

الإمين فنڊز

al-ameen funds

Managed by UBL Fund Managers Limited



Half Yearly Report

December 2023

Al-Ameen Voluntary Pension Fund – KPK



CORPORATE INFORMATION

Board of Directors

Imran Sarwar (Chairman)

Yasir Qadri (Chief Executive Officer)

Alee Khalid Ghaznavi

Arif Akmal Saifie

Huma Pasha

Muhammad Rizwan Malik

Rashid Ahmed Jafer

Audit Committee

Huma Pasha (Chair)

Alee Khalid Ghaznavi

Arif Akmal Saifie

Rashid Ahmed Jafer

Risk and Compliance Committee

Imran Sarwar (Chairman)

Arif Akmal Saifie

Huma Pasha

Muhammad Rizwan Malik

Yasir Qadri

Human Resource and Compensation Committee

Rashid Ahmed Jafer (Chairman)

Alee Khalid Ghaznavi

Imran Sarwar

Muhammad Rizwan Malik

Yasir Qadri

Shariah Advisory Board

Mufti Muhammad Hassaan Kaleem
Member

Mufti Muhammad Najeeb Khan
Member

Chief Financial Officer

Umair Ahmed

Company Secretary

Hadi Hassan Mukhi

Registered Office

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

Head Office

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

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

Date of incorporation of the Management Company / Pension Fund Manager

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

Management Quality Rating

AM1 by VIS Credit Rating Company

Funds / Plans under Management

UBL Liquidity Plus Fund
Launch Date: June 21, 2009

UBL Government Securities Fund
Launch Date: July 27, 2011

UBL Money Market Fund
Launch Date: October 14, 2010

UBL Income Opportunity Fund
Launch Date: March 29, 2013

UBL Growth and Income Fund
Launch Date: March 2, 2006

UBL Asset Allocation Fund
Launch Date: August 20, 2013

UBL Stock Advantage Fund
Launch Date: August 4, 2006

Al-Ameen Islamic Sovereign Fund
Launch Date: November 7, 2010

Al-Ameen Islamic Aggressive Income Fund
Launch Date: October 20, 2007

Al-Ameen Islamic Aggressive Income Plan-I
Launch Date: April 16, 2020

Al-Ameen Shariah Stock Fund
Launch Date: December 24, 2006

Al-Ameen Islamic Asset Allocation Fund
Launch Date: December 10, 2013

UBL Cash Fund
Launch Date: September 23, 2019

Al-Ameen Islamic Cash Fund
Launch Date: September 17, 2012

UBL Voluntary Pension Fund – KPK
Launch Date: December 14, 2023

Al-Ameen Islamic Voluntary Pension Fund – KPK
Launch Date: December 14, 2023

Al-Ameen Islamic Cash Plan-I
Launch Date: May 29, 2020

Al-Ameen Islamic Dedicated Equity Fund
Launch Date: January 5, 2016

UBL Pakistan Enterprise Exchange Traded Fund
Launch Date: March 24, 2020

UBL Dedicated Equity Fund
Launch Date: May 29, 2018

UBL Financial Sector Fund
Launch Date: April 6, 2018

UBL Special Saving Fund
Launch Date: November 9, 2018

UBL Retirement Savings Fund
Launch Date: May 10, 2010

Al-Ameen Islamic Retirement Savings Fund
Launch Date: May 10, 2010

Al-Ameen Islamic Energy Fund
Launch Date: December 13, 2019

UBL Special Savings Fund II
Launch Date: February 10, 2020

UBL Fixed Return Fund
Launch Date: August 24, 2022

UBL Fixed Return Fund - II
Launch Date: February 14, 2023

UBL Fixed Return Fund - III
Launch Date: February 16, 2023

Al-Ameen Islamic Fixed Return Fund
Launch Date: May 31, 2023

Al-Ameen Islamic Income Fund
Launch Date: May 29, 2023

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 the Half yearly report of “**Al Ameen Voluntary Pension Fund – KPK**” for the half year ended December 31, 2023.

Economic Outlook

The first half of the outgoing year was characterized by extreme volatility, chiefly due to the PDM government's inability to conclude the 9th and 10th reviews of the previous IMF program. This severely diminished external account visibility, as manifested in precariously low forex reserves and disruptions in the forex market. Rating agencies downgraded Pakistan's credit ratings following inconclusive IMF reviews, and Pakistan's Eurobonds started trading at distressed valuations. However, the macroeconomic situation gradually improved after Pakistan entered into a fresh 9-month USD 3 billion Stand-By Arrangement (SBA) with the IMF in July, and the interim government undertook necessary administrative and policy measures to stabilize the economy.

Following a clampdown on the grey currency market and smuggling, and improvement in the balance of payments position (BOPP), PKR gained 9% against the USD by the end of the year. The current account deficit came down by 77% to just USD 877 million during 1HFY24 compared to USD 3.6 billion during the same period last year (SPLY). Meanwhile, the overall BOPP recorded a healthy surplus of USD 3.0 billion against a shortfall of USD 4.3 billion in the same period last year. The country's foreign exchange reserves increased to USD 12.7 billion in December 2023 from USD 9.2 billion in June 2023, while inflation declined to an average of 28.8% in 2HCY23 from 33% in 1HCY23. With an improving inflation outlook, fixed income yields also decreased by 200-300bps from their peak earlier in the year. The international rating agency Fitch upgraded Pakistan's rating by a notch in July, expecting the country's external liquidity and funding conditions to improve following the IMF's SBA. The yield on Pakistan's 2024 Eurobond closed the year at 25%, significantly down from 81% a day before the SBA was signed. The stock market also depicted a very strong performance, especially during the last quarter of the year, rising by 51% post the signing of the SBA.

On the fiscal front, the government recorded a consolidated fiscal deficit of PKR 963 billion in 1QFY24, corresponding to 0.9% of GDP, compared to a deficit of PKR 819 billion in 1QFY23 (1% of GDP). Debt servicing continued to dominate, consuming over 40% of the current expenditure and up to 98% of the net federal revenue. However, due to contained non-interest expenses and robust revenue growth, the primary balance recorded a surplus of PKR 416 billion, equivalent to 0.4% of GDP during 1QFY24.

Debt Market Review

Despite the higher inflation in the 1HFY24, inflation is expected to subsequently decline in February 2024 and resume its downward trajectory in the remaining part of FY24. Due to this reason, the State Bank of Pakistan (SBP) maintained the policy rate status quo in the monetary policy statements during the 1st half of Fiscal Year 2024.

Tenors	PKRV as at 31st Dec 2023	PKRV as at 30th June 2023	Change (1HFY24)
3 Months	21.28	22.65	-1.37
6 Months	21.37	22.87	-1.5
1 Year	21.32	22.93	-1.61
3 Years	16.54	19.47	-2.93
5 Years	15.9	16.08	-0.18
10 Years	14.91	15.32	-0.41

There was a notable interest in short-term treasury bills, particularly during the 1QFY24. However, during 2QFY24, there was a shift in market sentiment as it began to believe that the interest rates had peaked. This change was evident in the increased participation in 12-month T-Bills during the last quarter. The total market participation in Treasury bill auctions during the 1HFY24 amounted to approximately PKR 35.1 trillion, with the government accepting around PKR 15.8 trillion. Notably, a distinct preference emerged for the 3-month tenor, constituting approximately 53% of the total market participation. Following closely were the 12-month and 6-month tenors, accounting for 37% and 10% of the total participation, respectively.

In fixed-rate PIB auctions, the market participants bid a total of PKR 2361 billion, but the total accepted amount was approximately PKR 837 billion (non-competitive included). Despite the substantial participation, the market demanded relatively higher yields. The government proactively managed the cost of borrowing and the maturity profile simultaneously. Out of the PKR 837 billion accepted, only 77 billion was allocated to 5-year and 166 billion allocated to 10-year PIBs, while the remaining amount was accepted in 3-year PIBs.

During 1HFY24, there was a significant level of participation in floater rate PIBs, with a total participation of PKR 9.9 trillion in the floater rate PIB auctions. Out of this amount, the government accepted PKR 5.1 trillion. Specifically, out of the PKR 5.1 trillion accepted, PKR 2.9 trillion was allocated to the 5-year floater PIBs, PKR 861 billion to the 10-year floater PIBs, PKR 788 billion to the 3-year floater PIBs, and PKR 576 billion to the 2-year floater PIBs.

On the Islamic front, the market remained skewed towards variable rate Ijara sukuk. Total participation was ~PKR 1797 billion in the variable rate Ijara sukuk auction out of which the government accepted ~PKR 735 billion against the total target of PKR 740 billion. However, PKR 1590 billion participation was witnessed in the fixed rate Ijara sukuk and the government accepted ~PKR 534 billion against the total target of PKR 510 billion.

Stock Market Review

The benchmark KSE-100 Index gained over 50% during CY23, with most of the gains skewed toward the latter half of the year. The market moved in a narrow band in the first half, trading at one of the cheapest valuations the exchange had seen in the last couple of decades. However, improving macroeconomic indicators and outlook instilled confidence among investors in the second half of the year. Breaching the previous high of 53k points last recorded in 2017, the Index closed at 62,451 points, marking a total gain of over 54% during CY23. During the same period, KMI 30 recorded an increase of 51% to close at the 104,728 level.

Investor participation and interest improved significantly during the last few months of the outgoing year. The average traded volume in the last quarter of 2023 was recorded at 682 million shares a day – an astronomical surge compared to the 201 million shares recorded in the preceding nine months. The value traded also depicted a similar trajectory, with the last quarter of CY2023 recording an average value traded of USD 68 million, significantly surpassing the USD 25 million recorded on average during the first nine months of the year. Foreigners remained net buyers during the year, mopping up shares worth USD 73.5 million, which is twice last year’s net inflow. However, approximately 96% of the mentioned FIPI was received during the second half of 2023 after the signing of the IMF’s Stand-By Arrangement.

Fund Performance and Operational Review

The Fund comprises of four sub funds namely Equity Sub-Fund (ESF), Equity Index Sub-Fund (EISF), Debt Sub-Fund (DSF) and Money Market Sub-Fund (MMSF). The Fund as a whole earned a net income of PKR 0.4475 during the half year and fund size stood at PKR 33.3726mn as at December 31, 2023.

AL Ameen Voluntary Pension Fund – KPK	ESF	EISF	DSF	MMSF
Gross income (PKR millions)	0.0068	0.0068	0.0068	0.4271
Net (loss) / income (PKR millions)	0.0065	0.0065	0.0065	0.4103
Fund Size as of Dec 31, 2023 (PKR millions)	0.5065	0.5065	0.5065	31.8530
NAV as of Dec 31, 2023 (PKR)	101.3072	101.3072	101.3072	101.3051
FYTD Return (%)	-	-	-	28.02

Future Outlook

The favorable trend of the external current account balance is expected to persist throughout the remainder of FY24 owing to muted imports and steady improvement in remittances. This follows the convergence in interbank and open market exchange rates, tighter SBP regulation on currency exchanges, and fresh incentives announced to encourage home remittances through formal channels. We anticipate the FY24 current account deficit to remain within the confines of 1.5% of GDP. However, the successful completion of the current IMF’s SBA is imperative to help generate adequate inflows on the financial account. As per SBP, the country’s external financing requirements for the remainder of FY24 remain well covered with a significant portion of external debt already paid / rolled over and remaining re-payments being covered with more than enough planned inflows.

Although massive debt servicing is expected to take the consolidated fiscal deficit to over 7% of GDP, a primary surplus owing to controlled expenditures can be expected in fiscal operations during the current year. Significant measures have been announced by the caretaker government to address the fiscal issues that have been leading to persistent fiscal deficits during the last decade. Among other reforms, cost sharing of BISP and reduced fiscal spending on areas falling under the provincial ambit are expected to yield results if fully implemented and administered. Furthermore, increase in gas and electricity tariffs are also expected to help contain the accumulation of circular debt significantly. Moreover, restructuring and privatization of loss making SOEs is pivotal to control the drain on fiscal account. Following the completion of the current program, the country is expected to pursue another, more extensive IMF program to help maintain adequate external inflows in the coming years.

Going forward, barring any external shocks, it is anticipated that the high base effect and a favorable trend in M/M readings will help steer inflation towards a downward trajectory. We anticipate headline inflation to gradually fall to mid to low teens by the end of next year and monetary easing to commence in 1HCY24.

With the inflation anticipated to continue its downward trajectory setting the stage for monetary easing, we have a sanguine view of the equity market, which is trading at a forward PE of 4.5x against long term average of 7.5x. The anticipated decline in interest rates is expected to provide a boost to earnings by reducing the cost of capital and improving the relative attraction of equity compared to fixed income avenues.

The successful completion of the IMF's SBA, potentially followed by a more extensive program, is also expected to help support the country's macroeconomic landscape. Lastly, the prospect of timely and peaceful elections is anticipated to bolster both domestic and international confidence in the country's stability and investment climate.

Acknowledgements

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

FOR AND ON BEHALF OF THE BOARD

----- SD -----

Imran Sarwar
Chairman

----- SD -----

Yasir Qadri
Chief Executive Officer

Karachi, Dated: January 25, 2024

AIKPK

Al-Ameen Voluntary Pension Fund – KPK

INVESTMENT OBJECTIVE

The objective of Al-Ameen Voluntary Pension Fund – AIKPK is to provide a secure source of retirement savings and regular income after retirement to the Employee(s).

Pension Fund Manager	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shakra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: www.ublfunds.com.pk)
Auditor	BDO Ebrahim & Co., Chartered Accountant
Bankers	Bank of Khyber United Bank Limited Faysal Bank Limited
Pension Fund Manager Rating	AM1 (VIS)

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office:

CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shakra-e-Faisal
Karachi - 74400, Pakistan.

Tel : (92-21) 111-111-500

Fax: (92-21) 34326021 - 23

URL: www.cdcpakistan.com

Email: info@cdcpak.com



TRUSTEE REPORT TO THE PARTICIPANTS

AL AMEEN VOLUNTARY PENSION FUND - KPK

Report of the Trustee pursuant to Regulation 67D in conjunction with Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008

We, Central Depository Company of Pakistan Limited, being the Trustee of Al Ameen Voluntary Pension Fund - KPK (the Fund) are of the opinion that UBL Fund Managers Limited being the Pension Fund Manager has in all material respects managed the Fund during the period from December 14, 2023 to December 31, 2023 in accordance with the provisions of the constitutive documents of the Fund, the Voluntary Pension System Rules, 2005 and the Non-Banking Finance Companies and Notified Entities Regulations, 2008.

Further, in our opinion, the management fee, fee payable to Commission and other expenses paid from the Fund during the period are in accordance with the applicable regulatory framework.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi, February 27, 2024

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNITHOLDERS OF AL AMEEN VOLUNTARY PENSION FUND - KPK

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities **AL AMEEN VOLUNTARY PENSION FUND - KPK** ("the Fund") as at December 31, 2023 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of movement in unit holders' fund funds' together with the notes forming parts thereof (here-in-after referred to as the "condensed interim financial statements"), for the half year ended December 31, 2023. UBL Fund Managers Limited (Management Company) is responsible for the preparation and presentation of these condensed interim financial ss in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the half year ended December 31, 2023 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.


Other matters

The figures for the quarter ended December 31, 2023 and December 31, 2022 in the condensed interim income statement and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

KARACHI

DATED: 25 JAN 2024

UDIN: RR2023100673hK0r5LTH



CHARTERED ACCOUNTANTS
Engagement Partner: Zulfikar Ali Causer

AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31, 2023

December 31, 2023 (Un-audited)

	Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
ASSETS					
Bank balances	500,000	500,000	500,000	31,442,619	32,942,619
Term deposit receipts	-	-	-	-	-
Investments	-	-	-	-	-
Advance income tax	-	-	-	-	-
Receivable against sale of investments	-	-	-	-	-
Dividend and mark-up receivable	6,792	6,792	6,792	427,142	447,518
Deposits and other receivables	-	-	-	-	-
TOTAL ASSETS	506,792	506,792	506,792	31,869,761	33,390,137
LIABILITIES					
Payable to UBL Funds Manager Limited - Pension Fund Manager	148	148	148	10,016	10,460
Payable to Central Depository Company of Pakistan Limited - Trustee	37	37	37	2,504	2,615
Payable to the Securities and Exchange Commission of Pakistan	10	10	10	591	621
Payable against purchase of investments	-	-	-	-	-
Accrued expenses and other liabilities	61	61	61	3,684	3,867
TOTAL LIABILITIES	256	256	256	16,795	17,563
NET ASSETS	506,536	506,536	506,536	31,852,966	33,372,574
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)	506,536	506,536	506,536	31,852,966	33,372,574
Contingencies and commitments					
----- Number of units -----					
Number of units in issue	5,000	5,000	5,000	314,426	329,426
----- Rupees -----					
Net assets value per unit	101.3072	101.3072	101.3072	101.3051	

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Yasir Qadri
Chief Executive Officer

SD
Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

**AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

Half year ended December 31, 2023					
	Equity Sub-Fund	Equity Index Sub- Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME					
Realized loss on sale of investments - net	-	-	-	-	-
Dividend income	-	-	-	-	-
Profit on bank deposits	6,792	6,792	6,792	427,142	447,518
Other income	-	-	-	-	-
	6,792	6,792	6,792	427,142	447,518
Unrealized (diminution) / appreciation on re-measurement of investments classified as financial asset at 'fair value through profit or loss'- net	-	-	-	-	-
	6,792	6,792	6,792	427,142	447,518
EXPENSES					
Remuneration of the Management Company	131	131	131	8,864	9,257
Sindh sales tax on remuneration to the Management Company	17	17	17	1,152	1,203
Remuneration of the Trustee	33	33	33	2,216	2,315
Sindh Sales Tax on remuneration of the Trustee	4	4	4	288	300
Annual fee - Securities and Exchange Commission of Pakistan	10	10	10	591	621
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-	-	-	-
Selling and marketing expenses	-	-	-	-	-
Shariah advisor fee	-	-	-	-	-
Listing fee	-	-	-	-	-
Auditor's remuneration	-	-	-	-	-
Insurance charges	61	61	61	3,684	3,867
Brokerage and settlement charges	-	-	-	-	-
Legal and professional charges	-	-	-	-	-
Formation cost	-	-	-	-	-
Charity expense	-	-	-	-	-
Total operating expenses	256	256	256	16,795	17,563
Realized income / (loss) for the period	6,536	6,536	6,536	410,347	429,955
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	-	-
Net income / (loss) before taxation	6,536	6,536	6,536	410,347	429,955
Taxation	-	-	-	-	-
Net income / (loss) after taxation	6,536	6,536	6,536	410,347	429,955
Earnings / (loss) per unit					

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

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

SD
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Chief Executive Officer

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Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2023

Quarter ended December 31, 2023					
	Equity Sub-Fund	Equity Index Sub- Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
INCOME					
Realized loss on sale of investments - net	-	-	-	-	-
Dividend income	-	-	-	-	-
Profit on bank deposits	6,792	6,792	6,792	427,142	447,518
Other income	-	-	-	-	-
	6,792	6,792	6,792	427,142	447,518
Unrealized (diminution) / appreciation on re-measurement of investments classified as financial asset at 'fair value through profit or loss'- net	-	-	-	-	-
	6,792	6,792	6,792	427,142	447,518
EXPENSES					
Remuneration of the Management Company	131	131	131	8,864	9,257
Sindh sales tax on remuneration to the Management Company	17	17	17	1,152	1,203
Remuneration of the Trustee	37	37	37	2,216	2,327
Sindh Sales Tax on remuneration of the Trustee	10	10	10	288	318
Annual fee - Securities and Exchange Commission of Pakistan	-	-	-	591	591
Allocation of expenses related to registrar services, accounting, operation and valuation services	-	-	-	-	-
Selling and marketing expenses	-	-	-	-	-
Shariah advisor fee	-	-	-	-	-
Listing fee	-	-	-	-	-
Auditor's remuneration	-	-	-	-	-
Bank charges	61	61	61	3,684	3,867
Brokerage and settlement charges	-	-	-	-	-
Legal and professional charges	-	-	-	-	-
Formation cost	-	-	-	-	-
Charity expense	-	-	-	-	-
Total operating expenses	256	256	256	16,795	17,563
Realized income / (loss) for the period	6,536	6,536	6,536	410,347	429,955
Reversal of provision for Sindh Workers' Welfare Fund	-	-	-	-	-
Net income / (loss) before taxation	6,536	6,536	6,536	410,347	429,955
Taxation	-	-	-	-	-
Net income / (loss) after taxation	6,536	6,536	6,536	410,347	429,955

Earnings / (loss) per unit

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

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

SD
Yasir Qadri
Chief Executive Officer

SD
Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

**AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half year ended December 31, 2023				
	Equity Sub-Fund	Equity Index Sub- Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income / (loss) before taxation	6,536	6,536	6,536	410,347	429,955
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	<u>6,536</u>	<u>6,536</u>	<u>6,536</u>	<u>410,347</u>	<u>429,955</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

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

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Yasir Qadri
Chief Executive Officer

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Director

**AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED DECEMBER 31, 2023**

	Quarter ended December 31, 2023				
	Equity Sub-Fund	Equity Index Sub- Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Net income / (loss) before taxation	6,536	6,536	6,536	410,347	429,955
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income / (loss) for the period	<u>6,536</u>	<u>6,536</u>	<u>6,536</u>	<u>410,347</u>	<u>429,955</u>

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

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

SD
Yasir Qadri
Chief Executive Officer

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Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

**AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUNDS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023**

	Half Year ended December 31, 2023				
	Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Issue of units*	500,000	500,000	500,000	31,442,619	32,942,619
Redemption of units*	-	-	-	-	-
	500,000	500,000	500,000	31,442,619	32,942,619
(Loss) / gain on sale of investments - net					
Unrealised diminution on 're-measurement of investments classified as financial assets at fair value through profit or loss' - net	-	-	-	-	-
Other income for the period - net	6,536	6,536	6,536	410,347	429,955
Total comprehensive income for the period	6,536	6,536	6,536	410,347	429,955
Net assets at the end of the period	<u>506,536</u>	<u>506,536</u>	<u>506,536</u>	<u>31,852,966</u>	<u>33,372,574</u>

* Total number of units issued and redeemed during the period is disclosed in note 13 of these financial statements.

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

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

SD
Yasir Qadri
Chief Executive Officer

SD
Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

AL AMEEN VOLUNTARY PENSION FUND – KPK
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Half year ended December 31, 2023					
	Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Net income / (loss) before taxation					
Net income / (loss) before taxation	6,536	6,536	6,536	410,347	429,955
Adjustments for:					
Dividend income	-	-	-	-	-
Profit on bank deposits	-	-	-	-	-
Realized Loss / (Gain) on sale of investments at FVTPL - net	(6,792)	(6,792)	(6,792)	(427,142)	(447,518)
Amortization of preliminary and floatation cost	-	-	-	-	-
Unrealized diminution / (appreciation) on re-measurement of investments classified at 'fair value through profit or loss' - net	-	-	-	-	-
(Reversal) / provision for Sindh Workers' Welfare Fund	-	-	-	-	-
	(6,792)	(6,792)	(6,792)	(427,142)	(447,518)
Decrease / (increase) in assets					
Investments	-	-	-	-	-
Receivable against sale of investment- equity shares	-	-	-	-	-
Security deposits, advances and other receivables	-	-	-	-	-
	-	-	-	-	-
Increase / (decrease) in liabilities					
Payable to UBL Fund Managers Limited - Management Company	148	148	148	10,016	10,460
Payable to Central Depository Company of Pakistan Limited - Trustee	37	37	37	2,504	2,615
Payable to Securities and Exchange Commission of Pakistan	10	10	10	591	621
Accrued expenses and other liabilities	61	61	61	3,684	3,867
	256	256	256	16,795	17,563
Cash flows from / (used in) operations	-	-	-	-	-
Dividend income received	-	-	-	-	-
Profit on bank deposits received	-	-	-	-	-
	-	-	-	-	-
Net cash flows from / (used in) operating activities	-	-	-	-	-
CASH FLOWS FROM FINANCING ACTIVITIES					
Receipts from issuance of units	500,000	500,000	500,000	31,442,619	32,942,619
Payments against redemption of units	-	-	-	-	-
Net cash (used in) / generated from financing activities	500,000	500,000	500,000	31,442,619	32,942,619
Net decrease in cash and cash equivalents	500,000	500,000	500,000	31,442,619	32,942,619
Cash and cash equivalents at the beginning of the period	-	-	-	-	-
Cash and cash equivalents at the end of the period	500,000	500,000	500,000	31,442,619	32,942,619

The annexed notes from 1 to 19 form an integral part of this condensed interim financial statements.

For UBL Fund Managers Limited
(Pension Fund Manager)

SD
Yasir Qadri
Chief Executive Officer

SD
Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director

AL AMEEN VOLUNTARY PENSION FUND – KPK
NOTES TO THE CONDENSED INTERIM financial statements (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Al Ameen Voluntary Pension Fund - KPK (the Fund) was established under a Trust Deed executed between UBL Fund Managers Limited (the "Pension Fund Manager" - a wholly owned subsidiary company of United Bank Limited), as the Pension Fund Manager, and Central Depository Company of Pakistan Limited (CDC), as the Trustee. The Fund was approved by the Securities and Exchange Commission of Pakistan (SECP) vide its letter No. SCD/AMCW/AVPF-KPK/2023-87 dated September 5, 2023 and the Trust Deed was executed on August 3, 2023.
- 1.2 The Pension Fund Manager of the Fund is registered with the SECP as a Non-Banking Finance Company (NBFC) under the Non Banking Finance-Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules) and has obtained requisite license from the SECP to undertake Asset Management Services. The registered office of the Pension Fund Manager is situated at 4th Floor, STSM Building, Beaumont Road, Civil Lines, Karachi.
- 1.3 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.
- 1.4 The Fund consists of four sub-funds namely, Al Ameen Voluntary Pension Fund - KPK, Equity Sub-Fund (The Equity Sub-Fund), Al Ameen Voluntary Pension Fund - KPK, Equity Index Sub-Fund (The Equity Index Sub-Fund), Al Ameen Voluntary Pension Fund - KPK, Debt Sub-Fund (The Debt Sub-Fund) and Al Ameen Voluntary Pension Fund - KPK, Money Market Sub-Fund (The Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the sub-funds is as follows:
- 1.4.1 Al Ameen Voluntary Pension Fund - KPK, Equity Sub-Fund (The Equity Sub-Fund)**
- The Investment Objective of the Equity Sub Fund of the Pension Fund is to earn returns from investments in Pakistani Capital Markets.
- 1.4.2 Al Ameen Voluntary Pension Fund - KPK, Equity Index Sub-Fund (The Equity Index Sub-Fund)**

The Investment Objective of the Equity Index Sub-Fund is to provide investors an opportunity to track closely the performance of the KMI-30 by investing in companies of the Index in proportion to their weightages.

1.4.3 **Al Ameen Voluntary Pension Fund - KPK, Debt Sub-Fund (The Debt Sub-Fund)**

The investment objective of the Debt Sub Fund is to earn returns from investments in debt markets of Pakistan, thus incurring a relatively lower risk than equity sub fund.

1.4.4 **Al Ameen Voluntary Pension Fund - KPK, Money Market Sub-Fund (The Money Market Sub-Fund)**

The Investment Objective of the Money Market Sub-Fund is to earn returns from investments in Money Markets of Pakistan, thus incurring a relatively lower risk than debt sub fund.

1.5 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.

1.6 VIS Credit Rating Company Limited has reaffirmed management quality rating of "AM1" (stable outlook) to the Management Company as on December 29, 2023.

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

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS - 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- the requirements of the Trust Deed, Voluntary Pension System Rules, 2005 (the VPS Rules), Part V of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulation) - 'Voluntary Pension System' and the directives issued by the SECP.

Where the requirements of the Trust Deed, the VPS Rules, Part V of the NBFC Regulation and the directives issued by the SECP differ from the requirements of IAS - 34, the requirements of the Trust Deed, the VPS Rules, Part V of the NBFC Regulation and the requirements of the said directives have been followed.

The disclosures made in this condensed interim financial statements have, however, been limited based on the requirements of IAS 34. This condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements.

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

- 2.1.2 The SECP / Commission through its letter no. SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 has deferred the applicability of the impairment requirements of International Financial Reporting Standard (IFRS) 9 'Financial Instruments' in relation to debt securities for mutual funds. Accordingly, the Asset Management Companies are required to continue to follow the requirements of Circular 33 of 2012 for impairment of debt securities.

2.2 **Basis of measurement**

This condensed interim financial statements has been prepared under the historical cost basis, unless otherwise stated.

2.3 **Functional and presentation currency**

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ACCOUNTING ESTIMATES, JUDGMENT AND CHANGES THEREIN

3.1 Cash and cash equivalents

Cash and cash equivalents comprise bank balances and short-term highly liquid investments, with original maturities of three months or less, that are readily convertible to known amount of cash, are subject to insignificant change in value, and are held for the purpose of meeting short term cash commitments.

3.2 Financial instruments

3.2.1 Initial recognition and measurement

The Fund recognizes financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities are not recognized unless one of the parties has performed its part of the contract or the contract is a derivative contract.

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets or financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, as appropriate, on initial recognition. Transaction costs pertaining to financial assets or financial liabilities at fair value through profit or loss are recognised in the income statement.

3.2.2 Classification and subsequent measurement

3.2.2.1 Financial assets

There are three principal classification categories for financial assets:

- Amortized cost (“AC”),
- At fair value through other comprehensive income (“FVTOCI”) and
- At fair value through profit or loss (“FVTPL”).

Financial asset at amortised cost

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

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

Financial asset classified as amortised cost are subsequently carried at amortised cost using the effective interest method. Gains or losses are also recognised in the income statement when financial instruments carried at amortised cost are derecognised or impaired.

Financial asset at FVTOCI

A financial asset is classified as FVTOCI only if it meets both of the following conditions and is not designated as FVTPL:

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

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

FVTOCI financial assets are subsequently measured at fair value with gains and losses arising due to changes in fair value recognised in OCI, except for the recognition of impairment losses. In case of debt instrument, when the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to income statement. In case of equity instrument, when the financial asset is derecognised there is no subsequent reclassification of fair value gains and losses to income statement.

Financial asset at FVTPL

All other financial assets are classified as FVTPL (for example: equity held for trading and debt securities not classified either as AC or FVTOCI).

In addition, on initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVTOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets.

Financial assets designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value recorded in the income statement.

3.2.2.2 Financial liabilities

The Fund classifies its financial liabilities in the following categories:

- Amortized Cost (“AC”), OR
- At fair value through profit or loss (“FVTPL”).

Financial liabilities are measured at amortised cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Fund has opted to measure them at FVTPL.

With regard to the measurement of financial liabilities designated as at fair value through profit or loss, IFRS 9 requires as follows:

- The amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in income statement.
- Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to income statement.

3.2.3 Impairment of financial assets

Under expected credit loss (ECL) model of IFRS 9, the Fund recognises loss allowances for ECLs on financial assets other than debt securities. The Fund measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Financial assets that are determined to have low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information.

As disclosed in note 2.1.2 of these financial statements, the Fund follows the requirements of circular 33 of 2012 (the "circular") for impairment of debt securities. Under the circular, provision for non-performing debt securities is made on the basis of time based criteria as prescribed under the circular. Impairment losses recognised on debt securities can be reversed through the income statement.

As allowed under circular no. 13 of 2009 dated May 04, 2009 issued by the SECP, the Pension Fund Manager may also make provision against debt securities over and above minimum provision requirement prescribed in aforesaid circular, in accordance with the provisioning policy approved by the Board of Directors and disseminated by the Pension Fund Manager on its website.

3.2.4 Derecognition

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

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

3.2.5 Fair value measurement principles and provision

The fair value of financial instruments is determined as follows:

Basis of valuation of equity securities:

The fair value of shares of listed companies is based on their prices quoted on the Pakistan Stock Exchange Limited at the reporting date without any deduction for estimated future selling costs.

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

Basis of valuation of debt securities:

The fair value of debt securities (other than government securities) is based on the value determined and announced by Mutual Funds Association of Pakistan (MUFAP) in accordance with the criteria laid down in Circular No. 1 of 2009 and Circular No. 33 of 2012 issued by Securities and Exchange Commission of Pakistan (SECP).

In the determination of the rates, MUFAP takes into account the holding pattern of these securities and categorizes them as traded, thinly traded and non-traded securities. The aforementioned circular also specifies the valuation process to be followed for each category as well as the criteria for the provisioning of non performing debt securities.

Basis of valuation of government securities

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

3.2.6 Regular way contracts

All purchases and sales of securities that require delivery within the timeframe established by regulation or market convention are recognised at the trade date. Trade date is the date on which the Fund commits to purchase or sell assets.

3.2.7 Offsetting of financial assets and liabilities

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

3.3 Derivatives

Derivative instruments are initially recognised at fair value and subsequent to initial measurement each derivative instrument is remeasured to its fair value and the resultant gain or loss is recognised in the income statement. Derivatives with positive fair values (unrealised gains) are included in other assets and derivatives with negative fair values (unrealised losses) are included in other liabilities in the statement of assets and liabilities.

3.4 Provisions

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

3.5 Collaterals

Cash collaterals provided by the Fund are identified in the statement of assets and liabilities as margin and are not included as a component of cash and cash equivalents. For collaterals other than cash, if the party to whom the collaterals are provided has a right by contract or custom to sell or re-pledge the collaterals, the Fund classifies that collaterals in the statement of assets and liabilities separately from other assets and identifies the assets as pledged collaterals. Where the party to whom the collaterals are provided does not have the right to sell or re-pledge, a disclosure of the collaterals provided is made in the notes to the financial statements.

3.6 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.

3.7 Issuance, allocation, reallocation and redemption of units

Contribution received from a Participant is allocated to the sub-funds on the basis of the allocation scheme selected by the Participant out of the allocation schemes offered by the Pension Fund Manager. Units issued in respect of a sub-fund are recorded at the offer price of that sub-fund, determined by the Pension Fund Manager for the applications received by the distributors during business hours on that date. The offer price represents the net asset value per unit of the sub-fund as of the close of the business day plus the allowable sales load and any provision for duties and charges, if applicable. The sales load is payable to the investment facilitators, distributors and the Pension Fund Manager.

3.8 Net assets value per unit

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

3.9 Revenue recognition

- Gains / (losses) arising on sale of investments are included in the income statement on the date at which the sale transaction takes place.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Dividend income on equity securities is recognised in the income statement when the right to receive the dividend is established.
- Profit / return on investments in debt and government securities is recognised using effective yield method.
- Profit on bank balances, placements and term deposits are recognised on time proportionate basis.

3.10 Expenses

All expenses including Management fee, Trustee fee and SECP fee are recognised in the income statement on accrual basis.

4. BANK BALANCES

		December 31, 2023 (Un-Audited)				
		Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		------(Rupees in '000)-----				
Profit and loss sharing accounts	4.1	500,000	500,000	500,000	31,442,619	32,942,619
Current accounts		-	-	-	-	-
		<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>31,442,619</u>	<u>32,942,619</u>

4.1 Profit rate on these accounts is 20.50% (June 30, 2023: Nil) per annum.

5. ADVANCE INCOME TAX

The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule of the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule of ITO 2001 from withholding of tax under section 151 and 233 of ITO 2001. The Federal Board of Revenue (FBR), through a circular "C.No.1 (43) DG (WHT) / 2008- Vol.II- 66417-R" dated May 12, 2015, made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate(s) from CIR, withholding agent had deducted advance tax under section 151 of ITO 2001 in prior and current periods. The Management Company is confident that the amount will be refunded to the Fund.

6. PAYABLE TO UBL FUND MANAGERS LIMITED - PENSION FUND MANAGER

		December 31, 2023 (Un-Audited)				
		Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note		------(Rupees in '000)-----				
Remuneration fee (including Sindh Sales Tax there against)	6.1 & 6.2	148	148	148	10,016	10,460
Selling & Marketing Expense Payable	6.3					
Allocated expenses	6.4					
Sales load and conversion charges						
Other payable		-	-	-	-	-
		<u>148</u>	<u>148</u>	<u>148</u>	<u>10,016</u>	<u>10,460</u>

6.1 As per the provisions of the Voluntary Pension System Rules, 2005, the Pension Fund Manager, is allowed to charge an annual management fee of 1.5% of the average of the values of the net assets of each of the Sub-Funds. Accordingly, the management fee has been accrued at 1.5% per annum of the average daily net assets of the Sub-Funds. The amount of remuneration is being paid monthly in arrears.

6.2 The Provincial Government of Sindh has levied Sindh Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Pension Fund Manager through the Sindh Sales Tax on Services Act, 2011.

6.3 In accordance with Circular 11 dated July 5, 2019, the SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-ended mutual funds (except funds of funds) upto a maximum limit approved by the Board of Directors of the Management Company as part of annual plan. Accordingly, the Management Company based on its own discretion has charged selling and marketing expenses while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations at the following rates: Equity sub-fund : Nil (June 30, 2023: Nil), Equity index sub-fund : Nil (June 30, 2023: Nil), Debt sub-fund : Nil (June 30, 2023: Nil), Money Market sub-fund : Nil (June 30, 2023: Nil).

6.4 In accordance with Regulation 67G (3) of the NBFC Regulations, the Pension Fund Manager is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a pension fund as given in sub-regulation (2) and (3) of the Regulation 60. Accordingly, the Pension Fund Manager based on its own discretion, has charged allocated expenses of 0.0% of average annual net assets while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

7. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

7.1 The Trustee is entitled to remuneration at the following rate on net assets of the .

Net assets	Tariff per annum
Up to Rs. 1,000 million	Rs.0.3 million or 0.15% p.a. of net assets, whichever is higher
Exceeding Rs. 1,000 million up to Rs. 3,000 million	Rs.1.5 million plus 0.10% per annum of net assets, on amount exceeding Rs.1,000 million
Exceeding Rs. 3,000 million up to Rs. 6,000 million	Rs.3.5 million plus 0.08% per annum of net assets, on amount exceeding Rs.3,000 million
Exceeding Rs. 6,000 million	Rs.5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs.6,000 ,million

7.2 Sales Tax at the rate of 13% (June 30, 2023: 13%) on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

8. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual SECP fee charged at 0.04% (June 30, 2023: Nil) per annum of average daily net assets of the Fund.

9. ACCRUED EXPENSES AND OTHER LIABILITIES

December 31, 2023 (Un-Audited)

	Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees in '000) -----				
Insurance charges payable	61	61	61	3,684	3,867
	61	61	61	3,684	3,867

10. CONTINGENCIES AND COMMITMENTS

10.1 CONTINGENCIES

There were no contingencies as at December 31, 2023 (June 30, 2023: None).

10.2 COMMITMENTS

There were no commitments as at December 31, 2023 (June 30, 2023: None).

December 31, 2023 (Un-Audited)

	Equity Sub-Fund	Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
Note	----- (Rupees in '000) -----				
11. NUMBER OF UNITS IN ISSUE					
Total units outstanding at the beginning of the period	-	-	-	-	-
Units issued during the period	5,000	5,000	5,000	314,426	329,426
Effect of reallocation	-	-	-	-	-
Units redeemed during the period	-	-	-	-	-
Total units in issue at the end of the period	5,000	5,000	5,000	314,426	329,426

12. CONTRIBUTION TABLE

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

As at December 31, 2023 (Un-audited)					
	Equity Sub Fund		Equity Index Sub Fund		Debt Sub-Fund
From:	Units	Rupees (000)	Units	Rupees (000)	Units
Individuals	5,000	500,000	5,000	500,000	5,000

13. 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 these financial statements.

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.

14. EARNINGS PER UNIT

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

15. TOTAL EXPENSE RATIO

SECP vide S.R.O. 1068 (I)/2021 dated August 23, 2021, requires that Voluntary Pension Schemes (VPSs) to disclose the annualised total expense ratio (TER) of the Fund, based on the current period results total expense ratio is 2.46%, 1.75%, 1.61% & 1.02 which includes 0.22%, 0.17% , 0.16% & 0.08 representing Government Levy and the SECP fee of Equity Sub Fund, Debt Sub Fund, Money Market Sub Fund and Commodity Sub Fund respectively. This ratio is within the maximum limit of 4.5%, 2%, 2.5% & 2.5% prescribed under the NBFC Regulations for Equity Sub Fund, Debt Sub Fund Money

16. TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

- 16.1 Connected persons / related parties comprise of United Bank Limited (holding Company of Pension Fund Manager), UBL Fund Managers Limited (Pension Fund Manager), Al-Ameen Financial Services (Private) Limited (subsidiary of pension fund managers), collective investment schemes managed by the Pension Fund Manager, directors and officers of the Pension Fund Manager, entities under common management or directorships, and Central Depository Company of Pakistan Limited (Trustee).
- 16.2 Remuneration of the Pension Fund Manager and trustee is determined in accordance with the provisions of VPS Rules 2005, and the Trust Deed.
- 16.3 Other transactions with the related parties / connected persons are carried out at agreed / commercial terms.
- 16.4 Details of transactions with related parties / connected persons during the reporting period and balances held with them at the reporting date are as follows:

Particulars	Pension Fund Manager	Associated companies and others *	Trustee	Funds under Common Management	Directors and Key Executives* *	Other Connected persons
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----- (Un-Audited)-----

----- Half year ended December 31, 2023 -----

Equity Sub Fund

Transactions during the period

Units issued	5,000	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
Remuneration including sales tax	148	-	37	-	-	-
Allocated expenses	-	-	-	-	-	-

----- (Un-Audited)-----

----- As at December 31, 2023 -----

Balances held

Units held	5,000	-	-	-	-	-
Value of units held	506,536	-	-	-	-	-
Investments	-	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	148	-	37	-	-	-
Sales load and other payable	-	-	-	-	-	-
Allocated expenses payable	-	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
Other payable	-	-	-	-	-	-

----- (Un-Audited)-----

Particulars	Pension Fund Manager	Associated companies and others *	Trustee	Funds under Common Management	Directors and Key Executives* *	Other Connected persons
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----- (Un-Audited)-----

----- Half year ended December 31, 2023 -----

Equity Index Sub Fund

Transactions during the period

Units issued	5,000	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
Remuneration including sales tax	148	-	37	-	-	-
Allocated expenses	-	-	-	-	-	-

----- (Un-Audited)-----

----- As at December 31, 2023 -----

Balances held

Units held	5,000	-	-	-	-	-
Value of units held	506,536	-	-	-	-	-
Investments	-	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	148	-	37	-	-	-
Sales load and other payable	-	-	-	-	-	-
Allocated expenses payable	-	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
Other payable	-	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others *	Trustee	Funds under Common Management	Directors and Key Executives* *	Other Connected persons
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----- (Un-Audited)-----
----- Half year ended December 31, 2023 -----

Debt Sub Fund

Transactions during the period

Units issued	5,000					
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
Purchase of investments	-	-	-	-	-	-
Sale of investments	-	-	-	-	-	-
Remuneration including sales tax	148	-	37	-	-	-

----- (Un-Audited)-----
----- As at December 31, 2023 -----

Balances held

Units held	5,000	-	-	-	-	-
Value of units held	506,536	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	148	-	37	-	-	-
Sales load and other payable	-	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
Other payable	-	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others *	Trustee	Funds under Common Management	Directors and Key Executives* *	Other Connected persons
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----- (Un-Audited)-----
----- Half year ended December 31, 2023 -----

Money Market Sub Fund

Transactions during the period

Units issued	300,000	-	-	-	-	-
Units redeemed	-	-	-	-	-	-
Profit on PLS accounts	-	-	-	-	-	-
Bank charges	-	-	-	-	-	-
Purchase of investments	-	-	-	-	-	-
Sale of investments	-	-	-	-	-	-
Remuneration including sales tax	10,016	-	2,504	-	-	-

----- (Un-Audited)-----
----- As at December 31, 2023 -----

Balances held

Units held	300,000	-	-	-	-	-
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----- (Un-Audited)-----
----- Half year ended December 31, 2023 -----

Value of units held	30,391,530	-	-	-	-	-
Bank balances	-	-	-	-	-	-
Remuneration payable	10,016	-	2,504	-	-	-
Sales load and other payable	-	-	-	-	-	-
Profit receivable	-	-	-	-	-	-
Other payable	-	-	-	-	-	-

* This represents parent (including the related subsidiaries of the parent) of the Pension Fund Managers, associated companies / undertakings of the Pension Fund Managers, its parents and the related subsidiaries.

** These include transactions and balances in relation to the entities where common directorship exists as at half year end. However, it does not include the transactions and balances whereby the common director resigned from the Board of the Pension Fund Managers during the period.

17. CORRESPONDING FIGURES

Corresponding figures in the Financial Statements have not been presented as the Fund started its operations on December 14, 2023.

18. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial statements was authorised for issue by the Board of Directors of the Pension Fund Manager on January 25, 2024

19. GENERAL

19.1 Figures have been rounded off to the nearest rupees, where stated otherwise.

19.2 This condensed interim financial statements is unaudited and has been reviewed by the auditors. Further, the figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended December 31, 2023 have not been reviewed by auditors.

For UBL Fund Managers Limited (Pension Fund Manager)

SD
Yasir Qadri
Chief Executive Officer

SD
Umair Ahmed
Chief Financial Officer

SD
Muhammad Rizwan Malik
Director