



UBL Retirement Savings Fund
Half Yearly Financial Report
December 2018

CORPORATE INFORMATION

as at December 31, 2018

Board of Directors

Azhar Hamid
Chairman

Yasir Qadri
Chief Executive Officer

Syed Furrugh Zaeem
Director

Naz Khan
Director

Tauqeer Mazhar *
Director

Sadia Saeed *
Director

Imran Sarwar *
Director

Audit Committee

Naz Khan
Chair

Imran Sarwar
Member

Sadia Saeed
Member

Tauqeer Mazhar
Member

Risk and Compliance Committee

Imran Sarwar
Chairman

Syed Furrugh Zaeem
Member

Yasir Qadri
Member

Azhar Hamid
Member

Tauqeer Mazhar
Member

HR & Compensation Committee

Azhar Hamid
Chairman

Naz Khan
Member

Syed Furrugh Zaeem
Member

Sadia Saeed
Member

Yasir Qadri
Member

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeeb Khan
Member

* Directors appointed on November 2, 2018

Chief Financial Officer

Umair Ahmed

Company Secretary

Aly Osman

Registered Office

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

Head Office

4th Floor, STSM Building,
Beaumont Road, Civil Lines,
Karachi, Pakistan.
UAN: (92-21) 111-825-262
Fax: (92-21) 32214930

Date of incorporation of the Management Company/ Pension Fund Manager

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

Management Quality Rating

AM1 by 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

UBL Special Savings Fund
Launch Date: 09 November 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 report of "UBL Retirement Savings Fund" (URSF) for the six months ended December 31, 2018.

Economy & Money Market Review – 1HFY19

The economy of Pakistan showed symptoms of economic slowdown during the 1HFY19. During the period, SBP raised its policy rate by 350bps from 6.5% to 10.0%. Likewise, currency also underwent correction of 14% since Jun-18 level. The corrective measures have been reflecting on subsequent slowdown in large scale manufacturing, with sectors like cement, automobiles and petroleum products showing visible decline in demand. The Government also vowed to cut down its development spending in order to reduce the burgeoning fiscal deficit.

With corrective measures and visible slowdown in demand, the current account deficit started showing improvement. During Jul-Dec FY19, current account deficit has declined to USD 7.9bn, down 4.4% YoY. In coming months, we expect further improvement given the expensive imports amid sharp currency depreciation and recent slump in oil prices. Meanwhile, the CPI inflation clocked in at 6.2%YoY for Dec'18 which was below market expectations given lower food prices. The ever increasing cost of imports and favorable conditions for export oriented industries should drive current account deficit towards consolidation.

LSM (Large Scale Manufacturing) a key tool in measuring growth of the economy showed negative growth from July-Oct 18 as compared to last year. Breakup of LSM shows significant decline in Pharmaceuticals, Petroleum Products and Iron & Steel Products. We expect LSM to remain under pressure given the increasing cost of doing business and expected curtailed demand in the economy.

The State Bank of Pakistan in its most recent monetary policy decided to raise the policy rate to 10% on the account of elevated core inflation. However, we expect the SBP to raise policy rate moderately during 2019 (0.5bps hike) as the impact of currency devaluation and slumped oil prices sets in. The Government in the last six PIB auctions only managed to eke up PKR 43bn while MTB's auction since July chalked up total of PKR 9.9tn.

Average inflation for 1HFY19 increased to 6.0% as against 3.75% SPLY. The increase in Headline Inflation witnessed in 1HFY19 as compared to SPLY is mainly due to rise in core inflation. We expect inflation to remain within government's target given the spillover impact of PKR devaluation (curtailed demand) and lower average oil prices as compared to SPLY to be visible in CPI of the remaining fiscal year. International Oil prices slumped to USD 50/barrel at one point in Dec-18 on the account of uncertainty in global demand.

Stock Market Review – 1HFY19

The KSE-100 index experienced a round of bear-run as witnessed in its 11.2% decline closing at 37,067 pts at end of 1HFY19. High political uncertainty, rising interest rates and weak economic outlook were some of the reasons for the

underperformance of the benchmark. The recent weakness in economy has pushed Pakistan towards a likely IMF bailout as well as fresh funding from friendly countries. During the 1HFY19, foreign investors sold heavily (USD 403.6mn worth of shares). The average daily traded shares during this period also remained low at ~103mn as the above mentioned events kept investors wary. Furthermore yields on risk free instruments as an alternate investment became increasingly attractive given the rise in interest rates.

Stable and effective policies would most likely restore investor's confidence in the market and we have seen in the past that it doesn't take long to regain investor's trust as soon as effective policies are in place, be it regulatory or economic. Although valuations are attractive, market is in doldrums because of weak macro-economic outlook. Any relief provided in the mini budget or any inflows from friendly countries would act as a much needed trigger for the market.

The market is trading at a significant discount to region (Fwd P/E 6.5 vs 13.1 region average). The dividend yield is also highest among the region (7% vs 2.5% region average), these factors along with expected IMF bailout advocates a strong fundamental case for Pakistani market. We also expect double digit earning growth in heavy weight sectors in the market which also makes the case for strong outlook.

Fund performance and operational review

UBL Retirement Savings Fund

URSF is an open end fund that aims to provide a secure source of savings and regular income after retirement to the Participants. The Participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement. The Fund comprises of four sub funds namely Equity sub-fund, Debt sub-fund, Money Market and Commodity sub-fund. The Fund as a whole earned a net loss of PKR 67.038 million during the Half year ended December 31, 2018 and fund size stood at PKR 2,570.66 million as at the end of December 31, 2018.

UBL Retirement Savings Fund	ESF	DSF	MMSF	CSF
Gross (loss) / Income (PKR Mn)	(99.628)	26.387	29.090	0.209
Net (loss) / Income (PKR Mn)	(109.158)	18.798	23.268	0.054
Fund Size as of Dec 31 '18 (PKR Mn)	1,133.442	667.166	764.823	5.229
NAV as of Dec 31 '18 (PKR)	602.5186	221.4840	181.1034	115.60
FYTD Return (%)	8.78	5.59 p.a.	6.22 p.a.	1.08

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

Details on portfolio allocations (for URSF) are presented in the table below.

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

UBL Retirement Savings Fund	Since Inception	12 Month Rolling
High Volatility	20.4%	-3.0%
Medium volatility	16.1%	0.1%
Low volatility	12.6%	2.7%
Lower volatility	8.6%	5.3%

Future Outlook

The fundamentals of the stock market are intact and the market is trading at a significant discount as compared to the regional peers. We continue to maintain a positive outlook on the local equity market in the short to medium-term. Recent PKR devaluation is expected to support the export oriented industries greatly and aid in curbing the current account deficit position. Any possible relief for the market in the upcoming mini-budget, as well as clarity on funding from friendly countries and a brisk decision on IMF bailout would provide probably restore confidence in investor. Meanwhile, investor friendly policies and focus towards FDIs is expected to fetch investments in sectors like automobile, energy and IT.

Despite recent increase in fixed income yields, we still find tremendous value in the stock market for medium to long-term investors, as reflected in ~14% earning yield and strong double-digit earnings growth over the next two years. Banks and E&Ps, the two heaviest sectors in index are expected to perform during this time and would likely trigger the growth in earnings and lead the upside.



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, the Shariah Advisory Board and Central Depository Company Limited (Trustee) for their continued support, guidance and cooperation. The Board also likes 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

Karachi, Dated: 27 February 2019

URSF

UBL Retirement Savings Fund

INVESTMENT OBJECTIVE

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

Pension Fund Manager	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main 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 Habib Bank Limited JS Bank Limited Khushhali Bank Limited MCB Bank Limited National Bank Limited Samba Bank Limited Sindh Bank Limited Tameer MicroFinance Bank United Bank Limited Zarai Taraqiati Bank Limited Soneri Bank Limited
Management Co.Rating	AM1 (JCR-VIS)

AUDITORS' REPORT TO THE PARTICIPANTS OF FUND ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **UBL Retirement Savings Fund (the Fund)** as at **31 December 2018**, the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flow, condensed interim statement of movement in participants' sub-funds and notes to the accounts for the six month period then ended (here-in-after referred to as "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial statements based on our review. The figures of the unconsolidated condensed interim profit and loss account and unconsolidated condensed interim statement of comprehensive income for the quarters ended 31 December 2018 and 31 December 2017 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the six-months period ended 31 December 2018.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Shaikh Ahmed Salman.



Chartered Accountants

Date: 27 February 2019

Karachi

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2018

December 31, 2018 (Un-audited)						June 30, 2018 (Audited)				
	Equity	Debt	Money	Commodity	Total	Equity	Debt	Money	Commodity	Total
Note	Sub-Fund	Sub-Fund	Market Sub-Fund	Sub-Fund	(Rupees in '000)	Sub-Fund	Sub-Fund	Market Sub-Fund	Sub-Fund	
Assets										
Bank balances	35,851	399,631	630,098	4,443	1,070,023	64,318	427,827	392,177	4,060	888,382
Term deposit receipt	-	-	135,000	-	135,000	-	-	133,000	-	133,000
Investments	1,082,049	268,825	-	223	1,351,097	1,255,417	302,601	163,457	(32)	1,721,443
Advance tax	748	348	470	25	1,591	748	303	430	25	1,506
Receivable against sale of investments	33,318	-	-	-	33,318	3,565	-	-	-	3,565
Dividend receivable and mark-up receivable	2,074	8,061	4,719	32	14,886	2,910	3,943	2,879	22	9,754
Deposits and other receivables	2,818	124	97	912	3,951	6,214	582	1,555	1,108	9,459
Total assets	1,156,858	676,989	770,384	5,635	2,609,866	1,333,172	735,256	693,498	5,183	2,767,109
Liabilities										
Payable to the Pension Fund Manager	1,983	1,159	1,082	38	4,262	2,328	1,246	1,357	35	4,966
Remuneration payable to the Trustee	139	76	84	-	299	146	81	77	-	304
Annual fee payable to the Securities and Exchange Commission of Pakistan (SECP)	219	114	118	1	452	443	246	221	2	912
Accrued expenses and other liabilities	21,075	8,474	4,277	367	34,193	20,435	10,090	4,397	352	35,274
Total liabilities	23,416	9,823	5,561	406	39,206	23,352	11,663	6,052	389	41,456
Net assets	1,133,442	667,166	764,823	5,229	2,570,660	1,309,820	723,593	687,446	4,794	2,725,653
Contingencies and commitments										
Participants' Sub-Funds (as per the statement attached)	1,133,442	667,166	764,823	5,229	2,570,660	1,309,820	723,593	687,446	4,794	2,725,653
(Number of units)										
Number of units in issue	1,881,173	3,012,254	4,223,128	45,237		1,982,938	3,359,128	3,914,990	41,924	
(Rupees)										
Net assets value per unit	602.5186	221.4840	181.1034	115.60		660.5478	215.4110	175.5933	114.36	

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half year ended December 31, 2018					Half year ended December 31, 2017				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
Note	(Rupees in '000)									
Income										
Mark-up / interest income	2,850	29,678	30,096	142	62,766	3,016	23,805	19,706	145	46,672
Capital gain / (loss) on sale of investments - net	2,478	(1,069)	(1,006)	(156)	247	(75,712)	(1,008)	(19)	174	(76,565)
Dividend income on equity securities	33,797	-	-	-	33,797	33,087	-	-	-	33,087
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit and loss'	(138,753)	(2,222)	-	223	(140,752)	(178,507)	1,144	-	10	(177,353)
Total (loss) / income	(99,628)	26,387	29,090	209	(43,942)	(218,116)	23,941	19,687	329	(174,159)
Expenses										
Remuneration of the Pension Fund Manager	9,875	5,150	5,331	38	20,394	9,845	5,606	4,891	41	20,383
Sales tax on management fee	1,284	670	693	5	2,652	1,280	729	636	5	2,650
Remuneration of the Trustee	882	460	476	3	1,821	882	503	438	4	1,827
Annual fee to SECP	219	114	118	1	452	219	124	109	1	453
Auditors' remuneration	66	66	66	66	264	57	57	57	57	228
Brokerage expense	918	58	45	4	1,025	941	51	8	7	1,007
Custody and settlement charges	383	11	6	5	405	434	5	-	5	444
Legal and professional charges	20	20	20	20	80	47	11	11	7	76
Bank charges and other expenses	14	50	56	2	122	21	79	38	4	142
Total expenses	13,661	6,599	6,811	144	27,215	13,726	7,165	6,188	131	27,210
Operating (loss) / income for the period	(113,289)	19,788	22,279	65	(71,157)	(231,842)	16,776	13,499	198	(201,369)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	4,131	(613)	1,455	(10)	4,963	9,966	(411)	1,058	2	10,615
Provision for Sindh Workers' Welfare Fund (SWWF)	-	(377)	(466)	(1)	(844)	-	(322)	(286)	(4)	(612)
Net (loss) / income for the period before taxation	(109,158)	18,798	23,268	54	(67,038)	(221,876)	16,043	14,271	196	(191,366)
Taxation	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(109,158)	18,798	23,268	54	(67,038)	(221,876)	16,043	14,271	196	(191,366)
(Loss) / Earnings per unit										

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2018

	Quarter ended December 31, 2018					Quarter ended December 31, 2017				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
Note	(Rupees in '000)									
Income										
Mark-up / interest income	1,533	15,876	16,676	80	34,165	1,124	11,808	10,672	59	23,663
Capital gain / (loss) on sale of investments - net	(464)	(309)	(746)	(82)	(1,601)	(53,392)	(71)	(13)	(31)	(53,507)
Dividend income on equity securities	19,093	-	-	-	19,093	20,742	-	-	-	20,742
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit and loss'	(121,802)	(1,370)	93	363	(122,716)	(17,625)	903	(13)	41	(16,694)
Total (loss) / income	(101,640)	14,197	16,023	361	(71,059)	(49,151)	12,640	10,646	69	(25,796)
Expenses										
Remuneration of the Pension Fund Manager	4,797	2,554	2,699	20	10,070	4,502	2,876	2,674	19	10,071
Sales tax on management fee	624	332	351	3	1,310	585	374	348	2	1,309
Remuneration of the Trustee	429	229	241	1	900	404	258	240	2	904
Annual fee to SECP	107	57	60	1	225	100	63	97	1	261
Auditors' remuneration	36	36	36	36	144	32	31	32	32	127
Brokerage expense	471	20	15	3	509	300	15	3	5	323
Custody and settlement charges	199	4	6	3	212	144	1	-	2	147
Legal and professional charges	10	10	10	10	40	6	4	4	-	14
Bank charges and other expenses	11	26	25	2	64	41	59	(19)	3	84
Total expenses	6,684	3,268	3,443	79	13,474	6,114	3,681	3,379	66	13,240
Operating (loss) / income for the period	(108,324)	10,929	12,580	282	(84,533)	(55,265)	8,959	7,267	3	(39,036)
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	5,097	(554)	1,496	12	6,051	29,280	895	1,070	7	31,252
Provision for Sindh Workers' Welfare Fund (SWWF)	8	(204)	(276)	(1)	(481)	-	(194)	(163)	-	(357)
Net (loss) / income for the period before taxation	(103,227)	10,171	13,800	293	(78,963)	(25,985)	9,660	8,174	10	(8,141)
Taxation	10	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(103,227)	10,171	13,800	293	(78,963)	(25,985)	9,660	8,174	10	(8,141)
(Loss) / Earnings per unit	13									

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half year ended December 31, 2018					Half year ended December 31, 2017				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	(Rupees in '000)									
Net (loss) / income for the period after taxation	(109,158)	18,798	23,268	54	(67,038)	(221,876)	16,043	14,271	196	(191,366)
Other comprehensive (loss) income for the period										
Net unrealised (loss) / gain on 'at fair value through other comprehensive income' arising during the period	-	(505)	-	-	(505)	(5,440)	(239)	-	-	(5,679)
Total comprehensive (loss) / income for the period	<u>(109,158)</u>	<u>18,293</u>	<u>23,268</u>	<u>54</u>	<u>(67,543)</u>	<u>(227,316)</u>	<u>15,804</u>	<u>14,271</u>	<u>196</u>	<u>(197,045)</u>

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--

Chief Executive Officer

--SD--

Chief Financial Officer

--SD--

Director

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2018

	Quarter ended December 31, 2018					Quarter ended December 31, 2017				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	----- (Rupees in '000) -----									
Net (loss) / income for the period after taxation	(103,227)	10,171	13,800	293	(78,963)	(25,985)	9,660	8,174	10	(8,141)
Other comprehensive (loss) income for the period										
Net unrealised (loss) / gain on 'at fair value through other comprehensive income' arising during the period	-	(331)	-	-	(331)	(8,412)	(110)	-	-	(8,522)
Total comprehensive (loss) / income for the period	<u>(103,227)</u>	<u>9,840</u>	<u>13,800</u>	<u>293</u>	<u>(79,294)</u>	<u>(34,397)</u>	<u>9,550</u>	<u>8,174</u>	<u>10</u>	<u>(16,663)</u>

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--

Chief Executive Officer

--SD--

Chief Financial Officer

--SD--

Director

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

Half year ended December 31, 2018						Half year ended December 31, 2017				
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
(Rupees in '000)										
CASH FLOWS FROM OPERATING ACTIVITIES										
Net (loss) / income for the period before taxation	(109,158)	18,798	23,268	54	(67,038)	(221,876)	16,043	14,271	196	(191,366)
Adjustments:										
Mark-up / interest income	(2,850)	(29,678)	(30,096)	(142)	(62,766)	(3,016)	(23,805)	(19,706)	(145)	(46,672)
Dividend income on equity securities	(33,797)	-	-	-	(33,797)	(33,087)	-	-	-	(33,087)
Capital (gain) / loss on sale of investments - net	(2,478)	1,069	1,006	156	(247)	75,712	1,008	19	(174)	76,565
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit and loss'	138,753	2,222	-	(223)	140,752	178,507	(1,144)	-	(10)	177,353
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(4,131)	613	(1,455)	10	(4,963)	(9,966)	411	(1,058)	(2)	(10,615)
Provision for Sindh Workers' Welfare Fund (SWWWF)	-	377	466	1	844	-	322	286	4	612
	(13,661)	(6,599)	(6,811)	(144)	(27,215)	(13,726)	(7,165)	(6,188)	(131)	(27,210)
Decrease / (increase) in assets										
Investments	37,092	(63,047)	(1,006)	(190)	(27,151)	123,089	173,847	(20)	94	297,010
Advance income tax	-	(45)	(40)	-	(85)	-	(23)	(53)	(2)	(78)
Receivable against sale of investments	(29,753)	-	-	-	(29,753)	8,614	-	-	-	8,614
Deposits and other receivable	3,396	458	1,458	-	5,312	(834)	-	-	-	(834)
	10,735	(62,634)	412	(190)	(51,677)	130,869	173,824	(73)	92	304,712
(Decrease) / increase in liabilities										
Payable to the Pension Fund Manager	(345)	(87)	(275)	3	(704)	(538)	30	258	(7)	(257)
Remuneration payable to the Trustee	(7)	(5)	7	-	(5)	(42)	11	25	-	(6)
Payable to the SECP	(224)	(132)	(103)	(1)	(460)	(236)	(144)	(59)	(10)	(449)
Payable against purchase of investments	-	-	-	-	-	22,105	-	-	-	22,105
Accrued expenses and other liabilities	640	(1,994)	(587)	15	(1,926)	(1,183)	2,014	448	(3)	1,276
	64	(2,218)	(958)	17	(3,095)	20,106	1,911	672	(20)	22,669
Mark-up / interest income received during the period	2,622	12,777	28,257	329	43,985	2,795	21,866	17,944	795	43,400
Dividend income received during the period	34,862	-	-	-	34,862	33,518	-	-	-	33,518
Net cash flow generated / (used in) from operating activities	34,622	(58,674)	20,900	12	(3,140)	173,562	190,436	12,355	736	377,089
Receipts from issuance of units	107,865	102,408	247,162	1,446	458,881	271,804	244,969	397,474	291	914,538
Effect of re-allocation	32,467	(34,792)	2,463	(138)	-	(60,162)	44,581	15,218	363	-
Payments on redemption of units	(203,421)	(142,949)	(194,061)	(937)	(541,368)	(326,349)	(307,505)	(269,089)	(118)	(903,061)
Net cash (used in) / generated from financing activities	(63,089)	(75,333)	55,564	371	(82,487)	(114,707)	(17,955)	143,603	536	11,477
Net (decrease) / increase in cash and cash equivalents	(28,467)	(134,007)	76,464	383	(85,627)	58,855	172,481	155,958	1,272	388,566
Cash and cash equivalents at beginning of the period	64,318	651,706	688,634	4,060	1,408,718	85,873	466,108	550,479	3,198	1,105,658
Cash and cash equivalents at end of the period	35,851	517,699	765,098	4,443	1,323,091	144,728	638,589	706,437	4,470	1,494,224
Cash and cash equivalents										
Bank balances	4	35,851	399,631	630,098	4,443	1,070,023	144,728	220,497	290,211	659,906
Term deposit receipts		-	-	135,000	-	135,000	-	221,000	285,000	506,000
Treasury bills - 3 months	5.2	-	118,068	-	-	118,068	-	197,092	131,226	328,318
		35,851	517,699	765,098	4,443	1,323,091	144,728	638,589	706,437	1,494,224

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

UBL RETIREMENT SAVINGS FUND
STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB- FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half year ended December 31, 2018					Half year ended December 31, 2017				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	(Rupees in '000)									
Net assets at beginning of the period	1,309,820	723,593	687,446	4,794	2,725,653	1,566,570	732,320	547,293	4,572	2,850,755
Amount received on issuance of units	107,865	102,408	247,162	1,446	458,881	271,804	244,969	397,474	291	914,538
Effect of reallocation	32,467	(34,792)	2,463	(138)	-	(60,162)	44,581	15,218	363	-
Amount paid on redemption of units	(203,421)	(142,949)	(194,061)	(937)	(541,368)	(326,349)	(307,505)	(269,089)	(118)	(903,061)
	(63,089)	(75,333)	55,564	371	(82,487)	(114,707)	(17,955)	143,603	536	11,477
Element of (income) / loss and capital (gains) / losses included in prices of units sold less those in units redeemed - amount	(4,131)	613	(1,455)	10	(4,963)	(9,966)	411	(1,058)	(2)	(10,615)
	1,242,600	648,873	741,555	5,175	2,638,203	1,441,897	714,776	689,838	5,106	2,851,617
Net movement on remeasurement of investments classified as 'fair value through other comprehensive income' arising during the period	-	(505)	-	-	(505)	(5,440)	(239)	-	-	(5,679)
Net capital (loss) / gain on sale of investments classified as:										
- 'at fair value through profit or loss'	2,478	(1,069)	(1,006)	(156)	247	(75,712)	(1,008)	(19)	174	(76,565)
Unrealised (loss) / gains on revaluation of investments classified as:										
- 'at fair value through profit or loss'	(138,753)	(2,222)	-	223	(140,752)	(178,507)	1,144	-	10	(177,353)
Other net income for the period	27,117	22,089	24,274	(13)	73,467	32,343	15,907	14,290	12	62,552
	(109,158)	18,798	23,268	54	(67,038)	(221,876)	16,043	14,271	196	(191,366)
Net assets at end of the period	1,133,442	667,166	764,823	5,229	2,570,660	1,214,581	730,580	704,109	5,302	2,654,572

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

For UBL Fund Managers Limited
(Pension Fund Manager)

--SD--
Chief Executive Officer

--SD--
Chief Financial Officer

--SD--
Director

UBL RETIREMENT SAVINGS FUND
NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2018

1. LEGAL STATUS AND NATURE OF BUSINESS

UBL Retirement Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by SECP on January 29, 2010. It has been constituted under a Trust Deed, dated November 17, 2009, between UBL Fund Managers Limited as the Pension Fund Manager, a company incorporated under the Companies Act, 2017 and the MCB Financial Services Limited as the Trustee. The trusteeship of the Fund has been transferred to Central Depository Company of Pakistan Limited (CDC) effective from March 31, 2014 through a supplemental trust deed dated February 21, 2014. The title to the assets of the Fund is held in the name of the Trustee.

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

The Fund consists of four Sub-Funds namely, UBL Retirement Savings Fund Equity Sub-Fund ("Equity Sub-Fund"), UBL Retirement Savings Fund Debt Sub-Fund ("Debt Sub-Fund"), UBL Retirement Savings Fund Money Market Sub-Fund ("Money Market Sub-Fund") and UBL Retirement Savings Fund Commodity Sub-Fund ("Commodity Sub-Fund") (collectively the "Sub-Funds"). The main features of the investment policy for each of the Sub-Funds are as follows:

- The Equity Sub-Fund shall invest primarily in listed equity securities with a minimum investment of 90% of its Net Assets Value (NAV) in listed shares. The investment in a single company is restricted to lower of 10% of NAV or the paid-up capital of the investee company. The investment in a single stock exchange sector is restricted to the higher of 30% of the NAV or the index weight, subject to a maximum of 35% of the NAV. The remaining assets of the Equity Sub-Fund shall be invested in any government security having less than one year time to maturity, or in a scheduled commercial bank having credit rating of 'A'.
- The Debt Sub-Fund shall invest primarily in tradable debt securities with weighted average duration of the investment portfolio of the Debt Sub-Fund not exceeding five years. At least twenty five percent (25%) of the assets in the Debt Sub-Fund shall be invested in securities issued by the Federal Government and up to twenty five percent (25%) of the Funds may be deposited with banks having not less than "AA +" rating. Composition of the remaining portion of the investments shall be as defined in the offering document.
- The Money Market Sub-Fund shall invest in short term debt instruments with time to maturity not exceeding six months, and in case of Shariah compliant Government securities, up to three years. The Fund can make investment in Shariah compliant securities issued by the Federal Government and the commercial banks having A+ rating. There are no restrictions placed by the VPS Rules on such investments. The Fund can also make investment in securities issued by the provincial government, city government and government or a corporate entity (having credit rating of 'A' or higher) up to 10%, 5% and 5% of net assets of the Money Market Sub-Fund, respectively.
- The Commodity Sub-Fund of a Pension Fund shall invest only in those commodity futures contracts that are traded at the Pakistan Mercantile Exchange and cash settled futures contracts, except for gold for which the Commodity Sub-Fund, in addition to the cash settled futures, may also invest in deliverable futures contracts. At least seventy percent (70%) of net assets of the Commodity Sub-Fund shall remain invested in commodity futures contracts during the year based on quarterly average investment calculated on daily basis. At least 10% of the net assets of the Commodity Sub-Fund based on quarterly average investment calculated on daily basis shall remain invested in Government treasury bills or Government securities having less than 90 days' time to maturity or kept as deposits with scheduled commercial banks which are rated not less than AA by a rating agency registered with SECP. A Pension Fund Manager may invest any surplus (un-invested) funds in Government treasury bills and Government securities having less than one year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than AA by a rating agency registered with SECP.

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

The registered office of UBL Fund Managers is situated at 4th floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

JCR - VIS Credit Rating Company has reaffirmed management quality rating of AM1 on December 27, 2018.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- Interim Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Voluntary Pension Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS Rules 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 VPS Rules and requirements of the Trust Deed have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34 - Interim Financial Reporting. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended 30 June 2018.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except that certain financial assets are stated at fair value.

2.3 Functional and presentation currency

Items included in the condensed interim financial information are measured using the currency of the primary economic environment in which the Fund operates. This condensed interim financial information is presented in Pakistani Rupees which is the Fund's functional and presentation currency.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGEMENT AND CHANGES THEREIN

- 3.1** The accounting policies applied in the preparation of these condensed interim financial information are the same as those applied in the preparation of the audited financial statements of the Fund for the year ended June 30, 2018 except as disclosed in note 3.2.

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.2 Change in accounting policy

3.2.1 IFRS 9 Financial Instruments

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 for accounting periods beginning on or after July 01, 2018. A number of other new standards are effective from July 01, 2018 but they do not have a material effect on the Fund's financial Information.

IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement.

The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and measurement of financial assets and financial liabilities

Under IFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI) – debt investment; FVOCI – equity investment; or fair value through profit and loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

IFRS 9 largely retains the existing requirements in IAS 39 for the classification and measurement of financial liabilities.

The adoption of IFRS 9 did not have a significant effect on the Fund's accounting policies related to financial liabilities. The impact of IFRS 9 on the classification and measurement of financial assets is set out below:

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Fund may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

The following accounting policies apply to the subsequent measurement of financial assets:

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any profit / mark-up or dividend income, are recognised in income statement.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses (see (ii) below). Profit / mark-up income, foreign exchange gains and losses and impairment are recognised in income statement.
Debt investments at FVOCI	These assets are subsequently measured at fair value. Profit / mark-up income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in income statement. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to income statement.
Equity investments at FVOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in income statement unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to income statement.

The following table and the accompanying notes below explain the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 for each class of the Fund's financial assets as at July 01, 2018.

	Note	Original classification under IAS 39	New classification under IFRS 9	Original carrying amount under IAS 39	Revised carrying amount under IFRS 9
				-- (Rupees in '000) --	
Listed Equity securities	(a)	Held for trading	FVTPL	728,220	728,220
Government securities - Treasury bills	(a)	Held for trading	FVTPL	387,336	387,336
Debt securities - Term finance certificates	(a)	Held for trading	FVTPL	72,726	72,726
Future Gold contracts	(a)	Held for trading	FVTPL	(32)	(32)
Listed Equity securities	(b)	Available for sale	FVTPL	527,197	527,197
Bank balances	(c)	Loans and receivables	Amortised cost	894,035	894,035
Dividend, deposits, mark-up and other receivables	(c)	Loans and receivables	Amortised cost	13,560	13,560
Government securities - Pakistan Investment bonds	(d)	Available for sale	FVOCI	5,996	5,996

(a) These financial assets classified as 'Held for trading' have been classified as fair value through profit and loss (FVTPL).

(b) The Fund has not made an irrevocable election upon adoption of IFRS 9 to present in other comprehensive income subsequent changes in the fair value of investments in equity instruments under IFRS 9 and accordingly all investments in equity instruments have been classified as fair value through profit or loss (FVTPL).

(c) These financial assets classified as 'loans and receivables' have been classified as amortised cost.

(d) These financial assets classified as 'Available for sale' have been classified as fair value through other comprehensive income (FVOCI).

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.

However, SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated 21 November 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds.

Transition

The Fund has used the exemption not to restate comparative periods as allowed under IFRS 9 and the differences, if any, in the carrying amounts of financial assets resulting from the adoption of IFRS 9 are recognised in opening retained earnings as at July 01, 2018. Accordingly, the comparative information does not reflect the requirements of IFRS 9, but rather those of IAS 39.

The following assessments have been made on the basis of the facts and circumstances that existed at the date of initial application.

- The determination of the business model within which a financial asset is held.
- The revocation of previous designations of certain financial assets measured at FVTPL.

3.3 New / Revised Standards, Interpretations and Amendments

The Fund has adopted the following standards and amendment to IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 2 Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)

IFRS 4 Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 'Insurance Contracts –

IAS 40 Investment Property: Transfers of Investment Property (Amendments)

IFRIC 22 Foreign Currency Transactions and Advance Consideration

Improvements to Accounting Standards Issued by the IASB in December 2016

IFRS 1 First-time Adoption of International Financial Reporting Standards - Deletion of short-term exemptions for first-time adopters

IFRS 28 Investments in Associates and Joint Ventures - Clarification that measuring investees at fair value through profit or loss is an investment - by - investment choice

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the condensed interim financial statements, other than IFRS 9, the impact of which has been disclosed in note 3.2 above.

		December 31, 2018 (Un-audited)					June 30, 2018 (Audited)				
		Money					Money				
		Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund	Total
Note		(Rupees in '000)									
4. BANK BALANCES											
Bank accounts - saving	4.1	35,851	399,631	630,098	4,443	1,070,023	64,318	427,827	392,177	4,060	888,382
		35,851	399,631	630,098	4,443	1,070,023	64,318	427,827	392,177	4,060	888,382
4.1 Profit rates on these accounts range between 4.0% and 11% (June 30, 2018: 3.75% to 7.5%) per annum and these include balances of Rs.33.13 (June 30, 2018: Rs.25.43) million in ESF, Rs.125.59 (June 30, 2018: Rs.4.19) million in DSF, Rs.138.5 (June 30, 2018: Rs.1.98) million in MMSF and Rs.0.08 (June 30, 2018: Rs.0.39) million in CSF held with United Bank Limited (a related party).											
5. INVESTMENTS											
Investments by category											
'At fair value through profit or loss'											
Listed Equity Securities	5.1	1,082,049	-	-	-	1,082,049	728,220	-	-	-	728,220
Government securities - Treasury Bills	5.2	-	118,068	-	-	118,068	-	223,879	163,457	-	387,336
Government Securities - Pakistan Investment Bonds	5.3	-	73,823	-	-	73,823	-	-	-	-	-
Debt securities - Term Finance Certificates / Sukuks	5.4	-	71,421	-	-	71,421	-	72,726	-	-	72,726
Future Gold Contracts	5.5	-	-	-	223	223	-	-	-	(32)	(32)
		1,082,049	263,312	-	223	1,345,584	728,220	296,605	163,457	(32)	1,188,250
'At fair value through Other comprehensive income'											
Government Securities - Pakistan Investment Bonds	5.6	-	5,513	-	-	5,513	-	5,996	-	-	5,996
Listed Equity Securities		-	-	-	-	-	527,197	-	-	-	527,197
		-	5,513	-	-	5,513	527,197	5,996	-	-	533,193
Total		1,082,049	268,825	-	223	1,351,097	1,255,417	302,601	163,457	(32)	1,721,443

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

Shares of listed companies - fully paid ordinary shares of Rs.10 each unless stated otherwise

Name of the Investee Company	Note	(Number of shares)						Balance as at December 31, 2018			Market value as a % of net assets of the sub-fund	Market value as % of investments of the sub-fund	Par value as a % of total paid-up capital of the investee company
		As at July 01, 2018	Reclassification from FVTOCI	Purchased during the year	Bonus / Right during the	Sold during the year	As at December 31, 2018	Carrying value	Market value	Unrealised (loss) / gain			
(Rupees'000)													
----- % -----													
Automobile assembler													
Honda Atlas Cars (Pakistan) Limited		46,000	17,300	-	-	36,200	27,100	8,574	4,784	(3,790)	0.42	0.44	0.02
Pak Suzuki Motor Company Limited		200	-	-	-	-	200	79	35	(44)	-	-	-
								8,653	4,819	(3,834)	0.42	0.44	0.02
Automobile parts and accessories													
General Tyre and Rubber Company of Pakistan Limited		6,000	27,700	-	-	33,700	-	-	-	-	-	-	-
Thal Limited **		44,500	-	-	-	12,150	32,350	15,448	13,835	(1,613)	1.22	1.28	0.04
								15,448	13,835	(1,613)	1.22	1.28	0.04
Refinery													
National Refinery Limited		-	1,000	-	-	-	1,000	443	286	(157)	0.03	0.03	-
								443	286	(157)	0.03	0.03	-
Oil and gas exploration companies													
Mari Petroleum Company Limited		45,150	3,020	4,500	5,017	-	57,687	78,728	71,293	(7,435)	6.29	6.59	0.05
Oil & Gas Development Company Limited		301,300	100,000	98,000	-	55,500	443,800	68,815	56,806	(12,009)	5.01	5.25	0.01
Pakistan Oilfields Limited		500	69,150	16,100	15,030	7,000	93,780	51,607	39,840	(11,767)	3.51	3.68	0.03
Pakistan Petroleum Limited		163,600	101,000	25,000	39,690	42,000	287,290	53,098	42,996	(10,102)	3.79	3.97	0.01
								252,248	210,935	(41,313)	18.59	19.49	0.10
Oil and gas marketing companies													
Pakistan State Oil Company Limited	5.1.2	51,620	33,700	18,000	17,664	62,100	58,884	15,749	13,274	(2,475)	1.17	1.23	0.02
								15,749	13,274	(2,475)	1.17	1.23	0.02
Construction and materials (cement)													
Cherat Cement Company Limited		79,800	66,000	4,300	-	130,400	19,700	1,840	1,372	(468)	0.12	0.13	0.01
Kohat Cement Company Limited		76,000	245,400	15,000	96,420	10,000	422,820	40,108	35,914	(4,194)	3.17	3.32	0.21
Lucky Cement Limited		52,900	18,500	25,950	-	33,300	64,050	31,637	27,841	(3,796)	2.46	2.57	0.02
Fauji Cement Company Limited		-	12,500	-	-	12,500	-	-	-	-	-	-	-
Pioneer Cement Limited		-	8,200	-	-	-	8,200	384	344	(40)	0.03	0.03	-
Attock Cement Pakistan Limited		36,100	7,500	-	-	43,600	-	-	-	-	-	-	-
D.G. Khan Cement Company Limited		22,700	47,500	25,000	-	95,200	-	-	-	-	-	-	-
								73,969	65,471	(8,498)	5.78	6.06	0.24
Chemical													
ICI Pakistan Limited		15,500	-	-	-	7,300	8,200	6,572	6,514	(58)	0.57	0.60	0.01
Sitara Chemical Industries Limited		50,000	31,600	-	-	-	81,600	30,055	24,480	(5,575)	2.16	2.26	0.38
Engro Polymer and Chemicals Limited		-	620,000	20,000	229,372	219,000	650,372	20,338	24,155	3,817	2.13	2.23	0.07
Engro Polymer and Chemicals Limited (right)		229,372	-	-	-	229,372	-	-	-	-	-	-	-
								56,965	55,149	(1,816)	4.86	5.09	0.46
Fertilizer													
Fauji Fertilizer Bin Qasim Limited		-	412,500	121,500	-	26,000	508,000	19,475	18,933	(542)	1.67	1.75	0.05
Dawood Hercules Corporation Limited		-	-	196,000	-	92,500	103,500	11,067	11,504	437	1.01	1.06	0.02
Engro Corporation Limited		187,800	20,300	9,000	-	46,800	170,300	53,481	49,571	(3,910)	4.37	4.58	0.03
Engro Fertilizers Limited		439,800	91,000	-	-	145,000	385,800	28,900	26,639	(2,261)	2.35	2.46	0.03
Fauji Fertilizer Company Limited		-	147,500	102,000	-	18,000	231,500	22,851	21,495	(1,356)	1.90	1.99	0.02
								135,774	128,142	(7,632)	11.30	11.84	0.15
Industrial metals and mining													
Mughal Iron & Steel Industries		500	-	-	-	500	-	-	-	-	-	-	-
Ittefaq Iron Industries Limited		892,000	28,000	-	-	920,000	-	-	-	-	-	-	-
								-	-	-	-	-	-
Engineering													
International Industries Limited		-	-	38,000	-	-	38,000	6,651	5,854	(797)	0.52	0.54	0.03
Amreli Steels Limited		125,000	14,000	-	-	131,500	7,500	529	359	(170)	0.03	0.03	-
International Steels Limited		170,900	15,000	-	-	41,500	144,400	14,685	9,497	(5,188)	0.84	0.88	0.03
								21,865	15,710	(6,155)	1.39	1.45	0.06
Pharmaceuticals													
Ferozsons Laboratories Limited		-	-	51,600	-	-	51,600	9,426	7,446	(1,980)	0.66	0.69	0.17
The Searle Company Limited	5.1.2	8,406	-	-	735	3,500	5,641	1,666	1,385	(281)	0.12	0.13	-
Highnoon Laboratories Limited	5.1.2	23,430	-	-	-	20,500	2,930	1,203	1,019	(184)	0.09	0.09	0.01
								12,295	9,850	(2,445)	0.87	0.91	0.18
Glass and ceramics													
Tariq Glass Industries Limited		104,700	-	-	-	52,500	52,200	5,594	4,551	(1,043)	0.40	0.42	0.07
								5,594	4,551	(1,043)	0.40	0.42	0.07

Name of the Investee Company	Note	(Number of shares)					Balance as at December 31, 2018			Market value as a % of net assets of the sub-fund	Market value as % of investments of the sub-fund	Par value as a % of total paid-up capital of the investee company	
		As at July 01, 2018	Reclassification from FVTOCI	Purchased during the year	Bonus / Right during the	Sold during the year	As at December 31, 2018	Carrying value	Market value				Unrealised (loss) / gain
------(Rupees'000)------%-----													
Paper and board													
Cherat Packaging Limited		11,800	149,400	152,500	-	-	313,700	20,353	17,351	(3,002)	1.53	1.60	0.81
Packages Limited		12,750	-	33,500	-	12,750	33,500	13,482	12,958	(524)	1.14	1.20	0.04
								33,835	30,309	(3,526)	2.67	2.80	0.85
Textile composite													
Gul Ahmed Textile Mills Limited		-	381,500	310,000	-	123,500	568,000	24,799	26,225	1,426	2.31	2.42	0.16
Nishat Mills Limited		252,600	-	-	-	36,000	216,600	30,523	27,406	(3,117)	2.42	2.53	0.06
								55,322	53,631	(1,691)	4.73	4.95	0.22
Food and personal care products													
Matco Foods Limited		-	-	250,000	12,500	250,000	12,500	308	347	39	0.03	0.03	0.01
Al Shaheer Corporation Limited		350,000	116,500	50,000	-	-	516,500	13,884	12,360	(1,524)	1.09	1.14	0.36
Shezan International Limited		37,000	31,900	-	6,890	-	75,790	39,273	35,072	(4,201)	3.09	3.24	0.86
								53,465	47,779	(5,686)	4.21	4.41	1.23
Power generation and distribution													
Saif Power Limited		-	500,000	201,500	-	-	701,500	18,481	18,015	(466)	1.59	1.66	0.18
Hub Power Company Limited		452,500	129,500	254,000	-	40,000	796,000	73,257	68,289	(4,968)	6.02	6.31	0.07
K-Electric Limited *		-	1,691,500	-	-	500,000	1,191,500	6,768	7,078	310	0.62	0.65	-
Pakgen Power Limited		-	-	527,500	-	-	527,500	9,102	8,989	(113)	0.79	0.83	0.14
								107,608	102,371	(5,237)	9.02	9.45	0.39
Commercials banks													
Habib Bank Limited	5.1.1	147,200	286,100	291,000	-	25,000	699,300	109,206	84,231	(24,975)	7.43	7.78	0.05
Allied Bank Limited		347,000	331,000	34,000	-	-	712,000	73,358	76,519	3,161	6.75	7.07	0.06
Bank Alfalah Limited		331,000	1,062,000	-	139,300	-	1,532,300	72,840	62,196	(10,644)	5.49	5.75	0.09
Faysal Bank Limited	5.1.2	639,525	381,250	-	-	1,012,000	8,775	228	211	(17)	0.02	0.02	-
Meezan Bank Limited		310,000	18,600	35,000	32,860	382,000	14,460	1,088	1,336	248	0.12	0.12	-
MCB Bank Limited		87,800	7,000	39,000	-	43,000	90,800	17,839	17,576	(263)	1.55	1.62	0.01
								274,559	242,069	(32,490)	21.36	22.35	0.21
Investment banks													
Pakistan Stock Exchange Limited		531	-	-	-	531	-	-	-	-	-	-	-
								-	-	-	-	-	-
Insurance													
IGI Life Insurance Limited		3,500	-	-	525	-	4,025	1,008	810	(198)	0.07	0.07	0.01
Adamjee Insurance Company Limited		-	585,500	84,000	-	-	669,500	32,009	28,132	(3,877)	2.48	2.60	0.19
								33,017	28,942	(4,075)	2.55	2.67	0.20
Technology and communication													
Systems Limited		83,000	100,000	10,000	-	-	193,000	19,672	21,205	1,533	1.87	1.96	0.17
								19,672	21,205	1,533	1.87	1.96	0.17
Leather and tanneries													
Service Industries Limited		-	15,000	4,600	-	-	19,600	15,324	14,213	(1,111)	1.25	1.31	0.16
								15,324	14,213	(1,111)	1.25	1.31	0.16
Miscellaneous													
Tri-Pack Films Limited		-	31,500	-	-	-	31,500	4,316	3,373	(943)	0.30	0.31	0.08
Synthetic Products Enterprises Limited		483,000	-	-	-	-	483,000	24,681	16,137	(8,544)	1.42	1.49	0.57
								28,997	19,510	(9,487)	1.72	1.80	0.65
Total as at December 31, 2018								1,220,802	1,082,049	(138,753)			

* These have a face value of Rs.3.5 per share

** These have a face value of Rs.5 per share

5.1.1 Following shares were pledged with National Clearing Company of Pakistan Limited (NCCPL) as collateral against margin:

D.G. Khan Cement Company Limited
Habib Bank Limited

December 31, 2018	June 30, 2018	December 31, 2018	June 30, 2018
----- (Number of shares) -----		----- (Rupees in '000) -----	
-	20,000	-	2,290
73,000	25,000	8,793	4,161
73,000	45,000	8,793	6,451

5.1.2 The Finance Act, 2015 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. Certain 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.1,289,058 at December 31, 2018. Such shares have not been deposited by the investee company in CDC account in Income Tax department. The Fund has included the shares withheld in its investments and recorded them at fair market value at year end. Furthermore, the Finance Act 2018 has brought an amendment in the Income Tax Ordinance 2001, whereby the 5% withholding tax on bonus shares has been withdrawn. Therefore, the bonus shares received during the period ended 31 December 2018, are not liable to withholding of Income Tax.

5.2 Government securities - Treasury Bills 'at fair value through profit or loss'
(certificates having a nominal value of Rs.100,000 each)

Particulars	Note	As at July 01, 2018	Purchase d during the period	Disposed / matured during the period	As at December 31, 2018	Balance as at December 31, 2018			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investmen s of the Sub - Fund
						Carrying value	Market value	Appreciation / (Diminution)		
----- Number of certificates -----						----- Rupees in ('000) -----			----- % -----	
Held by Debt Sub-Fund										
Treasury Bills - 3 months	5.2.1	2,250	15,450	16,500	1,200	118,073	118,068	(5)	17.70%	43.92%
December 31, 2018						118,073	118,068	(5)	17.70%	43.92%
June 30, 2018						223,948	223,879	(69)		
Held by Money Market Sub-Fund										
Treasury Bills - 3 months		1,640	27,430	29,070	-	-	-	-	0.00%	0.00%
December 31, 2018						-	-	-	0.00%	0.00%
June 30, 2018						163,502	163,457	(45)		

5.2.1 This treasury bill carry effective yield of 10.27% (June 30, 2018: 6.25% to 6.60%) per annum and will mature by February 28, 2019 (June 30, 2018: July 2018 to August 2018).

5.3 Government securities - Pakistan Investment Bonds 'at fair value through profit or loss'
(certificates having a nominal value of Rs.100,000 each)

Particulars	Note	As at July 1, 2018	Purchase d during the period	Disposed / matured during the period	As at December 31, 2018	Balance as at December 31, 2018			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investment s of the Sub - Fund
						Carrying value	Market value	Appreciation / (Diminution)		
----- Number of certificates -----						----- Rupees in ('000) -----			----- % -----	
Held by Debt Sub-Fund										
Pakistan Investment Bonds - 10 years	5.3.1	-	1,750	1,000	750	74,739	73,823	(916)	11.07%	27.46%
December 31, 2018						74,739	73,823	(916)	11.07%	27.46%
June 30, 2018						-	-	-		

5.3.1 This Pakistan Investment Bond carry mark-up of 8.5526% (June 30, 2018: Nil) per annum with maturity in August 2028 (June 30, 2018: Nil).

5.4 Debt Securities - Term Finance Certificates / Sukuks 'at fair value through profit or loss'
(face value of Rs.5,000 each unless otherwise stated)

Particulars	Note	As at July 01, 2018	Purchase d during the period	Disposed / matured during the period	As at December 31, 2018	Carrying value as at December 31, 2018	Market values at December 31, 2018	Unrealised gain / (loss)	Market value as a percentage of net assets of the Sub- Fund	Market value as a percentage of total size of the issue	
----- Number of certificates -----						----- Rupees in ('000) -----			----- % -----		
Held by Debt Sub-Fund											
Bank Alfalah Limited - Listed (Issue date - February 20, 2013)	5.4.1	1,200	-	-	1,200	6,021	5,768	(253)	0.86%	0.12%	
JS Bank Limited - Listed (Issue date - December 14, 2016)	5.4.1	3,200	-	-	3,200	16,105	15,778	(327)	2.36%	0.53%	
Jahangir Siddiqui & Company Limited - Listed (Issue date - 18 July 2017)	5.4.1	10,000	-	-	10,000	50,596	49,875	(721)	7.48%	3.33%	
December 31, 2018						72,722	71,421	(1,301)	10.70%	3.98%	
June 30, 2018						72,266	72,726	460			

5.4.1 Significant terms and conditions of term finance certificates outstanding at the period end are as follows:

Name of security	Number of certificates	Face value / redemption value Rupees in '000	Mark-up rate (Per annum)	Maturity
Bank Alfalah Limited	1,200	5,987	6M KIBOR + 1.25%	February 19, 2021
JS Bank Limited	3,200	15,987	6M KIBOR + 1.40%	December 14, 2023
Jahangir Siddiqui & Company Limited	10,000	50,000	6M KIBOR + 1.40%	July 18, 2022
				(Un-audited) (Audited) December 31, 2018 June 30, 2018 --- (Rupees in '000) ---

5.5 INVESTMENTS IN FUTURE GOLD CONTRACTS

Derivative financial instruments 'at fair value through profit or loss'

Future Gold Contracts	223	(32)
-----------------------	-----	------

5.5.1 This represents net unrealised gain / (loss) on cash settled future gold contracts with settlement date of February, 2019 (June 30, 2018: August 2018).

5.6 Government securities - Pakistan Investment Bonds - 'at fair value through OCI' (certificates having a nominal value of Rs.100,000 each)

Particulars	Note	As at July 1, 2018	Purchase d during the period	Disposed / matured during the period	As at December 31, 2018	Balance as at December 31, 2018			Market value as a percentage of net assets of the Sub-Fund	Market value as a percentage of total investments
						Carrying value	Market value	Appreciation / (Diminution)		
-----Number of certificates-----						-----Rupees in ('000)-----			-----%-----	

Held by Debt Sub-Fund

Pakistan Investment Bonds - 10 years	5.6.1	55	-	-	55	5,197	5,513	316	0.83%	2.05%
December 31, 2018						5,197	5,513	316	0.83%	2.05%
June 30, 2018						5,129	5,996	867		

5.6.1 These Pakistan Investment Bonds carry mark-up of 12.00% (June 30, 2018: 12.00%) per annum with maturity ranging from July 2020 to August 2021 (June 30, 2018: July 2020 to August 2021).

6. ADVANCE TAX

The income of the Fund is exempt under clause 57(3)(viii) of Part I of the Second schedule of the Income Tax Ordinance 2001 and funds are exempt under clause 47(B) of ITO 2001 from withholding of tax under section 150 and 151 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 Income Tax Ordinance, 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate from CIR, various withholding agents have deducted advance tax under section 150A and 151 of the Income Tax Ordinance, 2001. The management is confident that the same shall be refunded.

December 31, 2018 (Un-audited)						
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
7. PAYABLE TO THE PENSION FUND MANAGER	Note	(Rupees in '000)				
Remuneration payable	7.1	1,551	847	934	7	3,339
Sales tax on remuneration payable	7.2	202	110	121	1	434
Sales load payable		226	198	23	1	448
Other payable		4	4	4	29	41
		<u>1,983</u>	<u>1,159</u>	<u>1,082</u>	<u>38</u>	<u>4,262</u>

	June 30, 2018 (Audited)				
	Equity Sub-Fund	Debt Sub- Fund	Money Market Sub- Fund	Commodity Sub-Fund	Total
	(Rupees in '000)				
Remuneration payable	1,649	913	859	6	3,427
Sales tax on remuneration payable	214	119	112	1	446
Sales load payable	461	210	382	1	1,054
Other payable	4	4	4	27	39
	2,328	1,246	1,357	35	4,966

7.1 This represents remuneration of the Pension Fund Manager at the rate of 1.5% (June 30, 2018: 1.5%) of the average amount of net assets of each sub-fund.

7.2 This represents sales tax on remuneration payable at the rate of 13% (June 30, 2018: 13%) calculated during the year for determining the prices of units of the sub-funds.

December 31, 2018 (Un-audited)						
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
8. ACCRUED EXPENSES AND OTHER LIABILITIES	Note	(Rupees in '000)				
Provision for Sindh Workers' Welfare Fund	8.1	12,965	2,892	1,375	96	17,328
Auditors' remuneration		59	59	59	59	236
Brokerage payable		1,248	21	17	-	1,286
Withholding tax payable		524	305	21	9	859
Zakat payable		1	-	49	-	50
Provision for indirect duties and taxes	8.2	5,897	4,599	2,578	194	13,268
Legal and professional fees		9	9	9	9	36
Other payable		372	589	169	-	1,130
		<u>21,075</u>	<u>8,474</u>	<u>4,277</u>	<u>367</u>	<u>34,193</u>

June 30, 2018 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total
	(Rupees in '000)				
Provision for Sindh Workers' Welfare Fund	12,965	2501	891	95	16,452
Auditors' remuneration	45	45	45	45	180
Brokerage payable	1,119	80	1	-	1,200
Withholding tax payable	157	425	299	11	892
Zakat payable	23	39	57	4	123
Provision for indirect duties and taxes	5,897	4,599	2,578	194	13,268
Legal and professional fees	3	3	3	3	12
Other payable	226	2,398	523	-	3,147
	<u>20,435</u>	<u>10,090</u>	<u>4,397</u>	<u>352</u>	<u>35,274</u>

8.1 The status of Sindh Workers' Welfare Fund (SWWF) is same as disclosed in annual financial statements in note 13.1 for the year ended June 30, 2018. However, MUFAP has also taken a legal opinion that SWWF, if applicable, can only be applied from the date of enactment of SWWF Act, 2014, i.e. May 21, 2015. Accordingly, on January 12, 2017, MUFAP as an abundant caution, has recommended its members to provide for SWWF on daily basis with effect from May 21, 2015. Going forward, the efforts to exclude mutual funds from SWWF continue. Had the SWWF not been provided for, the net assets value per unit would have been higher by Rs. 6.98 (URSF-ESF) (June 30, 2018: Rs. 6.54), Rs. 0.96 (URSF-DSF) (June 30, 2018: Rs. 0.74), Rs. 0.32 (URSF-MMSF) (June 30, 2018: Rs. 0.23), Rs. 2.13 (URSF-CSF) (June 30, 2018: Rs. 2.27).

8.2 This includes provision for federal excise duty (FED) as at December 31, 2018 amounting to Rs. 5.897 million (June 30, 2018: Rs. 5.897 million), Rs. 4.599 million (June 30, 2018: Rs. 4.599 million), Rs. 2.578 million (June 30, 2018: Rs. 2.578 million), Rs. 0.194 million (June 30, 2018: Rs. 0.194) in Equity Sub-Fund, Debt Sub-Fund, Money Market Sub-Fund and Commodity Sub-Fund. There is no change in the status of the legal proceeding on this matter, which has been fully disclosed in note 13.2 to the annual audited financial statements for the year ended June 30, 2018. Had the provision not been provided for, the net assets value per unit would have been higher by Rs. 2.73 (June 30, 2018: Rs. 2.59).Rs. 1.34 (June 30, 2018: Rs. 1.21).Rs. 0.58 (June 30, 2018: Rs. 0.63).Rs. 4.24 (June 30, 2018: Rs. 4.58) respectively.

9. CONTINGENCIES AND COMMITMENTS

9.1 CONTINGENCIES

There were no contingencies outstanding as at December 31, 2018.

(Un-audited)	(Audited)
December 31,	June 30,
2018	2018
----- (Rupees in '000) -----	

9.2 COMMITMENTS

Commodity Sub-Fund

Purchase of:

25 (June 30, 2018: 25) ounce gold in US\$ 30,503
(June 30, 2018: US\$ 31,620)

<u>4,458</u>	<u>3,810</u>
--------------	--------------

This represents the investment in future gold contracts with settlement date of February 2019 (June 30, 2018: August 2018).

10. TAXATION

No provision for taxation for the half yearly ended December 31, 2018 has been made in view of the exemption available to the fund under clause 57(3) (viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001.

11. CONTRIBUTION TABLE

Contribution (net of front-end fee) received during the period is as follows:

From:	December 31, 2018 (Un-audited)									
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Commodity Sub-Fund		Total	
	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)
Individuals	165,621	107,865	468,966	102,408	1,384,379	247,162	12,919	1,446	2,031,885	458,881

From:	December 31, 2017 (Un-audited)									
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Commodity Sub-Fund		Total	
	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)	Units	Rupees ('000)
Individuals	407,472	271,804	1,174,851	244,969	2,339,176	397,474	2,500	291	3,923,999	914,538

12. NUMBER OF UNITS IN ISSUE

Total units outstanding at beginning of the period
 Units issued during the period
 Effect of reallocation
 Units redeemed during the period
 Total units in issue at end of the period

As at December 31, 2018 (Un-audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund
(Number of units)			
1,982,938	3,359,128	3,914,990	41,924
165,621	468,966	1,384,379	12,919
49,742	(161,467)	14,018	(1,216)
(317,128)	(654,373)	(1,090,259)	(8,390)
1,881,173	3,012,254	4,223,128	45,237

Total units outstanding at the beginning of the year
 Units issued during the year
 Effect of reallocation
 Units redeemed during the year
 Total units in issue at the end of the year

As at June 30, 2018 (Audited)			
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund
(Number of units)			
2,077,794	3,557,087	3,253,362	40,445
874,688	1,972,508	3,856,203	14,929
(82,037)	216,627	90,422	3,240
(887,507)	(2,387,094)	(3,284,997)	(16,690)
1,982,938	3,359,128	3,914,990	41,924

13. (LOSS) / EARNINGS PER UNIT

Earnings per unit (EPU) for respective plans have not been disclosed in this condensed interim financial information as in the opinion of the Management Company, the determination of the cumulative weighted average number of outstanding units is not practicable.

14. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties comprise of United Bank Limited (Holding Company of 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.

Transactions with the connected persons are carried out in the normal course of business, at agreed / contracted rates.

Remuneration of the Management Company is determined in accordance with the provisions of the NBFC Regulations and the Trust Deed.

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

Details of transactions with related parties / connected persons during the period and balances held with them at the year ended December 31, 2018 are as follows:

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Equity Sub-Fund						
Transactions for the period ended December 31, 2018						
Mark-up on bank accounts	-	905	-	-	-	-
Bank charges	-	5	-	-	-	-
Units issued (units in '000)	-	-	-	-	10,356	-
Remuneration for period (including sales tax)	11,159	-	882	-	-	-
Central Depository Service expense	-	-	28	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Equity Sub-Fund						
Transactions for the period ended December 31, 2017						
Mark-up on bank accounts	-	558	-	-	-	-
Bank charges	-	5	-	-	-	-
Units issued (units in '000)	-	-	-	-	-	10,000
Remuneration for period (including sales tax)	11,125	-	882	-	-	-
Central Depository Service expense	-	-	69	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Equity Sub-Fund						
Balances held as at December 31, 2018						
Units held (units in '000)	-	-	-	-	35	254
Units held (Rupees in '000)	-	-	-	-	21,088	153,040
Bank balances	-	33,129	-	-	-	-
Remuneration payable (including sales tax)	1,753	-	139	-	-	-
Sales load payable	226	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	239	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Equity Sub-Fund	(Rupees in '000)					
Balances held as at June 30, 2018						
Units held (units in '000)	-	-	-	-	16	276
Units held (Rupees in '000)	-	-	-	-	10,569	182,311
Bank balances	-	25,431	-	-	-	-
Remuneration payable (including sales tax)	1,863	-	146	-	-	-
Sales load payable	461	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	76	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Debt Sub-Fund	(Rupees in '000)					
Transactions for the period ended December 31, 2018						
Mark-up on bank accounts	-	906	-	-	-	-
Bank charges	-	6	-	-	-	-
Units redeemed (units in '000)	-	-	-	-	51	-
Remuneration for the period (including sales tax)	5,820	-	460	-	-	-
Central Depository Service expense	-	-	3	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Debt Sub-Fund	(Rupees in '000)					
Transactions for the period ended December 31, 2017						
Mark-up on bank accounts	-	126	-	-	-	-
Bank charges	-	5	-	-	-	-
Remuneration for the period (including sales tax)	6,335	-	503	-	-	-
Central Depository Service expense	-	-	5	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Debt Sub-Fund	(Rupees in '000)					
Balances held as at December 31, 2018						
Units held (units in '000)	-	-	-	-	2	-
Units held (Rupees in '000)	-	-	-	-	443	-
Bank balances	-	125,585	-	-	-	-
Remuneration payable (including sales tax)	957	-	76	-	-	-
Sales load payable	198	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	820	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Debt Sub-Fund						
Balances held as at June 30, 2018						
Units held (units in '000)	-	-	-	-	-	61
Units held (Rupees in '000)	-	-	-	-	-	13,140
Bank balances	-	4,186	-	-	-	-
Remuneration payable (including sales tax)	1,032	-	81	-	-	-
Sales load payable	210	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	13	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Money Market Sub-Fund						
Transactions for the period ended December 31, 2018						
Mark-up on bank accounts	-	956	-	-	-	-
Bank charges	-	14	-	-	-	-
Remuneration for the period (including sales tax)	6,024	-	476	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
	(Rupees in '000)					
Money Market Sub-Fund						
Transactions for the period ended December 31, 2017						
Profit on savings accounts	-	70	-	-	-	-
Units issued (units in '000)	-	6	-	-	-	-
Remuneration for the period (including sales tax)	5,527	-	438	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Money Market Sub-Fund	(Rupees in '000)					
Balances held as at December 31, 2018						
Units held (units in '000)	-	-	-	-	88	-
Units held (Rupees in '000)	-	-	-	-	15,937	-
Bank balances	-	138,534	-	-	-	-
Remuneration payable (including sales tax)	1,055	-	84	-	-	-
Sales load payable	23	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	884	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Money Market Sub-Fund	(Rupees in '000)					
Balances held as at June 30, 2018						
Units held (units in '000)	-	-	-	-	88	25
Units held (Rupees in '000)	-	-	-	-	15,452	4,390
Bank balances	-	1,985	-	-	-	-
Remuneration payable (including sales tax)	971	-	77	-	-	-
Sales load payable	382	-	-	-	-	-
Other payable	4	-	-	-	-	-
Mark-up receivable	-	12	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Commodity Sub-Fund	(Rupees in '000)					
Transactions for the period ended December 31, 2018						
Mark-up on bank accounts	-	13	-	-	-	-
Bank charges	-	1	-	-	-	-
Units issued (units in '000)	-	-	-	-	-	212
Units redeemed (units in '000)	-	-	-	-	-	54
Remuneration for the period (including sales tax)	43	-	3	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Commodity Sub-Fund	(Rupees in '000)					
Transactions for the period ended December 31, 2017						
Mark-up on bank accounts	-	18	-	-	-	-
Bank charges	-	1	-	-	-	-
Units issued (units in '000)	-	-	-	-	-	288
Units redeemed (units in '000)	-	-	-	-	-	51
Remuneration for the period (including sales tax)	46	-	4	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Commodity Sub-Fund	(Rupees in '000)					
Balances held as at December 31, 2018						
Units held (units in '000)	-	-	-	-	-	20
Units held (Rupees in '000)	-	-	-	-	-	2,312
Bank balances	-	76	-	-	-	-
Remuneration payable (including sales tax)	8	-	-	-	-	-
Sales load payable	1	-	-	-	-	-
Mark-up receivable	-	1	-	-	-	-
Other payable	29	-	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
Commodity Sub-Fund	(Rupees in '000)					
Balances held as at June 30, 2018						
Units held (units in '000)	-	-	-	-	-	19
Units held (Rupees in '000)	-	-	-	-	-	2,173
Bank balances	-	389	-	-	-	-
Remuneration payable (including sales tax)	7	-	-	-	-	-
Sales load payable	1	-	-	-	-	-
Mark-up receivable	-	1	-	-	-	-
Other payable	27	-	-	-	-	-

15. 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.

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 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 prices (unadjusted) in active markets 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).

As at December 31, 2018 and June 30, 2018, the fund held the following instruments measured at fair values:

December 31, 2018 (Un-audited)				
Fair value				
	Level 1	Level 2	Level 3	Total
	(Rupees in '000')			
Financial assets measured at fair value				
Equity Sub-Fund				
Quoted Equity Securities	1,082,049	-	-	1,082,049
Debt Sub-Fund				
Government Securities - Treasury Bills	-	118,068	-	118,068
Government Securities - Pakistan Investment Bonds	-	79,336	-	79,336
Debt Securities - Term Finance Certificates / Sukuks	-	71,421	-	71,421
Money Market Sub-Fund				
Government Securities - Treasury Bills	-	-	-	-
Commodity Sub-Fund				
Derivative financial instruments - Future gold contracts	223	-	-	223
	1,082,272	268,825	-	1,351,097

June 30, 2018 (Audited)				
Fair value				
	Level 1	Level 2	Level 3	Total
	(Rupees in '000')			
Financial assets measured at fair value				
Equity Sub-Fund				
Quoted Equity Securities	1,255,417	-	-	1,255,417
Debt Sub-Fund				
Government Securities - Treasury Bills	-	223,879	-	223,879
Government Securities - Pakistan Investment Bonds	-	5,996	-	5,996
Debt Securities - Term Finance Certificates / Sukuks	-	72,726	-	72,726
Money Market Sub-Fund				
Government Securities - Treasury Bills	-	163,457	-	163,457
Commodity Sub-Fund				
Derivative financial instruments - Future gold contracts	(32)	-	-	(32)
	1,255,385	466,058	-	1,721,443

16. GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees.

16.2 Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation. However, no significant reclassification has been made during the period except for note 3.2 disclosed in this condensed interim financial statement.

17. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 27, 2019 by the Board of Directors of the Pension Fund Manager.

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

--SD--

Chief Executive Officer

--SD--

Chief Financial Officer

--SD--









Director









**Be aware, Be alert,
Be safe**

**Learn about investing at
www.jamapunji.pk**

Key features:

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

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



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

 jamapunji.pk

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

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