Active Allocation Plan - X										
Al Ameen Islamic Sovereign Fund	-	33,710,979	29,873,661	3,837,318	394,883	398,640	3,757	-	23%	23%
Al Ameen Islamic Cash Fund	-	31,725,318	31,056,737	668,581	69,875	70,365	490	-	4%	4%
Al Ameen Islamic Dedicated Equity Fund	-	15,104,337	4,370,043	10,734,294	1,234,007	1,244,785	10,778	-	72%	73%
Total	-	80,540,634	65,300,441	15,240,193	1,698,765	1,713,790	15,025	-	100%	100%
Al Ameen Islamic Conservative Allocation Plan										
Al Ameen Islamic Sovereign Fund	-	-	-	-	-	-	-	-	0%	0%
Al Ameen Islamic Cash Fund	-	5,075,825	5,075,825	-	-	-	-	-	0%	0%
Al Ameen Islamic Dedicated Equity Fund	-	-	-	-	-	-	-	-	0%	0%
Total	-	5,075,825	5,075,825	-	-	-	-	-	0%	0%
Al Ameen Islamic Active Principal Preservation Plan-I										
Al Ameen Islamic Sovereign Fund	-	-	-	-	-	-	-	-	0%	0%
Al Ameen Islamic Cash Fund	-	53,366,936	34,779,275	18,587,661	1,940,837	1,956,257	15,420	-	91%	91%
Al Ameen Islamic Dedicated Equity Fund	-	20,224,023	18,545,514	1,678,509	196,274	194,645	(1,629)	-	9%	9%
Total	-	73,590,959	53,324,789	20,266,170	2,137,111	2,150,902	13,791	-	100%	100%
Total investments in units of mutual funds										
Al Ameen Islamic Sovereign Fund	42,749,605	85,475,427	101,894,430	26,330,602	2,707,936	2,735,354	27,418	4,311,789	20%	20%
Al Ameen Islamic Cash Fund	-	136,365,738	117,109,496	19,256,242	2,010,712	2,026,622	15,910	-	15%	15%
Al Ameen Islamic Dedicated Equity Fund	21,853,615	105,276,585	52,264,255	74,865,945	9,137,159	8,681,710	(455,449)	2,922,318	65%	65%
Total	64,603,220	327,117,750	271,268,181	120,452,789	13,855,807	13,443,686	(412,121)	7,234,107	100%	100%

23 PATTERN OF UNIT HOLDING

Category	Al-Ameen Islamic Active Allocation Plan - VII		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,124	14,065,094	76.79%
Retirement Funds	27	2,812,888	15.36%
Others	17	1,439,041	7.86%
	1,168	18,317,023	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VII		
	June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,249	16,251,965	70.84%
Associated Companies and Directors	1	35,000	0.15%
Retirement Funds	26	2,793,176	12.17%
Public Limited Companies	5	1,529,522	6.67%
Others	16	2,333,704	10.17%
	1,297	22,943,367	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VIII		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,542	42,618,992	88.77%
Associated Company and Key Executives	1	97,574	0.20%
Insurance Companies	1	60,275	0.13%
Retirement Funds	18	1,528,709	3.18%
Public Limited Companies	5	1,166,600	2.43%
Others	22	2,539,713	5.29%
	2,589	48,011,863	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - VIII		
	June 30, 2017		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,715	44,707,678	86.70%
Associated Companies and Directors	1	97,562	0.19%
Insurance Companies	1	60,000	0.12%
Retirement Funds	17	1,309,155	2.54%
Public Limited Companies	20	5,077,153	9.85%
Others	10	312,639	0.61%
	2,764	51,564,187	100.00%

Category	Al-Ameen Islamic Active Allocation Plan - IX		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	2,078	30,937,294	84.93%
Retirement Funds	22	2,391,426	6.56%
Public Limited Companies	2	660,960	1.81%
Others	20	2,438,950	6.70%
	2,122	36,428,630	100.00%

Category	Al-Ameen Islamic Conservative Allocation Plan		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	-	-	0.00%
Others	-	-	0.00%
	-	-	0.00%

Category	Al-Ameen Islamic Active Allocation Plan - X		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,067	13,695,906	81.01%
Insurance Companies	1	97,448	0.58%
Retirement Funds	18	1,621,687	9.59%
Public Limited Companies	2	1,081,967	6.40%
Others	7	409,110	2.42%
	1,095	16,906,117	100.00%

Category	Al-Ameen Islamic Active Principal Preservation Plan-I		
	June 30, 2018		
	Number of unit holders	Number of units held	Percentage of units held
Individuals	1,023	18,901,045	88.30%
Associated Company and Key Executives	1	4,852	0.02%
Retirement Funds	23	1,433,097	6.70%
Public Limited Companies	2	149,325	0.70%
Others	15	916,461	4.28%
	1,064	21,404,780	100.00%

Al-Ameen Islamic Active Allocation Plan - VII

Particulars	June 30, 2018				
	Effective yield / interest rate	Total	Exposed to interest rate risk		
			Upto three months	More than three months and upto one year	More than one year
	%				
On-balance sheet financial instruments					
Financial assets					
Bank balances	5.5 - 6.2	10,508	10,508	-	-
Investments		1,640,279		-	1,640,279
Mark-up / interest receivable		54	-	-	54
Other receivable		575	-	-	761
Sub total		1,651,416	10,508	-	1,641,094
Financial liabilities					
Payable to UBL Fund Managers Limited - Management Company		288	-	-	288
Payable to Central Depository Company of Pakistan Limited - Trustee		106	-	-	106
Accrued expenses and other liabilities		44	-	-	44
Sub total		438	-	-	438
On-balance sheet gap (a)		1,650,978	10,508	-	1,640,656
Off-balance sheet financial instrument		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a) + (b)		1,650,978	10,508	-	1,640,656
Cumulative interest rate sensitivity gap		-	10,508	-	-

Al-Ameen Islamic Active Allocation Plan - VIII

Particulars	June 30, 2018				
	Effective yield / interest rate	Total	Exposed to interest rate risk		
			Upto three months	More than three months and upto one year	More than one year
	%				
On-balance sheet financial instruments					
Financial assets					
Bank balances	5.5 - 6.2	4,920	4,920	-	-
Investments		4,325,375		-	4,325,375
Mark-up / interest receivable		23	-	-	23
Sub total		4,330,318	4,920	-	4,325,398
Financial liabilities					
Payable to UBL Fund Managers Limited - Management Company		749	-	-	749
Payable to Central Depository Company of Pakistan Limited - Trustee		279	-	-	279
Accrued expenses and other liabilities		41	-	-	41
Sub total		1,069	-	-	1,069
On-balance sheet gap (a)		4,329,249	4,920	-	4,324,329
Off-balance sheet financial instrument		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a) + (b)		4,329,249	4,920	-	4,324,329
Cumulative interest rate sensitivity gap		-	4,920	-	-

Al-Ameen Islamic Active Allocation Plan - IX

Particulars	June 30, 2018				
	Effective yield / interest rate	Total	Exposed to interest rate risk		
			Upto three months	More than three months and upto one year	More than one year
	%				
On-balance sheet financial instruments					
Financial assets					
Bank balances	5.5 - 6.2	300	300	-	-
Investments		3,613,340	-	-	3,613,340
Mark-up / interest receivable		23	-	-	23
Sub total		3,613,663	300	-	3,613,363
Financial liabilities					
Payable to UBL Fund Managers Limited - Management Company		624	-	-	624
Payable to Central Depository Company of Pakistan Limited - Trustee		233	-	-	233
Accrued expenses and other liabilities		117	-	-	117
Sub total		974	-	-	974
On-balance sheet gap (a)		3,612,689	300	-	3,612,389
Off-balance sheet financial instrument		-	-	-	-
Off-balance sheet gap (b)		-	-	-	-
Total interest rate sensitivity gap (a) + (b)		3,612,689	300	-	3,612,389
Cumulative interest rate sensitivity gap		-	300	-	-

Al-Ameen Islamic Active Allocation Plan - AIconAP						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
----- (Rupees in '000) -----						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	510	510	-	-	-
Investments		-	-	-	-	-
Mark-up / interest receivable		-	-	-	-	-
Sub total		510	510	-	-	-
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		46	-	-	-	46
Payable to Central Depository Company of Pakistan Limited - Trustee		21	-	-	-	21
Accrued expenses and other liabilities		349	-	-	-	349
Sub total		416	-	-	-	416
On-balance sheet gap (a)		94	510	-	-	(416)
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		94	510	-	-	(416)
Cumulative interest rate sensitivity gap			510	-	-	

Al-Ameen Islamic Active Allocation Plan - X						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	6,012	6,012	-	-	-
Investments		1,713,790	-	-	-	1,713,790
Mark-up / interest receivable		29	-	-	-	29
Sub total		1,719,831	6,012	-	-	1,713,819
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		298	-	-	-	298
Payable to Central Depository Company of Pakistan Limited - Trustee		111	-	-	-	111
Accrued expenses and other liabilities		60	-	-	-	60
Sub total		469	-	-	-	469
On-balance sheet gap (a)		1,719,362	6,012	-	-	1,713,350
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		1,719,362	6,012	-	-	1,713,350
Cumulative interest rate sensitivity gap			6,012	-	-	

Al-Ameen Islamic Active Principal Preservation Plan-I (AIAPPP-I)						
Particulars	June 30 , 2018					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%	(Rupees in '000)				
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5 - 6.2	316	316	-	-	-
Investments		2,150,902	-	-	-	2,150,902
Mark-up / interest receivable		64	-	-	-	64
Sub total		2,151,282	316	-	-	2,150,966
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		706	-	-	-	706
Payable to Central Depository Company of Pakistan Limited - Trustee		136	-	-	-	136
Accrued expenses and other liabilities		36	-	-	-	36
Sub total		878	-	-	-	878
On-balance sheet gap (a)		2,150,404	316	-	-	2,150,088
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		2,150,404	316	-	-	2,150,088
Cumulative interest rate sensitivity gap			316	-	-	

Al-Ameen Islamic Active Allocation Plan - VII						
Particulars	June 30 , 2017--					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5	39,968	39,968	-	-	-
Investments		2,233,114		-	-	2,233,114
Profit receivable		177	-	-	-	177
Sub total		2,273,259	39,968	-	-	2,233,291
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		4,995	-	-	-	4,995
Payable to Central Depository Company of Pakistan Limited - Trustee		163	-	-	-	163
Accrued expenses and other liabilities		20,983	-	-	-	20,983
Sub total		26,141	-	-	-	26,141
On-balance sheet gap (a)		2,247,118	39,968	-	-	2,207,150
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		2,247,118	39,968	-	-	2,207,150
Cumulative interest rate sensitivity gap			39,968	-	-	

Al-Ameen Islamic Active Allocation Plan - VIII						
Particulars	June 30 , 2017--					
	Effective yield / interest rate	Total	Exposed to interest rate risk			Not exposed to interest rate risk
			Upto three months	More than three months and upto one year	More than one year	
	%					
(Rupees in '000)						
On-balance sheet financial instruments						
Financial assets						
Bank balances	5.5	10,471	10,471	-	-	-
Investments		5,000,993		-	-	5,000,993
Profit receivable		354	-	-	-	354
Other receivable		1,043	-	-	-	1,043
Sub total		5,012,861	10,471	-	-	5,002,390
Financial liabilities						
Payable to UBL Fund Managers Limited - Management Company		11,043	-	-	-	11,043
Payable to Central Depository Company of Pakistan Limited - Trustee		333	-	-	-	333
Accrued expenses and other liabilities		6,165	-	-	-	6,165
Sub total		17,541	-	-	-	17,541
On-balance sheet gap (a)		4,995,320	10,471	-	-	4,984,849
Off-balance sheet financial instrument		-	-	-	-	-
Off-balance sheet gap (b)		-	-	-	-	-
Total interest rate sensitivity gap (a) + (b)		4,995,320	10,471	-	-	4,984,849
Cumulative interest rate sensitivity gap			10,471	-	-	

Al Ameen Islamic Active Allocation - VII

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

1,640,279	-	-
1,640,279	-	-

Fair value

----- As at June 30, 2017 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

2,233,114	-	-
2,233,114	-	-

Al Ameen Islamic Active Allocation - VIII

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

4,325,375	-	-
4,325,375	-	-

Fair value

----- As at June 30, 2017 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

5,000,993	-	-
5,000,993	-	-

Al Ameen Islamic Active Allocation - IX

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

3,613,340	-	-
3,613,340	-	-

Al Ameen Islamic Active Conservative Allocation Plan

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

-	-	-
-	-	-

Al Ameen Islamic Active Allocation - X

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

1,713,790	-	-
1,713,790	-	-

Al Ameen Islamic Active Principal Preservation Plan-I

Fair value

----- As at June 30, 2018 -----

Level 1	Level 2	Level 3

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

Financial assets measured at fair value

Investment in mutual funds - financial assets

At fair value through profit and loss - held for trading

2,150,902	-	-
2,150,902	-	-

Transfers during the year / period

During the year ended June 30, 2018, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 financial instruments.

28 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by Board of Directors of the Management Company on 28-Aug-18.

29 GENERAL

29.1 These figures has been rounded off to the nearest thousand rupees unless otherwise stated.

29.2 The Board of Directors of the Management Company on July 2, 2018 approved a final distribution of Re. 0.0368 per unit on the face value of Rs. 100 each (i.e. 0.04%) in AIACTAP-X amounting to Rs. 0.622 million. The financial statements of the Fund for the year ended June 30, 2018 do not include the effect of this distribution which will be accounted for in the financial statements of the Fund for the year ending June 30, 2019.

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

SD

CHIEF EXECUTIVE OFFICER

SD

CHIEF FINANCIAL OFFICER

SD

DIRECTOR

AIFPF-III

Al-Ameen Islamic Financial Planning Fund
Al-Ameen Islamic Active Principal Preservation Plan-II

INVESTMENT OBJECTIVE

AIFPF-III is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.

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

Fund Manager's Report – Al-Ameen Islamic Financial Planning Fund – III

Al-Ameen Islamic Active Principal Preservation Plan-II (AIAPPP-II)

- i) **Description of the Collective Investment Scheme category and type**
Shariah Compliant Fund of Funds Scheme/ Open-end
- ii) **Statement of Collective Investment Scheme's investment objective**
The "Al-Ameen Islamic Active Principal Preservation Plan-III" is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund - II". AIFPF is an Open-end Shariah Compliant Fund of funds that aims to generate returns on Investment as per the respective Allocation Plan by investing in Shariah Compliant Mutual Funds in line with the risk tolerance of the Investor.
- iii) **Explanation as to whether the Collective Investment Scheme achieved its stated objective**
The fund achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the Collective Investment Scheme**
Weighted Avg. of 3M average deposit rates of 3 AA rated islamic banks/windows as selected by MUFAP, 6M PKISRV rates and KMI-30 Index on basis of actual investment by the plan
- v) **Comparison of the Collective Investment Scheme's performance during the period compared with the said benchmarks**

Monthly Yield	Jul'17	Aug'17	Sep'17	Oct'17	Nov'17	Dec'17	Jan'18	Feb'18	Mar'18	Apr'18	May'18	Jun'18	FYTD
AIAPPP-II	-	-	-	-	-	-	-	-	-	-	0.24%	0.39%	0.64%
Benchmark	-	-	-	-	-	-	-	-	-	-	0.29%	0.07%	0.36%

- vi) **Description of the strategies and policies employed during the period under review in relation to the Collective Investment Scheme's performance**

The Fund was launched on 28-May-18. Since inception, AIAPPP-I generated a return of 0.64%. The plan's exposure to local equities (through Al-Ameen Islamic Dedicated Equity Fund) as at June18 stood at 8% while the remaining 92% was invested in Al-Ameen Islamic Money market (through Al-Ameen Islamic Cash Fund). The net assets of the Fund were PKR 762 mn as at June 30, 2018 representing the net asset value of PKR 100.6354 per unit.

Disclosure of the Collective Investment Scheme's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)

Asset Allocation (% of Total Assets)	Jun-17	Jun-18
Equity Funds	0%	8%
Money Market Funds	0%	92%
Income Funds	0%	0%
Others	0%	0%

Cash	0%	0%
Leverage	Nil	Nil

vii) Analysis of the Collective Investment Scheme's performance

FY'18 Return: 0.64%

Standard Deviation (12m trailing): n/a

Sharpe Ratio (12m trailing):

viii) Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established Collective Investment Schemes)

Net Asset Value			NAV per unit		
28-May-18	30-Jun-18	Change	28-May-18	30-Jun-18	Change
Rupees (000)		%	Rupees		%
755,992	791,974	4.76	100.0214	100.6354	0.61

ix) Disclosure on the markets that the Collective investment Scheme has invested in including - review of the market(s) invested in and returns during the period

The fund is an Islamic Allocation Plan under the "Al-Ameen Islamic Financial Planning Fund-III" that actively invests between Islamic Equities and Islamic Money Market/ Income based on the Fund Manager's outlook on the asset classes. Thus, the underlying assets of AIFPF-III-AIAPPP-II are equity and money-market CIS and the market reviews are as follows:

Debt Market Review – FY18

The International Crude Oil prices exhibited an upward trend for the fiscal year. The prices increased from USD 45-per barrel increasing as much as ~70% closing at a new high of USD ~80 per barrel. Increasing oil prices, higher commodity prices (with exception of sugar) along with lagged impact of PKR devaluation (+16%) aided in increasing inflation rate to 4.4% for 4QFY18. Core measures of inflation witnessed an upward trajectory where NFNE which is somewhat sticky in nature increased to 7.1% by end of FY18. Taking cues from this trend we expect SBP to continue its current monetary tightening policy.

In twelve PIB auctions for FY18 conducted during the year, the government raised PKR~102bn (PKR ~894bn in FY17) against target of PKR 330bn. Consequently, outstanding amount for the PIBs in the market increased to PKR 29.47trn. Participation in the auctions was largely skewed towards three and five year paper in line with interest rate hikes. Cut off yields in June auction trimmed to 7.5%, 8.5% and 8.7% for three, five and ten year PIB instruments respectively. In July'18 PIB Auction the government accepted PKR ~6.9bn.

The yield curve based on government securities of various maturities has shifted upwards in line with the ongoing increasing discounts rates. Yield on 3M, 6M and 12M T-Bills increased by 79bps, 90bps and 116bps, respectively. Similarly, yield on 3-year, 5-year and 10-year bonds increased 180bps, 171bps and 86bps, respectively. The spread between annualized yields of 1-year T-bills (7.20% p.a.) and 10-year PIBs (9.03% p.a.) stood at 1.83% as of 30 June 2018.

Stock Market Review – FY18

In the aftermath of distressing events in FY18, the KSE-100 index posted a cumulative loss of 10% after a prolonged period of 8-years. Market's decline was largely driven by a series of tensed political events, burgeoning concerns on macro-economic front along with continued sell-off by foreign investors (USD289mn). With growing uncertainties, market participants remained cautious, keeping average market-traded volumes depressed (84mn).

The benchmark index commenced the year with high hopes but soon suffered foreign outflows post MSCI inclusion. A series of setbacks augmented uncertainties during 1HFY18, keeping the equity market in a jittery position and pushing the index to a low of 37,919 points. The primary highlights among these were disqualification of sitting PM followed by barring of Finance Minister to run office; leaving little room to focus on economy. This was followed by a 21-day protest by TLP against the government pushing the regime into isolation. Without any proper economic manager in place, the country stood open to increasing hazards on the macroeconomic fronts.

With political tensions, concerns on external account started to unearth as support from low oil prices started to fade away. In the 3QFY18, some positive triggers like appointment of Finance Minister, smooth senate elections, announcement of tax amnesty scheme along with introduction of essential policy action prompted interest by market participants, leading to inflow of USD 31mn.

However, the concerns on macroeconomic front remained strong, requiring further use of policy actions. The full year FY18 current account deficit augmented to ~USD18bn (+43%YoY) further weighing down investor sentiment. Moreover, fiscal deficit came in much higher at ~7%. Mushrooming twin-deficit financing requirements weakened foreign reserves position. SBP's reserves were down to ~USD10bn at end of FY18, further deteriorating investor confidence.

On the international front, US Fed continued on its monetary tightening policy by 25bps to 2% during FY18. We expect this stance to continue in CY18. International oil prices mounted to a 4-year high of USD80/bbl amid better co-operation between member OPEC and Non-OPEC countries. Overall, commodity prices also rallied upwards with growing demands from importing countries. Escalation of ongoing trade-war is expected to push oil prices downhill. This will be favorable for a high energy importing country like Pakistan. Moreover, a stable government will also resume work on the multi-billion CPEC project.

Going forward, remedial measures taken by central bank combined with entry into the IMF program will enable corrective measures and stabilize economy over medium term. Moreover, subsiding political tensions, steep discount (~24% from its peak) along with a high earnings-yield offering (~12%) is expected to strengthen investor sentiment and bring investor's interest back in the local equity market.

- x) **Disclosure on distribution (if any), comprising:-**
 - particulars of income distribution or other forms of distribution made and proposed during the period; and
 - statement of effects on the NAV before and after distribution is made

No distribution has been made during the period.

- xi) **Description and explanation of any significant changes in the state of affairs of the Collective Investment Scheme during the period and up till the date of the manager's report, not otherwise disclosed in the financial statements**

There were no significant changes in state of affairs of the scheme.

- xii) **Breakdown of unit holdings by size**

Range of Units	Number of Investors
	AIPPF-III
0.0001 - 9,999.9999	503
10,000.0000 - 49,999.9999	136
50,000.0000 - 99,999.9999	26
100,000.0000 - 499,999.9999	5
500,000.0000 & Above	-
Total	670

- xiii) **Disclosure on unit split (if any), comprising:-**

There were no unit splits during the period.

- xiv) **Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

- xv) **Disclosure if the Asset Management Company or its delegate, if any, receives any soft commission (i.e. goods and services) from its broker(s) or dealer(s) by virtue of transactions conducted by the Collective Investment Scheme.**

No soft commissions are received by the AMC from its brokers or dealers by virtue of transactions conducted by the Collective Investment Scheme.

PERFORMANCE TABLE

Al Ameen Islamic Active Principal Preservation Plan - II

2018

NET ASSETS AS AT 30 JUNE - Rupees in '000

761,974

NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees *

Class A units - Offer

100.6354

- Redemption

96.6100

RETURN OF THE FUND - %

Total Return of the Fund

0.64

Capital Growth (per unit)

0.64

Date of Income Distribution

-

Income Distribution

-

Date of Income Distribution

-

Income Distribution

-

AVERAGE ANNUAL RETURN - %

One Year

0.64

Second Year

0.64

Third Year

0.64

Since inception

0.64

OFFER / REPURCHASE DURING THE YEAR- Rupees *

Highest price per unit - Class A units - Offer

100.6510

Highest price per unit - Class A units - Redemption

96.6250

Lowest price per unit - Class A units - Offer

100.0214

Lowest price per unit - Class A units - Redemption

96.0205

* Front-end load @ 3% is applicable

* Contingent load @ 4% is applicable

PORTFOLIO COMPOSITION - %

Percentage of Net Assets as at 30 June

PORTFOLIO COMPOSITION BY CATEGORY - %

Al Ameen Islamic Dedicated Equity Fund

9

Al Ameen Islamic Cash Fund

91

PORTFOLIO COMPOSITION BY MARKET - %

Mutual Funds

100.00

Note:

- The Launch date of Fund is 28 May 2018

DISCLAIMER

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

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Fax: (92-21) 34326020 - 23
URL: www.cdcpakistan.com
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TRUSTEE REPORT TO THE UNIT HOLDERS

AL-AMEEN ISLAMIC FINANCIAL PLANNING FUND - III

Report of the Trustee pursuant to Regulation 41(h) and clause 9 of Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We Central Depository Company of Pakistan Limited, being the Trustee of Al-Ameen Islamic Financial Planning Fund - III (the Fund) are of the opinion that UBL Fund Managers Limited being the Management Company of the Fund has in all material respects managed the Fund during the period from May 28, 2018 to June 30, 2018 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

Aftab Ahmed Diwan
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: September 25, 2018

We, the Shariah Advisors of the fund are issuing this report in accordance with the rules and regulations. The scope of the report is to express an opinion on the Shariah Compliance of the Funds activities.

In the capacity of Shariah Advisors, we have prescribed criteria and procedures to be followed in ensuring Shariah Compliance in every investment.

It is the responsibility of the Management Company of the fund to establish and maintain a system of internal controls to ensure compliance with the Shariah guidelines. Our responsibility is to express an opinion, based on our review, to the extent where such compliance can be objectively verified. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the prescribed criteria.

In light of the above, we hereby certify that:

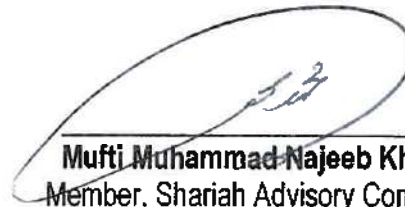
- i. We have reviewed and approved the modes of investments of AIFPF-III- AIAPPP-II in light of the shariah guidelines.
- ii. All the provisions of the Scheme and investments made on account of AIFPF-III- AIAPPP-II by UBL Fund Managers are Shariah compliant and in accordance with the criteria established.
- iii. On the basis of information provided by the management, all operations of AIFPF-III- AIAPPP-II for the year ended 30 June 2018 have been in compliance with the Shariah principles.

During the year, PKR Nil amount has been recognized as charity.

May Allah give us strength to work in accordance with Quran and Sunnah and forgive our mistakes.



Mufti Muhammad Hassaan Kaleem
Member, Shariah Advisory Committee



Mufti Muhammad Najeed Khan
Member, Shariah Advisory Committee

KARACHI:
DATE: 08 August 2018



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2017 BY UBL FUND MANAGERS LIMITED

NAME OF FUND: AL AMEEN ISLAMIC FINANCIAL PLANNING FUND – III

YEAR ENDING: JUNE 30, 2018

The Securities and Exchange Commission of Pakistan (SECP) through its letter dated April 18, 2018 to Mutual Funds Association of Pakistan (MUFAP) has exempted the open-end collective investment schemes from the requirements of the Code of Corporate Governance. However, the Board of Directors of UBL Fund Managers Limited (the Management Company) of Al Ameen Islamic Financial Planning Fund – III (the Fund), for the purpose of establishing a framework of good governance whereby a Fund is managed by best practice of Corporate governance, has voluntarily opted to comply with the relevant provisions of the Listed Companies (Code of Corporate Governance) Regulations 2017 (The Code).

The Management Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are seven as per the following:
 - a. Male: Six Directors;
 - b. Female: One Director.

2. The composition of the Board is as follows:

Category	Name
Independent Directors	Mr. Azhar Hamid
	Ms. Naz Khan
Executive Directors	Mr. Yasir Qadri
Non - Executive Directors	Mirza Muhammad Sadeed Hassan Barlas
	Mr. Sharjeel Shahid
	Mr. Zia Ijaz
	Syed Furrukh Zaeem

3. The directors have confirmed that none of them is serving as a director on more than five listed companies, including this company.
4. The Management Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the Management Company. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained. The Management Company has placed the Whistle Blowing Policy, Proxy Policy and the Principles of the Code of Conduct (Statement of Ethics and Business Practice) on its website.
6. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
7. The Board has a formal and effective mechanism in place for an annual evaluation of the Board's own performance.

8. The Chairman of the Board is an Independent director. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board as empowered by the relevant provisions of the Act and these Regulations.
9. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
10. Following directors and executive have acquired the prescribed Director Training Program (DTP) certification:

Directors

- a. Mirza Muhammad Sadeed Hassan Barlas
- b. Mr. Yasir Qadri
- c. Mr. Zia Ijaz
- d. Ms. Naz Khan
- e. Syed Furrukh Zaeem

Executive

- f. S.M. Aly Osman

11. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
12. CFO and CEO duly endorsed the financial statements before approval of the Board.
13. The Board has formed committees comprising of members given below. The Board Audit Committee and the Board Human Resource & Compensation Committee are chaired by separate Independent directors:

a. Board Audit Committee

- i. Ms. Naz Khan (Chair);
- ii. Mirza Muhammad Sadeed Hassan Barlas;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Zia Ijaz.

b. Board Human Resource & Compensation Committee

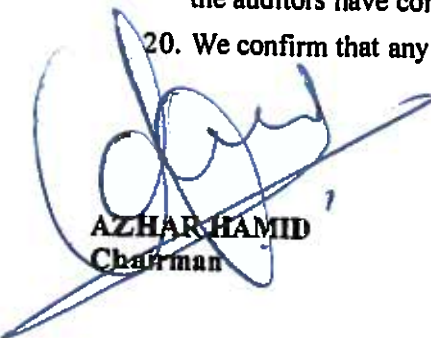
- i. Mr. Azhar Hamid (Chairman);
- ii. Mr. Yasir Qadri;
- iii. Mr. Zia Ijaz;
- iv. Ms. Naz Khan;
- v. Syed Furrukh Zaeem.

c. Board Risk & Compliance Committee

- i. Mirza Muhammad Sadeed Hassan Barlas (Chairman);
- ii. Mr. Azhar Hamid;
- iii. Mr. Sharjeel Shahid;
- iv. Mr. Yasir Qadri;
- v. Syed Furrukh Zaeem.



14. The Terms of Reference of the aforesaid Committees have been formed, documented and advised to the Committee for compliance.
15. The frequency of meetings of the Committee were as per following:
 - a. Board Audit Committee : Quarterly Meeting
 - b. Board Human Resource & Compensation Committee: Quarterly Meeting
 - c. Board Risk & Compliance Committee: Quarterly Meeting
16. The Board has set up an independent and effective internal audit function and the audit personnel are suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Management Company.
17. The statutory auditors of the Fund have confirmed that they have been given a satisfactory rating under the quality control review program of the Institute of Chartered Accountants of Pakistan (ICAP) and registered with Audit Oversight Board of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold units of the Fund and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP.
18. The Board Audit Committee recommends to the Board of directors the appointment of external auditors, their removal, audit fees, the provision of any service permissible to be rendered to the company by the external auditors in addition to audit of its financial statements.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. We confirm that any other significant requirements of the Regulations have been complied with.


AZHAR HAMID
Chairman

Karachi.
Dated: August 28, 2018



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 35685847, Fax +92 (21) 35685095

To the Unit Holders of Al-Ameen Islamic Financial Planning Fund - III

**Review Report on Statement of Compliance contained in Listed Companies
(Code of Corporate Governance) Regulations, 2017**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance Regulations, 2017 ("the Regulations") prepared by the Board of Directors of UBL Fund Managers Limited ("the Management Company") for the year ended 30 June 2018 in accordance with the requirements of regulation 40 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Management Company of the Fund. Our responsibility is to review whether the Statement of Compliance reflects the status of the Management Company's compliance with the provisions of the Regulations in respect of the Fund and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Management Company's personnel and review of various documents prepared by the Management Company to comply with the Regulations.

As part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Management Company's corporate governance procedures and risks.

The Regulations require the Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Management Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.



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Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Management Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Funds for the year ended 30 June 2018.

A handwritten signature in blue ink, reading 'Gino Taseer Hadi', written over a horizontal line.

KPMG Taseer Hadi & Co.
Chartered Accountants

Date: 28 August 2018

Karachi



KPMG Taseer Hadi & Co.
Chartered Accountants
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Karachi 75530 Pakistan
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INDEPENDENT AUDITORS' REPORT

To the Unit holders of AL – AMEEN ISLAMIC FINANCIAL PLANNING FUND III

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Al - Ameen Islamic Financial Planning Fund III ("the Fund"), which comprise the statement of assets and liabilities as at 30 June 2018, income statement, statement of comprehensive income, statement of movement in unit holders' fund, cash flow statement for the period then ended from 28 May 2018 to 30 June 2018, and notes to the financial statements, including summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2018, and of its financial performance and its cash flows for the period then ended from 28 May 2018 to 30 June 2018 in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted by the Institute of Chartered Accountants of Pakistan together with the ethical requirements that are relevant to our audit of the financial statements in Pakistan and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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Following is the key audit matter:

S. No.	Key Audit Matter	How the matter was addressed in our audit
1	Valuation of Investments Refer note 4.1.1 and 5 to the financial statements for accounting policies and details of investments. The Fund's investment portfolio classified as 'fair value through profit and loss' comprise of investments in open end funds of Rs.775 million representing almost 100% of the net assets value of the Fund as at 30 June 2018. We identified the valuation of investments as a key audit matter because of its significance in relation to the net asset value of the Fund.	Our audit procedures in respect of valuation of investments included the following: • Obtaining an understanding of and testing the design and operating effectiveness of the key controls for the valuation of investments; and • Assessing, on a sample basis, whether investments in open end Funds were valued at fair values based on the rates quoted by Mutual Fund Association of Pakistan (MUFAP).

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



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Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting and reporting standards as applicable in Pakistan, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



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Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation Rules, 2003) and Non-Banking Finance Companies and Notified Entities Regulations, 2008.

The engagement partner responsible for the audit resulting in this independent auditor's report is Mazhar Saleem.

Date: 28 August 2018

Karachi


KPMG Taseer Hadi & Co.
Chartered Accountants

AI - Ameen Islamic Financial Planning Fund - III
Statement of Assets and Liabilities
As at 30 June 2018

		30 June 2018 ---AIAPPP-II--- (Rupees in '000)
Assets	<i>Note</i>	
Investments	5	775,300
Deferred formation cost	6	<u>1,111</u>
Total assets		776,411
Liabilities		
Payable to the Management Company	7	4,631
Payable to Central Depository Company of Pakistan Limited - Trustee	8	70
Payable to Securities and Exchange Commission of Pakistan	9	53
Accrued expenses and other payables	10	<u>9,683</u>
Total liabilities		14,437
Net assets		<u>761,974</u>
Unit holders' fund (as per the statement attached)		<u>761,974</u>
Contingency	14	
		(Number of units)
Number of units in issue (face value of units is Rs. 100 each)		<u>7,571,633</u>
		(Rupees)
Net asset value per unit	4.9	<u>100.6354</u>

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

AI - Ameen Islamic Financial Planning Fund - III

Income Statement

For the period from 28 May 2018 to 30 June 2018

		For the period from 28 May 2018 to 30 June 2018 ---AIAPPP-II--- (Rupees in '000)
	Note	
Income		
Net capital gain on sale of investments		2,595
Net unrealised gain on revaluation of investments classified as 'designated at fair value through profit or loss'	5.2	2,836
Other income		29
Total income		5,460
Expenses		
Allocation of expenses relating to the Fund	7.2	71
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	8	80
Annual fee of Securities and Exchange Commission of Pakistan	9	53
Auditors' remuneration	11	259
Shariah advisory fee		50
Formation cost		44
Total operating expenses		557
Net income from operating activities		4,903
Provision for Sindh Workers' Welfare Fund	10.1	(96)
Net income for the period before taxation		4,807
Taxation	12	-
Net income for the period after taxation		4,807
Allocation of net income for the period after taxation		
Net income for the period after taxation		4,807
Income already paid on units redeemed		-
Accounting income available for distribution		4,807
Accounting income available for distribution		
- Relating to capital gains		4,807
- Excluding capital gains		-
		4,807

The annexed notes from 1 to 22 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

AI - Ameen Islamic Financial Planning Fund - III
Statement of Comprehensive Income
For the period from 28 May 2018 to 30 June 2018

**For the period from
28 May 2018 to 30
June 2018
---AIAPPP-II---
(Rupees in '000)**

Net income for the period after taxation	4,807
Other comprehensive income for the period	-
Total comprehensive income for the period	4,807

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

Al - Ameen Islamic Financial Planning Fund - III
Statement of Movement in Unit Holders' Fund
For the period from 28 May 2018 to 30 June 2018

**For the period from 28 May 2018 to
30 June 2018**

---AIAPP-11---

Capital value	Undistributed income	Total
----- (Rupees in '000) -----		

- (Rupees in '000)

Issuance of 7,671,136 units

- Capital value
 - Element of income
- Total proceeds on issuance of units

767,113	-	767,113
6	-	6
767,119	-	767,119

Redemption of 99,503 units

- Capital value
- Element of loss
Total payments on redemption of units

(9,950)	-	(9,950)
(2)	-	(2)
(9,952)	-	(9,952)

Total comprehensive income for the period

Interim distribution for the period ended 30 June 2018: Nil

Net income for the period less distribution

-	4,807	4,807
-	-	-
-	4,807	4,807

Net assets at end of the period

757,167	4,807	761,974

Accounting income available for distribution

- Relating to capital gains
- Excluding capital gains

4,807
-
4,807

Interim distribution for the period ended 30 June 2018: Nil

Undistributed income carried forward

-
4,807

Undistributed income carried forward comprises of:

- Realised income
- Unrealised income

$$\begin{array}{r} 1,971 \\ 2,836 \\ \hline 4,807 \end{array}$$

(Rupees)

Net assets value per unit at end of the period

100.6354

The annexed notes from 1 to 22 form an integral part of these financial statements.

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

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

Al - Ameen Islamic Financial Planning Fund - III

Cash Flow Statement

For the period from 28 May 2018 to 30 June 2018

For the period
from 28 May
2018 to 30 June
2018
---AIAPPP-II---
Note (Rupees in '000)

CASH FLOWS FROM OPERATING ACTIVITIES

Net income for the period before taxation 4,807

Adjustments for non-cash and other items:

Net capital gain on sale of investments (2,595)

Net unrealised gain on revaluation of investments classified as
'designated at fair value through profit or loss' 5.2 (2,836)

Net cash used in operations before working capital changes (5,431)

Working capital changes

Movement in working capital

Investments (769,869)

Deferred formation cost (1,111)

Payable to the Management Company 4,631

Payable to Central Depository Company of Pakistan Limited - Trustee 70

Payable to Securities and Exchange Commission of Pakistan 53

Accrued expenses and other payables 9,683

(756,543)

Net cash used in operating activities (757,167)

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from issuance of units 15 767,119

Payments on redemption of units (9,952)

Net cash flows generated from financing activities 757,167

Cash and cash equivalents at end of the period -

The annexed notes from 1 to 22 form an integral part of these financial statements.

For UBL Fund Managers Limited
(Management Company)

---SD---

Chief Executive Officer

---SD---

Chief Financial Officer

---SD---

Director

Al - Ameen Islamic Financial Planning Fund - III

Notes to the Financial Statements

For the period from 28 May 2018 to 30 June 2018

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Al-Ameen Islamic Financial Planning Fund - III (the fund) was established under the Trust Deed executed between UBL Fund Managers Limited (the Management Company - a wholly owned subsidiary company of United Bank Limited), as the Management Company, and the Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed was executed on 3 January 2018, and was approved by the Securities and Exchange Commission of Pakistan (SECP) on 22 January 2018 in accordance with the requirements of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The Fund commenced its operations from 28 May 2018.

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

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

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

- 1.2** The Fund is an Open-end Shariah Compliant Fund of funds Scheme that aims to generate returns on Investment as per the respective Allocation Plan by investing via underlying mutual funds. These comprises the following:

1.2.1 Al-Ameen Islamic Active Principal Preservation Plan – II

AIAPPP-II is an Islamic Principal Preservation Plan under “Al-Ameen Islamic Financial Planning Fund - III” with an objective to earn potentially high return through dynamic asset allocation between Islamic Dedicated Equity, Islamic Sovereign Income and Islamic Money Market based Collective Investment Schemes, PLS and term deposit receipts while providing principal preservation of the Initial Investment Value including Front end load at completion of twenty four months and beyond till maturity of the plan.

1.2.2 Al-Ameen Islamic Active Asset Allocation Plan

AIAAP is an Islamic Asset Allocation Plan under “Al-Ameen Islamic Financial Planning Fund - III” with an objective to earn potentially high returns through active asset allocation between Islamic Dedicated Equity scheme(s), Islamic Sovereign Income scheme(s), Islamic Aggressive Income scheme(s) and Islamic Money Market Scheme(s) based on actual proportion of investment in the Plan as per Fund Manager’s outlook on the asset classes.

2 BASIS OF PRESENTATION

Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

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

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

3 BASIS OF PREPARATION

3.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost convention, except those financial assets that have been carried at fair values in accordance with the requirements of International Accounting Standard (IAS) 39.

3.2 Functional and presentation currency

These financial statements are presented in Pak Rupees which is the functional and presentation currency of the Fund. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3.3 Critical accounting estimates and judgments

The preparation of financial statements in conformity with approved accounting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The areas where various assumptions and estimates are significant to the Fund's financial statements or where judgment was exercised in the application of accounting policies are given below:

a) Judgments

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in note 4.1.1 - Regarding the classification of investments.

b) Assumptions and estimation uncertainties

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the financial statements for the year ending 30 June 2018 is included in the following notes:

- Notes 4.1.3 and 4.1.4 - Valuation of investments
- Notes 4.1.5 Impairment of financial instruments and other assets

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

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2018:

- Classification and Measurement of Share-based Payment Transactions - amendments to IFRS 2 clarify the accounting for certain types of arrangements and are effective for annual periods beginning on or after 1 January 2018. The amendments cover three accounting areas (a) measurement of cash-settled share-based payments; (b) classification of share-based payments settled net of tax withholdings; and (c) accounting for a modification of a share-based payment from cash-settled to equity-settled. The new requirements could affect the classification and / or measurement of these arrangements and potentially the timing and amount of expense recognized for new and outstanding awards. The amendments are not likely to have an impact on Fund's financial statements.
- Transfers of Investment Property (Amendments to IAS 40 'Investment Property' - effective for annual periods beginning on or after 1 January 2018) clarifies that an entity shall transfer a property to, or from, investment property when, and only when there is a change in use. A change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. In isolation, a change in management's intentions for the use of a property does not provide evidence of a change in use. The amendments are not likely to have an impact on Fund's financial statements.
- Annual Improvements to IFRSs 2014-2016 Cycle [Amendments to IAS 28 „Investments in Associates and Joint Ventures“] (effective for annual periods beginning on or after 1 January 2018) clarifies that a venture capital organization and other similar entities may elect to measure investments in associates and joint ventures at fair value through profit or loss, for each associate or joint venture separately at the time of initial recognition of investment. Furthermore, similar election is available to non-investment entity that has an interest in an associate or joint venture that is an investment entity, when applying the equity method, to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture. The amendments are not likely to have an impact on Fund's financial statements.
- IFRIC 22 „Foreign Currency Transactions and Advance Consideration“ (effective for annual periods beginning on or after 1 January 2018) clarifies which date should be used for translation when a foreign currency transaction involves payment or receipt in advance of the item it relates to. The related item is translated using the exchange rate on the date the advance foreign currency is received or paid and the prepayment or deferred income is recognized. The date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income (or part of it) would remain the date on which receipt of payment from advance consideration was recognized. If there are multiple payments or receipts in advance, the entity shall determine a date of the transaction for each payment or receipt of advance consideration. The amendments are not likely to have an impact on Fund's financial statements.
- IFRIC 23 „Uncertainty over Income Tax Treatments“ (effective for annual periods beginning on or after 1 January 2019) clarifies the accounting for income tax when there is uncertainty over income tax treatments under IAS 12. The interpretation requires the uncertainty over tax treatment be reflected in the measurement of current and deferred tax. The amendments are not likely to have an impact on Fund's financial statements.

- IFRS 15 „Revenue from contracts with customers“ (effective for annual periods beginning on or after 1 July 2018). IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaces existing revenue recognition guidance, including IAS 18 „Revenue“, IAS 11 „Construction Contracts“ and IFRIC 13 „Customer Loyalty Programmes“. The management is currently in the process of analyzing the potential impact of changes required in revenue recognition policies on the adoption of the standard. However the management considers that the impact would not be significant.
- IFRS 9 „Financial Instruments“ and amendment – Prepayment Features with Negative Compensation (effective for annual periods beginning on or after 1 July 2018 and 1 January 2019 respectively). IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The amendments are not likely to have an impact on Fund's financial statements.
- IFRS 16 „Leases“ (effective for annual period beginning on or after 1 January 2019). IFRS 16 replaces existing leasing guidance, including IAS 17 „Leases“, IFRIC 4 „Determining whether an Arrangement contains a Lease“, SIC-15 „Operating Leases- Incentives“ and SIC-27 „Evaluating the Substance of Transactions Involving the Legal Form of a Lease“. IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognizes a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard i.e. lessors continue to classify leases as finance or operating leases. The amendments are not likely to have an impact on Fund's financial statements.
- Amendment to IAS 28 „Investments in Associates and Joint Ventures“ - Long Term Interests in Associates and Joint Ventures (effective for annual period beginning on or after 1 January 2019). The amendment will affect companies that finance such entities with preference shares or with loans for which repayment is not expected in the foreseeable future (referred to as long-term interests or „LTI“). The amendment and accompanying example state that LTI are in the scope of both IFRS 9 and IAS 28 and explain the annual sequence in which both standards are to be applied. The amendments are not likely to have an impact on Fund's financial statements.
- Amendments to IAS 19 „Employee Benefits“- Plan Amendment, Curtailment or Settlement (effective for annual periods beginning on or after 1 January 2019). The amendments clarify that on amendment, curtailment or settlement of a defined benefit plan, a company now uses updated actuarial assumptions to determine its current service cost and net interest for the period; and the effect of the asset ceiling is disregarded when calculating the gain or loss on any settlement of the plan and is dealt with separately in other comprehensive income. The amendments are not likely to have an impact on Fund's financial statements.

Annual Improvements to IFRS Standards 2015–2017 Cycle - the improvements address amendments to following approved accounting standards:

- IFRS 3 Business Combinations and IFRS 11 Joint Arrangement - the amendment aims to clarify the accounting treatment when a company increases its interest in a joint operation that meets the definition of a business. A company remeasures its previously held interest in a joint operation when it obtains control of the business. A company does not remeasure its previously held interest in a joint operation when it obtains joint control of the business.
- IAS 12 Income Taxes - the amendment clarifies that all income tax consequences of dividends (including payments on financial instruments classified as equity) are recognized consistently with the transaction that generates the distributable profits.

- IAS 23 Borrowing Costs - the amendment clarifies that a company treats as part of general borrowings any borrowing originally made to develop an asset when the asset is ready for its intended use or sale.

The above amendments are effective from annual period beginning on or after 1 January 2019 and are not likely to have an impact on Fund's financial statements.

4 SIGNIFICANT ACCOUNTING POLICIES

The management has adopted the following significant policies for the preparation of these financial statements:

4.1 Financial assets

4.1.1 Classification

The management determines the appropriate classification of the financial assets of the Fund in accordance with the requirements of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" at the time of purchase of financial assets and re-evaluates this classification on a regular basis. The classification depends upon the purpose for which the financial assets are acquired. The Fund classifies its financial assets in the following categories:

a) Financial assets as 'at fair value through profit or loss'

Financial assets that are acquired principally for the purpose of generating profit from short-term fluctuations in prices are classified as financial assets at fair value through profit or loss category.

b) Available-for-sale financial assets

Available for sale financial assets are those non-derivative financial assets that are designated as available for sale or are not classified as (c) loans and receivables, (a) financial assets at fair value through profit or loss. These are intended to be held for an indefinite period of time which may be sold in response to the needs for the liquidity or change in price.

c) Loans and receivables

These are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market.

4.1.2 Regular way contracts

Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Fund commits to purchase or sell the asset.

4.1.3 Initial recognition and measurement

Financial assets are recognised at the time the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs associated with these financial assets are charged to the Income Statement.

4.1.4 Subsequent measurement

Subsequent to initial recognition the investments in the units of open end funds are re-measured at fair value with reference to redemption prices and the resultant gain or loss on remeasurement of value of investment is recognised in the income statement.

4.1.5 Impairment

The Fund assesses at each reporting date whether there is an objective evidence that the financial asset or a group of financial assets is impaired. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. In case of investment classified as „available-for-sale“, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the securities are impaired. If any such evidence exists for „available-for-sale“ financial assets, the cumulative loss (measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the income statement) is reclassified from the statement of comprehensive income to the income statement.

For financial assets classified as 'loans and receivable', a provision for impairment is established when there is an objective evidence that the Fund will not be able to collect all amounts due according to the original terms. The amount of the provision is measured as the difference between the asset's carrying value and present value of estimated future cash outflows, discounted at the original effective interest rate.

4.1.6 Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IAS 39.

4.2 Financial liabilities

Financial liabilities are recognised at the time when the Fund becomes a party to the contractual provisions of the instruments. These are initially recognised at fair values and subsequently stated at amortised cost.

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired.

4.3 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Assets and Liabilities when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

4.4 Unitholders' fund

Unitholders' fund representing the units issued by the Fund, is carried at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

4.5 Deferred formation cost

This represents expenses incurred on the formation of the Fund. As permitted in the Non-Banking Finance Companies and Notified Entities Regulations, 2008, these expenses are being amortised to the income statement over a period of two years (effective from 28 May 2018). Refer note 6 also.

4.6 Issuance and redemption of units

Units issued are recorded at the offer price, determined by the Management Company for the applications received, by the distributors / Management Company during business hours, as of the close of the previous day on which the applications were received. The offer price represents the net assets value per unit as of the close of previous day plus the allowable sales load, provision for transaction costs and any provision for duties and charges, if applicable.

Units redeemed are recorded at the redemption price, applicable to units as of the close of the previous day. The redemption price represents the net assets value per unit as of the close of the previous day on which the applications were received less any back-end load, any duties, taxes, charges on redemption and any provision for transaction costs, if applicable.

4.7 Element of income

Element of Income represents the difference between net assets value on the issuance or redemption date, as the case may be, of units and the Net asset Value (NAV) at the beginning of the relevant accounting period.

Element of Income is a transaction of capital nature and the receipt and payment of element of income is taken to unit holders' fund; however, to maintain same ex-dividend net asset value of all units outstanding on accounting date, net element of income contributed on issue of units lying in unit holders fund is refunded on units (refund of capital) in the same proportion as dividend bears to accounting income available for distribution. As per guideline provided by MUFAP (MUFAP Guidelines consented upon by SECP) the refund of capital is made in the form of additional units at zero price.

MUFAP, in consultation with the SECP, has specified methodology for determination of income paid on units redeemed (income already paid) during the year under which such income is paid on gross element received and is calculated from the latest date at which the Fund achieved net profitability during the year. The income already paid (Element of Income) on redemption of units during the year are taken separately in statement of movement in unitholders' fund.

4.8 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

4.9 Net asset value per unit

The net asset value per unit as disclosed on the Statement of Assets and Liabilities is calculated by dividing the net assets of the Fund by the number of units outstanding at the end of the period.

4.10 Taxation

The Fund 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 ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed among the unit holders. Provided that for the purpose of determining distribution of atleast ninety percent of its accounting income for the year, the income distributed through bonus units shall not be taken into account.

The Fund provides for deferred taxation using the balance sheet liability method on all major temporary

differences between the amounts used for financial reporting purposes and amounts used for taxation purposes. In addition, the Fund also records deferred tax asset on unutilised tax losses to the extent that it is no longer probable that the related tax benefit will be realised. However, the Fund has not recognised any amount in respect of taxation in these financial statements as the Fund intends to continue availing the tax exemption in future years by distributing at least ninety percent of its accounting income for the year as reduced by capital gains, whether realised or unrealised, to its unit holders' every year.

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.

4.11 Revenue recognition

- Capital gains / (losses) arising on redemption and sale of units are included in the Income Statement on the date at which the transaction takes place.
- Unrealized gains / (losses) arising on revaluation of units classified as 'at fair value through profit or loss' are included in the Income Statement in the period in which they arise.
- Profit on saving accounts is recognised using effective yield method.

4.12 Expenses

All expenses including Management fee, Trustee fee and Securities and Exchange Commission of Pakistan fee are recognised in the Income Statement on accrual basis.

4.13 Earnings per unit

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

4.14 Cash and cash equivalents

Cash and cash equivalents are carried in the Statement of Assets and Liabilities at cost. These comprise of deposits with banks and highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are held for the purpose of meeting short term cash commitments rather than for investments for other purposes.

4.15 Distributions

Distributions declared subsequent to the year end reporting date are considered as non-adjusting events and are recognised in the financial statements of the period in which such distributions are declared. Based on MUFAP's guidelines (duly consented upon by SECP) distributions for the year is deemed to comprise of the portion of amount of income already paid on units redeemed and the amount of cash distribution for the year.

The distribution per unit is announced based on units that were held for the entire period. The rate of distribution is adjusted with effect of refund of capital if any based on the period of investment made during the year. Resultantly, the rate of distribution per unit may vary depending on the period of investment.

5 INVESTMENTS

**30 June
2018
---AIAPPP - II---
(Rupees in '000)**

Designated at fair value through profit or loss - held for trading
Units of Mutual Funds - Open Ended

5.1

775,300

5.1 Units of Mutual Funds - Open Ended

	Acquired during the period	Sold / matured during the period	As at 30 June 2018	Carrying value as at 30 June 2018	Market value as at 30 June 2018	Percentage of total investments	Percentage of net assets
	----- (No. of holdings) -----			----- (Rupees in '000) -----		----- % -----	
Investments in:							
Al-Ameen Islamic Cash Fund	14,748,670	7,954,456	6,794,214	711,902	715,056	92%	94%
Al-Ameen Islamic Dedicated Equity Fund	6,780,412	6,260,904	519,508	60,562	60,244	8%	8%
Investments as at 30 June 2018				772,464	775,300	100%	102%

5.1.1 The Plan AIAPPP-II will be primarily investing in the above funds and Al-Ameen Islamic sovereign Fund Collective Investment Schemes.

5.2 Net unrealized gain on revaluation of investments classified as 'designated at fair value through profit or loss'

	Note	30 June 2018 ---AIAPPP-II--- (Rupees in '000)
Market value of investments	5.1	775,300
Less: Cost / carrying value of investments	5.1	(772,464)
		<u>2,836</u>

6 DEFERRED FORMATION COST

Deferred formation cost		1,155
Amortization during the period	6.1	(44)
Unamortised formation cost at end of the period		<u>1,111</u>

6.1 As per the offering documents all preliminary and floatation expenses of the Fund including expenses incurred in connection with the establishment and authorization of the Fund, including execution and registration of the Constitutive Documents, issue, legal costs, printing, circulation and publication of the Offering Document, and all expenses incurred for announcing the Fund and other expenses during and up to the Initial Offering Period (IOP), shall be borne and reimbursed by the Fund to the Management Company subject to the audit of expenses. Such formation cost shall be amortized over a period of not less than two years effective from 28 May 2018. Deferred formation cost shall be borne by the fund and amortised within the maturity of fund which is 30 months.

7 PAYABLE TO THE MANAGEMENT COMPANY

Payable to management company against formation cost		1,155
Payable against allocation of expenses relating to the Fund	7.2	71
Shariah advisory fee		25
Sales load payable		3,380
		<u>4,631</u>

7.1 Under the provision of the Non-Banking Finance Companies and Notified Entities Regulations 2008, the Management Company is entitled to a remuneration for services rendered to the Fund up to a maximum of 1% per annum based on the average monthly net assets of the allocation baskets / plans under the Fund on the daily basis during the year. However, no management fee will be charged on the portion which is invested in schemes managed by UBL Fund Managers.

7.2 The Securities and Exchange Commission of Pakistan through its SRO 1160(I)/2015 dated 25 November 2015 has revised the Non-Banking Finance Companies and Notified Entities Regulations, 2008. In the revised regulations a new clause 60(s) has been introduced allowing the Management Company to charge "fees and expenses related to registrar services, accounting, operation and valuation services related to CIS maximum up to 0.075% of average annual net assets of the Scheme or actual whichever is less" Accordingly, the management company has charged 0.075% per annum of the average annual net assets, being lower.

8 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed and Offering Document as per the tariff specified therein, based on the daily net asset value of the Fund. The remuneration is paid to the Trustee on monthly basis in arrears. The tariff structure applicable to the Fund in respect of the trustee fee for the period ended from 28 May 2018 to 30 June 2018 is as follows:

Net assets:	Tariff per annum
- Up to Rs.1 billion	0.10% per annum of net asset value
- Over Rs.1 billion	Rs. 1 million plus 0.075% per annum of net asset value exceeding Rs. 1 billion

9 PAYABLE TO SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

The Fund is required to pay SECP an annual fee at the rate of 0.075% of the average daily net assets of the Fund in accordance with regulation 62 of the NBFC Regulations, 2008.

	<i>Note</i>	30 June 2018 ---AIAPPP-II--- (Rupees in '000)
10 ACCRUED EXPENSES AND OTHER PAYABLES		
Provision against Sindh Workers' Welfare Fund	10.1	96
Auditors' remuneration payable	11	259
Sales load payable		8,597
Other payables		731
		9,683

- 10.1** Provision for Sindh Workers Welfare Fund is being made on a daily basis pursuant to MUFAP's recommendation to all its members on 12 January 2017 against the backdrop of the Sindh Revenue Board (SRB) going forward letter to certain mutual funds in January 2016 whereby SRB directed the mutual funds to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after 31 December 2013. This is on the premise that mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001 and hence SWWF is payable by them. Though MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs / mutual funds excluded from the applicability of SWWF but as a matter of abundant caution the Management has recorded SWWF. Had the provision not been made, Net Asset Value per unit of the Fund as at 30 June 2018 would have been higher by Rs. 0.013 per unit.

	30 June 2018 ---AIAPPP-II--- (Rupees in '000)
11 AUDITORS' REMUNERATION	
Annual audit fee	108
Fee for certifications and other services	151
	259

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 capital gains whether realised or unrealised is distributed amongst the unit holders. Provided that for the purpose of determining distribution of at least 90% of accounting income, the income distributed through bonus shares, units or certificates as the case may be, shall not be taken in to account. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. Since no distributable income has been earned by the Fund, therefore, no dividend has been distributed.

13 TOTAL EXPENSE RATIO

The Securities and Exchange Commission of Pakistan (SECP) vide directive no. SCD/PRDD/Direction/18/2016 dated 20 July 2016, requires that collective Investment Scheme (CIS) shall disclose Total Expense Ratio (TER) in the periodic financial statements of CIS / the Fund. TER of the Fund for the period ended from 28 May 2018 to 30 June 2018 is 0.09% which include 0.02% representing government levy, Sindh Workers' Welfare Fund and SECP fee.

14 CONTINGENCY

As at 30 June 2018, there is no contingency.

15 RECONCILIATION OF LIABILITIES ARISING OUT OF FINANCING ACTIVITIES

	Receivable against sale of units	Payable against redemption of units	Total
	----- (Rupees in '000) -----		
Receivable against issuance of units	767,119	-	767,119
Payable against redemption of units	-	9,952	9,952
	767,119	9,952	777,071
Amount received on issuance of units	(767,119)	-	(767,119)
Amount paid on redemption of units	-	(9,952)	(9,952)
	(767,119)	(9,952)	(777,071)
Closing balance as at 30 June 2018	-	-	-

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

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

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

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

Details of transactions with related parties / connected persons and balances with them at the period end are as follows:

	Management Company	Trustee	Funds under common
	Transactions during the period from 28 May 2018 to 30 June 2018 ---AIAPPP-II---		
	----- (Rupees in '000) -----		
Remuneration	-	71	-
Sales tax on remuneration	-	9	-
Purchase of Collective Investment Scheme units at cost	-	-	2,336,125
Sale of Collective Investment Scheme units at cost	-	-	1,566,256
Allocation of expenses relating to the Fund	71	-	-
Shariah advisory fee	50	-	-
	----- (Balances held as at 30 June 2018) ----- ---AIAPPP-II---		
	----- (Rupees in '000) -----		
Collective Investment Scheme units held (Units in '000)	-	-	7,314
Collective Investment Scheme units held (Amount in '000)	-	-	775,300
Allocation of expenses relating to the Fund	71	-	-
Shariah advisory fee	25	-	-
Other payables	1,155	-	-
Sales load payable	3,380	7,761	-

17 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Fund is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify 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:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (level 2).
- Unobservable inputs for the asset or liability (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.

On-balance sheet financial instruments

30 June 2018

30 June 2018		Carrying amount				Fair value				
	Note	Fair value through profit or loss	Available for sale	Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----										
Financial assets measured at fair value										
Investments	5.1	775,300	-	-	-	775,300	775,300	-	-	775,300
Financial liabilities not measured at fair value										
	17.1									
Payable to the Management Company		-	-	-	4,631	4,631				
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-	-	70	70				
Accrued expenses and other payables		-	-	-	8,856	8,856				
		-	-	-	13,557	13,557				

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

18 FINANCIAL RISK MANAGEMENT

- 18.1 The Fund's objective in managing risks is the creation and protection of Unit holders' value. Risk is inherent in the Fund's activities, but it is managed through monitoring and controlling activities which are primarily set up to be performed based on limits established by the Management Company, Fund's constitutive documents and the regulations and directives of the SECP. These limits reflect the business strategy and market environment of the Fund as well as the level of the risk that Fund is willing to accept. The Board of Directors of the Management Company supervises the overall risk management approach within the Fund. The Fund is exposed to credit risk, liquidity risk and market risk arising from the financial instruments it holds.

18.2 Credit Risk

Credit risk is the risk of financial loss to the Fund if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from bank balances and investments in open end mutual funds.

The carrying amount of financial assets represents the maximum credit exposure.

Credit risk is managed and controlled by the Management Company of the Fund in the following manner:

- Where the investment committee makes an investment decision, the rating and credit worthiness of the issuer is taken into account along with the financial background so as to minimise the risk of default.
- Analysing credit ratings and obtaining adequate collaterals wherever appropriate / relevant.
- The risk of counterparty exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of the credit ratings and financial statements on a regular basis.
- Cash is held only with reputable banks with high quality external credit enhancements.

18.3 Liquidity risk

„Liquidity risk" is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund's offering document provides for the daily The Fund's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

The Fund aims to maintain the level of cash and cash equivalents and other highly marketable securities at an amount in excess of expected cash outflows on financial liabilities. The Fund is exposed to cash redemptions of its units on a regular basis. Units are redeemable at the holder's option based on the Fund's net asset value per unit at the time of redemption calculated in accordance with the Fund's constitutive document and guidelines laid down by Securities and Exchange Commission of Pakistan (SECP).

In accordance with the risk management policy of the Fund, the Fund manager monitors the liquidity position on a daily basis, which is reviewed by the Board of Directors of the Management Company on a quarterly basis.

The Fund invests primarily in open end mutual funds, which under normal market conditions are readily convertible to cash. As a result, the Fund may be able to liquidate quickly its investments in these instruments at an amount close to their fair value to meet its liquidity requirement.

	30 June 2018				Total
	Maturity Upto			More than one	
	Three months	Six months	One year	year	
	(Rupees in '000)				
Financial Liabilities					
Payable to Management Company	4,631	-	-	-	4,631
Payable to Central Depository Company of Pakistan Limited - Trustee	70	-	-	-	70
Accrued expenses and other payables	8,856	-	-	-	8,856
Total Liabilities	13,557	-	-	-	13,557

18.4 Market risk

Market risk is the risk that changes in market prices - such as foreign exchange rates, interest rates and equity prices - will affect the fund's income or the value of its holdings of financial instruments, market variables such as interest rates, foreign exchange rates and debt security prices.

The Fund manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Investment Committee and regulations laid down by the Securities and Exchange Commission of Pakistan. The maximum risk resulting from financial instruments equals their fair values.

i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in the market interest rates. The Fund's interest rate risk is monitored on a daily basis by the board of directors. Since the Fund does not have investments in fixed rate security, therefore it is not exposed to interest rate fair value risk. As of 30 June 2018, the Fund is not exposed to interest rate cash flow risk.

ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund does not have any financial instruments in foreign currencies and hence is not exposed to such risk.

ii) Price risk

The Fund is exposed to price risk i.e. the risk of unfavourable changes in the fair value of securities as a result changes in the value of individual net assets value of open end funds, which arises from investments measured at fair value through income statement. The price risk exposure of the Fund arises from investments in mutual funds only. The Fund's policy is to manage price risk through diversification and selection of securities within specified limits set by internal risk management guidelines or the requirements of NBFC Regulations.

18.5 Unit holders' fund risk management (Capital risk management)

The Fund's objective when managing unit holder's funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns to its unit holders and to ensure reasonable safety of capital. The Fund manages its investment portfolio and other assets by monitoring return on net assets and makes adjustments to it in the light of changes in market conditions. Under the NBFC regulations 2008, the minimum size of an open end scheme shall be one hundred million rupees at all the times during the life of the scheme. The Fund size depends on the issuance and redemption of units.

19 INVESTMENT COMMITTEE

Details of the members of investment committee of the Fund are as follows:

S. No.	Name	Designation	Experience in years	Qualification
1	Yasir Qadri	Chief Executive Officer	22	MBA
2	Syed Suleman Akhtar	Chief Investment Officer	17	MBA, CFA
3	Farhan Bashir Khan	Head of Research	12	MBA
4	Hadi Hassan Muki	Acting Head of Risk & Compliance *	18	B.com
5	Asim Wahab Khan	Head of Investment Strategy & Equity	13	MBA, CFA
6	Shabbir Sardar Zaidi	Fund Manager	9	M.A.S, CFA

* Head of Risk - non voting observer

Syed Shabbir Sardar Zaidi is Fund Manager of Al Ameen Islamic Dedicated Equity Fund, Al Ameen Islamic Financial Planning Fund, Al Ameen Islamic Financial Planning Fund II, Al Ameen Islamic Sovereign Fund and Al Ameen Islamic Retirement Savings Fund.

20 DIRECTORS' MEETING ATTENDANCE

During the year, seven meetings of the Board of Directors of the Management Company were held. The details of the attendance are as under:

	23 August 2017	25 September 2017	27 October 2017	6 December 2017	16 February 2018	26 April 2018	2 May 2018	Meetings attended
Members								
Tariq Kirmani **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Azhar hamid *	N/A	N/A	✓	✓	✓	✓	✓	5
Yasir Qadri	✓	✓	✓	✓	✓	✓	✓	7
Naz Khan *	N/A	N/A	✓	✓	✓	✓	✓	5
Shabbir Hussain Hashmi **	✓	✓	N/A	N/A	N/A	N/A	N/A	2
Sharjeel Shahid *	N/A	N/A	✓	✓	x	✓	x	3
Zia Ijaz	✓	✓	✓	✓	xx	xx	xx	5
Syed Furrukh Zaeem	✓	✓	✓	✓	✓	✓	✓	7
Mirza Muhammad								
Sadeed Hassan Barlas	✓	✓	✓	✓	xx	xx	✓	6
Fawaz Taj Siddiqui ****	✓	✓	✓	✓	✓	N/A	N/A	5
Umair Ahmed	✓	✓	✓	✓	✓	✓	✓	7
S.M. Aly Osman ****	N/A	N/A	N/A	N/A	N/A	✓	✓	2

* Elected at EOGM held on 29 September 2017.

** Independent Director's have completed three consecutive term.

*** Mr. Zulfiqar Alavi resigned on 07 August 2017.

**** Mr. Fawaz Taj siddiqui resigned and appointment of Mr. S.M. Aly Osman effective from 02 April 2018 as Company Secretary.

21 PATTERN OF UNIT HOLDERS

Category	30 June 2018		
	Unit holders	Units held	Percentage
Individuals	655	6,428,061	84.90%
Retirement Funds	10	595,318	7.86%
Others	5	548,254	7.24%
	670	7,571,633	100%

22 GENERAL

22.1 Date Of Authorisation For Issue

These financials statements were authorized for issue by Board of Directors of the Management Company on _____.

For UBL Fund Managers Limited
(Management Company)

---SD---
Chief Executive Officer

---SD---
Chief Financial Officer

---SD---
Director



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