



**TOGETHER
CREATING
TOMORROW**

HALF YEARLY FINANCIAL
REPORT 2017

UBL Fund Managers
Savings Mutual Funds Advisory

Rated AM1 by JCR-VIS Exhibiting Excellent Management Characteristics.

CORPORATE INFORMATION

Board of Directors

Azhar Hamid
Chairman

Yasir Qadri
Chief Executive Officer

Syed Furrugh Zaeem
Director

Zia Ijaz
Director

Sharjeel Shahid
Director

Mirza Muhammad Sadeed
Hassan Barlas - Director

Naz Khan
Director

Audit Committee

Naz Khan
Chair

Zia Ijaz
Member

Sharjeel Shahid
Member

Mirza Muhammad Sadeed
Hassan Barlas
Member

Risk Management Committee

Mirza Muhammad Sadeed Barlas
Chairman

Syed Furrugh Zaeem
Member

Yasir Qadri
Member

Azhar Hamid
Member

Sharjeel Shahid
Member

HR & Compensation Committee

Azhar Hamid
Chairman

Naz Khan
Member

Syed Furrugh Zaeem
Member

Zia Ijaz
Member

Yasir Qadri
Member

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeeb Khan
Member

Chief Financial Officer

Umair Ahmed

Company Secretary

Fawaz Taj Siddiqui

Registered Office

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

Operations Office

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

UAN: (92-21) 111-825-262
Fax: (92-21) 32214930

Date of incorporation of the Management

Company/ Pension Fund Manager

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

Management Quality Rating

AM1 by JCR-VIS Credit Rating Company

Funds Under Management

UBL Liquidity Plus Fund
Launch Date: 21 June 2009

UBL Government Securities Fund
Launch Date: 27 July 2011

UBL Money Market Fund
Launch Date: 14 October 2010

UBL Income Opportunity Fund
Launch Date: 29 March 2013

UBL Growth & Income Fund
(Formerly United 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

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, 2017.

Economy & Money Market Review – 1HFY18

Pakistan's economy continued to uptick during the 1HFY18 concocting positive prospects to post a robust above 5% GDP amid accelerated growth in LSM index, expansion in private credit off-take for both working capital and fixed investment, coupled with better security & energy situation. Further, progress into the CPEC and PSDP related activities and GoP policy reforms to arrest twin deficit situation are favorable for sustained GDP growth for the remaining fiscal year.

The Large Scale Manufacturing (LSM) Index continued its strong momentum posting a growth of 7.19% during 5MFY18. Growth was primarily driven by Electronics (+55.70%), Iron & Steel (+40.38%) and Automobile (+24.40%) sectors. We expect LSM growth to remain strong during the rest of the fiscal year on the back of improving performance of export oriented sector, better outlook of major crop production and capacity additions in the infrastructure sector. Private sector credit off take also remained robust, rising by 18%YoY in November while increasing by PKR ~464bn in 11MCY17.

The State Bank of Pakistan in its last monetary policy decided to keep the policy rate unchanged at 5.75% (Discount rate at 6.25%) on account of benign inflation and support from foreign inflows. However, we expect the SBP to raise policy rates during 2018 as the inflationary impact of currency devaluation and escalating oil prices sets in. FDI during the 1HFY18 stood at USD 1.38bn with 70% inflow coming from China.

Average inflation for 1HFY18 remained benign at 3.75% as against 3.88% SPLY remaining well below the full year target of 6.0%. The increase in Headline Inflation witnessed in 2QFY18 (+4.13%) was mainly due to low base effect. We expect the impact of PKR devaluation and higher oil prices to be visible in CPI of the remaining fiscal year. International Oil prices increased to USD 65/barrel during the 1HFY18 on account of tight compliance between OPEC and Non-OPEC members to cut production along with robust demand emanating globally. The key risk to this oil-price hike is the US shale gas production. Persistent surge in oil prices poses risks to the overall current account situation and remains a major threat to a strong growth momentum.

The current account deficit for 6MFY18 widened by 59% YoY to USD 7.4bn, compared to a deficit of USD 4.7bn SPLY. The primary reason was a rise in trade deficit increasing by 24%. The GoP increased Regulatory Duty on non-essential imported items and allowed ~5% PKR devaluation against US Dollar to curtail the overall trade deficit situation. We expect the recent GoP's policy reforms to greatly benefit the export oriented industries and aid in curbing the overall worsened CAD position while increase in machinery imports should bode well for the economy in the long run.

The Government in the last six PIB auctions only managed to eke up PKR ~52bn while majority interest was seen in the short term instrument of ~7.9tm. Yields on short term instruments largely remained unchanged (3M:+2bps 6M:+2bps) whereas long term instruments were adjusted upwards (3Y:+80bps, 5Y:+82bps 10Y:+22bps) during 1HFY18.

Going forward, we expect recent PKR devaluation to greatly benefit the export oriented industries and aid in curbing the current account deficit position. Moreover timely advancements on the USD 62Bn CPEC project and

expedited efforts by GoP into the infrastructural development projects following election year presents a promising outlook for higher GDP growth. Improved private sector credit off-take, better security & energy situation coupled with favorable policy environment to ease cost of doing business creates encouraging prospects conducive to investment environment. However, we expect higher international oil prices to remain a key risk to this thesis.

Stock Market Review – 1HFY18

The KSE-100 index underwent a round of bear-run as witnessed in its 13.1% decline closing at 40,471pts at end of 1HFY18. The primary elements that aided to the benchmark index's dismal performance included high political uncertainty, some adverse corporate developments (HBL penalty, Mari SPO, NBP pension decision) along with burgeoning current account position on the macro-economic level.

During the 1HFY18, foreign investors sold heavily (USD 155.1mn worth of shares) while local institutions absorbed this selling pressure. The local companies and insurance companies leading the buying rally buying shares worth USD 71.7mn and USD 63.4mn respectively. The average daily traded shares during this period also remained low at ~78mn as the above mentioned events kept investors wary.

The recent major positive developments including GoP increasing Regulatory Duty of non-essential imported items, raising capital worth USD 2.5bn from the International bond market, ~5% PKR devaluation against greenbacks, passing of Elections Act 2017 by the senate, appointment of Finance Advisor for PM along with stout support by China against Trump's harsh comment over Pakistan's efforts in war against terror all aided to market's recovery against an otherwise abysmal performance

Going forward, the impact of currency devaluation for export oriented sectors, clarity on recently announced tax amnesty scheme, relief in taxes for taxpayers (individual & corporate) accompanied by expedited efforts into infrastructural plans given election year is expected to fuel further interest by market participants. Furthermore, the index currently trades at a steep discount of ~46% relative to MSCI-EM and offers an earnings yield of ~11% is at an exceptional ~500bps premium over comparable short-term government paper. We believe market fundamentals are intact and as GoP further deepens policy actions to address the concerns into the twin deficit situation, the benchmark index should register healthy double-digit returns over a 1-year time horizon.

Fund performance and operational review

UBL Retirement Savings Fund

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 191.366 million during the Half year ended December 31, 2017 and fund size stood at PKR 2,654.572 million as at the end of December 31, 2017.

UBL Retirement Savings Fund	ESF	DSF	MMSF	CSF
Gross Income / (loss) (PKR Mn)	(218.116)	23.941	19.687	0.329
Net Income / (loss) (PKR Mn)	(221.876)	16.043	14.271	0.196
Fund Size as of Dec 31 '17 (PKR Mn)	1,214.581	730.580	704.109	5.302
NAV as of Dec 31 '17(PKR)	635.04	210.42	171.70	117.38
FYTD Return (%)	-15.77	4.43 p.a.	4.14 p.a.	3.84

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 p.a.	12 Month Rolling
High Volatility	23.9%	-8.6%
Medium volatility	18.5%	-3.5%
Low volatility	14.1%	0.8%
Lower volatility	9.1%	5.0%

Future Outlook

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. Progress into the USD 62Bn CPEC project and speedy completion of PSDP projects following election year has a positive outlook for higher GDP growth. Improved private sector credit off-take, better security & energy situation coupled with favorable policy environment to ease cost of doing business creates encouraging prospects conducive for investment environment. However, we expect higher international oil prices to remain a key risk to this thesis.

We expect impact of PKR devaluation against USD for export oriented sectors, clarity on recently announced tax amnesty scheme, relief in taxes for taxpayers (individual & corporate) accompanied by expedited efforts into infrastructural development projects given election year to be vivid in coming months which is expected to fuel further interest by market participants. The fundamentals of the stock market are intact and the market is trading at a significant discount as compared to the regional peers. Over and above, growth in corporate earnings, revival of distressed units, expansion stories by different sectors and potential investments in new business opportunities should bode well for the equity market. Low yields on fixed income securities and the positive outlook of the country's economy make it all the more important for investors to allocate a portion of their portfolios to equity.

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: 22 February 2018

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	Bank Alfalah Limited Habib Bank Limited JS Bank Limited Khushhali Bank Limited MCB Bank Limited Samba Bank Limited Sindh Bank Limited Tameer MicroFinance Bank United Bank Limited Zarai Taraqati 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 2017**, and the related condensed interim income statement, condensed interim statement of comprehensive Income, condensed interim statement of cash flows and condensed interim statement of movement in participants' sub-funds for the period then ended together with the notes forming part thereof (here-in-after referred to as the "interim financial information"). Management Company is responsible for the preparation and presentation of this interim financial information 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 information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.



Chartered Accountants

Engagement Partner: Shaikh Ahmed Salman

Date: 16 February 2018

Karachi

UBL RETIREMENT SAVINGS FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2017

		December 31, 2017 (Unaudited)					June 30, 2017 (Audited)				
		Equity	Debt	Money	Commodity	Total	Equity	Debt	Money	Commodity	Total
		Sub-Fund	Sub-Fund	Market	Sub-Fund	(Rupees in '000)					
Note											
Assets											
	Bank balances	144,728	220,497	290,211	4,470	659,906	85,873	108,403	136,532	3,198	334,006
4	Placements and term deposit receipts	-	221,000	285,000	-	506,000	-	75,000	105,000	-	180,000
5	Investments	1,107,766	294,725	131,226	10	1,533,727	1,490,513	554,288	308,947	(80)	2,353,668
6	Advance tax	747	302	320	24	1,393	747	279	267	22	1,315
7	Dividend and other receivables	7,086	5,750	3,067	1,239	17,142	6,463	3,811	1,304	1,889	13,467
	Receivable against sale of investments	-	-	-	-	-	8,614	-	-	-	8,614
	Total assets	1,260,327	742,274	709,824	5,743	2,718,168	1,592,210	741,781	552,050	5,029	2,891,070
Liabilities											
	Payable to the Pension Fund Manager	2,624	1,420	1,133	36	5,213	3,162	1,390	875	43	5,470
	Remuneration payable to the Trustee	132	90	84	-	306	174	79	59	-	312
	Payable to Securities and Exchange Commission of Pakistan (SECP)	219	124	109	1	453	455	268	168	11	902
8	Provision for Sindh Workers' Welfare Fund (SWWF)	12,965	2,823	1,177	99	17,064	12,965	2,501	891	95	16,452
	Payable against purchase of investments	22,105	-	-	-	22,105	-	-	-	-	-
9	Accrued Expenses and other liabilities	7,701	7,237	3,212	305	18,455	8,884	5,223	2,764	308	17,179
	Total liabilities	45,746	11,694	5,715	441	63,596	25,640	9,461	4,757	457	40,315
	Net assets	1,214,581	730,580	704,109	5,302	2,654,572	1,566,570	732,320	547,293	4,572	2,850,755
	Contingencies and commitments										
10	Participants' Sub-Funds (as per the statement attached)	1,214,581	730,580	704,109	5,302	2,654,572	1,566,570	732,320	547,293	4,572	2,850,755
----- (Number of units) -----											
	Number of units in issue	1,912,603	3,471,941	4,100,737	45,170		2,077,794	3,557,087	3,253,362	40,445	
13											
----- (Rupees) -----											
	Net assets value per unit	635.04	210.42	171.70	117.38		753.96	205.88	168.22	113.04	

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended December 31, 2017					Half year ended December 31, 2016				
	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
Income	(Rupees in '000)									
Mark-up / interest income	3,016	23,805	19,706	145	46,672	2,811	33,279	15,570	897	52,557
Capital (loss) / gain on sale of investments - net	(75,712)	(1,008)	(19)	174	(76,565)	68,779	(1,069)	(255)	(3,708)	63,747
Dividend income on equity securities	33,087	-	-	-	33,087	27,016	-	-	-	27,016
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit and loss - held for trading'	(178,507)	1,144	-	10	(177,353)	187,443	(12,718)	(29)	(798)	173,898
Total (loss) / income	(218,116)	23,941	19,687	329	(174,159)	286,049	19,492	15,286	(3,609)	317,218
Expenses										
Remuneration of the Pension Fund Manager	9,845	5,606	4,891	41	20,383	9,261	6,467	3,492	286	19,506
Sales tax on management fee	1,280	729	636	5	2,650	1,204	841	464	37	2,546
Remuneration of the Trustee	882	503	438	4	1,827	834	584	322	27	1,767
Annual fee to SECP	219	124	109	1	453	205	142	79	6	432
Auditors' remuneration	57	57	57	57	228	17	53	53	53	176
Brokerage expense	941	51	8	7	1,007	2,958	11	5	32	3,006
Custody and settlement charges	434	5	-	5	444	776	98	-	24	898
Legal and professional charges	47	11	11	7	76	86	68	41	4	199
Bank charges and other expenses	21	79	38	4	142	15	27	38	11	91
Total expenses	13,726	7,165	6,188	131	27,210	15,356	8,291	4,494	480	28,621
Operating (loss) / income for the period	(231,842)	16,776	13,499	198	(201,369)	270,693	11,201	10,792	(4,089)	288,597
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	9,966	(411)	1,058	2	10,615	(12,864)	(1,103)	1,495	153	(12,319)
Provision for Sindh Workers' Welfare Fund (SWWF)	-	(322)	(286)	(4)	(612)	-	-	-	-	-
Provision for Workers' Welfare Fund (WWF)	-	-	-	-	-	(5,057)	(199)	(241)	-	(5,497)
Net (loss) / income for the period before taxation	(221,876)	16,043	14,271	196	(191,366)	252,772	9,899	12,046	(3,936)	270,781
Taxation	-	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(221,876)	16,043	14,271	196	(191,366)	252,772	9,899	12,046	(3,936)	270,781
Earnings per unit										

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2017

	Quarter ended December 31, 2017					Quarter ended December 31, 2016				
	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	1,124	11,808	10,672	59	23,663	1,180	16,480	7,841	444	25,945
Capital (loss) / gain on sale of investments - net	(53,392)	(71)	(13)	(31)	(53,507)	25,571	(991)	1,472	(3,845)	22,207
Dividend income on equity securities	20,742	-	-	-	20,742	19,237	-	-	-	19,237
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit and loss - held for trading'	(17,625)	903	(13)	41	(16,694)	151,657	(6,779)	(1,484)	(335)	143,059
Total (loss) / income	(49,151)	12,640	10,646	69	(25,796)	197,645	8,710	7,829	(3,736)	210,448
Expenses										
Remuneration of the Pension Fund Manager	4,502	2,876	2,674	19	10,071	4,353	3,095	1,818	136	9,402
Sales tax on management fee	585	374	348	2	1,309	566	403	246	18	1,233
Remuneration of the Trustee	404	258	240	2	904	395	282	172	14	863
Annual fee to SECP	100	63	97	1	261	96	68	42	3	209
Auditors' remuneration	32	31	32	32	127	(11)	38	38	38	103
Brokerage expense	300	15	3	5	323	1,756	11	5	11	1,783
Custody and settlement charges	144	1	-	2	147	441	2	-	8	451
Legal and professional charges	6	4	4	-	14	86	68	41	4	199
Bank charges and other expenses	41	59	(19)	3	84	1	-	21	9	31
Total expenses	6,114	3,681	3,379	66	13,240	7,683	3,967	2,383	241	14,274
Operating (loss) / income for the period	(55,265)	8,959	7,267	3	(39,036)	189,962	4,743	5,446	(3,977)	196,174
Element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	29,280	895	1,070	7	31,252	(3,771)	(873)	1,960	162	(2,522)
Provision for Sindh Workers' Welfare Fund (SWWF)	8	(194)	(163)	-	(357)	-	-	-	-	-
Provision for Workers' Welfare Fund (WWF)	8	-	-	-	-	(3,651)	(76)	(145)	-	(3,872)
Net (loss) / income for the period before taxation	(25,985)	9,660	8,174	10	(8,141)	182,540	3,794	7,261	(3,815)	189,780
Taxation	11	-	-	-	-	-	-	-	-	-
Net (loss) / income for the period after taxation	(25,985)	9,660	8,174	10	(8,141)	182,540	3,794	7,261	(3,815)	189,780
Earnings per unit	14									

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended December 31, 2017					Half year ended December 31, 2016				
	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	(221,876)	16,043	14,271	196	(191,366)	252,772	9,899	12,046	(3,936)	270,781
Other comprehensive (loss) income for the period										
Net unrealised (loss) / gain on 'available-for-sale' investments arising during the period	(5,440)	(239)	-	-	(5,679)	-	(260)	-	-	(260)
Total comprehensive (loss) / income for the period	<u>(227,316)</u>	<u>15,804</u>	<u>14,271</u>	<u>196</u>	<u>(197,045)</u>	<u>252,772</u>	<u>9,639</u>	<u>12,046</u>	<u>(3,936)</u>	<u>270,521</u>

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2017

	Quarter ended December 31, 2017					Quarter ended December 31, 2016				
	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	(25,985)	9,660	8,174	10	(8,141)	182,540	3,794	7,261	(3,815)	189,780
Other comprehensive (loss) income for the period										
Net unrealised loss on 'available-for-sale' investments arising during the period	(8,412)	(110)	-	-	(8,522)	-	(169)	-	-	(169)
Total comprehensive (loss) / income for the period	(34,397)	9,550	8,174	10	(16,663)	182,540	3,625	7,261	(3,815)	189,611

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

Note	Half year ended December 31, 2017					Half year ended December 31, 2016					
	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	(221,876)	16,043	14,271	196	(191,366)	252,772	9,899	12,046	(3,936)	270,781	
Adjustments:											
Mark-up / interest income	(3,016)	(23,805)	(19,706)	(145)	(46,672)	(2,811)	(33,279)	(15,570)	(897)	(52,557)	
Dividend income on equity securities	(33,087)	-	-	-	(33,087)	(27,016)	-	-	-	(27,016)	
Capital loss / (gain) on sale of investments - net	75,712	1,008	19	(174)	76,565	(68,779)	1,069	255	3,708	(63,747)	
Unrealised loss / (gain) on revaluation of investments classified as 'at fair value through profit and loss - held for trading'	178,507	(1,144)	-	(10)	177,353	(187,443)	12,718	29	798	(173,898)	
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(9,966)	411	(1,058)	(2)	(10,615)	12,864	1,103	(1,495)	(153)	12,319	
Provision for Sindh Workers' Welfare Fund (SWWF)	-	322	286	4	612	-	-	-	-	-	
Provision for Workers' Welfare Fund (SWWF)	-	-	-	-	-	5,057	199	241	-	5,497	
	(13,726)	(7,165)	(6,188)	(131)	(27,210)	(15,356)	(8,291)	(4,494)	(480)	(28,621)	
Decrease / (increase) in assets											
Investments	123,089	173,847	(20)	94	297,010	222,568	67,267	136,639	(1,561)	424,913	
Receivable against sale of investments	8,614	-	-	-	8,614	(13,518)	-	-	-	(13,518)	
Other receivables	(834)	-	-	-	(834)	1	-	-	-	1	
	130,869	173,847	(20)	94	304,790	209,051	67,267	136,639	(1,561)	411,396	
Increase / (decrease) in liabilities											
Payable to the Pension Fund Manager	(538)	30	258	(7)	(257)	(446)	(514)	92	(10)	(878)	
Remuneration payable to the Trustee	(42)	11	25	-	(6)	-	-	18	(4)	14	
Payable on redemption of units	-	-	-	-	-	-	34,178	-	-	34,178	
Payable to the SECP	(236)	(144)	(59)	(10)	(449)	(128)	(103)	(39)	(5)	(275)	
Payable against purchase of investments	22,105	-	-	-	22,105	-	-	-	-	-	
Accrued Expenses and other liabilities	(1,183)	2,014	448	(3)	1,276	332	339	(52)	16	635	
	20,106	1,911	672	(20)	22,669	(242)	33,900	19	(3)	33,674	
Mark-up / interest income received during the period	2,795	21,866	17,944	795	43,400	2,590	36,195	20,606	2,461	61,852	
Dividend income received during the period	33,518	-	-	-	33,518	27,447	-	-	-	27,447	
Withholding tax paid	-	(23)	(53)	(2)	(78)	(1)	(100)	88	(10)	(23)	
Net cash generated from operating activities	173,562	190,436	12,355	736	377,089	223,489	128,971	152,858	407	505,725	
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts from issuance of units	271,804	244,969	397,474	291	914,538	232,905	126,183	232,112	1,169	592,369	
Effect of re-allocation	(60,162)	44,581	15,218	363	-	(26,479)	17,061	9,738	(320)	-	
Payments on redemption of units	(326,349)	(307,505)	(269,089)	(118)	(903,061)	(466,214)	(239,613)	(133,911)	(2,726)	(842,464)	
Net cash (used in) / generated from financing activities	(114,707)	(17,955)	143,603	536	11,477	(259,788)	(96,369)	107,939	(1,877)	(250,095)	
Net increase / (decrease) in cash and cash equivalents	58,855	172,481	155,958	1,272	388,566	(36,299)	32,602	260,797	(1,470)	255,630	
Cash and cash equivalents at beginning of the period	85,873	466,108	550,479	3,198	1,105,658	114,795	216,410	284,759	32,094	648,058	
Cash and cash equivalents at end of the period	144,728	638,589	706,437	4,470	1,494,224	78,496	249,012	545,556	30,624	903,688	
Cash and cash equivalents											
Bank balances	4	144,728	220,497	290,211	4,470	659,906	78,496	34,331	8,629	30,624	152,080
Term deposit receipts	5	-	221,000	285,000	-	506,000	-	70,000	180,000	-	250,000
Treasury bills - 3 months	6.2	-	197,092	131,226	-	328,318	-	144,681	356,927	-	501,608
		144,728	638,589	706,437	4,470	1,494,224	78,496	249,012	545,556	30,624	903,688

The annexed notes from 1 to 18 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 MOVEMENT IN PARTICIPANTS' SUB-FUNDS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Half year ended December 31, 2017					Half year ended December 31, 2016				
	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	1,566,570	732,320	547,293	4,572	2,850,755	1,270,786	863,332	424,979	39,321	2,598,418
Amount received on issuance of units	271,804	244,969	397,474	291	914,538	232,905	126,183	232,112	1,169	592,369
Effect of re-allocation	(60,162)	44,581	15,218	363	-	(26,479)	17,061	9,738	(320)	-
Amount paid on redemption of units	(326,349)	(307,505)	(269,089)	(118)	(903,061)	(466,214)	(239,613)	(133,911)	(2,726)	(842,464)
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	(114,707)	(17,955)	143,603	536	11,477	(259,788)	(96,369)	107,939	(1,877)	(250,095)
Net unrealised (loss) / gain on 'available-for-sale' investments arising during the period	(9,966)	411	(1,058)	(2)	(10,615)	12,864	1,103	(1,495)	(153)	12,319
Capital (loss) / gain on sale of investments - net	(5,440)	(239)	-	-	(5,679)	-	(260)	-	-	(260)
Unrealised (loss) / gain on revaluation of investments classified as 'at fair value through profit and loss - held for trading'	(75,712)	(1,008)	(19)	174	(76,565)	68,779	(1,069)	(255)	(3,708)	63,747
Other income / (loss) - net	(178,507)	1,144	-	10	(177,353)	187,443	(12,718)	(29)	(798)	173,898
	32,343	15,907	14,290	12	62,552	(3,450)	23,686	12,330	570	33,136
	(221,876)	16,043	14,271	196	(191,366)	252,772	9,899	12,046	(3,936)	270,781
Net assets at end of the period	1,214,581	730,580	704,109	5,302	2,654,572	1,276,634	777,705	543,469	33,355	2,631,163

The annexed notes from 1 to 18 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 (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

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 Ordinance, 1984 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 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 with effect from April 06, 2016.

JCR - VIS Credit Rating Company has reaffirmed management quality rating of AM1 (stable outlook) dated December 29, 2017 to the Management Company.

2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard 34: 'Interim Financial Reporting', and provisions of and directives issued under the repealed Companies Ordinance, 1984, the Trust Deed, the VPS Rules and the directives issued by SECP. Wherever, the requirements of the Trust Deed, the VPS Rules or the said directives differ with the requirements of IFRS, the requirements of the Trust Deed, the VPS Rules or the said directives take precedence.
- 2.2 Effective 30 May 2017, the Companies Act, 2017 (the Act) has been promulgated, however, the Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 23 of 2017 dated October 04, 2017 decided that the companies whose financial year closes on or before December 31, 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. Furthermore, the Institute of Chartered Accountants of Pakistan also issued clarification vide its circular dated 06 October 2018 which states the interim financial statements of companies for the periods ending on or before December 31, 2017 shall also be prepared in accordance with the provisions of the repealed Companies Ordinance, 1984.
- 2.3 This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Fund for the year ended June 30, 2017.
- 2.4 This condensed interim financial information is un-audited but subject to limited scope review by the auditors. Figures for the quarters ended December 31, 2017 and December 31, 2016 as reported in this condensed interim financial information has not been subject to limited scope review by the external auditors.
- 2.5 This condensed interim financial information is presented in Pak Rupees, which is the functional and presentation currency.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, basis of accounting estimates applied and methods of computation adopted in the preparation of this condensed interim financial information is consistent with those followed in the preparation of the financial statements of the Fund for the year ended June 30, 2017 except for the following amended IFRS and IFRIC interpretations which became effective during the period as mentioned in note 3.1 below:

3.1 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

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes - Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

Improvements to Accounting Standards Issued by the IASB

IFRS 12 Disclosure of interests in Other Entities - Clarification of the scope of the disclosure Requirement

The adoption of the above amendments, improvements to accounting standards and interpretations did not have any effect on the financial statements.

- 3.2 The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2017.

Note	December 31, 2017 (Unaudited)					June 30, 2017 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund	Total	
	(Rupees in '000)										
4. BANK BALANCES											
Profit and loss sharing bank accounts	4.1	141,620	219,838	290,035	4,466	655,959	80,746	108,230	129,686	3,091	321,753
Balances held in collection account	4.2	3,108	659	176	4	3,947	5,127	173	6,846	107	12,253
		144,728	220,497	290,211	4,470	659,906	85,873	108,403	136,532	3,198	334,006

- 4.1 Profit rates on these accounts range between 4.0% and 7.5% (June 30, 2017: 4.0% and 7.25%) per annum and these include balances of Rs.44.50 (June 30, 2017: Rs.16.66) million in ESF, Rs.9.98 (June 30, 2017: Rs.11.30) million in DSF, Rs. 9.65 (June 30, 2017: Rs.2.12) million in MMSF and Rs. 0.29 (June 30, 2017: Rs.1.17) million in CSF held with United Bank Limited (a related party).

- 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.

4.3 Details of non-compliant bank balances

Circular No. 36 dated December 10, 2009 issued by the SECP requires Money Market Sub-Fund to have deposits with the commercial bank having A Plus or higher rating not exceeding 20% of net assets. Details of such non-compliant deposits are as follows:

Commercial bank	Note	% of net assets
Sindh Bank Limited	4.1	21.31%

5. PLACEMENTS AND TERM DEPOSIT RECEIPTS

Term deposit receipts	5.1	-	221,000	285,000	-	506,000	-	75,000	105,000	-	180,000
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- 5.1 These carry profit rates between 6.10% to 6.70% (June 30, 2017: 6.75%) per annum with maturity upto February 28, 2018 (June 30, 2017: July 04, 2017).

6. INVESTMENTS**Investments by category****'At fair value through profit or loss - held-for-trading'**

Quoted Equity Securities	6.1	842,175	-	-	-	842,175	1,490,513	-	-	-	1,490,513
Government Securities - Treasury Bills	6.2	-	197,092	131,226	-	328,318	-	282,705	308,947	-	591,652
Government Securities - Pakistan Investment Bonds	6.3	-	-	-	-	-	-	101,929	-	-	101,929
Government securities - GOP Ijara Sukuk	6.4	-	-	-	-	-	-	140,938	-	-	140,938
Debt Securities - Term Finance Certificates / Sukuks	6.5	-	91,412	-	-	91,412	-	22,278	-	-	22,278
Future Gold Contracts	6.6	-	-	-	10	10	-	-	-	(80)	(80)
		842,175	288,504	131,226	10	1,261,915	1,490,513	547,850	308,947	(80)	2,347,230

'Available-for-sale'

Government Securities - Pakistan Investment Bonds	6.7	-	6,221	-	-	6,221	-	6,438	-	-	6,438
Quoted Equity Securities	6.8	265,591	-	-	-	265,591	-	-	-	-	-
		265,591	6,221	-	-	271,812	-	6,438	-	-	6,438
Total		1,107,766	294,725	131,226	10	1,533,727	1,490,513	554,288	308,947	(80)	2,353,668

6.1 Quoted equity securities - 'at fair value through profit or loss' - held-for-trading

Particulars	As at July 1, 2017	Purchased / bonus received during the period	Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealized gain / (loss)	Market value of as percentage of net assets of the Sub-Fund	Market value as percentage of investments of the Sub-Fund	Investment as percentage of paid-up capital of the investee company
Ordinary shares have a face value of Rs.10 each unless otherwise stated										
Automobile assembler										
Pak Suzuki Motor Company Limited	51,500	-	51,300	200	156	100	(56)	0.01%	0.01%	0.00%
Honda Atlas Cars (Pakistan) Limited	48,000	-	-	48,000	41,649	24,596	(17,053)	2.03%	2.22%	0.02%
Indus Motor Company Limited	4,400	-	4,400	-	-	-	-	0.00%	0.00%	0.00%
Gandhara Industries Limited	7,550	-	7,550	-	-	-	-	0.00%	0.00%	0.00%
					41,805	24,696	(17,109)	2.04%	2.23%	0.02%
Automobile parts and accessories										
Agriauto Industries Limited *	91,700	-	91,700	-	-	-	-	0.00%	0.00%	0.00%
General Tyre And Rubber Company Of Pakistan Limited	-	20,500	-	20,500	4,059	3,860	(199)	0.32%	0.35%	0.03%
Thal Limited *	86,100	-	41,600	44,500	26,968	22,735	(4,233)	1.87%	2.05%	0.11%
					31,027	26,595	(4,432)	2.19%	2.40%	0.14%
Cable and electrical goods										
Pak Elektron Limited	293,000	-	293,000	-	-	-	-	0.00%	0.00%	0.00%
Oil and gas exploration companies										
Mari Petroleum Company Limited	45,150	1,460	1,460	45,150	70,963	65,507	(5,456)	5.39%	5.91%	0.04%
Oil & Gas Development Company Limited	323,000	-	8,000	315,000	44,317	51,279	6,962	4.22%	4.63%	0.01%
Pakistan Oilfields Limited	-	7,500	2,000	5,500	2,474	3,268	794	0.27%	0.30%	0.00%
Pakistan Petroleum Limited	241,600	60,000	122,000	179,600	28,184	36,981	8,797	3.04%	3.34%	0.01%
					145,938	157,035	11,097	12.92%	14.18%	0.06%
Oil and gas marketing companies										
Pakistan State Oil Company Limited	104,100	19,320	35,400	88,020	28,412	25,800	(2,612)	2.12%	2.33%	0.03%
					28,412	25,800	(2,612)	2.12%	2.33%	0.03%
Construction and materials (cement)										
Cherat Cement Company Limited	224,300	-	43,000	181,300	32,413	20,108	(12,305)	1.66%	1.82%	0.10%
Kohat Cement Company Limited	-	76,000	-	76,000	15,940	10,789	(5,151)	0.89%	0.97%	0.05%
Lucky Cement Limited	83,300	-	10,000	73,300	61,298	37,926	(23,372)	3.12%	3.42%	0.02%
Pioneer Cement Limited	59,400	-	50,200	9,200	1,196	581	(615)	0.05%	0.05%	0.00%
Attock Cement Pakistan Limited	66,800	-	17,200	49,600	15,012	8,978	(6,034)	0.74%	0.81%	0.04%
D.G. Khan Cement Company Limited (refer note 6.1.1)	270,600	-	215,000	55,600	11,852	7,435	(4,417)	0.61%	0.67%	0.01%
					137,711	85,817	(51,894)	7.07%	7.74%	0.22%
Chemicals										
ICI Pakistan Limited	38,500	-	16,900	21,600	23,642	16,588	(7,054)	1.37%	1.50%	0.02%
Sitara Chemical Industries Limited	50,000	-	-	50,000	22,231	15,049	(7,182)	1.24%	1.36%	0.23%
					45,873	31,637	(14,236)	2.61%	2.86%	0.25%
Fertilizer										
Engro Corporation Limited	212,800	5,000	4,500	213,300	69,451	58,604	(10,847)	4.83%	5.29%	0.04%
Engro Fertilizers Limited	523,800	20,000	-	543,800	30,052	36,826	6,774	3.03%	3.32%	0.04%
Fauji Fertilizer Company Limited	-	40,000	-	40,000	3,368	3,164	(204)	0.26%	0.29%	0.00%
					102,871	98,594	(4,277)	8.12%	8.90%	0.08%
Engineering										
Amreli Steels Limited	103,500	70,000	20,000	153,500	18,246	14,223	(4,023)	1.17%	1.28%	0.05%
Mughal Iron & Steel Industries	179,000	-	178,500	500	40	29	(11)	0.00%	0.00%	0.00%
Ittefaq Iron Industries Limited	1,070,000	150,000	263,000	957,000	29,187	16,212	(12,975)	0.01	0.01	0.73%
International Steels Limited	211,500	-	-	211,500	22,049	22,497	(4,552)	0.02	0.02	0.05%
					74,522	52,961	(21,561)	4.17%	4.28%	0.83%
Pharmaceuticals										
The Searle Company Limited (refer note 6.1.2)	59,705	3,901	55,200	8,406	3,586	2,647	(939)	0.22%	0.24%	0.00%
Hignnoon Laboratories Limited (refer note 6.1.2)	61,320	-	10,300	51,020	31,952	21,774	(10,178)	1.79%	1.97%	0.20%
					35,538	24,421	(11,117)	2.01%	2.21%	0.20%
Glass and ceramics										
Tariq Glass Industries Limited	132,200	-	-	132,200	14,642	12,558	(2,084)	1.03%	1.13%	0.18%
					14,642	12,558	(2,084)	1.03%	1.13%	0.18%
Paper and board										
Packages Limited	40,400	-	13,500	26,900	18,711	13,714	(4,997)	1.13%	1.24%	0.03%
Century Paper and Board limited	-	11,800	-	11,800	825	733	(92)	0.06%	0.07%	0.01%
					19,536	14,447	(5,089)	1.19%	1.31%	0.04%
Textile composite										
Gul Ahmed Textile Mills Limited	438,000	-	438,000	-	-	-	-	0.00%	0.00%	0.00%
Nishat (Chunian) Limited	313,000	240,000	553,000	-	-	-	-	0.00%	0.00%	0.00%
Nishat Mills Limited	399,500	-	112,400	287,100	45,557	42,921	(2,636)	3.53%	3.87%	0.1%
					45,557	42,921	(2,636)	3.53%	3.87%	0.1%
Food and personal care products										
Al Shaheer Corporation Limited	350,000	-	-	350,000	14,039	7,777	(6,262)	0.64%	0.70%	0.25%
Shezan International Limited	37,000	-	-	37,000	17,575	18,260	685	1.50%	1.65%	0.46%
					31,614	26,037	(5,577)	2.14%	2.35%	0.71%
Power generation and distribution										
Hub Power Company Limited	441,000	-	-	441,000	51,787	40,131	(11,656)	3.30%	3.62%	0.04%
K-Electric Limited **	1,400,000	-	1,400,000	-	-	-	-	0.00%	0.00%	0.00%
					51,787	40,131	(11,656)	3.30%	3.62%	0.04%

Particulars	As at July 1, 2017	Purchased / bonus received during the period	Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealized gain / (loss)	Market value of as percentage of net assets of the Sub-Fund	Market value as percentage of investments of the Sub-Fund	Investment as percentage of paid-up capital of the investee company
Ordinary shares have a face value of Rs.10 each unless otherwise stated										
Commercials banks										
Habib Bank Limited (refer note 6.1.1)	192,300	53,500	2,200	243,600	63,312	40,703	(22,609)	3.35%	3.67%	0.02%
Allied Bank Limited	347,000	-	-	347,000	31,098	29,488	(1,610)	2.43%	2.66%	0.03%
Bank Alfalah Limited	349,000	314,000	280,000	383,000	15,316	16,278	962	1.34%	1.47%	0.02%
Faysal Bank Limited	1,030,000	275,500	632,000	673,500	15,171	14,319	(852)	1.18%	1.29%	0.05%
Meezan Bank Limited	348,000	-	38,000	310,000	24,490	20,801	(3,689)	1.71%	1.88%	0.03%
MCB Bank Limited	294,500	50,000	253,400	91,100	19,240	19,342	102	1.59%	1.75%	0.01%
					168,627	140,931	(27,696)	11.60%	12.72%	0.16%
Investment banks										
Arif Habib Limited	372,000	-	372,000	-	-	-	-	0.00%	0.00%	0.00%
Pakistan Stock Exchange Limited	589,531	-	589,000	531	14	12	(2)	0.00%	0.00%	0.00%
					14	12	(2)	-	-	0.00%
Insurance										
IGI Insurance Limited	3,500	-	-	3,500	1,109	1,025	(84)	0.08%	0.09%	0.00%
Adamjee Insurance Company Limited	437,000	-	437,000	-	-	-	-	0.0%	0.0%	0.00%
					1,109	1,025	(84)	0.08%	0.09%	0.00%
Technology and communication										
Systems Limited	128,500	-	35,000	93,500	7,091	6,911	(180)	0.57%	0.62%	0.08%
Miscellaneous										
Synthetic Products Enterprises Limited	490,500	-	-	490,500	37,008	29,646	(7,362)	2.44%	2.68%	0.58%
Total as at December 31, 2017					1,020,682	842,175	(178,507)			
Total as at June 30, 2017					1,369,544	1,490,513	120,969			

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

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

- 6.1.1 This includes 0.08 (June 30, 2017: 0.15) million shares pledged with National Clearing Company of Pakistan Limited having a market value (in aggregate) amounting to Rs.11.532 (June 30, 2017: Rs.31.974) million for guaranteeing settlement of the Fund's trades in accordance with circular No. 11 dated October 23, 2007 issued by the SECP.
- 6.1.2 The Finance Act, 2014 has brought amendments in the Income Tax Ordinance, 2001 whereby the bonus shares received by the shareholder are to be treated as income and a tax at the rate of 5 percent is to be applied on value of bonus shares determined on the basis of day end price on the first day of closure of books. The tax is to be collected at source by the company declaring bonus shares which shall be considered as final discharge of tax liability on such income. The Management Company of the Fund jointly with other asset management companies and Mutual Funds Association of Pakistan, has filed a petition in Honorable Sindh High Court to declare the amendments brought in Income Tax Ordinance, 2001 with reference to tax on bonus shares for collective investment schemes as null and void and not applicable on the mutual funds based on the premise of exemptions available to mutual funds under clause 99 of Part I and clause 47B of Part IV of Second Schedule to the Income Tax Ordinance, 2001. The Honorable Sindh High Court has granted stay order till the final outcome of the case. An investee company of the Fund, in pursuance of the aforesaid amendment, withheld shares equivalent to 5% of bonus entitlement of the Fund having fair market value of Rs.1.591 (June 30, 2017: Rs.1.959) million at year end. The Fund has included in its investments the shares withheld and recorded them at fair market value at year end.

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

Particulars	Note	As at July 01, 2017	Purchased during the period	Disposed / matured during the period	As at December 31, 2017	Balance as at December 31, 2017			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investments 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	6.2.1	2,850	6,130	7,000	1,980	197,089	197,092	3	26.98%	66.87%
December 31, 2017						197,089	197,092	3	26.98%	66.87%
June 30, 2017						282,718	282,705	(13)		
Held by Money Market Sub-Fund										
Treasury Bills - 3 months	6.2.2	3,100	12,480	14,260	1,320	131,207	131,226	(19)	18.64%	100.00%
December 31, 2017						131,207	131,226	(19)	18.64%	100.00%
June 30, 2017						308,971	308,947	(24)		(24)

6.2.1 These treasury bills carry effective yield of 5.96% (June 30, 2017: 5.99%) per annum and will mature by January 2018 to March 2018 (June 30, 2017: August 2017 to September 2017).

6.2.2 These treasury bills carry effective yield of 5.99% (June 30, 2017: 5.99%) per annum and will mature by February 2018 to March 2018 (June 30, 2017: July 2017 to August 2017).

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

Particulars	Note	As at July 1, 2017	Purchased during the period	Disposed / matured during the period	As at December 31, 2017	Balance as at December 31, 2017			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investments of the Sub - Fund
						Carrying value	Market value	Appreciation / (Diminution)		
----- Number of certificates -----						----- Rupees in ('000) -----			----- % -----	
Held by Debt Sub-Fund										
Pakistan Investment Bonds - 3 years	6.3.1	1,000	-	1,000	-	-	-	-	0.00%	0.00%
December 31, 2017						-	-	-	0.00%	0.00%
June 30, 2017						104,465	101,929	(2,536)		

6.4 Debt Securities - GOP Ijara Sukuks 'at fair value through profit or loss - held-for-trading'
(face value of Rs.100 each unless otherwise stated)

Particulars	Note	As at July 01, 2017	Purchased during the year	Disposed / matured during the year	As at December 31, 2017	Balance as at June 30, 2017			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investments of the Sub - Fund
						Carrying value	Market value	(Diminution) / Appreciation		
----- Number of certificates -----						----- Rupees in ('000) -----			----- % -----	
Held by Debt Sub-Fund										
GOP Ijara Sukuk - 3 years	7.4.1	1,400,000	-	1,400,000	-	-	-	-	0.00%	0.00%
December 31, 2017						-	-	-	0.00%	0.00%
June 30, 2017						140,000	140,938	938		

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

Particulars	Note	As at July 01, 2017	Purchased during the period	Disposed / matured during the period	As at December 31, 2017	Carrying value as at	Market values at	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
						December 31, 2017	December 31, 2017			%
					Number of certificates		Rupees in ('000)			%
Held by Debt Sub-Fund										
Bank Alfalah Limited (Issue date - February 20, 2013)	6.5.1	1,200	-	-	1,200	6,160	6,096	(64)	0.83%	0.12%
JS Bank Limited (Issue date - December 14, 2016)	6.5.1	3,200	-	-	3,200	16,111	15,995	(116)	2.19%	0.53%
Dawood Hercules Corporation Limited (Issue date - 16 Nov 2017)	6.5.1	-	180	-	180	18,000	18,000	-	2.46%	0.35%
Jahangir Siddiqui & Company Limited (Issue date - 18 July 2017)	6.5.1	-	10,000	-	10,000	50,000	51,321	1,321	7.02%	3.42%
Standard Chartered Bank Limited (Issue date - 29 June 2012)	-	-	1,600	1,600	-	-	-	-	0.00%	0.00%
December 31, 2017						90,271	91,412	1,141	12.50%	4.42%
June 30, 2017						22,112	22,278	166		

6.5.1 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	Mark-up rate (Per annum)	Maturity
Rupees in '000				
Bank Alfalah Limited	1,200	5,989	6M KIBOR + 1.25%	19 February 2021
JS Bank Limited	3,200	15,994	6M KIBOR + 1.40%	14 December 2023
Dawood Hercules Corporation Limited	180	18,000	6M KIBOR + 1%	16 November 2022
Jahanger Siddiqui & Company Limited	10,000	50,000	6M KIBOR + 1.40%	18 July 2022
				December 31, 2017
				June 30, 2017
				--- Rupees in ('000) ---

6.6 INVESTMENTS IN FUTURE GOLD CONTRACTS

Derivative financial instruments 'at fair value through profit or loss - held-for-trading'
Future Gold Contracts

10 (80)

6.6.1 This represents net unrealised gain / (loss) on cash settled future gold contracts with settlement date of January 26, 2018 (June 30, 2017: August 30, 2017).

6.7 Government securities - Pakistan Investment Bonds - 'available-for-sale'
(certificates having a nominal value of Rs.100,000 each)

Particulars	Note	As at July 1, 2017	Purchased during the period	Disposed / matured during the period	As at December 31, 2017	Balance as at December 31, 2017			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)			%
Pakistan Investment Bonds - 10 years	6.6.1	55	-	-	55	6,460	6,221	(239)	0.85%	2.11%
December 31, 2017						6,460	6,221	(239)	0.85%	2.11%
June 30, 2017						5,128	6,708	1,580		

6.6.1 These Pakistan Investment Bonds carry mark-up of 12.00% (June 30, 2017: 12.00%) per annum with maturity ranging from July 2020 to August 2021 (June 30, 2017: July 2020 to August 2021).

6.8 Quoted equity securities - 'available for sale'

Particulars	As at July 1, 2017	Purchased / bonus received during the period	Sold during the period	As at December 31, 2017	Carrying value as at December 31, 2017	Market value as at December 31, 2017	Unrealized gain / (loss)	Market value of as percentage of net assets of the Sub-Fund	Market value as percentage of investments of the Sub-Fund	Investment as percentage of paid-up capital of the investee company
								(Number of shares)	Rs in '000	%
Ordinary shares have a face value of Rs.10 each unless otherwise stated										
Automobile parts and accessories										
General Tyre And Rubber Company of Pakistan Limited	-	49,700	-	49,700	9,610	9,359	(251)	0.77%	0.84%	0.08%
Automobile assembler										
Honda Atlas Cars (Pakistan) Limited	-	17,300	-	17,300	9,306	8,865	(441)	0.73%	0.80%	0.01%
Oil and gas exploration companies										
Pakistan Oilfields Limited	-	83,750	-	83,750	46,789	49,769	2,980	4.10%	4.49%	0.04%
Pakistan Petroleum Limited	-	76,000	-	76,000	14,801	15,649	848	1.29%	1.41%	0.00%
					61,590	65,418	3,828	5.39%	5.90%	0.04%
Oil and gas marketing companies										
Pakistan State Oil Company Limited	-	15,000	-	15,000	4,103	4,397	294	0.36%	0.40%	0.00%
Construction and materials (cement)										
Cherat Cement Company Limited	-	31,500	-	31,500	3,872	3,494	(378)	0.29%	0.32%	0.02%
Kohat Cement Company Limited	-	147,800	-	147,800	21,013	20,982	(31)	1.73%	1.89%	0.10%
Lucky Cement Limited	-	18,500	-	18,500	10,757	9,572	(1,185)	0.79%	0.86%	0.01%
Pioneer Cement Limited	-	45,000	-	45,000	4,136	2,840	(1,296)	0.23%	0.26%	0.02%
Attock Cement Pakistan Limited	-	25,000	-	25,000	5,059	4,525	(534)	0.37%	0.41%	0.02%
D.G. Khan Cement Company Limited (refer note 6.1.1)	-	2,500	-	2,500	371	334	(37)	0.03%	0.03%	0.00%
Fauji Cement Company Limited	-	12,500	-	12,500	386	313	(73)	0.03%	0.03%	0.00%
					45,594	42,060	(3,534)	3.47%	3.80%	0.17%
Chemicals										
Sitara Chemical Industries Limited	-	21,600	-	21,600	6,549	6,501	(48)	0.54%	0.59%	0.10%
Engro Polymer and chemicals limited	-	790,000	100,000	690,000	23,758	19,706	(4,052)	1.62%	1.78%	0.10%
					30,307	26,207	(4,100)	2.16%	2.37%	0.20%
Fertilizer										
Engro Corporation Limited	-	4,300	-	4,300	1,252	1,181	(71)	0.10%	0.11%	0.00%
Engro Fertilizers Limited	-	91,000	-	91,000	5,967	6,163	196	0.51%	0.56%	0.22%
Fauji fertilizer Company Limited	-	111,000	-	111,000	9,127	8,781	(346)	0.72%	0.79%	0.01%
					16,346	16,125	(221)	1.33%	1.46%	0.23%
Engineering										
International Steels Limited	-	15,000	-	15,000	1,488	1,596	108	0.13%	0.14%	0.00%
Paper and board										
Century paper and board limited	-	179,400	-	179,400	10,728	11,146	418	0.92%	1.01%	0.12%
Food and personal care products										
Shezan International Limited	-	30,300	-	30,300	14,193	14,953	760	1.23%	1.35%	0.38%
Power generation and distribution										
K-Electric Limited *	-	1,691,500	-	1,691,500	10,820	10,673	(147)	0.88%	0.96%	0.01%
Commercial banks										
Habib Bank Limited (refer note 6.1.1)	-	173,000	-	173,000	29,298	28,907	(391)	2.38%	2.61%	0.01%
Allied Bank Limited	-	36,000	-	36,000	3,040	3,059	19	0.25%	0.28%	0.00%
Bank Alfalah Limited	-	243,000	-	243,000	9,889	10,328	439	0.85%	0.93%	0.02%
Mezan Bank Limited	-	18,600	-	18,600	930	1,248	318	0.10%	0.11%	0.00%
					43,157	43,542	385	3.58%	3.93%	0.03%
Leather And Tanneries										
Service Industries Limited	-	15,000	-	15,000	13,789	11,250	(2,539)	0.93%	1.02%	0.12%
Total as at December 31, 2017					271,031	265,591	(5,440)			
Total as at June 30, 2017					-	-	-			

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

7. 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.

8. PROVISION FOR SINDH WORKERS' WELFARE FUND (SWWF)

There is no change in the status of the SWWF as reported in note 14 to the annual financial statements of the Fund for the year ended June 30, 2017. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.6.78 per unit in respect of equity sub fund, Re.0.82 per unit in respect of debt sub fund, Re.0.29 per unit in respect of money market sub fund and Rs.2.19 per unit in respect of commodity sub fund as at December 31, 2017 (June 30, 2017: Rs.6.24 per unit in respect of equity sub fund, Re.0.70 per unit in respect of debt sub fund, Re.0.28 per unit in respect of money market sub fund and Rs.2.35 per unit in respect of commodity sub fund.).

December 31, 2017 (Unaudited)					
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market		Total
			Sub-Fund	Commodity Sub-Fund	
----- Amount in Rs. '000 -----					

9. ACCRUED EXPENSES AND OTHER LIABILITIES

December 31, 2017 (Unaudited)						
	Equity Sub-Fund	Debt Sub-Fund	Money Market		Total	
			Sub-Fund	Commodity Sub-Fund		
----- Amount in Rs. '000 -----						
Auditors' remuneration	50	50	50	50	200	
Brokerage payable	1,038	1	7	-	1,046	
Sindh sales tax payable	3	-	2	-	5	
Withholding tax payable	408	123	49	9	589	
Zakat payable	20	35	31	4	90	
Provision for indirect duties and taxes	9.1	5,897	4,599	2,578	194	13,268
Other payable	285	2,429	495	48	3,257	
	<u>7,701</u>	<u>7,237</u>	<u>3,212</u>	<u>305</u>	<u>18,455</u>	

June 30, 2017 (Audited)					
	Equity Sub-Fund	Debt Sub-Fund	Money Market		Total
			Sub-Fund	Commodity Sub-Fund	
----- Amount in Rs. '000 -----					
Auditors' remuneration	44	44	44	44	176
Brokerage payable	1,409	47	4	-	1,460
Sindh sales tax payable	3	-	-	-	3
Withholding tax payable	1,043	9	14	12	1,078
Zakat payable	188	470	56	4	718
Provision for indirect duties and taxes	5,897	4,599	2,578	194	13,268
Other payable	300	54	68	54	476
	<u>8,884</u>	<u>5,223</u>	<u>2,764</u>	<u>308</u>	<u>17,179</u>

9.1 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Honorable Supreme Court of Pakistan in respect of levy of Federal Excise Duty, as reported in note 16 to the annual financial statements. Had the provision not been made, the net assets value per unit of the Fund would have been higher by Rs.3.08 (June 30, 2017: Rs.2.84) per unit in respect of equity sub fund, Rs.1.33 (June 30, 2017: Rs.1.26) per unit in respect of debt sub fund, Re.0.63 (June 30, 2017: Re.0.80) per unit in respect of money market sub fund and Rs.4.29 (June 30, 2017: Rs.4.80) per unit in respect of commodity sub fund as at December 31, 2017.

10. CONTINGENCIES AND COMMITMENTS**10.1 CONTINGENCIES**

There were no contingencies outstanding as at December 31, 2017.

10.2 COMMITMENTS

Purchase of:

30 (June 30, 2017: 30) ounce gold in US\$ 38,820 (June 30, 2017: US\$ 38,007)

(Unaudited) (Audited)
December 31, June 30,
2017 2017
----- (Rupees in '000) -----

4,287 3,985

This represents the investment in future gold contracts with settlement date of January 26, 2018 (June 30, 2017: August 30, 2017).

11. TAXATION

No provision for taxation has been made for the period ended December 31, 2017, in view of the exemption available under clause 57 (3) (viii) of Part-1 of the Second Schedule to the Income Tax Ordinance, 2001.

12. CONTRIBUTION TABLE

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

December 31, 2017 (Unaudited)										
From:	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	<u>407,472</u>	<u>271,804</u>	<u>1,174,851</u>	<u>244,969</u>	<u>2,339,176</u>	<u>397,474</u>	<u>2,500</u>	<u>291</u>	<u>3,923,999</u>	<u>914,538</u>

December 31, 2016 (Unaudited)										
From:	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	<u>366,896</u>	<u>232,905</u>	<u>635,372</u>	<u>126,183</u>	<u>1,424,219</u>	<u>232,112</u>	<u>10,302</u>	<u>1,169</u>	<u>2,436,789</u>	<u>592,369</u>

13. NUMBER OF UNITS IN ISSUE

	As at December 31, 2017 (Unaudited)			
	Money			
	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund
	----- (Number of units) -----			
Total units outstanding at beginning of the period	2,077,794	3,557,087	3,253,362	40,445
Units issued during the period	407,472	1,174,851	2,339,176	2,500
Effect of reallocation	(82,037)	216,627	90,422	3,240
Units redeemed during the period	(490,626)	(1,476,624)	(1,582,223)	(1,015)
Total units in issue at end of the period	<u>1,912,603</u>	<u>3,471,941</u>	<u>4,100,737</u>	<u>45,170</u>

	As at June 30, 2017 (Audited)			
	Money			
	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund
	----- (Number of units) -----			
Total units outstanding at the beginning of the year	2,192,897	4,376,246	2,641,151	344,190
Units issued during the year	757,811	1,160,481	1,750,166	30,545
Effect of reallocation	65,507	(694,208)	456,794	(11,180)
Units redeemed during the year	(938,421)	(1,285,432)	(1,594,749)	(323,110)
Total units in issue at the end of the year	<u>2,077,794</u>	<u>3,557,087</u>	<u>3,253,362</u>	<u>40,445</u>

14. EARNINGS PER UNIT

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

15. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

Details of transaction with the related parties and balances with them at the period end 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, 2017						
Profit on savings 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						
Transactions for the period ended December 31, 2016						
Profit on savings accounts	-	307	-	-	-	-
Bank charges	-	5	-	-	-	-
Units issued (units in '000)	-	-	-	-	6,121	-
Units redeemed (units in '000)	-	184,278	-	-	5,961	-
Remuneration for period (including sales tax)	10,465	-	834	-	-	-
Central Depository Service expense	-	-	106	-	-	-

	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, 2017						
Units held (units in '000)	-	-	-	-	22	232
Units held (Rupees in '000)	-	-	-	-	13,971	147,329
Bank balances	-	44,498	-	-	-	-
Remuneration payable (including sales tax)	1,632	-	132	-	-	-
Sales load payable	988	-	-	-	-	-
Other payable	4	-	-	-	-	-
Profit receivable	-	128	-	-	-	-

	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, 2017	-----					
Units held (units in '000)	-	-	-	-	-	219
Units held (Rupees in '000)	-	-	-	-	-	165,130
Bank balances	-	16,661	-	-	-	-
Remuneration payable (including sales tax)	2,226	-	174	-	-	-
Sales load payable	936	19	-	-	-	-
Profit receivable	-	74	-	-	-	-
Debt Sub-Fund	----- (Rupees in '000) -----					
Transactions for the period ended December 31, 2017	-----					
Profit on savings accounts	-	126	-	-	-	-
Bank charges	-	5	-	-	-	-
Remuneration for the period (including sales tax)	6,335	-	503	-	-	-
Central Depository Service expense	-	-	5	-	-	-
Debt Sub-Fund	----- (Rupees in '000) -----					
Transactions for the period ended December 31, 2016	-----					
Profit on savings accounts	-	1,692	-	-	-	-
Bank charges	-	2	-	-	-	-
Units issued (units in '000)	-	-	-	-	1,451	-
Units redeemed (units in '000)	-	59,595	-	-	9,761	-
Remuneration for the period (including sales tax)	7,308	-	584	-	-	-
Central Depository Service expense	-	-	3	-	-	-
Debt Sub-Fund	----- (Rupees in '000) -----					
Balances held as at December 31, 2017	-----					
Bank balances	-	9,978	-	-	-	-
Remuneration payable (including sales tax)	1,107	-	90	-	-	-
Sales load payable	309	-	-	-	-	-
Other payable	4	-	-	-	-	-
Profit receivable	-	30	-	-	-	-

	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, 2017						
Units held (units in '000)	-	-	-	-	2	-
Units held (Rupees in '000)	-	-	-	-	459	-
Bank balances	-	11,297	-	-	-	-
Remuneration payable (including sales tax)	1,010	-	79	-	-	-
Sales load payable	380	-	-	-	-	-
Profit receivable	-	33	-	-	-	-

	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	-	-	-	-
Bank charges	-	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
----- (Rupees in '000) -----						
Money Market Sub-Fund						
Transactions for the period ended December 31, 2016						
Profit on savings accounts	-	1,934	-	-	-	-
Units issued (units in '000)	-	-	-	-	9,148	-
Units redeemed (units in '000)	-	48,771	-	-	1,577	-
Remuneration for the period (including sales tax)	3,956	-	322	-	-	-

	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						
Balances held as at December 31, 2017						
Bank balances	-	9,651	-	-	-	-
Remuneration payable (including sales tax)	1,041	-	84	-	-	-
Sales load payable	88	-	-	-	-	-
Other payable	4	-	-	-	-	-
Profit receivable	-	26	-	-	-	-

	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						
Balances held as at June 30, 2017						
Units held (units in '000)	-	-	-	-	3	-
Units held (Rupees in '000)	-	-	-	-	458	-
Bank balances	-	2,123	-	-	-	-
Remuneration payable (including sales tax)	747	-	59	-	-	-
Sales load payable	128	-	-	-	-	-
Profit receivable	-	11	-	-	-	-

	Pension Fund Manager	Associated Companies	Trustee	Funds under Common Management	Directors and Key Executives	Other Connected persons / related parties
----- (Rupees in '000) -----						
Commodity Sub-Fund						
Transactions for the period ended December 31, 2017						
Profit on savings 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
----- (Rupees in '000) -----						
Commodity Sub-Fund						
Transactions for the period ended December 31, 2016						
Profit on savings accounts	-	86	-	-	-	-
Bank charges	-	9	-	-	-	-
Remuneration for the period (including sales tax)	323	-	27	-	-	-

Commodity Sub-Fund	Pension	Associated	Trustee	Funds under	Directors	Other
	Fund	Companies		Common	and Key	Connected
	Manager			Management	Executives	persons / related parties
----- (Rupees in '000) -----						
Balances held as at December 31, 2017						
Units held (units in '000)	-	-	-	-	-	18
Units held (Rupees in '000)	-	-	-	-	-	2,113
Bank balances	-	289	-	-	-	-
Remuneration payable (including sales tax)	8	-	-	-	-	-
Sales load payable	1	-	-	-	-	-
Profit receivable	-	1	-	-	-	-
Other payable	27	-	-	-	-	-

Commodity Sub-Fund	Pension	Associated	Trustee	Funds under	Directors	Other
	Fund	Companies		Common	and Key	Connected
	Manager			Management	Executives	persons / related parties
----- (Rupees in '000) -----						
Balances held as at June 30, 2017						
Units held (units in '000)	-	-	-	-	-	20
Units held (Rupees in '000)	-	-	-	-	-	2,223
Bank balances	-	1,174	-	-	-	-
Remuneration payable (including sales tax)	6	-	-	-	-	-
Sales load payable	17	-	-	-	-	-
Profit receivable	-	4	-	-	-	-
Other payable	20	-	-	-	-	-

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). Adoption of IFRS 13, has no effect on this condensed interim financial information.

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

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

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

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

		December 31, 2017 (Un-audited)							
		Carrying amount			Fair value				
	Note	Fair value through profit or loss	Available for sale	Other financial assets	Total	Level 1	Level 2	Level 3	Total
		(Rupees in '000')			(Rupees in '000')				
Financial assets measured at fair value									
Equity Sub-Fund									
		842,175	265,591	-	1,107,766	1,107,766	-	-	1,107,766
Debt Sub-Fund									
	16.2	197,092	-	-	197,092	-	197,092	-	197,092
	16.2	-	6,221	-	6,221	-	6,221	-	6,221
	16.2	91,412	-	-	91,412	-	91,412	-	91,412
Money Market Sub-Fund									
	16.2	131,226	-	-	131,226	-	131,226	-	131,226
Commodity Sub-Fund									
		10	-	-	10	10	-	-	10
		<u>1,261,915</u>	<u>271,812</u>	<u>-</u>	<u>1,533,727</u>	<u>1,107,776</u>	<u>425,951</u>	<u>-</u>	<u>1,533,727</u>
Financial assets not measured at fair value									
	16.1								
Equity Sub-Fund									
		-	-	144,728	144,728				
		-	-	7,086	7,086				
Debt Sub-Fund									
		-	-	220,497	220,497				
		-	-	221,000	221,000				
		-	-	5,750	5,750				
Money Market Sub-Fund									
		-	-	290,211	290,211				
		-	-	285,000	285,000				
		-	-	3,067	3,067				
Commodity Sub-Fund									
		-	-	4,470	4,470				
		-	-	1,239	1,239				
		<u>-</u>	<u>-</u>	<u>1,183,048</u>	<u>1,183,048</u>				

December 31, 2017 (Un-audited)								
Carrying amount					Fair value			
	Fair value through profit or loss	Available for sale	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
Note	(Rupees in '000')				(Rupees in '000')			
Financial liabilities not measured at fair value								
	16.1							
Equity Sub-Fund								
Payable to the Management Company	-	-	2,624	2,624				
Remuneration payable to the Trustee	-	-	132	132				
Payable against of Investments	-	-	22,105	22,105				
Accrued and other liabilities	-	-	1,373	1,373				
Debt Sub-Fund								
Payable to the Management Company	-	-	1,420	1,420				
Remuneration payable to the Trustee	-	-	90	90				
Accrued and other liabilities	-	-	2,480	2,480				
Money Market Sub-Fund								
Payable to the Management Company	-	-	1,133	1,133				
Remuneration payable to the Trustee	-	-	84	84				
Accrued and other liabilities	-	-	552	552				
Commodity Sub-Fund								
Payable to the Management Company	-	-	36	36				
Accrued and other liabilities	-	-	98	98				
			32,127	32,127				

June 30, 2017 (Audited)								
Carrying amount				Fair value				
Fair value through profit or loss	Available for sale	Other financial assets	Total	Level 1	Level 2	Level 3	Total	
(Rupees in '000')				(Rupees in '000')				
Financial assets measured at fair value								
Equity Sub-Fund								
Quoted Equity Securities	1,490,513	-	-	1,490,513	1,490,513	-	-	1,490,513
Debt Sub-Fund								
Government Securities - Pakistan Investment Bonds	101,929	6,438	-	108,367	-	108,367	-	108,367
Debt Securities - Term Finance Certificates / Sukuks	22,278	-	-	22,278	-	22,278	-	22,278
Government Securities - Treasury Bills	282,075	-	-	282,075	-	282,075	-	282,075
Government Securities - Ijarah Sukuk Bonds	140,938	-	-	140,938	-	140,938	-	140,938
Money Market Sub-Fund								
Government Securities - Treasury Bills	308,947	-	-	308,947	-	308,947	-	308,947
Commodity Sub-Fund								
Derivative financial instruments - Future gold contracts	(80)	-	-	(80)	(80)	-	-	(80)
	<u>2,346,600</u>	<u>6,438</u>	<u>-</u>	<u>2,353,038</u>	<u>1,490,433</u>	<u>862,605</u>	<u>-</u>	<u>2,353,038</u>
Financial assets not measured at fair value								
Equity Sub-Fund								
Bank balances	-	-	85,873	85,873				
Dividend and other receivables	-	-	6,463	6,463				
Debt Sub-Fund								
Bank balances	-	-	108,403	108,403				
Placements and term deposit receipts	-	-	75,000	75,000				
Other receivables	-	-	3,811	3,811				
Money Market Sub-Fund								
Bank balances	-	-	136,532	136,532				
Placements and term deposit receipts	-	-	105,000	105,000				
Other receivables	-	-	1,304	1,304				
Commodity Sub-Fund								
Bank balances	-	-	3,198	3,198				
Other receivables	-	-	1,889	1,889				
	<u>-</u>	<u>-</u>	<u>527,473</u>	<u>527,473</u>				

	June 30, 2017 (Audited)							
	Carrying amount				Fair value			
	Fair value through profit or loss	Available for sale	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000')				(Rupees in '000')				
Financial liabilities not measured at fair value								
Equity Sub-Fund								
Payable to the Management Company	-	-	3,162	3,162				
Remuneration payable to the Trustee	-	-	174	174				
Accrued and other liabilities	-	-	1,753	1,753				
Debt Sub-Fund								
Payable to the Management Company	-	-	1,390	1,390				
Remuneration payable to the Trustee	-	-	79	79				
Accrued and other liabilities	-	-	145	145				
Money Market Sub-Fund								
Payable to the Management Company	-	-	875	875				
Remuneration payable to the Trustee	-	-	59	59				
Accrued and other liabilities	-	-	116	116				
Commodity Sub-Fund								
Payable to the Management Company	-	-	43	43				
Accrued and other liabilities	-	-	98	98				
	-	-	7,894	7,894				

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

16.2 Valuation techniques used in determination of fair values within level 2

16.2.1 Fair values of Pakistan Investment Bonds and Market Treasury Bills are derived using PKRV rates (Reuters page).

16.2.2 Investments in term finance certificates and GOP ijara sukuks, issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital, are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.

17. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on February 16, 2018 by the Board of Directors of the Pension Fund Manager.

18. GENERAL

Figures have been rounded off to the nearest thousand rupees.

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

---SD---

Chief Executive Officer

---SD---

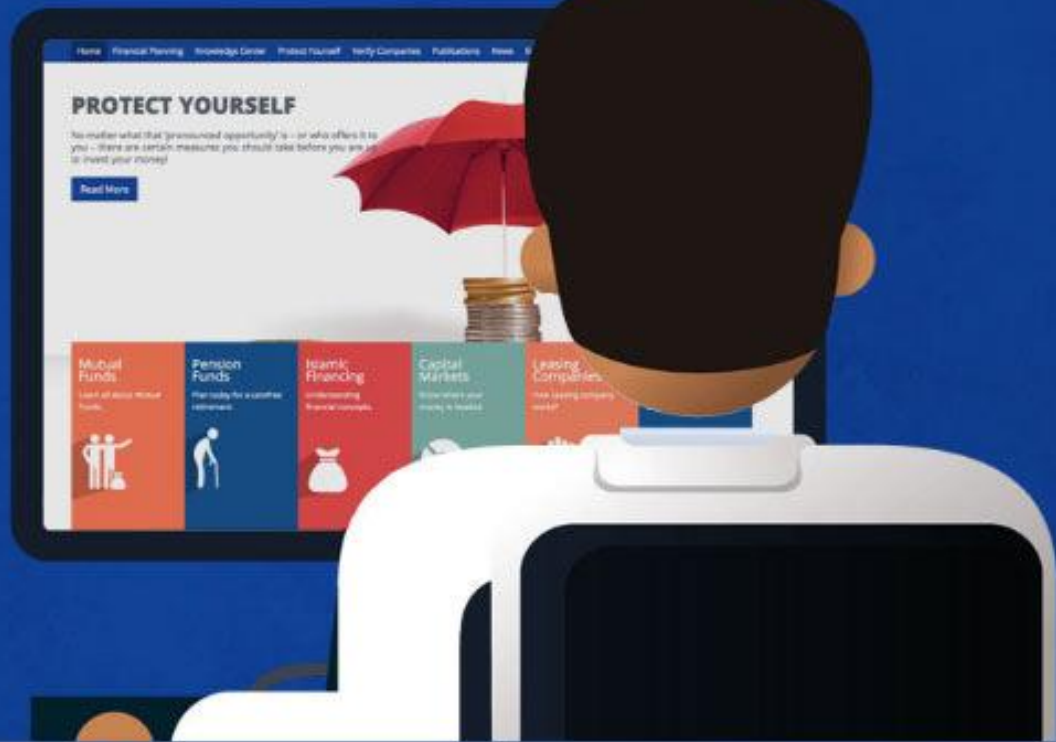
Chief Financial Officer

---SD---

Director

JamaPunji

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Landmark Initiative for Investor Education



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