

الامين فنڊز  
al-ameen funds



Managed by UBL Fund Managers Limited

Rated AM2++ by JCR-VIS, connoting High Management Quality.

# Condensed Interim Financial Statements

for the period ended March 31, 2017



## CORPORATE INFORMATION

### Board of Directors

Tariq Kirmani  
Chairman

Yasir Qadri  
Chief Executive Officer

Syed Furrugh Zaem  
Director

Zia Ijaz  
Director

Zulfiqar Alavi  
Director

Mirza Muhammad Sadeed  
Hassan Barlas - Director

Shabbir Hussain Hashmi  
Director

### Audit Committee

Shabbir Hussain Hashmi  
Chariman

Zia Ijaz  
Member

Syed Furrugh Zaem  
Member

Zulfiqar Alavi  
Member

Mirza Muhammad Sadeed  
Hassan Barlas  
Member

### Risk Management Committee

Zulfiqar Alavi  
Chairman

Syed Furrugh Zaem  
Member

Yasir Qadri  
Member

Tariq Kirmani  
Member

Mirza Muhammad Sadeed  
Hassan Barlas  
Member

### HR & Compensation Committee

Tariq Kirmani  
Chairman

Shabbir Hussain Hashmi  
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

Fawaz Taj Siddiqui

### Registered Office

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

### Corporate Office

8th Floor, Executive Tower,  
Dolmen City Building, Block-4,  
Clifton, Karachi, Pakistan.  
Tel: (92-21) 35290080-95  
Fax: (92-21) 35290070

### 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

AM2++ 'High Management Quality' by  
JCR-VIS Credit Rating Company  
(Harmonised with effect from May 04, 2016)

### 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  
(Formerly UBL Financial Sector Bond Fund)  
Launch Date: 29 March 2013

UBL Growth & Income Fund  
(Formerly United Growth & Income Fund)  
Launch Date: 2 March 2006

UBL Gold Fund  
Launch Date: 13 February 2013

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 Financial Planning Fund - I  
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 Financial Planning Fund - II  
Launch Date: 21 February 2017

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

### 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' Review Report**

The Board of Directors of UBL Fund Managers Limited is pleased to present to you the report of "Al-Ameen Islamic Retirement Savings Fund (AIRSF) for the nine months period ended March 31, 2017.

### **Economy & Money Market Review – 9MFY17**

Pakistan's economy has continued to remain conducive for growth during the 9MFY17, mainly on the back of lower inflation driven by stable international commodity prices, lower interest rates, substantial growth in private sector credit and stable foreign exchange reserves. The State Bank of Pakistan, in its latest report has forecasted the real GDP growth to remain within the range of 5 to 6 percent for FY17, largely owing to the rapid progress of energy projects under CPEC which will provide additional boost to industrial growth.

The State Bank of Pakistan in its latest monetary policy announcement decided to keep the policy rate unchanged at 5.75% (Discount rate at 6.25%). After lowering the policy rate by 25bps in its May'16 meeting, the SBP adopted a cautious stance given slight rise in inflation trajectory along with deteriorating current account, and hence kept its policy rate unchanged during the last five policy announcements.

Inflation for 9MFY17 averaged at 4.0%YoY against 2.6% reported during same period last year. The increase in inflation was primarily due to low base effect and now it has approached a more sustainable level. Inflation is expected to remain under control for the remainder of the year considering stability in commodity prices. Oil prices have remained in the range of USD40-55 per barrel during 9MFY17. While OPEC and Non-OPEC members have agreed to reduce output by 1.8 million barrels per day, the threat of inventory build-up and US shale oil production continue to weigh on oil prices. In the recent meeting of member countries, they have expressed their interest to extend their deal of cutting output for another six months, therefore the oil prices are expected to remain stable in the vicinity of USD50 per barrel.

The current account deficit in 8MFY17 widened by 121% YoY to USD 5.47bn which has exceeded its full year official target, compared to a deficit of USD 2.48bn during the same period last year. The primary reason was a rise in trade deficit, which widened by 27%. The increase in imports of LNG, machinery and rise in consumption of petroleum products along with declining exports led to expansion of this deficit. Despite declining inflows from Foreign Remittances, the Foreign Reserves position remained comfortable amid decent financial account supported by CSF inflow of USD 550mn. Due to low exports and slowdown in remittances, pressure on current account is expected to continue, though the PKR 180bn export package is expected to help in supporting the declining exports. Majority of the current account deficit, however, is expected to be funded by financial and capital account inflows, in the form of Eurobonds and foreign investments.

Yields of long term instruments were adjusted upwards by ~ 80 bps during 9MFY17 in anticipation of uptick in inflation. The Government in nine PIB auctions mopped up PKR 804bn against the target of PKR 405bn. Major Participation was seen to be highly skewed towards three year paper.

The economic recovery is expected to gain further impetus on the back of lower interest rates, lower oil prices, forex reserves, and growth in credit provision to private sector by banks. Government's signing of historic pact under China Pakistan Economic Corridor (CPEC) and progress on power projects promise to boost investments in infrastructure. These developments will help Pakistan's economy to enter into a sustainable growth phase.

### **Stock Market Review – 9MFY17**

The Pakistan Stock Exchange achieved a historical milestone in the start of the CY17, as the KSE-100 Index succeeded to cross the landmark of 50,000 points marking itself as a Top-Stock Market in the region, but due to uncertainty on the margin financing product and volatile political situation, the market failed to close above the psychological benchmark. However, due to strong fundamentals at the corporate front and stable international oil prices, PSX has managed to uphold its bull-run at the end of 9MFY17 where the KSE-100 Index generated a return of 27.5% and reached 48,156 points by end of March-17. The sectors which outperformed include

Engineering, Automobile & Parts, Chemicals and Oil & Gas Marketing Companies on account of increase in consumer demand and improvement in product margins.

The local investors remained net-buyers during 9MFY17 absorbing foreign selling of around USD 482.5mn. Regional emerging markets had been under pressure post US election, amid expectations of a strong USD and increased risk perception of emerging market equities. In contrast, improving domestic economic prospects along with attractive valuations helped the index continue its bullish trend. The mutual fund industry remained on the forefront for absorbing foreign selling of around USD 418.9mn and depicting confidence in fundamental strength of Pakistan's equity market.

Major developments during 9MFY17 included OPEC's decision to cut oil production, sale of 40% strategic stake of PSX to a Chinese consortium, inclusion of Chinese Stakeholders on PSX's Board, and gradual execution of projects under the CPEC. Stable oil prices are expected to keep inflation under control and help improve trade balance. Ongoing boom in infrastructure development is expected to fuel demand of Cement, Steel, Glass and Autos leading to appreciation of price levels of companies in the respective sectors. Going forward, we expect foreign flows to increase on account of MSCI reclassification which will further boost the stock market. Meanwhile, growing consumer demand due to low interest rate environment and increasing per capita income will continue to generate interest in cyclical industries.

#### **Fund performance and operational review**

##### **Al-Ameen Islamic Retirement Savings Fund**

The Fund comprises of three sub funds namely Equity sub-fund, Debt sub-fund and Money Market sub-fund. The Fund as a whole earned a net profit after tax of PKR 413.186 million during the nine months period and fund size stood at PKR 2,259.448 million as at March 31, 2017.

<b>Al-Ameen Islamic Retirement Savings Fund</b>	<b>ESF</b>	<b>DSF</b>	<b>MMSF</b>
Gross Income (PKR Mn)	421.796	18.328	10.934
Net Profit After Tax (PKR Mn)	392.891	12.393	7.903
Fund Size as of March 31, 2017 (PKR Mn)	1,573.904	416.181	269.363
NAV as of March 31, 2017 (PKR)	751.49	157.03	151.51
FYTD Return (%)	33.27%	4.08%	4.02%

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

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

Al-Ameen Islamic Retirement Savings Fund	Since Inception % p.a.	12 Month Rolling
<b>High Volatility</b>	28.5%	38.8%
<b>Medium volatility</b>	20.3%	25.7%
<b>Low volatility</b>	13.5%	14.8%
<b>Lower volatility</b>	6.5%	3.8%

**Future Outlook**

The oil prices have stabilized after the deal of cutting oil output and the member countries are looking to extend this deal for another six-month which will continue to keep oil prices steady. Inflation is expected to stay under control and remain within the SBP's forecasted range, while low oil prices will help rein in the subsidies provided to power sector and prevent circular debt from increasing.

We continue to maintain a positive outlook on the local equity market in the short to medium-term. Low interest rates, higher GDP growth, and strong corporate earnings growth is expected to fuel the equity market over the long-term. The fundamentals of the equity market are intact and the market is trading at a significant discount compared to the regional peers. MSCI's reclassification of Pakistan into its Emerging market index, progress on China-Pakistan Economic Corridor, and double digit growth in corporate earnings is expected to lead to further rerating of the market. Furthermore, acquisition of PSX by Shanghai Stock Exchange led consortium will also bring multiple benefits such as new products, improved PSX perception, and possible cross listings. Low yields on fixed income securities and the positive outlook of the overall country's economy makes it all the more important for investors to allocate a portion of their portfolios to equities. While uncertainty on the political front is expected to contribute to the equity market volatility, we expect strong fundamentals to drive the market in the medium-term.

**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 OFFICER**

Karachi, Dated: April 11, 2017

یو بی ایل فنڈز نیچر لمیٹڈ کے بورڈ آف ڈائریکٹرز نہایت مسرت کے ساتھ 31 مارچ 2017 کو ختم ہونے والے نو مہینوں کے لیے "الامین اسلامک ریٹائرمنٹ سیونگز فنڈ" (AIRSF) کی عبوری مالیاتی معلومات پیش کر رہے ہیں۔

### معاشی اور منی مارکیٹ کا جائزہ۔ 9MFY17

9MFY17 میں حالات پاکستانی معیشت کی ترقی کے لیے سازگار رہے، جس کی اہم وجہ عالمی سطح پر کموڈٹی اشیاء کی کم قیمتیں، کم شرح سود، پرائیوٹ سیکٹر کریڈٹ میں مستحکم پیداوار اور زرمبادلہ کے ذخائر میں استحکام ہے۔ اسٹیٹ بینک آف پاکستان نے اپنی حالیہ رپورٹ میں FY17 کے دوران جی ڈی پی کی شرح پیداوار 5 تا 6 فیصد کے درمیان رہنے کی پیش گوئی کی ہے، جس کی اہم وجہ CPEC کے تحت جاری توانائی کے پروڈیکٹس میں تیز رفتار پیش رفت ہے جو کہ صنعتی ترقی میں بھرپور افزائش مہیا کریں گے۔

اسٹیٹ بینک آف پاکستان نے اپنی حالیہ مانیٹری پالیسی اعلامیے میں پالیسی ریٹ کو بغیر تبدیل کیے 5.75 فیصد پر برقرار رکھنے کا فیصلہ کیا ہے (ڈسکاؤنٹ ریٹ 6.25 فیصد پر موجود ہے)۔ مئی 2016 میں منعقدہ اجلاس میں پالیسی ریٹ 25bps کمی کے بعد، اسٹیٹ بینک آف پاکستان نے کرنٹ اکاؤنٹ کی خراب صورتحال کے سبب افراط زر میں معمولی اضافے کا محتاط موقف اپنایا اور پہلی پانچ پالیسی اعلامیوں میں پالیسی ریٹ میں کوئی تبدیلی نہیں ہے۔

9MFY17 میں افراط زر کی اوسط شرح 4.0 فیصد رہی جو کہ گزشتہ سال اسی مدت کے دوران 2.6 فیصد تھی۔ افراط زر میں اضافے کی بنیادی وجہ ٹھنکی سطح پر ہونے والے افراط زر کے اثرات ہیں جبکہ اب افراط زر مناسب سطح پر پہنچ چکا ہے۔ کموڈٹی اشیاء کی قیمتوں میں استحکام کے سبب بقیہ سال کے دوران افراط زر کی شرح قابو میں رہنے کی توقع ہے۔ تیل کی قیمتیں 9MFY17 کے دوران 40-55 امریکی ڈالر فی بیرل رہی ہیں۔ جبکہ اوپیک اور نان اوپیک اراکین تیل کی پیداوار 1.8 بلین بیرل فی دن کم کرنے پر رضامند ہو چکے ہیں، انویٹری بلڈ۔ اپ اور یو ایس شیل آئل پروڈکشن کے خدشات کے سبب تیل کی قیمتوں کا انحصار ان پر رہا۔ اراکین ممالک کے حالیہ اجلاس میں، اراکین نے مزید چھ ماہ تک پیداوار میں کمی کے معاہدے کو جاری رکھنے میں دلچسپی کا اظہار کیا۔ یہی وجہ ہے کہ تیل کی قیمتیں 50 امریکی ڈالر فی بیرل تک رہنے کی توقع ہے۔

9MFY17 میں کرنٹ اکاؤنٹ خسارہ 121 فیصد اضافے سے 5.47 بلین ڈالر رہا، جو کہ پورے سال کے سرکاری ہدف سے زیادہ ہے، جبکہ گزشتہ سال اسی مدت کے دوران کرنٹ اکاؤنٹ خسارہ 2.48 بلین ڈالر تھا۔ اس کی بنیادی وجہ تجارتی خسارے میں اضافہ ہے، جس میں 27 فیصد اضافہ ہوا۔ ایل این جی، مشینری کی درآمدات میں اضافہ اور گرتی ہوئی درآمدات کے ساتھ پیٹرولیم مصنوعات کے استعمال میں اضافہ، اس خسارے میں اضافے کی وجہ بنا۔ ترسیلات زر میں ہوتی کمی کے باوجود زرمبادلہ کے ذخائر مستحکم پوزیشن پر موجود ہیں جو کہ 550 بلین امریکی ڈالر ہیں۔ برآمدات اور ترسیلات زر میں کمی کے سبب کرنٹ اکاؤنٹ پر دباؤ کا سلسلہ جاری رہنے کی توقع ہے تاہم 180 بلین روپے کے برآمدی ہیکج سے گرتی ہوئی برآمدات کو سہارا ملنے کی امید ہے۔ کرنٹ اکاؤنٹ خسارے کو یورو بانڈز اور غیر ملکی سرمایہ کاری کی صورت میں مالیاتی اور کیپٹل کرنٹ ان فلو سے مالی معاونت ملنے کی توقع ہے۔

9MFY17 میں افراط زر کی شرح بڑھنے کی وجہ سے، طویل المدت انسٹرومنٹس کی پیداوار تقریباً 80 bps تک ایڈجسٹ ہو گئی ہے۔ حکومت نے نو عدد پی آئی بی نیلام عام میں 405 بلین روپے کے ہدف کے مقابلے میں تقریباً 804 بلین روپے حاصل کیے۔ تین سال پیمبر کی جانب شمولیت میں زیادہ اضافہ دیکھا گیا۔

ہمیں یقین ہے کہ کم شرح سود، تیل کی کم قیمتوں، وافر فاریکس ذخائر اور بینکوں کی جانب سے نجی شعبوں کو کریڈٹ کی فراہمی کے سبب 2HFY17 میں معاشی بحالی مزید بہتری کی جانب بڑھے گی۔ چین پاکستان معاشی راہداری کے سلسلے میں حکومت کی جانب سے کیے جانے والی تاریخ ساز معاہدے اور توانائی کے پروڈیکٹس کی ترقی کے لیے کیے گئے وعدوں سے انفراسٹرکچر میں سرمایہ کاری کو بڑھانے میں مدد ملے گی۔ یہ ترقیاتی اقدامات پاکستانی معیشت کی پائیدار ترقی کے لیے اہم کردار ادا کرے گی۔

## اشاک مارکیٹ کا جائزہ۔ 9MFY17

CY17 کے آغاز میں پاکستان اشاک ایکسچینج KSE-100 انڈیکس نے 50,000 پوائنٹس کے ہدف سے آگے بڑھتے ہوئے تاریخی سنگ میل عبور کیا اور خطے میں سرفہرست اشاک مارکیٹ میں جگہ بنائی لیکن مالیاتی پروڈکٹس کے غیر یقینی منافع اور غیر مستحکم سیاسی صورتحال کے سبب اشاک مارکیٹ اس نفسیاتی حد سے آگے بڑھنے میں ناکام رہی۔ تاہم کارپوریٹ سطح پر مضبوط بنیادی اصولوں اور تیل کی بین الاقوامی سطح پر مستحکم قیمتوں کے سبب، پاکستان اشاک ایکسچینج نے بڑھوار کا سلسلہ متواتر جاری رکھا اور مارچ 17 کے اختتام پر 48,156 پوائنٹس کے ساتھ 27.5 فیصد منافع کمایا۔ آٹوموبائل اور پرزہ جات، انجینئرنگ، آئل اینڈ گیس اور کیمیکل کے شعبوں نے صارفین کی جانب سے بڑھتی ہوئی طلب اور تیل کی قیمتوں میں بہتری کے سبب بہتر کارکردگی دکھائی۔

9MFY17 کے دوران مقامی سرمایہ کاری نیٹ خریدار رہے اور 482.5 ملین ڈالر کی غیر ملکی فروخت دیکھی گئی۔ امریکی انتخابات کے بعد، امریکہ کے مزید مضبوط ہوجانے کی توقعات سے، ریجنل ایمرجنگ مارکیٹ دباؤ کا شکار رہی۔ اس کے برعکس، مقامی معیشت میں بہتری کے امکانات اور پیکس و پلوییشن نے انڈیکس میں اضافے کے رجحان میں بھرپور مدد فراہم کی۔ میوچل فنڈ انڈسٹری سب سے آگے رہی اور 418.9 ملین ڈالر کی غیر ملکی فروخت کے ساتھ پاکستان کی ایکویٹی مارکیٹ کی کلیدی طاقت پر اعتماد کو ظاہر کیا۔

9MFY17 میں ہونے والی اہم پیش رفتوں میں اوپیک کا تیل کی پیداوار میں کمی، پاکستان اشاک ایکسچینج کا چائنیز کنسورٹیم کو 40 فیصد اسٹریٹیجک اسٹیک کی فروخت، چائنیز اسٹیک ہولڈرز کی پاکستان اشاک مارکیٹ کے بورڈ میں شمولیت اور چین پاکستان معاشی راہداری کے تحت معاہدوں پر بتدریج عمل درآمد شامل ہیں۔ تیل کی مستحکم قیمتوں سے توقع ہے کہ افراط زر کی شرح زیر قابو رہے گی جس سے تجارتی خسارے کو بہتر بنانے میں مدد ملے گی۔ انفراسٹرکچر سے متعلق جاری ترقیاتی منصوبوں کے سبب سیمنٹ، اسٹیل اور شیشے کی طلب میں اضافہ متوقع ہے۔ مزید برآں ہمیں IMSC ایمرجنگ ری کلائسٹکیشن کے سلسلے میں غیر ملکی رقوم کی آمد متوقع ہے جس سے اشاک مارکیٹ میں تیزی کا سلسلہ آئے گا۔ اس کے ساتھ ساتھ، کم شرح سود کے سبب صارفین کی بڑھتی ہوئی طلب اور فی کس آمدنی میں اضافے سے متعدد سائبریز جیسے کہ آٹوموبائل انڈسٹری میں ترقی ہونی چاہئے۔

فنڈز کی کارکردگی اور آپریشنل جائزہ

الامین اسلامک ریٹائرمنٹ سیونگز فنڈ

یہ فنڈ تین عدد ذیلی فنڈز پر مشتمل ہے جن کے نام ایکویٹی سب فنڈ، ڈیبٹ سب فنڈ اور منی مارکیٹ سب فنڈ ہیں۔ 31 مارچ 2017 کو مکمل ہونے والے نو مہینوں کے دوران، فنڈز کا بعد از ٹیکس نیٹ پرفارمنس 413.186 ملین روپے رہی جبکہ فنڈ کا حجم 2,259.448 ملین روپے پر موجود ہے۔

MMSF	DSF	ESF	یو بی ایل اسلامک ریٹائرمنٹ سیونگز فنڈ
10.934	18.328	421.796	گروس انکم (ملین روپے)
7.903	12.393	392.891	نیٹ پروفٹ بعد از ٹیکس (ملین روپے)
269.363	416.181	1,573.904	31 مارچ 2017 تک فنڈ سائز (ملین روپے)
151.51	157.03	751.49	31 مارچ 2017 تک NAV (روپے)
4.02%	4.08%	33.27%	FYTD ریٹرن (%)

مندرجہ ذیل فہرست میں خاکہ واضح کیا گیا ہے کہ سرمایہ کاروں نے اپنے پورٹ فولیو ایلوکیشن پر انحصار کرتے ہوئے کتنا منافع حاصل کیا ہے۔ اس سال کے دوران ایلوکیٹی مارکیٹ میں تیزی کے رجحان کے سبب، یہ بات حیران کن نہیں ہے کہ زیادہ اتار چڑھاؤ والے پورٹ فولیوز نے زیادہ منافع کمایا ہے۔

ایلوکیشنز	ESF	DSF	MMSF
زیادہ اتار چڑھاؤ	80%	20%	0%
درمیانہ اتار چڑھاؤ	50%	40%	10%
کم اتار چڑھاؤ	25%	60%	15%
بہت کم اتار چڑھاؤ	0%	60%	40%

الامین اسلامک ریٹائرمنٹ سیونگز فنڈ	آغاز سے سالانہ فیصد منافع	12 ماہ کے دوران منافع
زیادہ اتار چڑھاؤ	28.5%	38.8%
درمیانہ اتار چڑھاؤ	20.3%	25.7%
کم اتار چڑھاؤ	13.5%	14.8%
بہت کم اتار چڑھاؤ	6.5%	3.8%

### مستقبل کے خدو خال

تیل کی سپلائی کم کرنے کے معاہدے کے بعد قیمتیں، اب مستحکم ہو چکی ہیں اور اراکین ممالک آئندہ آنے والے مزید چھ ماہ تک اسی سلسلے کو جاری رکھنے پر متفق ہیں جس سے تیل کی قیمتیں مستحکم رہیں گی۔ افراط زر کی شرح قابو میں رہتے ہوئے اسٹیٹ بینک آف پاکستان کی پیش گوئی کے مطابق رہنے کا واضح امکان ہے، جبکہ تیل کی کم قیمتیں توانائی کے شعبوں کو مہیا کی جانے والی رعایت میں مدد فراہم کریں گی اور ڈیبٹ بڑھنے سے بچائیں گی۔

ہم مختصر تا درمیانی مدت کی مقامی ایلوکیٹی مارکیٹ میں مثبت خدو خال برقرار رکھیں گے، طویل المدت میں ایلوکیٹی مارکیٹ کو سپورٹ مہیا کرنے کے لیے کم شرح سود GDR کی زیادہ افزائش اور کارپوریٹ اداروں کی زیادہ آمدنی متوقع ہے۔ اسٹاک مارکیٹ کے بنیادی عوامل اپنے مقام پر موجود ہیں اور مارکیٹ دیگر علاقائی مارکیٹوں کے مقابلے میں زیادہ بہتر ڈسکاونٹ پر تجارت کر رہی ہے MSCL کی پاکستان کی ایمرجنگ مارکیٹ میں ری کلائفیکیشن، چین پاکستان معاشی راہداری پر ترقیاتی سرگرمیاں اور میکرو اکنامک گروتھ کے سبب متوقع ہے کہ اسٹاک مارکیٹ کی ریٹنگ دوبارہ کی جائے۔ مزید یہ کہ شنگھائی اسٹاک ایکسچینج کے پاکستان اسٹاک ایکسچینج کو اپنی تحویل میں لینے کے سبب متعدد فوائد حاصل ہوں گے جیسے نئی پروڈکٹس پیش کی جائیں گی، پاکستان اسٹاک ایکسچینج کا تصور مزید بہتر ہوگا اور لسٹنگ میں بھی بہتری آئے گی۔ فلکسڈ انکم سیکورٹیز میں کم پیداوار اور ملکی معیشت کے مثبت خدو خال سرمایہ کاروں کے لیے اس امر کو اور بھی اہم بناتے ہیں کہ وہ اپنے پورٹ فولیو کا حصہ ایلوکیٹی میں ضرور مختص کریں، ہم توقع رکھتے ہیں کہ اہم مضبوط بنیادی اصول درمیانی مدت میں مارکیٹ کی بہتری کا سبب بنیں گے۔

اظہارِ تشکر

ہم اپنے معزز یونٹ ہولڈرز کے شکرگزار ہیں جنہوں نے ہمیشہ یو بی ایل فنڈ فیڈرز لمیٹڈ پر یقین اور اعتماد کیا۔ ہم سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، شریعہ ایڈوائزری بورڈ اور سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (ٹرسٹی) کی جانب سے ان کی مسلسل حمایت، راہنمائی اور تعاون کو تسلیم کرتے ہیں۔ اس موقع پر بورڈ تہہ دل سے اپنے ملازمین کا انتھک محنت اور عزم کے ساتھ خدمات انجام دینے پر شکر یہ ادا کرتا ہے۔

بورڈ کے لیے اور جانب سے

یاسر قادری  
چیف ایگزیکٹو آفیسر

کراچی: 11 اپریل 2017

فنڈز کی کارکردگی اور آپریشنل جائزہ  
الامین اسلاک ریٹائرمنٹ سیونگز فنڈ

یہ فنڈ تین عدد ذیلی فنڈز پر مشتمل ہے جن کے نام ایکویٹی سب فنڈ، ڈیبٹ سب فنڈ اور منی مارکیٹ سب فنڈ ہیں۔ 31 دسمبر 2016 کو ششماہی مدت مکمل ہونے پر، فنڈز کی نیٹ انکم 318.625 ملین روپے رہی جبکہ فنڈ کا حجم 2,069.583 ملین روپے پر موجود ہے۔

# AIRSF

## Al-Ameen Islamic Retirement Savings Fund

### INVESTMENT OBJECTIVE

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

<b>Pension Fund Manager</b>	UBL Fund Managers Limited
<b>Trustee</b>	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
<b>Distribution Company</b>	United Bank Limited  (for detail of others, please visit our website: <a href="http://www.ublfunds.com.pk">www.ublfunds.com.pk</a> )
<b>Auditors</b>	Deloitte - M.Yousuf Adil Saleem & Co.
<b>Bankers</b>	Bank Alfalah Limited - Islamic Banking BankIslami Pakistan Limited Faysal Bank Limited- Islamic Banking Habib Bank Limited - Islamic Banking Habib Metropolitan Bank Limited- Islamic Banking Meezan Bank Limited Soneri Bank Limited - Islamic Banking United Bank Limited
<b>Management Co.Rating</b>	AM2+ (JCR-VIS)
<b>Fund Rating</b>	Not rated

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES**  
**As at March 31, 2017**

Note	March 31, 2017 (Unaudited)				June 30, 2016 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
----- (Rupees in "000') -----									
<b>ASSETS</b>									
Bank balances	4	138,519	29,021	119,827	287,367	107,053	71,336	47,512	225,901
Term Deposit Musharka	5	-	105,000	100,000	205,000	-	80,000	80,000	160,000
Investments	6	1,468,375	284,253	50,675	1,803,303	1,113,327	246,966	58,395	1,418,688
Advance Tax		510	205	131	846	703	173	131	1,007
Dividend and other receivables		12,653	3,915	1,859	18,427	26,091	11,717	6,480	44,288
<b>TOTAL ASSETS</b>		<b>1,620,057</b>	<b>422,394</b>	<b>272,492</b>	<b>2,314,943</b>	<b>1,247,174</b>	<b>410,192</b>	<b>192,518</b>	<b>1,849,884</b>
<b>LIABILITIES</b>									
Payable to UBL Fund Managers Limited - Pension Fund Manager		3,598	1,092	493	5,183	2,058	862	336	3,256
Payable to Trustee		183	49	31	263	137	48	22	207
Payable to the Securities and Exchange Commission of Pakistan		338	106	53	497	288	106	56	450
Accrued expenses and other liabilities	7	42,034	4,965	2,552	49,551	42,580	4,436	2,387	49,403
<b>TOTAL LIABILITIES</b>		<b>46,153</b>	<b>6,212</b>	<b>3,129</b>	<b>55,494</b>	<b>45,063</b>	<b>5,452</b>	<b>2,801</b>	<b>53,316</b>
<b>NET ASSETS</b>		<b>1,573,904</b>	<b>416,182</b>	<b>269,363</b>	<b>2,259,449</b>	<b>1,202,111</b>	<b>404,740</b>	<b>189,717</b>	<b>1,796,568</b>
<b>PARTICIPANTS' SUB-FUNDS (AS PER STATEMENT ATTACHED)</b>		<b>1,573,904</b>	<b>416,182</b>	<b>269,363</b>	<b>2,259,449</b>	<b>1,202,111</b>	<b>404,740</b>	<b>189,717</b>	<b>1,796,568</b>
<b>CONTINGENCIES AND COMMITMENTS</b>									
	9	----- (Number of Units) -----							
<b>NUMBER OF UNITS IN ISSUE</b>	10	<b>2,094,374</b>	<b>2,650,249</b>	<b>1,777,832</b>		<b>2,131,790</b>	<b>2,656,498</b>	<b>1,290,015</b>	
		----- (Rupees) -----							
<b>NET ASSET VALUE PER UNIT</b>		<b>751.49</b>	<b>157.03</b>	<b>151.51</b>		<b>563.90</b>	<b>152.36</b>	<b>147.07</b>	

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

- Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
**For the nine months ended March 31, 2017**

Note	Nine months ended March 31, 2017 (unaudited)				Nine months ended March 31, 2016 (audited)			
	Equity Sub-Fund	Debt	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees in "000") -----								
<b>Income</b>								
Financial income	2,114	17,403	9,014	28,531	2,187	12,849	7,183	22,219
Capital gain / (loss) on sale of investments - net	175,378	(115)	-	175,263	8,749	(485)	(378)	7,886
Dividend income	32,143	-	-	32,143	23,755	-	-	23,755
	<u>209,635</u>	<u>17,288</u>	<u>9,014</u>	<u>235,937</u>	<u>34,691</u>	<u>12,364</u>	<u>6,805</u>	<u>53,860</u>
Unrealised appreciation/ (diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss - net	<u>197,367</u>	<u>1,867</u>	<u>280</u>	<u>199,514</u>	<u>38,318</u>	<u>824</u>	<u>375</u>	<u>39,517</u>
	<u>407,002</u>	<u>19,155</u>	<u>9,294</u>	<u>435,451</u>	<u>73,009</u>	<u>13,188</u>	<u>7,180</u>	<u>93,377</u>
<b>Expenses</b>								
Remuneration to UBL Fund Managers - Pension Fund Manager	15,354	4,832	2,414	22,600	9,126	3,381	1,888	14,395
Sales tax on Pension Fund Manager's remuneration	1,996	628	314	2,938	1,278	473	264	2,015
Remuneration to Trustee	1,443	456	227	2,126	1,057	382	213	1,652
Annual fee of Securities and Exchange Commission of Pakistan	338	106	53	497	201	75	42	318
Auditors' remuneration	89	89	89	267	98	98	98	294
Securities transaction costs	4,684	9	-	4,693	2,256	18	9	2,283
Custody and settlement charges	1,188	4	-	1,192	746	2	-	748
Printing expense	-	-	-	-	189	129	89	407
Bank and other charges	571	81	72	724	83	86	73	242
Provision for Indirect taxes and duties	-	-	-	-	1,665	617	344	2,626
	<u>25,663</u>	<u>6,205</u>	<u>3,169</u>	<u>35,037</u>	<u>16,699</u>	<u>5,261</u>	<u>3,020</u>	<u>24,980</u>
<b>Net income for the period from operating activities</b>	<u>381,339</u>	<u>12,950</u>	<u>6,125</u>	<u>400,414</u>	<u>56,310</u>	<u>7,927</u>	<u>4,160</u>	<u>68,397</u>
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net	14,794	(827)	1,640	15,607	12,744	1,424	138	14,306
Reversal / (Provision) for Workers' Welfare Fund	8 4,616	518	296	5,430	(1,355)	(185)	(84)	(1,624)
Provision for Sindh Workers' Welfare Fund	8 (7,859)	(248)	(158)	(8,265)	-	-	-	-
<b>Net income for the period before taxation</b>	<u>392,890</u>	<u>12,393</u>	<u>7,903</u>	<u>413,186</u>	<u>67,699</u>	<u>9,166</u>	<u>4,214</u>	<u>81,079</u>
Taxation	11 -	-	-	-	-	-	-	-
<b>Net income for the period after taxation</b>	<u>392,890</u>	<u>12,393</u>	<u>7,903</u>	<u>413,186</u>	<u>67,699</u>	<u>9,166</u>	<u>4,214</u>	<u>81,079</u>
<b>Earning per unit</b>	12							

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**CONDENSED INTERIM INCOME STATEMENT (UNAUDITED)**  
**For the quarter ended March 31, 2017**

Note	Quarter ended March 31, 2017				Quarter ended March 31, 2016			
	Equity Sub-Fund	Debt	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
----- (Rupees in "000") -----								
<b>Income</b>								
Financial income	712	5,619	3,378	9,709	942	4,850	2,518	8,310
Capital (loss) / gain on sale of investments - net	72,352	(115)	-	72,237	(3,492)	(150)	(90)	(3,732)
Dividend income	7,657	-	-	7,657	7,652	-	-	7,652
	<b>80,721</b>	<b>5,504</b>	<b>3,378</b>	<b>89,603</b>	<b>5,102</b>	<b>4,700</b>	<b>2,428</b>	<b>12,230</b>
Unrealised appreciation/ (diminution) on remeasurement of investments classified as financial assets at fair value through profit or loss - net	(2,670)	(1,895)	(550)	(5,115)	1,219	46	(148)	1,117
	<b>78,051</b>	<b>3,609</b>	<b>2,828</b>	<b>84,488</b>	<b>6,321</b>	<b>4,746</b>	<b>2,280</b>	<b>13,347</b>
<b>Expenses</b>								
Remuneration to UBL Fund Managers - Pension Fund Manager	5,705	1,544	927	8,176	3,327	1,278	651	5,256
Sales tax on Pension Fund Manager's remuneration	742	201	121	1,064	466	179	91	735
Remuneration to Trustee	540	133	80	753	381	146	74	601
Annual fee of Securities and Exchange Commission of Pakistan	125	34	20	179	73	28	15	116
Auditors' remuneration	18	18	18	54	30	25	25	80
Securities transaction costs	1,779	5	-	1,784	1,246	-	6	1,252
Custody and settlement charges	433	2	-	435	357	1	-	358
Printing expense	-	-	-	-	55	8	5	68
Bank and other charges	148	(11)	31	168	42	38	52	132
Provision for indirect duties and taxes	-	-	-	-	607	233	119	959
	<b>9,490</b>	<b>1,926</b>	<b>1,197</b>	<b>12,613</b>	<b>6,584</b>	<b>1,936</b>	<b>1,038</b>	<b>9,557</b>
<b>Net income for the period from operating activities</b>	<b>68,561</b>	<b>1,683</b>	<b>1,631</b>	<b>71,875</b>	<b>(263)</b>	<b>2,810</b>	<b>1,242</b>	<b>3,790</b>
Element of income / (loss) and capital gains / (losses) included in the prices of units issued less those in units redeemed - net	18,165	(52)	1,034	19,147	4,804	735	60	5,599
Reversal / (Provision) for Workers' Welfare Fund	4,616	518	296	5,430	(89)	(47)	(25)	(161)
Provision for sindh Workers' Welfare Fund	(7,859)	(248)	(158)	(8,265)	-	-	-	-
<b>Net income for the period before taxation</b>	<b>83,483</b>	<b>1,901</b>	<b>2,803</b>	<b>88,187</b>	<b>4,452</b>	<b>3,498</b>	<b>1,277</b>	<b>9,228</b>
Taxation	-	-	-	-	-	-	-	-
<b>Net income for the period after taxation</b>	<b>83,483</b>	<b>1,901</b>	<b>2,803</b>	<b>88,187</b>	<b>4,452</b>	<b>3,498</b>	<b>1,277</b>	<b>9,228</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**For the nine months ended March 31, 2017**

	Nine months ended March 31, 2017 (unaudited)				Nine months ended March 31, 2016 (audited)			
	Equity Sub-Fund	Debt	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in "000') -----							
Net income for the period after taxation	392,890	12,393	7,903	413,186	67,699	9,166	4,213	81,079
Net unrealised diminution on the re-measurement of investments classified as available for sale	-	-	-	-	-	-	-	-
Unrealised diminution on the re-measurement of investments classified as available for sale transferred to the income statement on disposal / maturity	-	-	-	-	-	(49)	(47)	(96)
<b>Total comprehensive income for the period</b>	<b>392,890</b>	<b>12,393</b>	<b>7,903</b>	<b>413,187</b>	<b>67,699</b>	<b>9,117</b>	<b>4,166</b>	<b>80,983</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
For the quarter ended March 31, 2017

	Quarter ended March 31, 2017				Quarter ended March 31, 2016			
	Equity Sub-Fund	Debt	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in "000') -----							
Net income for the period after taxation	89,551	2,107	2,903	94,561	4,452	3,498	1,277	9,227
Net unrealised diminution on the re-measurement of investments classified as available for sale	-	-	-	-	-	-	-	-
Unrealised diminution on the re-measurement of investments classified as available for sale transferred to the income statement on disposal / maturity	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>89,551</b>	<b>2,107</b>	<b>2,903</b>	<b>94,561</b>	<b>4,452</b>	<b>3,498</b>	<b>1,277</b>	<b>9,227</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)**  
**For the nine months ended March 31, 2017**

	Nine months ended March 31, 2017 (unaudited)				Nine months ended March 31, 2016 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	----- (Rupees in "000') -----							
<b>Net assets at the beginning of the period</b>	1,202,111	404,740	189,717	1,796,568	1,202,111	404,740	189,717	1,796,568
Amount received on issuance of units -net	414,192	205,942	263,476	883,609	425,388	210,331	104,046	739,765
Effect of reallocation	(20,298)	16,899	3,399	-	(88,641)	52,149	36,492	-
Amount paid on redemption of units - net	(400,197)	(224,619)	(193,492)	(818,308)	(89,093)	(154,110)	(127,841)	(371,044)
	(6,303)	(1,778)	73,383	65,301	247,654	108,370	12,697	368,721
Element of (income) / loss and capital (gains) / losses included in the prices of units sold less those of units redeemed - net	(14,794)	827	(1,640)	(15,607)	(12,744)	(1,424)	(138)	(14,306)
Net unrealised diminution on the re-measurement of investments classified as available for sale	-	-	-	-	-	-	-	-
unrealised appreciation on the re-measurement of investments classified as available for sale transferred to the income statement on disposal / maturity	-	-	-	-	-	(49)	(47)	(96)
Capital gain/ (loss) on sale of investments - net	175,378	(115)	-	175,263	8,749	(485)	(378)	7,886
Unrealised gain on re-measurement of investments classified as financial assets at fair value through profit and loss - net	197,367	1,867	280	199,514	38,318	824	375	39,517
Other net income	20,145	10,641	7,623	38,409	20,632	8,827	4,216	33,675
	392,890	12,393	7,903	413,186	67,699	9,166	4,213	81,078
<b>Net assets at the end of the period</b>	<b>1,573,904</b>	<b>416,182</b>	<b>269,363</b>	<b>2,259,449</b>	<b>1,504,720</b>	<b>520,803</b>	<b>206,442</b>	<b>2,231,965</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND (FORMERLY UBL ISLAMIC RETIREMENT SAVING FUND)**  
**STATEMENT OF CASH FLOWS (UNAUDITED)**  
**For the nine months ended March 31, 2017**

	Nine months ended March 31, 2017 (unaudited)				Nine months ended March 31, 2016 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	(Rupees in "000')							
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>								
Net income for the period before taxation	392,890	12,393	7,903	413,186	67,699	9,166	4,213	81,078
<b>Adjustments:</b>								
Financial income	(2,114)	(17,403)	(9,014)	(28,531)	(2,187)	(12,849)	(7,183)	(22,219)
Dividend income	(32,143)	-	-	(32,143)	(23,755)	-	-	(23,755)
Capital (gain) on sale of investments - net	(175,378)	115	-	(175,263)	(8,749)	485	378	(7,886)
Unrealised gain on remeasurement of investments classified as financial assets at fair value through profit or loss - net	(197,367)	(1,867)	(280)	(199,514)	(38,318)	(824)	(375)	(39,517)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net (Reversal) / provision for Workers' Welfare Fund	(14,794)	827	(1,640)	(15,607)	(12,744)	(1,424)	(138)	(14,306)
Provision for Sindh Workers' Welfare Fund	(4,616)	(518)	(296)	(5,430)	1,355	185	84	1,624
Provision for Indirect taxes and duties	7,859	248	158	8,265	-	-	-	-
	7	-	-	-	1,665	617	344	2,626
	(25,663)	(6,205)	(3,169)	(35,037)	(15,034)	(4,644)	(2,677)	(22,355)
<b>Decrease / (Increase) in assets</b>								
Deposits and other receivables	15,521	9,019	3,555	28,095	(9,423)	(31)	(97)	(9,551)
Investments - net	17,696	(35,535)	8,000	(9,839)	277,000	16,958	7,970	301,928
Term Deposit Musharka	-	(25,000)	(20,000)	(45,000)	-	(25,000)	(25,000)	(50,000)
	33,217	(51,516)	(8,445)	(26,744)	267,577	(8,073)	(17,127)	292,377
<b>Increase / (decrease) in liabilities</b>								
Payable to UBL Fund Managers Limited - Pension Fund Manager	1,540	230	157	1,927	(606)	(124)	(12)	(742)
Payable to - Trustee	46	1	9	56	119	72	32	223
Payable to the Securities and Exchange Commission of Pakistan	50	-	(3)	47	(87)	(31)	(14)	(132)
Accrued expenses and other liabilities	(3,789)	799	303	(2,687)	(18,678)	(800)	261	(19,217)
	(2,153)	1,030	466	(657)	(19,252)	(883)	267	(19,868)
Financial income received during the period	1,778	16,067	10,080	27,925	1,728	11,923	7,366	21,017
Dividend income received during the period	30,589	-	-	30,589	19,772	-	-	19,772
<b>Net cash generated / (used in)from operating activities</b>	37,768	(40,624)	(1,068)	(3,924)	254,791	(1,677)	(12,171)	290,943
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
Net cash received on issuance of units	414,192	205,942	263,476	883,610	425,388	210,331	104,046	739,765
Net cash paid on redemption of units	(420,494)	(207,720)	(190,093)	(818,307)	(177,734)	(101,961)	(91,349)	(371,044)
<b>Net cash generated from financing activities</b>	(6,302)	(1,778)	73,383	65,303	247,654	108,370	12,697	368,721
<b>Net increase in cash and cash equivalents</b>	31,466	(42,402)	72,315	61,379	502,445	106,693	526	659,664
Cash and cash equivalents at beginning of the period	107,053	71,423	47,512	225,988	107,053	71,336	47,512	225,901
Term Deposit Musharka	-	105,000	100,000	205,000	-	80,000	80,000	160,000
<b>Cash and cash equivalents at end of the period</b>	4	138,519	134,021	219,827	492,367	609,498	258,029	128,038
								1,045,565

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

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

-Sd-  
Chief Executive Officer

-Sd-  
Director

**AL-AMEEN ISLAMIC RETIREMENT SAVINGS FUND**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)**  
**For the nine months ended March 31, 2017**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

Al-Ameen Islamic Retirement Savings Fund ("the Fund") has been established under the Voluntary Pension System Rules, 2005 (the VPS Rules) and has been approved as a pension fund by the Securities and Exchange Commission of Pakistan (SECP) on January 29, 2010. It has been constituted under a Trust Deed, dated November 17, 2009, between UBL Fund Managers Limited as the Pension Fund Manager, a company incorporated under the Companies Ordinance, 1984 and the MCB Financial Services Limited as the Trustee. The trusteeship of the Fund was transferred to Central Depository Company Of Pakistan Limited (CDC) (the Trustee) effective from March 31, 2014 through a supplemental trust deed dated February 21, 2014. The 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 has been formed to provide a secure source of savings and regular income after retirement to the participants. The participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement age. The Fund invests in a Shariah compliant diversified portfolio of securities under the Trust Deed. All the conducts and acts of the Fund are based on Shariah. The Pension Fund Manager has appointed Shariah Advisory Council to ensure that the activities of the Fund are in compliance with the principles of Shariah.

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

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

As prescribed under the VPS rules, the Fund offers five types of allocation schemes to the contributors of the Fund namely High Volatility, Medium Volatility, Low Volatility, Lower Volatility 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.

The registered office of the Pension Fund Manager is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. The approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the VPS Rules and the directives issued by the SECP. Wherever the requirements of the Trust Deed, the VPS Rules or the directives issued by the SECP differ with the requirements of the IFRSs, the requirements of the Trust Deed, the VPS Rules or the directives issued by the SECP prevail.

2.2 The disclosures made in this condensed interim financial information have, however, been limited based on the requirements of International Accounting Standard 34: 'Interim Financial Reporting'. This condensed interim financial information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2016.

2.3 This condensed interim financial information is being submitted to the participants as required under Regulation 7(f) of the VPS Rules.

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

2.5 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

## 3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES, ASSUMPTIONS & CHANGES THEREIN

3.1 The accounting policies applied for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual published audited financial statements of the Fund for the year ended June 30, 2016.

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

3.3 The significant judgments made by the management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the published audited financial statements as at and for the year ended June 30, 2016.

3.4 The financial risk management objectives and policies are consistent with those disclosed in the published annual audited financial statements of the Fund for the year ended June 30, 2016.

3.5 Certain amendments to approved accounting standards have been published and are mandatory for the Fund's accounting period beginning on or after July 1, 2016, none of these amendments are expected to have a significant effect

## 4 BANK BALANCES

Note	As at March 31, 2017 (Unaudited)				As at June 30, 2016 (Audited)				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	
	------(Rupees in '000)-----								
In local currency									
- Profit and loss sharing accounts	4.1	87,810	27,995	115,687	231,492	76,888	67,224	43,999	188,111
- Current accounts		50,517	1,025	819	52,360	30,165	4,112	3,513	37,790
- Main collection Account	4.2	192	1	3,321	3,514			-	-
		<u>138,519</u>	<u>29,021</u>	<u>119,827</u>	<u>287,366</u>	<u>107,053</u>	<u>71,336</u>	<u>47,512</u>	<u>225,901</u>

4.1 Profit rates on these accounts range between 4.06% to 5.60% per annum (June 30, 2016: 4% to 6.35%).

4.2 This represents cash realised 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.

## 5 TERM DEPOSIT MUSHARIKA (TDM)

Note	As at March 31, 2017 (Unaudited)				As at June 30, 2016 (Audited)				
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total	
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund		
	----- (Rupees in "000") -----								
Term deposit musharika	5.1	-	105,000	100,000	205,000	-	80,000	80,000	160,000
		-	105,000	100,000	205,000	-	80,000	80,000	160,000

5.1 Profit rates on TDM range between 5.80% to 6.05% (June 30, 2016: 5.80% TO 6.40% ) per annum with maturity up to June 30, 2017.

## 6 INVESTMENTS

Note	As at March 31, 2017 (Unaudited)				As at June 30, 2016 (Audited)				
	Equity	Debt	Money Market	Total	Equity	Debt	Money Market	Total	
	Sub-Fund	Sub-Fund	Sub-Fund		Sub-Fund	Sub-Fund	Sub-Fund		
	----- (Rupees in "000") -----								
<b>Investments by category</b>									
<b>Designated at fair value through profit or loss</b>									
Listed equity securities	6.1	1,468,375	-	-	1,468,375	1,113,327	-	-	1,113,327
Government securities - Ijarah Sukuk Certificates	6.2	-	263,341	50,675	314,016	-	220,806	50,395	271,201
		1,468,375	263,341	50,675	1,782,391	1,113,327	220,806	50,395	1,384,528
<b>At fair value through profit and loss - Held for trading</b>									
Debt securities - Privately placed Sukuk Certificates	6.3	-	20,912	-	20,912	-	26,160	8,000	34,160
		1,468,375	284,253	50,675	1,803,303	1,113,327	246,966	58,395	1,418,688
<b>Available-for-sale investments</b>									
- Ijarah Sukuk Certificates	6.4	-	-	-	-	-	-	-	-
		1,468,375	284,253	50,675	1,803,303	1,113,327	246,966	58,395	1,418,688

6.1 Listed equity securities - held by Equity Sub-Fund at fair value through profit and loss.

Particulars	July 1, 2016	Purchased/ bonus received during the period	Sold during the period	As at March 31, 2017	Carrying value as at March 31, 2016	Market value as at March 31, 2017	Market Value as a percentage of net assets of the Sub- Fund	Investment as a percentage of paid - up capital of investee company
-----Number of shares -----					----- (Rupees in "000") -----			
<b>Sectors / companies</b>								
(Ordinary shares have a face value of Rs 10/- each unless otherwise stated)								
<b>Automobile Assembler</b>								
Pak Suzuki Motor Company Limited	-	58,600	4,000	54,600	33,941	33,850	2.15%	0.07%
Honda Atlas Cars (Pakistan) Limited	122,500	57,900	140,300	40,100	17,694	30,152	1.92%	0.03%
Ghandhara Nissan Limited	-	84,000	84,000	-	-	-	0.00%	0.03%
Ghandhara Industries Limited	-	52,900	9,000	43,900	35,572	37,787	2.40%	0.21%
					<u>87,208</u>	<u>101,790</u>	<u>6.47%</u>	
<b>Automobile Parts &amp; Accessories</b>								
Thal Limited	-	134,500	50,000	84,500	35,399	44,785	2.85%	0.21%
					<u>35,399</u>	<u>44,785</u>	<u>2.85%</u>	
<b>Cable &amp; Electrical Goods</b>								
Pak Electron Limited	733,875	700,000	733,875	700,000	62,920	64,470	4.10%	0.14%
					<u>62,920</u>	<u>64,470</u>	<u>4.10%</u>	
<b>Cement</b>								
Pioneer Cement Limited	10,000	-	10,000	-	-	-	0.00%	0.00%
Lucky Cement Company Limited	164,700	82,000	110,900	135,800	103,564	113,718	7.23%	0.04%
D.G.Khan Cement Co. Limited	314,100	194,000	184,000	324,100	63,895	75,321	4.79%	0.07%
Maple Leaf Cement Factory Limited	-	32,000	32,000	-	-	-	0.00%	0.00%
Pioneer Cement Limited	425,000	218,000	236,100	406,900	44,636	58,187	3.70%	0.18%
Cherat Cement Company Limited	289,000	82,000	51,000	320,000	43,201	61,187	3.89%	0.18%
Fauji Cement Co. Limited	-	1,138,500	250,500	888,000	37,160	37,900	2.41%	0.06%
Power Cement Limited	-	1,442,500	1,442,500	-	-	-	0.00%	0.00%
Kohat Cement Company Limited	111,100	84,000	195,100	-	-	-	0.00%	0.00%
Dewan Cement Limited	-	625,000	625,000	-	-	-	0.00%	0.00%
					<u>292,456</u>	<u>346,312</u>	<u>22%</u>	
<b>Chemical</b>								
Ici Pakistan Limited	-	65,100	24,300	40,800	28,375	45,527	2.89%	0.04%
Ghani Gases Limited	-	871,500	871,500	-	-	-	0.00%	0.00%
					<u>28,375</u>	<u>45,527</u>	<u>2.89%</u>	
<b>Commercial Banks</b>								
Meezan Bank Limited	-	289,500	-	289,500	20,387	20,699	1.32%	0.03%
<b>TRANSPORT</b>								
Pakistan International Bulk Terminal Limited	1,072,000	-	1,072,000	-	-	-	0.00%	0.00%
<b>TECHNOLOGY &amp; COMMUNICATION</b>								
Avanceon Limited	-	695,000	293,000	402,000	17,076	22,070	1.40%	0.38%
<b>Power Generation and Distribution</b>								
K Electric Limited	7,400,000	6,350,000	12,250,000	1,500,000	15,234	12,270	0.78%	0.02%
Hub Power Company Limited	530,200	779,000	641,900	667,300	81,960	87,456	5.56%	0.06%
					<u>97,195</u>	<u>99,726</u>	<u>6.34%</u>	
<b>Engineering</b>								
Ksb Pumps Company Limited	23,700	-	23,700	-	-	-	0.00%	0.00%
International Steels	354,500	942,000	1,000,500	296,000	27,417	38,166	2.42%	0.07%
Mughal Iron And Steel Industries Limited	-	321,500	91,500	230,000	21,610	32,437	2.06%	0.18%
Amreli Steels Limited	-	267,000	97,000	170,000	15,810	16,142	1.03%	0.06%
					<u>64,837</u>	<u>86,745</u>	<u>5.51%</u>	
<b>Fertilizer</b>								
Engro Fertilizer Limited	324,000	1,770,000	1,247,000	847,000	60,520	53,073	3.37%	0.06%
Engro Corporation	273,000	184,000	235,500	221,500	76,093	81,516	5.18%	0.04%
Fauji Fertilizer Company Limited	189,000	-	189,000	-	-	-	0.00%	0.00%
					<u>136,612</u>	<u>134,589</u>	<u>8.55%</u>	
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>								
Al-Shaheer Corporation Limited	-	340,500	-	340,500	15,343	15,935	1.01%	0.24%
<b>Glass &amp; Ceramics</b>								
Tariq Glass Industries Limited	301,000	475,000	258,000	518,000	47,171	61,207	3.89%	0.71%
<b>Miscellaneous</b>								
Shifa Int'L Hospitals Limited	78,059	103,500	181,559	-	-	-	0.00%	0.00%
<b>Oil &amp; Gas Exploration Companies</b>								
Oil & Gas Development Co. Limited	75,000	511,500	201,000	385,500	56,756	57,174	3.63%	0.01%
Pak Petroleum Limited	-	291,600	-	291,600	52,181	45,172	2.87%	0.01%
Pak Oilfields Limited	42,000	113,000	79,000	76,000	30,514	33,824	2.15%	0.03%
Mari Petroleum Company Limited	46,950	56,700	47,000	56,650	62,571	86,135	5.47%	0.05%
					<u>202,021</u>	<u>222,304</u>	<u>14.12%</u>	

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Particulars	July 1, 2016	Purchased/ bonus received during the period	Sold during the period	As at March 31, 2017	Carrying value as at March 31, 2016	Market value as at March 31, 2017	Market Value as a percentage of net assets of the Sub-Fund	* Investment as a percentage of paid - up capital of investee company
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**OIL & GAS MARKETING COMPANIES**

Pakistan State Oils Limited	245,550	55,000	196,600	103,950	40,369	44,025	2.80%	0.04%
Sui Northern Gas Pipelines Co. Ltd	-	687,000	687,000	-	-	-	0.00%	0.00%
					<u>40,369</u>	<u>44,025</u>	<u>2.80%</u>	

**Paper & Board**

Cherat Packaging Limited	88,800	15,000	103,800	-	-	-	0.00%	0.00%
Packages Limited	88,850	23,500	26,900	85,450	59,865	74,169	4.71%	0.10%
					<u>59,865</u>	<u>74,169</u>	<u>4.71%</u>	

**Pharmaceuticals**

The Searle Company Limited	88,115	32,795	63,500	57,410	25,477	36,279	2.31%	0.04%
Ferozsons Laboratories Limited	38,600	8,000	46,600	-	-	-	0.00%	0.00%
Glaxo Smithkline Pakistan Limited	-	135,000	135,000	-	-	-	0.00%	0.00%
					<u>25,477</u>	<u>36,279</u>	<u>2.31%</u>	

**Textile Composite**

Nishat Mills Limited	518,500	220,500	450,000	289,000	38,299	47,743	3.03%	0.08%
Kohinoor Textile Mills Limited	-	450,000	450,000	-	-	-	0.00%	0.00%
					<u>38,299</u>	<u>47,743</u>	<u>3.03%</u>	

**Total value as at March 31, 2017**

1,271,008      1,468,375      93.3%

**Total value as at June 30, 2016**

1,009,500      1,113,327      92.59%

This includes (June 30,2016: 0.12 million) shares pledged with National Clearing Company of Pakistan Limited having market value of Rs. 27.8m (June 30,2016: 22.85m) million for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

- 6.1.1 The Finance Act, 2014 brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by a shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The 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 aforesaid amendment, withheld shares equivalent to 5% of bonus announcement of the Fund having fair market value of Rs.1.615 million (June 30, 2016: Rs. 1.03 million) at period end. Such shares have not been deposited by the investee companies in CDC account of income tax department. The Fund has included in its investments the withheld shares and recorded them at fair market value at period end.

## 6.2 Government securities - Ijarah Sukuk Certificates

At fair value through profit and loss

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

Particulars	Note	As at July 1, 2016	Purchased during the period	Sold / matured during the period	As at March 31, 2017	Cost as at March 31, 2017	Market value as at March 31, 2017	Market value as at June 30, 2016	Market Value as a percentage of net assets of the Sub-Fund
------(Rs in '000')-----									
<b>Government securities - held by Debt Sub-Fund</b>									
Ijarah Sukuk XV	6.2.1	750	-	-	750	74,220	74,903	74,220	18.00%
Ijarah Sukuk XVI	6.2.1	900	-	-	900	90,711	91,215	90,711	21.92%
Ijarah Sukuk XVII	6.2.1	550	400	-	950	96,675	97,223	55,875	23.36%
<b>Total value as at March 31, 2017</b>						<b>261,606</b>	<b>263,341</b>	<b>220,806</b>	<b>63.28%</b>

## Government securities - held by Money Market Sub-Fund

Ijarah Sukuk XVI	6.2.1	500	-	-	500	50,395	<b>50,675</b>	50,395	12.18%
<b>Total value as at March 31, 2017</b>						<b>50,395</b>	<b>50,675</b>	<b>50,395</b>	<b>12.18%</b>

6.2.1 These carry mark-up at the rate of 3.97% to 6.1% (June 30, 2016 : 5.61% to 6.95%) per annum receivable semi-annually in arrears, maturing upto February 2019.

## 6.3 Debt securities - Privately placed sukuk certificates - at fair value through profit and loss - held for trading

The details of investment in Sukuk certificates of Rs 5,000 each are as follows:

Particulars	Note	As at July 1, 2016	Purchase d during the period	Sold/ matured during the period	As at March 31, 2017	Carrying value / Market value as at March 31, 2017	Carrying value / Market value as at March 17	Percentage in relation to		
								Market value as a percentage of net assets of the sub fund	Market value as a percentage of total investments	Market value as a percentage of issued amount of security
-----Number of certificates-----										
------(Rs in 000)-----										
<b>Held by Debt Sub-Fund</b>										
k-electric		600	-	600	-	-	-	0.00%	0.00%	0.00%
Engro fertilizer		170	-	170	-	-	-	0.00%	0.00%	0.00%
WAPDA/SUK/141013		1,500	-	-	1,500	5,606	5,598	1.35%	1.97%	0.07%
GGL/SUK/020317		-	60	-	60	6,000	6,000	1.44%	2.11%	0.46%
FFCL/SUK/281116		-	1,800	-	1,800	9,270	9,314	2.24%	3.28%	0.09%
<b>As at March 31, 2017</b>						<b>20,876</b>	<b>20,912</b>	<b>5.02%</b>	<b>7.36%</b>	<b>0.62%</b>

6.3.1 These are short term investments and carry a coupon rate of 7.06% to 7.2% per annum (June 30, 2016: 8.99% to 10.47% per annum)

## **7 ACCRUED AND OTHER LIABILITIES**

### **7.1 PROVISION FOR INDIRECT DUTIES AND TAXES**

This includes provision for indirect duties and taxes in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund amounting to Rs. 5.019 million, Rs. 2.481 million and Rs. 1.340 million respectively. As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Pension Fund Manager was applied with effect from June 13, 2013. The Pension Fund Manager 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 Pension Fund Manager 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 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 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. Pending the adjudication in the SCP, the Pension Fund Manager, as a matter of abundant caution, has maintained full provision for FED aggregating to Rs. 4.05 million, Rs. 1.836, Rs. 1.09 million in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund.

Had the provision not been retained, the net asset value per unit of the equity sub fund, debt sub fund and money market sub fund would have been higher by Rs. 1.93 per unit, Rs. 0.69 per unit and Rs. 0.61 per unit (June 30, 2016: Rs. 1.89 per unit, Rs. 0.68 per unit and Rs. 0.84 per unit) respectively.

Further, 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, during the current period, provision for FED has not been recorded.

### **7.2 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 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). During the period, the SCP passed a judgment on November 10, 2016, 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 Pension Fund Manager, based on an opinion obtained by the Mutual Fund 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 / Pension 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,

The above decisions were communicated to the Securities and Exchange Commission of Pakistan (SECP) and the Pakistan Stock Exchange on January 12, 2017. In response to the aforementioned letter SECP vide its letter dated February 1, 2017 advised MUFAP that

The cumulative net effect of the above two adjustments, if it had not been made at March 31, 2017 would have resulted in increase in the Net Asset Value per unit by Rs.1.548 in Equity Sub-Fund and decrease by Rs.(0.10), Rs.(0.07) in Debt Sub-Fund and Money Market Sub-Fund respectively.

## **8 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments outstanding as at March 31, 2017.

## 9 CONTRIBUTION TABLE

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

Issuance for the period ended March 31, 2017 (Unaudited)								
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total		
Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	
<b>From:</b>								
Individuals	627,628	414,192	1,441,510	205,942	1,783,997	263,476	3,853,135	883,607

  

Issuance for the period ended March 31, 2016 (Unaudited)								
Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Total		
Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	Units	Rupees(000)	
<b>From:</b>								
Individuals	866,632	425,388	1,414,415	210,331	724,380	104,046	3,005,427	739,765

## 10 NUMBER OF UNITS IN ISSUE

As at March 31, 2017 (Unaudited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Number of units		
Total units outstanding at the beginning of the period	2,131,790	2,656,499	1,290,015
Units issued during the period	627,943	1,552,894	1,810,437
Effect of reallocation	(36,270)	(111,799)	(29,794)
Units redeemed during the period	(629,089)	(1,447,344)	(1,292,827)
Total units in issue at the end of the period	2,094,374	2,650,249	1,777,832

As at June 30, 2016 (Audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund
	Number of units		
Total units outstanding at the beginning of the year	1,390,621	1,708,450	1,111,523
Units issued during the year	1,160,534	1,831,133	891,849
Effect of reallocation	(187,135)	353,911	255,921
Units redeemed during the year	(232,230)	(1,236,996)	(969,278)
Total units in issue at the end of the year	2,131,790	2,656,498	1,290,015

## 11 TAXATION

The income of the Fund is exempt from income tax under clause 57(3) (viii) of part I of the Second Schedule to the Income Tax Ordinance, 2001. Therefore, no provision has been made for current and deferred taxation in this condensed interim financial information.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV to the Second Schedule of the Income Tax Ordinance, 2001. Accordingly, Supertax and any other taxes introduced in Finance Act, 2015 is also not applicable on fund.

## 12 Earning 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.

### 13 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 Financial Services (Pvt.) Limited (subsidiary of management Company) entities under common management or directorships, Central Depository company of Pakistan Limited (Trustee) and the Directors and Officers of Management Company.

Remuneration of the management company and the trustee is determined in accordance with the provision of Non Banking Finance Companies Rules, 2003, Non Banking Finance Companies and Notified Entities regulations, 2008 and the Trust Deed respectively.

Other transactions with the related parties / connected persons have been carried out at agreed /

Details of transaction with the related parties and balances with them at the quarter March 2017 ended are

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----For the period ended 31 March 2017-----						

#### Equity sub fund

#### Transactions during the period

Profit on savings accounts	-	2,107	-	-	-	-
Bank and other charges	-	16	174	-	-	-
Units issued	-	-	-	-	6,141	-
Units redeemed	-	181,341	-	-	527	-
Remuneration for period	15,354	-	1,443	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----For the period ended 31 March 2016-----						

#### Transactions during the period

Profit on savings accounts	-	2,160	-	-	-	-
Bank and other charges	-	4	72	-	-	-
Units issued	-	-	-	-	951	-
Units redeemed	-	-	-	-	601	-
purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Dividend received	-	-	-	-	-	-
Remuneration for period	10403	-	1,057	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----As at 31 March 2017-----						
<b>Balances held</b>						
Units held (number of units in '000)	-	-	-	-	18	230
Units held (Rupees in '000)	-	-	-	-	13,527	172,843
Bank balances	-	89,165	-	-	-	-
Deposits	-	-	3,303	-	-	-
Remuneration payable	2,260	-	183	-	-	-
Sales load payable	1,338	59	-	-	-	-
Profit receivable	-	712	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----As at 30 June 2016-----						
<b>Balances held</b>						
Units held (number of units in '000)	-	300	-	-	9	230
Units held (Rupees in '000)	-	169,170	-	-	5,298	129,697
Bank balances	-	78,814	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	1,596	-	137	-	-	-
Sales load payable	462	556	-	-	-	-
Profit receivable	-	380	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----For the period ended 31 March 2017-----						
<b>Debt sub fund</b>						
<b>Transactions during the period</b>						
Profit on savings accounts bank and other charges	-	968	-	-	-	-
Units issued	-	23	4	-	-	-
Units redeemed	-	-	-	-	3,845	-
Remuneration for period	4,832	46,095	456	-	1,882	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----For the period ended 31 March 2016-----						
<b>Transactions during the period</b>						
Profit on savings accounts bank and other charges	-	2,486	-	-	-	-
Units issued	-	41	2	-	-	-
Units redeemed	-	-	-	-	824	-
Remuneration for period	3,854	-	382	-	125	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----					
-----As at 31 March 2017 -----					

**Balances held**

Units held (number of units in '000)	-	-	-	-	44	-
Units held (Rupees in '000)	-	-	-	-	6,910	-
Bank balances	-	12,227	-	-	-	-
Deposits	-	-	189	-	-	-
Remuneration payable	598	-	49	-	-	-
Sales load payable	494	9	-	-	-	-
Profit receivable	-	232	-	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----					
-----As at 30 June 2016-----					

**Balances held**

Units held (number of units in '000)	-	300	-	-	31	-
Units held (Rupees in '000)	-	45,707	-	-	4,723	-
Bank balances	-	26,510	-	-	-	-
Deposits	-	-	100	-	-	-
Remuneration payable	554	-	48	-	-	-
Sales load payable	308	159	-	-	-	-
Profit receivable	-	184	-	-	-	-
Custody fee payable	-	-	1	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----					
-----For the period ended 31 March 2017-----					

**Money Market sub fund**

**Transactions during the period**

Profit on savings accounts	-	1,303	-	-	-	-
Bank and other charges	-	29	-	-	-	-
Units issued	-	-	-	-	707	41,212
Units redeemed	-	44,502	-	-	345	-
Remuneration for period	2,414	-	227	-	-	-

Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----					
-----For the period ended 31 March 2016 -----					

**Transactions during the period**

Profit on savings accounts	-	1,120	-	-	-	-
Bank charges	-	17	-	-	-	-
Units issued	-	-	-	-	543	-
Units redeemed	-	-	-	-	236	-
Remuneration for period	2,153	-	213	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----As at 31 March 2017 -----						
<b>Balances held</b>						
Units held (number of units in '000)	-	-	-	-	16	273
Units held (Rupees in '000)	-	-	-	-	2,424	41,363
Bank balances	-	50,242	-	-	-	-
Deposits	-	-	231	-	-	-
Remuneration payable	379	-	31	-	-	-
Sales load payable	114	21	-	-	-	-
Profit receivable	-	362	-	-	-	-

	Management Company	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
-----As at 30 June 2016 -----						
<b>Balances held</b>						
Units held (number of units in '000)	-	300	-	-	15	-
Units held (Rupees in '000)	-	44,121	-	-	2,206	-
Bank balances	-	32,204	-	-	-	97
Remuneration payable	257	-	22	-	-	-
sales load payable	79	18	-	-	-	-
Profit receivable	-	70	-	-	-	-
custody fee payable	-	-	-	-	-	3

## 14 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.

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).

					March 31, 2017				
					Carrying Amount		Fair Value		
Note	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----									
<b>Equity Sub-Fund</b>									
<b>Financial assets measured at fair value</b>									
Equity securities	1,468,375	-	-	-	1,468,375	-	-	1,468,375	
	1,468,375	-	-	-	1,468,375	-	-	1,468,375	
<b>Financial assets not measured at fair value</b>									
	14.1								
Balances with banks	-	-	138,519	-	-	-	-	-	
Dividend and other receivables	-	-	13,164	-	-	-	-	-	
	-	-	151,682	-	-	-	-	-	

					June 30, 2016				
					Carrying Amount		Fair Value		
Note	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000) -----									
<b>Financial assets measured at fair value</b>									
Equity securities	1,113,327	-	-	-	1,113,327	-	-	1,113,327	
	1,113,327	-	-	-	1,113,327	-	-	1,113,327	
<b>Financial assets not measured at fair value</b>									
	13.1								
Balances with banks	-	-	107,053	-	-	-	-	-	
Dividend and other receivables	-	-	26,091	-	-	-	-	-	
	-	-	26,091	-	-	-	-	-	

		March 31, 2017						
		Carrying Amount				Fair Value		
Note	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total
Debt Sub-Fund								
----- (Rupees in '000) -----								
Financial assets measured at fair value								
	- Government securities - Ijarah Sukuk Certificates	263,341	-	-	-	263,341	-	263,341
	- Debt securities - Privately placed Sukuk Certificates - HFT	20,876	-	-	-	20,876	-	20,876
		<b>284,216</b>	-	-	-	<b>284,216</b>	-	<b>284,216</b>
Financial assets not measured at fair value 13.1								
	Balances with banks	-	-	37,091	-	-	-	-
	Term deposit receipts	-	-	105,000	-	-	-	-
	Trade and other receivables	-	-	3,915	-	-	-	-
		-	-	<b>146,006</b>	-	-	-	-
June 30, 2016								
		Carrying Amount				Fair Value		
	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
Financial assets measured at fair value								
	Debt securities - Sukuk Certificates	246,966	-	-	-	246,966	-	246,966
		<b>246,966</b>	-	-	-	<b>246,966</b>	-	<b>246,966</b>
Financial assets not measured at fair value 13.1								
	Balances with banks	-	-	71,336	-	-	-	-
	Term deposit receipts	-	-	80,000	-	-	-	-
	Trade and other receivables	-	-	11,717	-	-	-	-
		-	-	<b>163,053</b>	-	-	-	-

		March 31, 2017						
		Carrying Amount				Fair Value		
Note	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total
<b>Money Market Sub-Fund</b>								
----- (Rupees in '000) -----								
Financial assets measured at fair value								
	50,675	-	-	-	-	50,675	-	50,675
	50,675	-	-	-	-	50,675	-	50,675
Financial assets not measured at fair value								
13.1								
Balances with banks	-	-	119,827	-	-	-	-	-
Term deposit receipts	-	-	100,000	-	-	-	-	-
Trade and other receivables	-	-	1,859	-	-	-	-	-
	-	-	221,686	-	-	-	-	-

		June 30, 2016						
		Carrying Amount				Fair Value		
Note	Fair value through profit or loss	Available-for-sale	Loans & receivables	Other financial assets / liabilities	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
Financial assets measured at fair value								
	58,395	-	-	-	58,395	-	-	58,395
	58,395	-	-	-	58,395	-	-	58,395
Financial assets not measured at fair value								
13.1								
Balances with banks	-	-	47,512	-	-	-	-	-
Term deposit receipts	-	-	80,000	-	-	-	-	-
Trade and other receivables	-	-	6,480	-	-	-	-	-
	-	-	133,992	-	-	-	-	-

**14.1** 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.

**14.2** There were no transfers between various levels of fair value hierarchy during the period.

**15 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information were authorised for issue on by the Board of Directors of the Pension Fund Manager 11-April-2017

**16 GENERAL**

**16.1** Comparative information has been reclassified in these condensed interim financial statements for the purpose of better presentation. The reclassification does not have material impact on the financial information presented earlier. The reclassification has been made from other receivables to bank balances

**16.2** Figures have been rounded off to the nearest thousand rupees.

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

-Sd-  
**Chief Executive Officer**

-Sd-  
**Director**