



# Annual Report

## June 2024

UBL Retirement Savings Fund  
& UBL Voluntary Pension Fund – KPK



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**Disclaimer:** All investment in mutual fund/plan(s)/Voluntary pension scheme is subject to market risk. Past performance is not necessarily indicative for future results. Please read the consolidated offering document to understand the investment policies and risk involved.

Use of name and logo of UBL Bank Ltd. as given above does not mean that it is responsible for the liabilities/obligations of UBL Fund Managers or any investment scheme managed by it.

## CORPORATE INFORMATION

### Board of Directors

Imran Sarwar (Chairman)

Yasir Qadri (Chief Executive Officer)

Rashid Ahmed Jafer

Huma Pasha

Arif Akmal Saifie

Alee Khalid Ghaznavi

Muhammad Rizwan Malik

### Audit Committee

Huma Pasha (Chair)

Rashid Ahmed Jafer

Alee Khalid Ghaznavi

Arif Akmal Saifie

### Risk and Compliance Committee

Imran Sarwar (Chairman)

Yasir Qadri

Huma Pasha

Arif Akmal Saifie

Muhammad Rizwan Malik

### Human Resource and Compensation Committee

Rashid Ahmed Jafer (Chairman)

Imran Sarwar

Alee Khalid Ghaznavi

Yasir Qadri

Muhammad Rizwan Malik

### 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

Al-Ameen Islamic Cash Plan-I

Launch Date: May 29, 2020

UBL Pakistan Enterprise Exchange Traded Fund

Launch Date: March 24, 2020

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 23, 2022

UBL Fixed Return Fund - II

Launch Date: February 14, 2023

UBL Fixed Return Fund - III

Launch Date: February 16, 2023

UBL Fixed Return Fund - IV

Launch Date: December 21, 2023

Al-Ameen Islamic Fixed Return Fund

Launch Date: May 30, 2023

Al-Ameen Islamic Income Fund

Launch Date: May 29, 2023

UBL Voluntary Pension Fund – KPK

Launch Date: December 14, 2023

Al-Ameen Islamic Voluntary Pension Fund – KPK

Launch Date: December 14, 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 annual report “**UBL Retirement Savings Fund**” (URSF) and “**UBL Voluntary Pension Fund-KPK**” (UBKPK) for the year ended June 30, 2024.

### Economic review and outlook

Fiscal year 2024 started with Pakistan signing critically needed SBA with IMF, which provided stability and gradual revival to the FX strapped domestic economy. Key macroeconomic indicators steadily improved over the year resuscitating investor confidence. Tighter monetary policy, high base and some abatement in commodity prices paved the way for a gradual deceleration in the rate of inflation which in turn kicked off monetary easing cycle towards the end of FY24. Led by strong performance of the agriculture sector, GDP growth modestly picked up to a provisional 2.4% from 0.2% decline witnessed during the last fiscal year. On the budgetary front, controlled spending other than debt servicing and robust increase in revenues enabled the fiscal account to post a primary surplus (0.9% of GDP) after a 20 year hiatus. External account position also exhibited significant improvement as manifested in rising reserves, a stable PKR and falling yields on Pakistan's International Sovereign Bonds. The 2025 Eurobond, which was yielding over 70% in Jun-23, witnessed significant appreciation and was yielding 12.6% at the end of the fiscal year. The same confidence was witnessed in the FIPI flows in both equity and money market. Foreign investors injected USD141mm in equities while USD458mn were received under fixed income investments through SCRA accounts.

Headline inflation moderated to 23.4% in FY24 against 29.2% recorded in FY23 as deceleration in food and transport inflation made up for sizable increases in electricity and gas prices. Following considerable abatement in inflation during last quarter of the fiscal year, the MPC of the SBP cut its policy rate by 150bps to 20.5% towards the end of the year. The MPC further reduced its policy rate by 100bps in July, citing ease in inflationary pressures, improvements in the external account leading to a build-up in the FX reserves, absence of shocks in the anticipated inflationary implications of the FY25 budget, and significantly positive real interest rates for its decision to continue monetary easing in a calibrated manner to support economic activity. We anticipate FY25 CPI inflation to average around 9-11% after incorporating inflationary impact of FY25 fiscal measures, FY24 base effect, softer global commodity prices outlook, weak domestic demand and expected increase in administered prices going forward. With the real interest rates still significantly positive, we see ample room for ~600-700bps cut in policy rate in the next 12 months.

The external current account in FY24 posted a paltry deficit of USD 681 million, against USD 3,275 million recorded in FY23. The improvement was mainly brought about by lower goods trade deficit (down 11% Y/Y) and higher remittances (up 11%) which more than offset higher services deficit and significant jump in income deficit owing to the clearance of the backlog of profit repatriation and higher interest payments. Due to sufficient flows under financial account, overall balance of payments posted a surplus of USD2.9bn against a deficit of USD4.2bn during last fiscal year. We expect current account balance to remain well contained in FY25 as well due to weak domestic demand and soft global commodity prices. Further, Pakistan's adherence to IMF program would help unlock external flows. A contained CAD and timely realization of external inflows from the multilateral and bilateral source is expected to lead to further reserve buildup in the current fiscal year, in line with the SBP's expectations.

On the fiscal front, the government posted a consolidated fiscal deficit of 6.8% of GDP, amounting to PKR 7,207bn in FY24. Debt servicing continued to be the biggest drag on the revenue, eating up to 115% of net fiscal revenues and a whopping 54% of the total expenditures. However, limited fiscal spending other than debt servicing and a 30%/78% increase in the tax/non-tax revenue enabled the fiscal account to post a primary surplus to the tune of 0.9% of GDP. We think that FY25 tax revenue target of PKR12970bn (39% more than the tax collection in FY24 of PKR 9,311 billion) is highly ambitious, sans meaningful measures to tax the untaxed/undertaxed sector of the economy. In our



opinion, to meet its primary surplus target of 2% of GDP, the government will have to undertake additional revenue measures or sizably cut development spending as the year progresses.

### **Debt Market Review**

Despite higher inflation in the 1H FY24, inflation subsequently decreased in later half of FY24 and resumed its downward trajectory going forward. For this reason, the State Bank of Pakistan (SBP) reduced the policy rate by 150 bps in June-24.

Tenors	PKRV as at 30th June 2024	PKRV as at 30th June 2023	Change (FY24)
3 Months	19.97	22.65	-2.68
6 Months	19.91	22.87	-2.96
1 Year	18.68	22.93	-4.25
3 years	16.5	19.47	-2.97
5 Years	15.37	16.08	-0.71
10 Years	14.09	15.32	-1.23

Interest in short-term treasury bills was notable during the FY24. However, since 2QFY24, there has been a shift in market sentiment as it began to believe that interest rates had peaked. This change was evident in the increased participation in 12-month T-Bills during the last two quarters. Total market participation in Treasury bill auctions during the FY24 was approximately PKR 58.1 trillion, with the government accepting around PKR 24.2 trillion. Notably, there was a distinct preference for the 3-month tenor, constituting approximately 45% of the total market participation. Following closely were the 12-month and 6-month tenors, accounting for 43% and 12% of the total participation, respectively.

In fixed-rate PIB auctions, market participants bid a total of PKR 3.6 trillion, but the total accepted amount was approximately PKR 1.39 trillion (including non-competitive bids). Despite 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 1.39trillion accepted, only PKR 232 billion was allocated to 5-year PIBs, PKR 211 billion was allocated to 10-year PIBs, while the remaining amount was accepted in 3-year PIBs.

During the FY24, there was significant participation in floater rate PIBs, with a total participation of PKR 16.738 trillion in the floater rate PIB auctions. Out of this amount, the government accepted PKR 7.7 trillion. Specifically, PKR 4.6 trillion was allocated to 5-year floater PIBs, PKR 1.7 trillion to 10-year floater PIBs, PKR 0.82 trillion to 3-year floater PIBs, and PKR 0.57 trillion to 2-year floater PIBs.

On the Islamic front, market sentiment skewed towards fixed-rate Ijara sukuk in later half of FY24. Total participation was approximately PKR 2,839 billion in the fixed-rate Ijara sukuk auction, out of which the government accepted around PKR 821 billion against the total target of PKR 970 billion. Out of the PKR 821 billion accepted, PKR 376 billion was allocated to 1Y, PKR 322 billion allocated to 3Y, while PKR 123 billion was accepted in 5Y fixed-rate Ijara sukuk.

However, PKR 2,832 billion participation was witnessed in the variable-rate Ijara sukuk, and the government accepted around PKR 1,655 billion against the total target of PKR 1050 billion. Out of the PKR 1655 billion accepted, PKR 769 billion was accepted in 1Y VRR Ijara, PKR 135 billion in 3Y VRR Ijara, while PKR 751 billion was accepted in 5Y VRR Ijara.



### **Stock Market review and outlook**

The local bourse exhibited robust performance in FY24, primarily led by power, banks, fertilizers and E&Ps, as captured in a whopping 89.2% Y/Y rise in the benchmark KSE 100 Index to 78445 level at the end of the year. Despite highest ever policy rate, the market witnessed re-rating on the back of historic low valuations and improving macroeconomic outlook. Trading activity also improved notably, with the average volumes registering a growth of 140% to 460m shares in FY24 (FY23: 191m).

Notwithstanding robust performance in FY24, we continue to have a sanguine view of the equity market, which is trading at a forward PE of ~4x (Bloomberg) against long term average of 7.5x with market capitalization to GDP trading at close to 10% relative to historic average of 16%. Expected decline in interest rates, higher taxes on real estate and improving macroeconomic visibility under the extended IMF program should support further market rerating going forward.

Macroeconomic backdrop continues to remain positive as manifested in positive news flow, such as Staff Level Agreement (SLA) for EFF reached between Pakistan and IMF and rating upgrade by Fitch, improving economic indicators including falling inflation, ameliorating balance of payments position and an expected contained fiscal account. Further, Pakistan, being a net commodity importer economy, should benefit from recent softness in global commodity prices, if sustained, due to its positive impact on local inflation and twin deficits.

### **PERFORMANCE AND OPERATIONAL REVIEW – UBL RETIREMENT SAVINGS FUND**

URSF is an open-end fund that aims to provide a secure source of savings and regular income after retirement to the Participants. The Participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement. The Fund comprises of four sub funds namely Equity Sub-Fund (ESF), Debt Sub-Fund (DSF), Money Market Sub-Fund sss(MMSF) and Commodity Sub-Fund (CSF). The Fund as a whole earned a net income of PKR 1,522 million during the twelve month ended June 30, 2024 and fund size stood at PKR 6,136 million as at June 30, 2024.

Performance review for each sub fund is given below:

#### **a) Equity Sub-Fund**

For the year ended June 30, 2024, the equity sub-fund incurred a net income of PKR 695.31 million. The net assets of equity sub-fund stood at PKR 14,508.90 million representing net asset value of 1,417.1657 per unit as at June 30, 2024.

#### **b) Debt Sub Fund**

For the year ended June 30, 2024, the debt sub-fund earned a net income of PKR 254.41 million. The net assets of debt sub-fund stood at PKR 1,678.78 million representing net asset value of PKR 434.1610 per unit as at June 30, 2024.

#### **c) Money Market Sub Fund**

For the year ended June 30, 2024, the money market sub-fund earned a net income of PKR 572.03 million. The net assets of money market sub-fund stood at PKR 3,004.90 million representing net asset value of PKR 344.5054 per unit as at June 30, 2024.



#### **d) Commodity Sub Fund**

For the year ended June 30, 2024, the Commodity sub-fund earned a net profit of PKR 0.45 million. The net assets of commodity sub-fund stood at PKR 0.88 million representing net asset value of PKR 243.8000 per unit as at June 30, 2024.

### **PERFORMANCE AND OPERATIONAL REVIEW – UBL VOLUNTARY PENSION FUND-KPK**

The Fund comprises of four sub funds namely Equity sub fund (ESF), Debt sub fund (DSF), Money Market sub fund (MMSF), Equity Index sub fund (EISF). The Fund as a whole earned a gross income of PKR 4.02 million and net income of PKR 3.80 million during the year. The total fund size stood at PKR 39.720 million as at the year end.

#### **a) Equity Sub-Fund**

For the year ended June 30, 2024, the equity sub-fund incurred a net income of PKR 0.049 million. The net assets of equity sub-fund stood at PKR 0.549 million representing net asset value of 109.800 per unit as at June 30, 2024.

#### **b) Debt Sub Fund**

For the year ended June 30, 2024, the debt sub-fund earned a net income of PKR 0.049 million. The net assets of debt sub-fund stood at PKR 0.549 million representing net asset value of PKR 109.800 per unit as at June 30, 2024.

#### **c) Money Market Sub Fund**

For the year ended June 30, 2024, the money market sub-fund earned a net income of PKR 3.653 million. The net assets of money market sub-fund stood at PKR 38.073 million representing net asset value of PKR 111.1401 per unit as at June 30, 2024.

#### **d) Equity Index Sub Fund**

For the year ended June 30, 2024, the Equity Index Sub Fund earned a net profit of PKR 0.049 million. The net assets of the Equity Index Sub Fund stood at PKR 0.549 million representing net asset value of PKR 109.80 per unit as at June 30, 2024.

### **AUDITORS**

The present statutory auditors of “UBL Retirement Savings Fund” (URSF) and “UBL Voluntary Pension Fund-KPK” (UBKPK) is M/s BDO Ebrahim & Co., Chartered Accountants, being eligible, have offered themselves for reappointment. The Audit Committee has recommended their appointment as the statutory auditors of the Fund for the year 2025.





## **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 and Central Depository Company of Pakistan 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 OF DIRECTORS OF UBL FUND MANAGERS LIMITED**

**-SD-**

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**Imran Sarwar**  
**Chairman**

**-SD-**

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**Asif Qureshi**  
**Chief Executive Officer**

Karachi  
August 29, 2024

## ڈائریکٹرز کی رپورٹ

یو بی ایل فنڈ منیجرز لمیٹڈ کے بورڈ آف ڈائریکٹرز آپ کی خدمت میں 30 جون 2024ء کو ختم ہونے والے سال کے لئے سالانہ رپورٹ "یو بی ایل ریٹائرمنٹ سیونگز فنڈ" (URSFI) اور یو بی ایل وائٹری ٹینشن فنڈ - کے پی کے (UBKPK) پیش کر رہے ہیں۔

### معاشی جائزہ اور نقطہ نظر

پاکستان نے مالی سال 2024 کا آغاز آئی ایم ایف کے ساتھ انتہائی ضروری SBA پر دستخط کے ساتھ کیا، جس نے ایف ایکس بحران سے دو چار ملکی معیشت کو استحکام اور بتدریج بحالی فراہم کی۔ سال کے دوران اہم میکرو اکنامک اشاروں میں مسلسل بہتری آئی جس سے سرمایہ کاروں کا اعتماد بحال ہوا۔ سخت مانیٹری پالیسی، زیادہ بین اور اجناس کی قیمتوں میں کچھ کمی نے افراط زر کی شرح میں بتدریج کمی کی راہ ہموار کی جس کے نتیجے میں مالی سال 24 کے آخر میں مالیاتی نرمی کا سلسلہ شروع ہوا۔ زرعی شعبے کی مستحکم کارکردگی کی وجہ سے جی ڈی پی کی شرح نمو گزشتہ مالی سال کے دوران 0.2 فیصد کی کمی کے مقابلے میں معمولی طور پر بڑھ کر عارضی طور پر 2.4 فیصد ہو گئی۔ بجٹ کے محاذ پر قرضوں کی ادائیگی کے علاوہ اخراجات پر کنٹرول اور محصولات میں زبردست اضافہ نے مالیاتی اکاؤنٹ 20 سال کے وقفے کے بعد پرانری سرپلس (جی ڈی پی کا 0.9 فیصد) حاصل کرنے کے قابل بنایا۔ بیرونی کھاتوں کی پوزیشن میں بھی نمایاں بہتری دیکھنے میں آئی جو کہ ذخائر کے بڑھنے، پاکستانی روپیہ کے استحکام اور پاکستان کے بین الاقوامی سو ریجن بانڈز پر شرح منافع سے ظاہر ہوتی ہے۔ 2025 یور بانڈ، جو جون 23 میں 70 فیصد سے زیادہ منافع دے رہا تھا، میں نمایاں اضافہ دیکھنے میں آیا اور مالی سال کے اختتام پر 12.6 فیصد کا منافع حاصل ہوا۔ دونوں ایکویٹی اور مونی مارکیٹ میں FIPI کی آمد میں بھی اتار چڑھاؤ دیکھا گیا۔ غیر ملکی سرمایہ کاروں نے ایکویٹی میں 141 ملین امریکی ڈالر کی سرمایہ کاری کی جبکہ SCRA اکاؤنٹس کے ذریعے قسٹڈ انکم سرمایہ کاری کے تحت 458 ملین امریکی ڈالر وصول ہوئے۔

بجلی اور گیس کی قیمتوں میں نمایاں اضافے کی وجہ سے خوراک اور نقل و حمل کی افراط زر میں کمی کی وجہ سے ہیڈ لائن افراط زر مالی سال 24 میں کم ہو کر 23.4 فیصد رہ گئی جو مالی سال 23 میں 29.2 فیصد درج کی گئی تھی۔ مالی سال کی آخری سہ ماہی کے دوران افراط زر میں نمایاں کمی کے بعد اسٹیٹ بینک پاکستان کی مانیٹری پالیسی کمیٹی نے سال کے اختتام پر اپنے پالیسی ریٹ میں 150bps کی کمی کر کے 20.5 فیصد کر دی۔ مانیٹری پالیسی کمیٹی نے جولائی میں اپنی پالیسی ریٹ میں مزید 100bps کی کمی کی، جس میں افراط زر کے دباؤ میں کمی، بیرونی کھاتوں میں بہتری کے نتیجے میں زرمبادلہ کے ذخائر میں اضافہ، مالی سال 25 کے متوقع افراط زر کے مضمرات میں اتار چڑھاؤ کی عدم موجودگی اور معاشی سرگرمیوں کو سہارا دینے کے لئے مالیاتی نرمی جاری رکھنے کے فیصلے کے لئے نمایاں طور پر مثبت حقیقی شرح سود کا ذکر کیا گیا۔ مالی سال 25 کے مالی اقدامات، مالی سال 24 کے بنیادی اثر، عالمی اجناس کی قیمتوں میں نرمی، مقامی کم طلب اور انتظامی قیمتوں میں متوقع اضافے کو شامل کرنے کے بعد مالی سال 25 میں CPI افراط زر اوسطاً 9-11 فیصد رہنے کی توقع ہے۔ اب بھی نمایاں طور پر مثبت حقیقی شرح سود کے ساتھ، ہم اگلے 12 مہینوں میں پالیسی ریٹ میں 600-700bps کی کافی گنجائش دیکھتے ہیں۔

مالی سال 24 میں بیرونی کرنٹ اکاؤنٹ میں 681 ملین ڈالر کا معمولی خسارہ درج کیا گیا جو مالی سال 23 میں 3,275 ملین ڈالر درج کیا گیا تھا۔ یہ بہتری بنیادی طور پر اشیاء کے تجارتی خسارے میں کمی (سال بہ سال 11 فیصد کمی) اور زیادہ تر سیلات زر (11 فیصد اضافہ) کی وجہ سے آئی ہے جو زیادہ سروسز کے خسارے اور منافع کی واپسی اور زیادہ سود کی ادائیگیوں کی وجہ سے آمدنی کے خسارے میں نمایاں اضافے سے زیادہ ہے۔ مالی کھاتوں کے تحت خاطر خواہ آمد کی وجہ سے ادائیگیوں کے مجموعی توازن میں 2.9 ملین امریکی ڈالر کا سرپلس درج کیا گیا جبکہ گزشتہ مالی سال کے دوران خسارہ 4.2 ملین امریکی ڈالر تھا۔ ہم توقع کرتے ہیں کہ مالی سال 25 میں بھی کرنٹ اکاؤنٹ بیلنس اچھی طرح سے برقرار رہے گا جس کی وجہ مقامی کم طلب اور عالمی اجناس کی کم قیمتیں ہیں۔ مزید برآں، پاکستان کی جانب سے آئی ایم ایف پروگرام پر عمل پیرا ہونے سے بیرونی آمد کو بحال کرنے میں مدد ملے گی۔ توقع ہے کہ کرنٹ اکاؤنٹ خسارہ پر قابو پانے اور کثیر الجہتی اور دو طرفہ ذرائع سے بیرونی ترسیلات زر کی بروقت وصولی اسٹیٹ بینک پاکستان کی توقعات کے مطابق رواں مالی سال میں ذخائر میں مزید اضافے کا باعث بنے گی۔

مالیاتی محاذ پر حکومت کا مجموعی مالیاتی خسارہ جی ڈی پی کا 6.8 فیصد رہا جو مالی سال 24 میں 7,207 ملین روپے رہا۔ قرضوں کی ادائیگی آمدنی پر سب سے بڑا بوجھ بنی رہی، جس پر خالص مالی آمدنی 1154 فیصد اور کل اخراجات کا 54 فیصد استعمال کیا گیا۔ تاہم، قرضوں کی ادائیگی کے علاوہ محدود مالی اخراجات اور ٹیکس/نان ٹیکس آمدنی میں 30 فیصد/78 فیصد اضافے نے مالیاتی اکاؤنٹ کو جی ڈی پی کے 0.9 فیصد تک بنیادی سرپلس درج کرنے کے قابل بنایا۔ ہمارا خیال ہے کہ مالی سال 25 کا ٹیکس محصولات کا ہدف 12970 ملین روپے (مالی سال 24 میں 9,311 ملین روپے) کی ٹیکس وصولی سے 39 فیصد زیادہ) انتہائی پُر عزم ہے، جس میں معیشت کے غیر ٹیکس/کم ٹیکس والے شعبے پر ٹیکس لگانے کے لئے کوئی معنی خیز اقدامات نہیں کیے گئے ہیں۔ ہماری رائے میں، جی ڈی پی کے 2 فیصد کے بنیادی سرپلس ہدف کو پورا کرنے کے لئے، حکومت کو اضافی محصولات کے اقدامات کرنے ہوں گے یا سال کے ترقیاتی اخراجات میں نمایاں کمی کرنا ہوگی۔



## ڈیٹ مارکیٹ کا جائزہ

مالی سال 24 کی پہلی ششماہی میں زیادہ افراط زر کے باوجود مالی سال 24 کی آخری ششماہی میں افراط زر میں نمایاں کمی واقع ہوئی اور آگے چل کر اس میں کمی کا سلسلہ دوبارہ شروع ہوا۔ اسی وجہ سے اسٹیٹ بینک آف پاکستان (SBP) نے جون-24 میں پالیسی ریٹ میں 150bps کی کمی کی تھی۔

مدت	30 جون 2024 کو PKRV	30 جون 2023 کو PKRV	تبدیلی (مالی سال 24)
	19.97	22.65	-2.68
	19.91	22.87	-2.96
	18.68	22.93	-4.25
	16.5	19.47	-2.97
	15.37	16.08	-0.71
10 سال	14.09	15.32	-1.23

مالی سال 24 کے دوران قلیل مدتی ٹریژری بلز میں دلچسپی نمایاں رہی۔ تاہم مالی سال 24 کی دوسری سہ ماہی سے مارکیٹ کے جذبات میں تبدیلی آئی ہے کیونکہ یہ یقین ہو گیا کہ شرح سود بلندی پر پہنچ گئی ہے۔ یہ تبدیلی گزشتہ دو سہ ماہیوں کے دوران 12 ماہ کے ٹی بلز میں زیادہ شراکت سے واضح ہوتی ہے۔ مالی سال 24 کے دوران ٹریژری بل کی نیلامیوں میں مجموعی مارکیٹ کی شراکت تقریباً 58.1 ٹریلین روپے رہی، جس میں حکومت نے تقریباً 24.2 ٹریلین روپے قبول کیے۔ قابل ذکر بات یہ ہے کہ 3 ماہ کی مدت کے لئے ایک الگ ترجیح تھی، جو کل مارکیٹ کی شراکت کا تقریباً 45 فیصد بنتی ہے۔ اس کے بعد 12 ماہ اور 6 ماہ کی مدتیں، جو بالترتیب کل شراکت کا 43 فیصد اور 12 فیصد تھیں۔

فلسڈ ریٹ PIB نیلامیوں میں مارکیٹ شرکاء نے مجموعی طور پر 3.6 ٹریلین روپے کی پیشکش کی، لیکن مجموعی طور پر قبول شدہ رقم تقریباً 1.39 ٹریلین روپے (غیر مسابقتی بولیوں سمیت) تھی۔ کافی شراکت کے باوجود، مارکیٹ نے نسبتاً زیادہ شرح منافع کا مطالبہ کیا۔ حکومت نے فعال طور پر قرض کی لاگت اور میچورٹی پر وفاق کو بیک وقت منظم کیا۔ قبول شدہ 1.39 ٹریلین روپے میں سے صرف 232 بلین روپے 5 سالہ PIBs، 211 بلین روپے 10 سالہ PIBs جبکہ بقیہ رقم 3 سالہ PIBs کے لئے مختص کی گئی۔

مالی سال 24 کے دوران فلوٹر ریٹ PIBs میں نمایاں شراکت ہوئی جس میں فلوٹر ریٹ PIBs نیلامیوں میں مجموعی طور پر 16.738 ٹریلین روپے کی شراکت ہوئی۔ اس رقم میں سے حکومت نے 7.7 ٹریلین روپے قبول کیے۔ خصوصی طور پر 4.6 ٹریلین روپے 5 سالہ فلوٹر PIBs، 1.7 ٹریلین روپے 10 سالہ فلوٹر PIBs، 0.82 ٹریلین روپے 3 سالہ فلوٹر PIBs اور 0.57 ٹریلین روپے 2 سالہ فلوٹر PIBs کے لئے مختص کیے گئے تھے۔

اسلامی محاذ پر، مالی سال 24 کی آخری ششماہی میں مارکیٹ کارحان فلسڈ ریٹ اجارہ سکوک کی طرف زیادہ رہا۔ فلسڈ ریٹ اجارہ سکوک کی نیلامی میں مجموعی طور پر تقریباً 2839 بلین روپے کی شراکت ہوئی جس میں سے حکومت نے 970 بلین روپے کے مجموعی ہدف کے مقابلے میں تقریباً 821 بلین روپے قبول کیے۔ قبول شدہ 821 بلین روپے میں سے 376 بلین روپے 1 سال، 322 بلین روپے 3 سال کے لئے مختص کیے گئے جبکہ 123 بلین روپے 5 سالہ فلسڈ ریٹ اجارہ سکوک میں منظور کیے گئے۔

تاہم متغیر شرح اجارہ سکوک میں 2832 بلین روپے کی شراکت دیکھی گئی اور حکومت نے 1050 بلین روپے کے مجموعی ہدف کے مقابلے میں 1655 بلین روپے قبول کیے۔ قبول شدہ 1655 بلین روپے میں سے 769 بلین روپے 1 سالہ متغیر شرح اجارہ سکوک، 135 بلین روپے 3 سالہ متغیر شرح اجارہ سکوک جبکہ 751 بلین روپے 5 سالہ متغیر شرح اجارہ سکوک میں قبول کیے گئے۔

## اشاک مارکیٹ کا جائزہ اور نقطہ نظر

مالی سال 24 میں مقامی اشاک ایکسچینج نے مضبوط کارکردگی کا مظاہرہ کیا، جس میں بنیادی طور پر بجلی، پیکیوں، کھادوں اور E&Ps نے اہم کردار ادا کیا، جیسا کہ سال کے اختتام پر بیچ مارک KSE-100 انڈیکس میں 89.2 فیصد سالانہ اضافہ سے 78445 کی سطح پر پہنچ گیا۔ اب تک کے سب سے زیادہ پالیسی ریٹ کے باوجود مارکیٹ میں تاریخی کم ویلیوایشن اور میکرو اکنامک نقطہ نظر میں بہتری کی وجہ سے ری ریننگ دیکھی گئی۔ تجارتی سرگرمیوں میں بھی نمایاں بہتری آئی، مالی سال 24 میں اوسط حجم 140 فیصد اضافے کے ساتھ 460 ملین حصص (مالی سال 23: 191 ملین) تک پہنچ گیا۔

مالی سال 24 میں مضبوط کارکردگی کے باوجود، ہم ایکویٹی مارکیٹ میں مضبوط نقطہ نظر رکھتے ہیں، جو طویل مدتی اوسط 7.5 گنا کے مقابلے میں 4~ گنا (بلوہیرگ) کے فارورڈ PE پر تجارت کر رہی ہے اور مارکیٹ کیپچلر نریشن سے جی ڈی پی تجارت 16 فیصد کی تاریخی اوسط کے مقابلے میں 10 فیصد کے قریب ہے۔ شرح سود میں متوقع کمی، ریئل اسٹیٹ پر زیادہ ٹیکس اور آئی ایم ایف کے توسیعی پروگرام کے تحت میکرو اکنامک منظر نامہ بہتر ہونے سے مارکیٹ کی بحالی میں مدد ملے گی۔

میکرو اکنامک منظر نامہ پاکستان اور آئی ایم ایف کے درمیان EFE کے لئے اسٹاف لیول ایگریمنٹ (SLA) اور فٹج کی جانب سے ریٹنگ اپ گریڈ، معاشی اشاروں میں بہتری بشمول افراط زر میں کمی، ادائیگیوں کے توازن کی صورتحال میں بہتری اور متوقع مالی اکاؤنٹ سمیت مثبت خبروں سے ظاہر ہوتا ہے۔ مزید برآں، پاکستان، جو ایک خالص اجناس درآمد کنندہ معیشت ہے، کو مقامی افراط زر اور دہرے خسارے پر اس کے مثبت اثرات کی وجہ سے عالمی اجناس کی قیمتوں میں حالیہ نرمی، اگر برقرار رہتی ہے، تو اس سے فائدہ اٹھانا چاہئے۔

### کارکردگی اور آپریشنل جائزہ- یو بی ایل ریٹائرمنٹ سیونگ فنڈ

یو آر ایس ایف ایک اوپن اینڈ فنڈ ہے جس کا مقصد شرکاء کو ریٹائرمنٹ کے بعد بچت اور باقاعدگی سے آمدنی کا ایک محفوظ ذریعہ فراہم کرنا ہے۔ شرکاء اپنی ورکنگ زندگی کے دوران فنڈ میں حصہ ڈالیں گے اور عام طور پر ریٹائرمنٹ پر یا اس کے بعد فنڈ سے آمدنی حاصل کریں گے۔ فنڈ چارڈیلی فنڈز پر مشتمل ہے یعنی ایکویٹی سب فنڈ، ڈیٹ سب فنڈ، منی مارکیٹ سب فنڈ اور کموڈٹی سب فنڈ۔ فنڈ نے 30 جون 2024 کے ختم ہونے والے سال کے دوران مجموعی طور پر 1,522 ملین پاکستانی روپے کی مجموعی آمدنی حاصل کی اور 30 جون 2024 تک فنڈ کا سائز 6,136 ملین پاکستانی روپے رہا۔

ہر ذیلی فنڈ کی کارکردگی کا جائزہ ذیل میں دیا گیا ہے۔

#### الف) ایکویٹی سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، ایکویٹی سب فنڈ کو 695.31 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ ایکویٹی سب فنڈ کے خالص اثاثے 14,508.90 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 1,417.1657 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### ب) ڈیٹ سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، ڈیٹ سب فنڈ نے 254.41 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ ڈیٹ سب فنڈ کے خالص اثاثے 1,678.78 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 434.1610 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### پ) منی مارکیٹ سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، منی مارکیٹ کے ذیلی فنڈ نے 572.03 ملین پاکستانی روپے کی خالص آمدنی حاصل کی۔ منی مارکیٹ سب فنڈ کے خالص اثاثے 3,004.90 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 344.5054 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### ت) کموڈٹی سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، کموڈٹی سب فنڈ کو 0.45 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ کموڈٹی سب فنڈ کے خالص اثاثے 3,004.90 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 243.8000 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

### کارکردگی اور آپریشنل جائزہ- یو بی ایل رضا کارانہ پنشن فنڈ- کے پی کے

فنڈ چارڈیلی فنڈز پر مشتمل ہے یعنی ایکویٹی سب فنڈ، ڈیٹ سب فنڈ، منی مارکیٹ سب فنڈ اور ایکویٹی انڈیکس سب فنڈ۔ فنڈ نے سال کے دوران مجموعی طور پر 4.02 ملین پاکستانی روپے کی مجموعی آمدنی اور 3.80 ملین پاکستانی روپے کی خالص آمدنی حاصل کی۔ سال کے اختتام پر فنڈ کا کل سائز 39.720 ملین پاکستانی روپے رہا۔

ہر ذیلی فنڈ کی کارکردگی کا جائزہ ذیل میں دیا گیا ہے۔

#### الف) ایکویٹی سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، ایکویٹی سب فنڈ کو 0.049 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ ایکویٹی سب فنڈ کے خالص اثاثے 0.549 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 109.800 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### ب) ڈیٹ سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، ڈیٹ سب فنڈ نے 0.049 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ ڈیٹ سب فنڈ کے خالص اثاثے 0.549 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 109.800 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### پ) منی مارکیٹ سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، منی مارکیٹ کے ذیلی فنڈ نے 3.653 ملین پاکستانی روپے کی خالص آمدنی حاصل کی۔ منی مارکیٹ سب فنڈ کے خالص اثاثے 38.073 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 111.1401 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### ت) ایکویٹی انڈیکس سب فنڈ

30 جون 2024 کو ختم ہونے والے سال کے لیے، ایکویٹی انڈیکس سب فنڈ کو 0.049 ملین پاکستانی روپے کی خالص آمدنی ہوئی۔ ایکویٹی انڈیکس سب فنڈ کے خالص اثاثے 0.549 ملین پاکستانی روپے رہے جو 30 جون 2024 تک 100.00 پاکستانی روپے فی یونٹ کی خالص اثاثہ مالیت کی نمائندگی کرتے ہیں۔

#### آڈیٹرز

موجودہ قانونی آڈیٹرز میسرز بی ڈی اوی ابراہیم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس اہل ہونے کی بناء پر دوبارہ تقرری کے لئے خود کو پیش کرتے ہیں۔ سال 2025 کے لئے آڈٹ کمیٹی نے فنڈ کے قانونی آڈیٹرز کے طور پر ان کی تقرری کی منظوری دی ہے۔

#### اظہار تشکر

ہم اپنے قابل قدر ریونٹ ہولڈرز کا یو بی ایل فنڈ منیجرز لمیٹڈ پر اعتماد اور بھروسہ کے لیے شکر گزار ہیں۔ اس کے علاوہ، ہم سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ (غرضی) کی مسلسل حمایت، رہنمائی اور تعاون کا اعتراف کرتے ہیں۔ بورڈ اس موقع پر ملازمین کی لگن، عزم، جوش اور محنت کو بھی سراہتا ہے۔

منجانب اور برائے بورڈ آف ڈائریکٹرز آف یو بی ایل فنڈ منیجرز لمیٹڈ

SD

چیرمین

SD

چیف ایگزیکٹو آفیسر

کراچی

بتاریخ:

# UBKPK

## UBL Voluntary Pension Fund – KPK

### INVESTMENT OBJECTIVE

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

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

## **Fund Manager's Report – UBL Voluntary Pension Fund KPK**

- i) **Description of the Voluntary Pension Scheme (VPS) category and type**  
Voluntary Pension Scheme / Open-end
- ii) **Statement of VPS investment objective**  
UBKPK is an open-end fund that aims to provide a secure source of retirement savings and regular income after retirement to the Employee(s).
- iii) **Explanation as to whether the VPS achieved its stated objective**  
The Pension Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the VPS**  
None
- v) **Comparison of the VPS performance during the period**

Monthly Yield*	Jul'23	Aug'23	Sep'23	Oct'23	Nov'23	Dec'23	Jan'24	Feb'24	Mar'24	Apr'24	May'24	Jun'24	FYTD
UBKPK-MMSF	-	-	-	-	-	27.54%	18.75%	18.44%	16.68%	19.25%	19.59%	19.95%	20.43%

UBL Voluntary Pension Fund KPK	FY'24
High Volatility	-
Medium volatility	-
Low volatility	-
Lower volatility	-

- i) **Description of the strategies and policies employed during the period under review in relation to the VPS performance**

UBL Voluntary Pension Fund KPK is an open-end fund that aims to provide a secure source of savings and regular income after retirement to the Employee(s). The Participants would contribute to the Fund during their working life and would typically withdraw from the Fund on or after retirement. The Fund comprises of four sub funds namely Equity Sub-Fund (ESF), Debt Sub-Fund (DSF), Money Market Sub-Fund (MMSF) and Equity Index Sub-Fund (EISF). The Fund as a whole earned a net income of PKR 129.110 million during the full year ended June 30, 2024 and fund size stood at PKR 38 million as at June 30, 2024.

- ii) **Disclosure of the VPS asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

<b>URSF Money Market (% of Total Assets)</b>	<b>Jun-24</b>	<b>Jun-23</b>
T-Bills	95%	-
Placements with banks	0%	-
PIB - Floater	0%	-
Cash	3%	-
Term Finance Certificates / Sukuks	0%	-
Others	3%	-
Leverage	Nil	-

- iii) **Analysis of the VPS performance**

UBKPK-MMSF: FY'24 Return: 20.43%

- iv) **Changes in total NAV and NAV per unit since the last review period or since commencement (in case of newly established VPS)**

	<b>Net Asset Value</b>			<b>NAV per unit</b>		
	<b>30-Jun-24</b>	<b>30-Jun-23</b>	<b>Change</b>	<b>30-Jun-24</b>	<b>30-Jun-23</b>	<b>Change</b>
	<b>Rupees (000)</b>		<b>%</b>	<b>Rupees</b>		<b>%</b>
UBKPK-ESF	549	0	100	109.8000	0	100
UBKPK-DSF	549	0	100	109.8000	0	100
UBKPK-MSF	38,073	0	100	111.1401	0	100
UBKPK-EISB	549	0	100	100.000	0	100

- v) **Disclosure on the markets that the VPS has invested in including - review of the market(s) invested in and returns during the period**

The scheme has 4 sub funds which invest in the shariah compliant equity and debt / money markets actively. Reviews of these markets is as follows:

Please refer to relevant section in director report

- vi) **Description and explanation of any significant changes in the state of affairs of the VPS during the period and up till the date of the manager's report, not otherwise disclosed in the financial statement.**

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

**vii) Breakdown of unit holdings by size**

Range of Units	Number of Investors	Number of Investors	Number of Investors	Number of Investors
	EISF	ESF	DSF	MSF
0.0001 - 9,999.9999	1	1	1	140
10,000.0000 - 49,999.9999				
50,000.0000 - 99,999.9999				
100,000.0000 - 499,999.9999				1
500,000.0000 & Above				
<b>Total</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>141</b>

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

There were no unit splits during the period.

**ix) Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

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

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



**PERFORMANCE TABLE****2024****UBL VOLUNTARY PENSION FUND KPK****NET ASSETS AS AT 30 JUNE - Rupees in '000****38,073****NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees****Class A units - Offer \*****111.1401****- Redemption****111.1401****RETURN OF THE FUND - %****Total Return of the Fund****20.43****Capital Growth (per unit)****-****Date of Income Distribution****Income Distribution****AVERAGE ANNUAL RETURN - %****One Year****20.43****OFFER / REPURCHASE DURING THE YEAR- Rupees****Highest price per unit - Class A units - Offer****111.1401****Highest price per unit - Class A units - Redemption****111.1401****Lowest price per unit - Class A units - Offer****100****Lowest price per unit - Class A units - Redemption****100****\* Front-end load @ 0% is applicable****PORTFOLIO COMPOSITION - %****Percentage of Net Assets as at 30 June****PORTFOLIO COMPOSITION BY CATEGORY - %****Bank Balances****2.57****Government Securities****95.66****Others****1.77****PORTFOLIO COMPOSITION BY MARKET - %****100****Debt Market****Note:****The Launch date of Fund is 14-Dec-2023****DISCLAIMER**

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

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

**Head Office:**

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S.M.C.H.S. Main Shahra-e-Faisal  
Karachi-74400, Pakistan.  
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URL: [www.cdcpakistan.com](http://www.cdcpakistan.com)  
Email: [info@cdcpak.com](mailto:info@cdcpak.com)



**TRUSTEE REPORT TO THE PARTICIPANTS**

**UBL VOLUNTARY PENSION FUND-KPK**

**Report of the Trustee pursuant to Regulation 67D of the Non-Banking Finance Companies  
and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of UBL 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 September 05, 2023 to June 30, 2024 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, September 30, 2024

## **INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS**

### **Report on the audit of the financial statements**

#### **Opinion**

We have audited the financial statements of UBL Voluntary Pension Fund-KPK ("the Fund"), which comprise the statement of assets and liabilities as at June 30, 2024, and the income statement, statement of comprehensive income, statement of cash flows and statement of movement in Participants's fund for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2024, and its financial performance and its cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

#### **Basis for opinion**

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

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

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

#### **Responsibilities of the Management and Those Charged with Governance of the Management Company**

The Management of the Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with the approved accounting and reporting standards as applicable in Pakistan and for such internal control as the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with the governance of the Management Company are responsible for overseeing the Fund's financial reporting process.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Management Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company.
- Conclude on the appropriateness of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on other legal and regulatory requirements**

Based on our audit, we further report that in our opinion the financial statements have been prepared in accordance with the relevant provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non-Banking Finance Companies and Notified Entities Regulation, 2008, the voluntary pension system rules, 2005 including the guidelines thereunder and the Trust Deed.

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

**KARACHI**

**DATED: SEPTEMBER 30, 2024**

**UDIN: RR202410067Sq9V62vKI**



**BDO EBRAHIM & CO.  
CHARTERED ACCOUNTANTS**

UBL VOLUNTARY PENSION FUND - KPK  
STATEMENT OF ASSETS AND LIABILITIES  
AS AT JUNE 30, 2024

June 30, 2024						
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub Fund	Total	
Note	----- (Rupees in '000) -----					
<b>ASSETS</b>						
Bank balances	5	-	-	979	-	979
Investments	6	-	-	36,421	-	36,421
Profit receivable	7	-	-	686	-	686
Receivable against sale of investments		500	500	44	500	1,544
Prepayments and other receivables	8	51	51	256	51	409
<b>TOTAL ASSETS</b>		551	551	38,386	551	40,039
<b>LIABILITIES</b>						
Payable to UBL Fund Managers Limited - Management Company	9	1	1	21	1	24
Payable to Central Depository Company of Pakistan Limited - Trustee	10	-	-	22	-	22
Payable to the Securities and Exchange Commission of Pakistan	11	-	-	8	-	8
Accrued expenses and other liabilities	12	1	1	262	1	265
<b>TOTAL LIABILITIES</b>		2	2	313	2	319
<b>NET ASSETS</b>		549	549	38,073	549	39,720
<b>PARTICIPANTS' SUB-FUNDS</b>						
(as per statement attached)		549	549	38,073	549	39,720
<b>CONTINGENCIES AND COMMITMENTS</b>						
	14					
<b>NUMBER OF UNITS IN ISSUE</b>						
	15	5,000	5,000	342,568	5,000	
<b>NET ASSET VALUE PER UNIT</b>						
		109.8000	109.8000	111.1401	109.8000	

The annexed notes from 1 to 29 form an integral part of these financial statements.

For UBL Fund Managers Limited  
(Pension Fund Manager)

SD  
Asif Ali Qureshi  
Chief Executive Officer

SD  
Umair Ahmed  
Chief Financial Officer

SD  
Yasir Qadri  
Director

**UBL VOLUNTARY PENSION FUND - KPK**  
**INCOME STATEMENT**  
**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024					
	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Equity Index Sub Fund	Total
Note	----- (Rupees in '000) -----				
<b>INCOME</b>					
Financial Income	51	51	3,821	51	3,974
Net unrealised gain on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	-	-	-	-	-
Other Income	-	-	10	-	10
	-	-	41	-	41
<b>TOTAL INCOME</b>	51	51	3,871	51	4,024
<b>EXPENSES</b>					
Remuneration of UBL Fund Managers Limited - Management Company	1	1	113	1	116
Sindh Sales Tax on remuneration of the Management Company	-	-	15	-	15
Remuneration of Central Depository Company of Pakistan Limited -Trustee	-	-	28	-	28
Sindh Sales Tax on remuneration of the Trustee	-	-	4	-	4
Annual fee to the Securities and Exchange Commission of Pakistan	-	-	8	-	8
Auditors' remuneration	-	-	150	-	150
Legal and professional charges	-	-	65	-	65
Bank charges	-	-	4	-	4
Reimbursement from Management Company	-	-	(215)	-	(215)
Insurance Expense	1	1	47	1	50
<b>TOTAL EXPENSES</b>	2	2	218	2	224
Net operating income for the period	49	49	3,653	49	3,800
Element of Income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	-	-	-	-	-
Net income for the period before taxation	49	49	3,653	49	3,800
Taxation	-	-	-	-	-
Net income for the period after taxation	49	49	3,653	49	3,800
Earnings / (loss) per unit					

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**



**UBL VOLUNTARY PENSION FUND - KPK**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

[illegible]

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

SD  
Asif Ali Qureshi  
Chief Executive Officer

\_\_\_\_SD\_\_\_\_  
Umair Ahmed  
Chief Financial Officer

\_\_\_\_SD\_\_\_\_  
Yasir Qadri  
Director

**UBL VOLUNTARY PENSION FUND - KPK**  
**STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS**  
**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

<b>FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024</b>				
<b>Equity Sub-Fund</b>	<b>Debt Sub-Fund</b>	<b>Money Market Sub-Fund</b>	<b>Equity Index Sub-Fund</b>	<b>Total</b>
<b>----- (Rupees in '000) -----</b>				
<b>Net assets at beginning of the period</b>	-	-	-	-
Amount received on issuance of units	500	34,420	500	35,920
Amount paid on redemption of units - net	-	-	-	-
Reallocation among Sub-Funds	-	-	-	-
	500	34,420	500	35,920
Element of (income) / loss and capital (gains) / losses included in the prices of units sold less those in units redeemed - net	-	-	-	-
Unrealised gain on revaluation of investments classified as 'at fair value through profit or loss'	-	10	-	10
Other net income for the period	49	3,644	49	3,791
	49	3,653	49	3,800
<b>Net assets at end of the period</b>	<b>549</b>	<b>38,073</b>	<b>549</b>	<b>39,720</b>

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

SD  
**Asif Ali Qureshi**  
**Chief Executive Officer**

SD  
**Umair Ahmed**  
**Chief Financial Officer**

SD  
**Yasir Qadri**  
**Director**

**UBL VOLUNTARY PENSION FUND - KPK**  
**CASH FLOW STATEMENT**  
**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024					
Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
	----- (Rupees in '000) -----				
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Net income for the period before taxation	49	49	3,653	49	3,800
Adjustments for:					
Financial Income	(51)	(51)	(3,821)	(51)	(3,974)
Net unrealised (gain) on re-measurement of investments classified as financial assets 'at fair value through profit or loss'	-	-	(10)	-	(10)
Other Income / Reversal of provision	-	-	(41)	-	(41)
4.6	(2)	(2)	(218)	(2)	(224)
<b>(Increase) / decrease in assets</b>					
Investments - net	-	-	(36,412)	-	(36,412)
Prepayments and other receivables	(551)	(551)	(300)	(551)	(1,953)
	(551)	(551)	(36,712)	(551)	(38,364)
<b>Increase / (decrease) in liabilities</b>					
Payable to UBL Fund Managers Limited - Management Company	1	1	21	1	24
Payable to Central Depository Company of Pakistan Limited - Trustee	-	-	22	-	22
Payable to the Securities and Exchange Commission of Pakistan	-	-	8	-	8
Accrued expenses and other liabilities	1	1	262	1	265
<b>Cash flow generated from operations</b>	2	2	313	2	319
Profit / interest income received	51	51	3,176	51	3,329
<b>Net cash flows operating activities</b>	(500)	(500)	(33,441)	(500)	(34,941)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Amount received on issuance of units	500	500	34,420	500	35,920
Net cash flows from financing activities	500	500	34,420	500	35,920
Net increase in cash and cash equivalents	-	-	979	0	979
Cash and cash equivalents at the beginning of the period	-	-	-	-	-
Cash and cash equivalents at the end of the period	-	-	979	0	979
<b>Cash and cash equivalents</b>					
Bank balances	-	-	979	-	979
5	-	-	(0)	(0)	(0)

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

SD  
**Asif Ali Qureshi**  
**Chief Executive Officer**

SD  
**Umair Ahmed**  
**Chief Financial Officer**

SD  
**Yasir Qadri**  
**Director**

**UBL VOLUNTARY PENSION FUND – KPK**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM SEPTEMBER 05, 2023 TO JUNE 30, 2024**

**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 UBL 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 under the Voluntary Pension Scheme Rules, 2005 (the VPS Rules)
- 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, UBL Voluntary Pension Fund - KPK, Equity Sub-Fund (The Equity Sub-Fund), UBL Voluntary Pension Fund - KPK, Equity Index Sub-Fund (The Equity Index Sub-Fund), UBL Voluntary Pension Fund - KPK, Debt Sub-Fund (The Debt Sub-Fund) and UBL 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 UBL 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. Assets of Equity Sub Fund shall be invested in equity securities which are listed on Pakistan Stock Exchange (PSX) or for the listing of which an application has been approved by PSX and Equity Sub Fund shall be eligible to invest in units of Real Estate Investment Trusts and Exchange Traded Funds provided that entity/sector/group exposure limits as prescribed are complied with at least ninety percent (90%) of Net Assets of Equity Sub Fund shall remain invested in listed equity securities during the year based on rolling average investment of last ninety (90) days calculated on daily basis.

#### **1.4.2 UBL 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 KSE-30 by investing in companies of the Index in proportion to their weightages. The Index Sub-fund shall strive to remain fully invested in accordance with the stated index, however, under no circumstances shall it be invested less than 85% of its net assets in securities covered in the index or its subset during the year based on monthly average investment calculated on a daily basis. The un invested amount shall be kept in cash and/or near cash instruments where near cash instruments include cash in bank account (excluding TDRs), and Treasury bills not exceeding 90 days maturity;

#### **1.4.3 UBL 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. The Debt Sub-fund shall consist of government securities, cash in bank account, money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM), TDRs, commercial paper, TFC/ Sukuk or any other Islamic mode of placement, reverse repo, deposits/placements with Microfinance Banks and any other approved debt/money market security issued from time to time;

#### **1.4.4 UBL 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. The current investment policy/limits for money market sub-fund as stated below investment avenues - government securities, cash and near cash instruments which include cash in bank accounts (excluding TDRs), treasury bills, money market placements, deposits, certificate of deposits (COD), certificate of musharakas (COM) or any other mode of placement, TDRs, reverse repo;

The allocation of the contributions between the various Sub-Funds at the date of opening of Individual Pension Account shall be allocated 100% to the Money Market Sub-Fund and thereafter, shall be in accordance with the Allocation Policy applicable to the Employee(s) as mentioned in this Offering Document.

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**

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Voluntary Pension System Rules, 2005 and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, the Voluntary Pension System Rules, 2005 and requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, the Voluntary Pension System Rules, 2005 and requirements of the Trust Deed have been followed.

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

These financial statements have been prepared by following accrual basis of accounting except for cash flows information.

### **2.3 Functional and presentation currency**

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

### **2.4 Use of estimates and judgments**

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

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

#### **Classification and measurement of financial assets and financial liabilities**

For details please refer notes 4.2.1.1 and 23 to these financial statements.

#### **Impairment of financial assets**

For details please refer notes 4.2.1.2 to these financial statements.

#### **Provision for taxation**

For details please refer notes 4.4 and 19 to these financial statements.

#### **Sindh Workers' Welfare Fund**

For details please refer note 13.1 to these financial statements.

#### **Other assets**

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

### **3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS**

#### **3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2024**

The following standards, amendments and interpretations are effective for the year ended June 30, 2024. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction

January 01, 2023

Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes

January 01, 2023



The Company adopted the narrow-scope amendments to the International Accounting Standard (IAS) 1, Presentation of Financial Statements which have been effective for annual reporting periods beginning on or after 1 January 2023. Although the amendments did not result in any changes to accounting policy themselves, they impacted the accounting policy information disclosed in the financial statements.

The amendments require the disclosure of 'material' rather than 'significant' accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting the Company to provide useful entity-specific accounting policy information that users need to understand other information in the financial statements.

Management reviewed the accounting policies and updates to the information disclosed in Note: 4 Material accounting policies (2023: Significant accounting policies) in certain instances in line with the amendments and concluded that all its accounting policies are material for disclosure.

### 3.2 New accounting standards, amendments and interpretations that are not yet effective.

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024

	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025
IFRS 17 Insurance Contracts	January 01, 2026
IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP).	
IFRS 18 'Presentation and Disclosures in Financial Statements' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by SECP.	
IFRS 19 'Subsidiaries without Public Accountability: Disclosures' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by SECP.	
IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2026.	

#### **4. MATERIAL ACCOUNTING POLICIES INFORMATION**

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

##### **4.1 Cash and cash equivalents**

Cash and cash equivalents comprise of balances with banks and short-term highly liquid investments with original maturities of three months or less.

##### **4.2 Financial Instruments**

###### **4.2.1 Financial assets**

###### **4.2.1.1 Classification and measurement of financial assets and financial liabilities**

On initial recognition, a financial asset is classified and measured at: amortised cost, or fair value through profit or loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model on which a financial asset is managed and its contractual cash flow characteristics.

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

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

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

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

### **Business model assessment**

The Fund determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Fund's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

The objectives for the portfolio, in particular, whether management's strategy focuses on earning contractual revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets;

How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;

The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed; and

How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realised in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

## **Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)**

As a second step of its classification process the Fund assesses the contractual terms of financial to identify whether they meet the SPPI test.

‘Principal’ for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than the minimum exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

### **Subsequent measurement**

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

<b>Financial assets at FVTPL</b>	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in income statement.
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<b>Financial assets at amortised cost</b>	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses (refer note 4.2.1.2). Interest income, foreign exchange gains and losses and impairment are recognised in income statement.
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#### **4.2.1.2 Impairment of financial assets**

In relation to the impairment of financial assets, IFRS 9 requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

The guiding principle of the expected credit loss (ECL) model is to reflect the general pattern of deterioration or improvement in the credit quality of financial instruments. The amount of ECLs recognised as a loss allowance or provision depends on the extent of credit deterioration since initial recognition. Under the general approach, there are two measurement bases:

- 12-month ECLs (Stage 1), which applies to all items (from initial recognition) as long as there is no significant deterioration in credit quality.
- Lifetime ECLs (Stages 2 and 3), which applies when a significant increase in credit risk has occurred on an individual or collective basis.

The Fund's financial assets include mainly investment, advances and deposits, dividend and profit receivable and bank balances.

SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds. Meanwhile, asset management companies shall continue to follow the requirements of Circular 33 of 2012 dated October 24, 2012 in relation to impairment of debt securities.

#### **4.2.1.3 Regular way contracts**

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

#### **4.2.1.4 Derecognition**

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

#### **4.2.2 Financial liabilities**

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

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

#### **4.2.3 Offsetting of financial assets and liabilities**

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

### **4.3 Provisions**

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

### **4.4 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.

### **4.5 Issue and redemption of units**

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

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less an amount that the Pension Fund Manager may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

### **4.6 Element of income**

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less an amount that the Pension Fund Manager may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

The 'element of income / (loss) and capital gains / (losses) in prices of units issued less those in units redeemed' during the year is transferred to the 'income statement'.

### **4.7 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 in issue at the year end.

#### **4.8 Revenue recognition**

- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Dividend income from equity securities is recognised when the right to receive the dividend is established.
- Profit on bank deposits is recognised on a time apportionment basis.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Return on Government securities, Sukuks, bank balances and term deposits are recognised at the rate of return implicit in the instrument on a time proportionate basis.

#### **4.9 Expenses**

All expenses including NAV based expenses are recognised in the income statement on a time apportionment basis.

#### **4.10 Foreign currency transactions**

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

#### **4.11 Transactions with related parties / connected persons**

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

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of Voluntary Pension System Rules, 2005 and the Trust Deed respectively.

#### **4.12 Expenses**

All expenses chargeable to the Fund including remuneration of the Management Company, Trustee fee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.



		2024					
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
		(Rupees in '000)					
5	BALANCES WITH BANKS	Note					
	Savings accounts	5.1	-	-	979	-	979

5.1 These carry profit at the rates of ranging from 20.5% per annum.

		2024					
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
		(Rupees in '000)					
6	INVESTMENTS*	Note					
	At fair value through profit or loss						
	Treasury Bills	6.1	-	-	36,421	-	36,421

6.1 At fair value through profit or loss

6.1.1 Treasury Bills

Issue Date	Securities	Tenor	Face value					As at June 30, 2024			Market value as a percentage of net assets	Market value as a percentage of total investment
			As at July 1, 2023	Purchased during the period	Matured during the period	Disposed off during the period	As at June 30, 2024	Carrying Value	Market Value	Unrealized gain		
----- (Rupees in '000) -----												
30-May-24	Treasury Bills	3		100,155	(66,155)	-	34,000	36,412	36,421	10	96%	100%
As at June 30, 2024								36,412	36,421	10	96%	100%

\*Investment note pertains to Money Market fund only as there was no such investments in Equity Index, Equity Fund & Debt Sub Fund.

		2024				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
Note		(Rupees in '000)				
6.2	<b>Unrealised appreciation / (diminution) on re-measurement of investments classified as financial assets at fair value through profit or loss - net</b>					
	Market value of investments	-	-	36,421	-	36,421
	Less: carrying value of investments	-	-	36,421	-	36,421
		-	-	-	-	-

		2024					
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total	
		(Rupees in '000)					
7	PROFIT RECEIVABLE	Note					
	Profit on Deposit accounts	7.1	-	-	686	-	686

7.1 These accounts carry profit at the rates of ranging from 20.5% to 21.20% per annum.

			2024				
			Equity	Debt	Money	Equity	
			Sub-Fund	Sub-Fund	Market	Index Sub-Fund	Total
8	PREPAYMENTS AND OTHER RECEIVABLES	Note	(Rupees in '000)				
	Receivable From UBL Fund Manager		51	51	218	51	371
	Others Receivables		-	-	38	-	38
			51	51	256	51	409

		2024					
			Equity	Debt	Money	Equity	
9	PAYABLE TO PENSION FUND MANAGER	Note	Sub-Fund	Sub-Fund	Market	Index Sub-Fund	Total
			(Rupees in '000)				
	Remuneration to fund manager payable	9.1	1	1	19	1	22
	Sindh sales tax payable on remuneration payable	9.2	-	-	2	-	2
			1	1	21	1	24

9.1 During the year Pension fund manager charged 0.33% of the average value of net asset for Money Market Sub-Fund.

9.2 This represents sales tax on remuneration payable at the rate of 13%.

		2024					
			Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
		Note	(Rupees in '000)				
10	PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE						
	Remuneration payable	10.1	-	-	20	-	20
	Sales tax on remuneration payable	10.2	-	-	3	-	3
			-	-	22	-	22

- 10.1 The Central Depository Company of Pakistan Limited is entitled to remuneration at the rate of 0.15% per annum of the net assets value of the Fund where the net assets are upto Rs.1 billion. The rates applicable for Trustee's remuneration on net assets exceeding Rs.1 billion are as follows:

Net Assets	Tariff per annum
Upto Rs.1 billion	Rs.0.3 million or 0.15% p.a. of Net Assets whichever is higher
Rs.1 billion to Rs.3 billion	Rs.1.5 million plus 0.10% p.a. of Net Assets exceeding Rs.1 billion
Rs.3 billion to Rs.6 billion	Rs.3.5 million plus 0.08% p.a. of Net Assets exceeding Rs.3 billion
Over Rs.6 billion	Rs.5.9 million plus 0.06% p.a. of Net Assets exceeding Rs.6 billion

- 10.2 Sales tax at the rate of 13% on the remuneration of the Trustee is applied under the provisions of Sindh Sales Tax on Services Act, 2011.

		2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
		(Rupees in '000)			
		Total			
11	PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note			
	Annual fee	11.1	-	-	8
			-	-	8

- 11.1 This represents annual fee to the SECP at the rate of 0.04% of average annual net assets of each sub-fund.

		2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund
		(Rupees in '000)			
		Total			
12	ACCRUED EXPENSES AND OTHER LIABILITIES				
	Auditor's remuneration	-	-	150	-
	Legal and professional fees	-	-	65	-
	Insurance Payable	1	1	47	1
		1	1	262	1
					265

		2024				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
		(Rupees in '000)				
13	FINANCIAL INCOME					
	Profit on Bank Balances	-	-	1,236	-	1,236
	Profit on Treasury Bills	51	51	2,585	51	2,738
		51	51	3,821	51	3,974

		2024				
		Equity	Debt	Money	Equity	
		Sub-Fund	Sub-Fund	Market	Index Sub-Fund	Total
		(Units)				
14	NUMBER OF UNITS IN ISSUE					
	Total units outstanding at beginning of the period	-	-	-	-	-
	Add: Units issued during the period	5,000	5,000	342,568	5,000	347,568
	Less: Units redeemed during the period	-	-	-	-	-
	Total units in issue at the end of the period	5,000	5,000	342,568	5,000	347,568

# 15. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	June 30, 2024											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Equity Index Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total

(Rupees in '000)

## Financial assets

Bank balances	-	-	-	-	-	-	979	-	979	-	-	-
Investments - net	-	-	-	-	-	-	-	36,421	36,421	-	-	-
Profit Receivable	-	-	-	-	-	-	686	-	686	-	-	-
Prepayments and other receivables	-	-	-	-	-	-	256	-	256	-	-	-
Receivable against sale of investments	500	-	500	500	-	500	44	-	44	500	-	500
	500	-	500	500	-	500	1,965	36,421	38,386	500	-	500

Particulars	June 30, 2024											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Equity Index Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total

(Rupees in '000)

## Transactions during the year

### Financial liabilities

Payable to UBL Fund Manager Ltd Manager Limited - Pension Fund Manager	-	-	-	-	-	-	21	-	21	-	-	-
Payable to the Central Depository Company of Pakistan Limited - Trustee	-	-	-	-	-	-	22	-	22	-	-	-
Payable to the SECP	-	-	-	-	-	-	8	-	8	-	-	-
Accrued expenses and other liabilities	-	-	-	-	-	-	262	-	262	-	-	-
	-	-	-	-	-	-	313	-	313	-	-	-

## 16 CONTRIBUTION TABLE

June 30, 2024				
Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
----- (Rupees in '000') -----				
Opening balance	-	-	-	-
Issue of units	500,000	500,000	342,568	1,842,568
Redemption of units	-	-	-	-
Closing balance	500,000	500,000	342,568	1,842,568

## 17 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at June 30, 2024.

## 18 TAXATION

The income of the fund is exempt from tax under clause 57(3)(viii) of Part I of the Second Schedule to the Income Tax Ordinance, 2001. Further through Finance Act, 2011, effective from July 01, 2011, pension funds are included in the list of entities on which the provisions of section 113 regarding minimum tax shall not apply.

## 19 EARNINGS PER UNIT

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

## 20 EXPENSE RATIO

### 20.1 Money Market Sub Fund

The annualized total Expense Ratio (TER) of the Fund for the period ended June 30, 2024 is 0.63% which includes 0.09% representing government levies on the Fund such as sales taxes, federal excise duties, annual fee to the SECP, etc.

## 21 TRANSACTIONS WITH CONNECTED PERSONS

- 21.1 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).

- 21.2 Remuneration of the Pension Fund Manager and trustee is determined in accordance with the provisions of VPS Rules, and the Trust Deed.
- 21.3 Other transactions with the related parties / connected persons are carried out at agreed / commercial terms.
- 21.4 Details of transactions with related parties / connected persons during the and balances held with them at the year ended June 30, 2024 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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For the year ended June 30, 2024

**Money Market Sub-Fund**

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

Transactions during the year

Mark-up on bank accounts	-	1,236	-	-	-	-
Units issued (units in '000)	300	-	-	-	-	-
Value of unit issued	30,000	-	-	-	-	-
Remuneration*	128	-	32	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Money Market Sub-Fund**

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

Balances held

Units held (units in '000)	300	-	-	-	-	-
Units held Rupees in '000	33,342	-	-	-	-	-
Bank balances	-	532	-	-	-	-
Selling & Marketing Expense Payable	-	-	-	-	-	-
Remuneration payable*	21	-	22	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Equity Sub-Fund**

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

Transactions during the year

Units issued (units in '000)	5	-	-	-	-	-
Units redeemed (units in '000)	-	-	-	-	-	-
Value of unit issued	500	-	-	-	-	-
Value of unit redeemed	-	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
-------------	----------------------	----------------------------------	---------	-------------------------------	--------------------------------	-------------------------

For the year ended June 30, 2024

**Equity Sub-Fund**

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

Balances held

Units held (units in '000)	5	-	-	-	-	-
Units held Rupees in '000	500	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Debt Sub-Fund**

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

Transactions during the year

Units issued (units in '000)	5	-	-	-	-	-
Units redeemed (units in '000)	-	-	-	-	-	-
Value of unit issued	500	-	-	-	-	-
Value of unit redeemed	-	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Debt Sub-Fund**

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

Balances held

Units held (units in '000)	5	-	-	-	-	-
Units held Rupees in '000	500	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Equity-Index Sub-Fund**

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

Transactions during the year

Units issued (units in '000)	5	-	-	-	-	-
Units redeemed (units in '000)	-	-	-	-	-	-
Value of unit issued	500	-	-	-	-	-
Value of unit redeemed	-	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
-------------	----------------------	----------------------------------	---------	-------------------------------	--------------------------------	-------------------------

For the year ended June 30, 2024

**Equity-Index Sub-Fund**

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

Balances held

Units held (units in '000)	5	-	-	-	-	-
Units held Rupees in '000	500	-	-	-	-	-



## **22 FINANCIAL RISK MANAGEMENT**

The Fund's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, profit rate and other price risk), credit risk and liquidity risk. Risk of the Fund are being managed by the Pension Fund Manager in accordance with the approved policies of the investment committee which provide broad guidelines for management of above mention risks. The Board of Directors of Pension Fund Manager has overall responsibility for the establishment and oversight of the Fund's risk management framework.

### **22.1 Market risk**

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

The Pension Fund Manager manages the market risk through diversification of the investment portfolio and by following the internal guidelines established by the Investment Committee. The Pension Fund Manager manages market risk by monitoring exposure on marketable securities by following the internal risk management policies and investment guidelines approved by the Board and regulations laid down by the SECP and the VPS Rules.

Market risk comprises of three types of risks: profit rate risk, currency risk and price risk.

### **22.2 Profit rate Risk**

Profit rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

#### **a) Sensitivity Analysis for variable rate instrument**

The Fund's variable rate risk arises from the balances with banks. At June 30, 2024, if there had been increase / decrease of 100 basis points in interest rates, with all other variables held constant, net assets of the Fund for the period then ended would have been higher / lower by Rs. 97,890

#### **b) Sensitivity Analysis for fixed rate instrument**

The Fund does not hold any financial instruments that are exposed to fixed rate risk.

### **22.3 Currency risk**

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

### **22.4 Price Risk**

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Fund does not hold any instrument that is exposed to price risk.

### **22.5 Liquidity Risk**

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligation in full as they fall due or can only do so on terms that are materially disadvantageous to the Fund.

Liquidity risk is the risk that the Fund may encounter difficulty in raising funds to meet its obligations and commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset at close to its fair value. The Pension Savings Fund Manager's approach to managing liquidity is to ensure, as far as possible, that the Fund will always have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions. The Fund's policy is, therefore, to invest the majority of its assets in investments that are traded in an active market and can be readily disposed and are considered readily realisable.

22.5.1 Fair value interest rate risk

Effective yield / interest rate	Total	2024															
		Equity Sub-Fund				Debt Sub-Fund				Money Market Sub-Fund				Equity Index Sub-Fund			
		Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk
		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year	
%		----- (Rupees in '000) -----															
20.5	979	-	-	-	-	-	-	-	-	979	-	-	-	-	-	-	-
18.85 - 22.76	36,421	-	-	-	-	-	-	-	-	36,421	-	-	-	-	-	-	-
	1,544	-	-	-	500	-	-	-	500	-	-	-	44	-	-	-	500
	686	-	-	-	-	-	-	-	-	-	-	-	686	-	-	-	-
	256	-	-	-	-	-	-	-	-	-	-	-	256	-	-	-	-
	39,886	-	-	-	500	-	-	-	500	37,400	-	-	986	-	-	-	500
	21	-	-	-	-	-	-	-	-	-	-	-	21	-	-	-	-
	22	-	-	-	-	-	-	-	-	-	-	-	22	-	-	-	-
	8	-	-	-	-	-	-	-	-	-	-	-	8	-	-	-	-
	262	-	-	-	-	-	-	-	-	-	-	-	262	-	-	-	-
	313	-	-	-	-	-	-	-	-	-	-	-	313	-	-	-	-
	313	-	-	-	-	-	-	-	-	-	-	-	313	-	-	-	-
	39,573	-	-	-	500	-	-	-	500	37,400	-	-	673	-	-	-	500
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

These accounts carry profit at the rates of ranging from 20.5% to 21.20% per annum.

## 22.6 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge its obligation as it falls due. Credit risk arising on the debt instruments is mitigated by investing in rated instruments or instruments issued by rated counterparties of credit ratings of at least investment grade by the recognised rating agencies. The Fund receives a monthly rating update, against which investments are reviewed.

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

June 30, 2024				
Equity Index Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	Total
(Rupees in '000')				
Balance with banks	-	-	979	979

### a) Credit quality of financial assets

The Fund's significant credit risk arises mainly on account of its placements in banks and profit accrued thereon. The credit rating profile of balances with banks is as follows:

	% of bank balance 2024
Bank balance by rating category	
AAA	54%
A+	46%
	100%

The asset of the Fund are held with credit worthy counterparties, therefore any significant credit risk is mitigated.

### b) Concentration of credit risk

Concentration of credit risk exists when changes in economic and industry factors similarly affect groups of counter parties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure. As transactions are entered with credit worthy parties and are within the regulatory limits, therefore any significant concentration of credit risk is mitigated.

## 23 UNIT HOLDERS' FUNDS MANAGEMENT

The participants' fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing participants' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to participants and to maintain a strong base of assets under management.

In accordance with the risk management policies stated in note 23, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with long term objective, the possibility of a significant redemption pressure is limited, such liquidity is augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments, where necessary.

These accounts  
carry profit at  
the rates of  
ranging from  
20.5% to  
21.20% per  
annum.

All units, including the core units, and fractions thereof represents an undivided share in the pertinent sub-funds of the Fund and rank *pari passu* as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and

- Fair value measurements using Inputs for assets or liabilities that are not based on observable market data (i.e. unobservable inputs) (level 3).

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

## 24 FAIR VALUE OF FINANCIAL INSTRUMENTS

IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the close of trading i.e., period end. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value as these are short term in nature.

The following table shows financial instruments recognized at fair value based on:

<b>Level 1:</b>	quoted prices in active markets for identical assets or liabilities;
<b>Level 2:</b>	those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
<b>Level 3:</b>	those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at June 30, 2024 the fund held the following instruments measured at fair values.

	-----June 30, 2024 -----			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000') -----			
<b>Financial assets at fair value through profit or loss</b>				
Treasury Bills	-	36,421	-	36,421

## 25 PARTICIPANTS' FUND RISK MANAGEMENT

The Fund's capital is represented by redeemable units of the sub-funds. They are entitled to payment of a proportionate share based on the sub-fund's net asset value per unit on the redemption date. The relevant movements are shown on the statement of movement in Participants' sub-funds. In accordance with the risk management policies, the Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the Participants invest in the Funds with a long-term objective, possibility of a significant redemption pressure is limited..

## 26 PERFORMANCE TABLE

### 26.1 Performance Information

June 30,2024				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	
(Rupees in '000')				
Net Assets	549	38,073		549
Net Assets Value Per Unit	109.8000	111.1401		109.8000
Net Income after Taxation	49	3,653		49
Unrealized Gain /Loss	-	10		-
Net Contribution	500	34,420		500

  

June 30,2024				
Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Equity Index Sub-Fund	
(Rupees)				
Highest Issue Price	109.8000	111.1401		109.8000
Lowest Issue Price	100.0000	100.0000		100.0000

## 27 CORRESPONDING FIGURE

Corresponding figures in the financial statements have not been presented as the fund has started it's operations on September 05, 2023 (Note-1).

## 28 GENERAL

The fund is registered and commenced its operations in current period, therefore no corresponding figure is to be reported.

## 29 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Management Company on August 29, 2024.

For UBL Fund Managers Limited  
(Pension Fund Manager)

SD  
Asif Ali Qureshi  
Chief Executive Officer

SD  
Umair Ahmed  
Chief Financial Officer

SD  
Yasir Qadri  
Director

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Money Market Sub-Fund**

(Rupees in '000)

Transactions during the year

Mark-up on bank accounts	-	17,478	-	-	-	-
Bank charges	-	103	-	-	-	-
Units issued (units in '000)	-	-	-	-	80	-
Units redeemed (units in '000)	-	-	-	-	172	-
Value of unit issued	-	-	-	-	25,787	-
Value of unit redeemed	-	-	-	-	55,745	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	26,466	-	3,309	-	-	-
Selling and marketing expense	8,415	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Transactions during the year

Mark-up on bank accounts	-	5,174	-	-	-	-
Bank charges	-	49	-	-	-	-
Units issued (units in '000)	-	-	-	-	14	-
Units redeemed (units in '000)	-	-	-	-	5	-
Value of unit issued	-	-	-	-	3,658	-
Value of unit redeemed	-	-	-	-	1,231	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	11,465	-	2,400	-	-	-
Selling and marketing expense	9,939	-	-	-	-	-



Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Money Market Sub-Fund**

(Rupees in '000)

**Balances held**

Units held	-	-	-	-	122	-
Units held Rupees in '000	-	-	-	-	41,994	-
Bank balances	-	50,002	-	-	-	-
Selling & Marketing Expense Payable	1,298					
Remuneration payable*	3,472	-	286	-	-	-
Sales load payable	2,818	-	-	-	-	-
Allocated expenses payable	1,646					
Other payable	14	-	-	-	-	-
Mark-up receivable	-	7,017	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

**Balances held**

Units held	-	-	-	-	213,206	-
Units held Rupees in '000	-	-	-	-	60,264	-
Bank balances	-	147,628	-	-	-	-
Selling & Marketing Expense Payable	5,716					
Remuneration payable*	1,091	-	127	-	-	-
Sales load payable	2,634	-	-	-	-	-
Allocated expenses payable	2,058					
Other payable	14,185	-	-	-	-	-
Mark-up receivable	-	1057	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Commodity Sub-Fund**

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

Transactions during the year

Mark-up on bank accounts	-	28	-	-	-	-
Bank charges	-	2	-	-	-	-
Units issued (units in '000)	-	-	-	-	1	0
Units redeemed (units in '000)	-	-	-	-	1	0
Value of unit issued	-	-	-	-	134	17
Value of unit redeemed	-	-	-	-	171	2
Remuneration*	25	-	3	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

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

Transactions during the year

Mark-up on bank accounts	-	66	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued (units in '000)	-	-	-	-	0	7
Units redeemed (units in '000)	-	-	-	-	0	1
Value of unit issued	-	-	-	-	68	1,131
Value of unit redeemed	-	-	-	-	66	87
Remuneration*	158	-	22	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
-------------	----------------------	----------------------------------	---------	-------------------------------	--------------------------------	-------------------------

For the year ended June 30, 2024

**Commodity Sub-Fund**

(Rupees in '000)

**Balances held**

Units held	-	-	-	-	-	1
Units held Rupees in '000	-	-	-	-	-	277
Bank balances	-	39	-	-	-	-
Remuneration payable*	0	-	0	-	-	-
Sales load payable	5	-	-	-	-	-
Mark-up receivable	-	0	-	-	-	-
Other payable	27	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
-------------	----------------------	----------------------------------	---------	-------------------------------	--------------------------------	-------------------------

For the year ended June 30, 2023

(Rupees in '000)

**Balances held**

Units held (units in '000)	-	-	-	-	-	31,814
Units held Rupees in '000	-	-	-	-	-	5,769
Bank balances	-	989	-	-	-	-
Remuneration payable*	40	-	4	-	-	-
Sales load payable	4	-	-	-	-	-
Mark-up receivable	-	13	-	-	-	-
Other payable	27	-	-	-	-	-

\* 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 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 year.

## **28 GENERAL**

- 28.1 Figures have been rounded off to the nearest thousand rupees, where stated otherwise.
- 28.2 Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison.

## **29. DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue by the Board of Directors of the Pension Fund Manager on August 29, 2024.

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

\_\_\_\_\_  
SD  
Asif Ali Qureshi  
Chief Executive Officer

\_\_\_\_\_  
SD  
Umair Ahmed  
Chief Financial Officer

\_\_\_\_\_  
SD  
Yasir Qadri  
Director

### Summary of Actual Proxy Voted By the Fund

URSF

	<b>Resolutions</b>	<b>For</b>	<b>Against</b>	<b>Abstain*</b>
<b>Number</b>	<b>130</b>	<b>11</b>	<b>-</b>	<b>119</b>
<b>Percentage</b>	<b>100.0%</b>	<b>8.5%</b>	<b>N/A</b>	<b>91.5%</b>

\*Abstained as nothing material from our perspective.

The proxy voting policy of the Fund is available on the website of UBL Fund Managers Limited (Management Company) and detailed information regarding actual proxies voted by the Management Company in respect of the Fund is also available without charge, upon request, to all unit holders.

# URS F

## UBL Retirement Savings Fund

### INVESTMENT OBJECTIVE

URS F 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.

Management Company	UBL Fund Managers Limited
Trustee	Central Depository Company of Pakistan Limited 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi. Tel: (9221) 111-111-500
Distribution Company	United Bank Limited (for detail of others, please visit our website: <a href="http://www.ublfunds.com.pk">www.ublfunds.com.pk</a> )
Auditor	BDO Ebrahim & Co. Chartered Accountants
Bankers	Allied Bank Limited 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 Taraqiati Bank Limited Soneri Bank Limited
Pension Fund Managers Rating	AM1 (VIS)

## Fund Manager's Report – UBL Retirement Savings Fund (URSF)

- i) **Description of the Voluntary Pension Scheme (VPS) category and type**  
Voluntary Pension Scheme / Open-end
- ii) **Statement of VPS's 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.
- iii) **Explanation as to whether the VPS achieved its stated objective**  
The Pension Scheme achieved its stated objective.
- iv) **Statement of benchmark(s) relevant to the VPS**  
None
- v) **Comparison of the VPS's performance during the period compared with the said benchmarks**

Monthly Yield*	Jul'23	Aug'23	Sep'23	Oct'23	Nov'23	Dec'23	Jan'24	Feb'24	Mar'24	Apr'24	May'24	Jun'24	FYTD
URSF-ESF	16.64%	-7.33%	4.58%	12.25%	17.71%	4.21%	-1.21%	3.22%	1.88%	6.46%	8.38%	3.13%	92.41%
URSF-DSF	21.37%	20.50%	19.95%	23.18%	27.89%	19.04%	18.19%	15.55%	18.19%	20.34%	19.75%	19.28%	22.27%
URSF-MMSF	20.79%	19.93%	20.85%	20.35%	20.30%	19.95%	20.14%	18.00%	18.83%	19.78%	20.77%	18.99%	21.82%
URSF-CSF	2.16%	-0.99%	-3.67%	5.38%	2.06%	0.19%	0.33%	-0.12%	9.21%	3.22%	3.11%	10.01%	34.53%

UBL Retirement Savings Fund	FY'24
High Volatility	78.4%
Medium volatility	57.3%
Low volatility	39.7%
Lower volatility	22.1%

- vi) **Description of the strategies and policies employed during the period under review in relation to the VPS's performance**

The Equity Sub Fund generated a return of 92.41% during FY24. Major exposure was taken in Commercial Banks (19%), Oil & Gas Exploration (16%) and Cement (16%).

The Debt Sub Fund maintained majority exposure in cash during the year and generated a yield of 22.27% p.a.

The Money Market Sub Fund maintained majority exposure in government securities during the year, generating a comparatively higher yield of 21.82% p.a.

The Commodity Sub Fund generated a return of 34.53% during the year, which was primarily due to the upward rising trend in international gold prices during the FY24.

vii) **Disclosure of the VPS's asset allocation as at the date of the report and particulars of significant changes in asset allocation since the last report (if applicable)**

**Correction**

<b>Asset Allocation (% of Total Assets)</b>	<b>Jun-24</b>	<b>Jun-23</b>
T-Bills	16%	7%
Placements with banks	0%	0%
Term Finance Certificates/ Sukuks	7%	11%
Placement against TFC	0%	0%
PIB - Floater	23%	36%
Cash	41%	44%
Others	2%	2%
PIB - Fixed	11%	0%
Leverage	Nil	Nil
<b>URSF Money Market (% of Total Assets)</b>	<b>Jun-24</b>	<b>Jun-23</b>
T-Bills	65%	56%
Placements with banks	0%	0%
PIB - Floater	0%	15%
Cash	34%	27%
Term Finance Certificates / Sukuks	0%	0%
Others	1%	1%
Leverage	Nil	Nil
<b>URSF Equity (% of Total Assets)</b>	<b>Jun-24</b>	<b>Jun-23</b>
Equities	95%	90%
Cash	4%	7%
Others	1%	3%
Spread Transaction	0%	0%
Leverage	Nil	Nil
<b>URSF Commodity (% of Total Assets)</b>	<b>Jun-24</b>	<b>Jun-23</b>
Gold	40%	66%
T-Bills	0%	0%
Cash	53%	64%
Others*	7%	-30%
Leverage	Nil	Nil

viii) **Analysis of the VPS performance**

URSF-ESF: FY'24 Return:	92.41%
URSF-DSF: FY'24 Return:	22.27%
URSF-MMSF: FY'24 Return:	21.82%
URSF-CSF: FY'24 Return:	34.53%



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

	Net Asset Value			NAV per unit		
	30-Jun-23	30-Jun-24	Change	30-Jun-23	30-Jun-24	Change
	Rupees (000)		%	Rupees		%
URSF-ESF	731,049	1,450,899	98.5	736.551	1,417.17	92.4
URSF-DSF	1,035,550	1,678,780	62.1	354.8957	434.161	22.3
URSF-MSF	2,732,862	3,004,897	10.0	282.6542	344.5054	21.9
URSF-CSF	7,585	877	-88.4	181.22	243.8	34.5

x) **Disclosure on the markets that the VPS has invested in including  
- review of the market(s) invested in and returns during the period**

The scheme has 4 sub funds which invest in the equity, debt / money market and commodity markets actively. Reviews of these markets are as follows:

**Debt Market Review**

Despite higher inflation in the 1H FY24, inflation subsequently decreased in later half of FY24 and resumed its downward trajectory going forward. For this reason, the State Bank of Pakistan (SBP) reduced the policy rate by 150 bps in June-24.

Tenors	PKRV as at 30th June 2024	PKRV as at 30th June 2023	Change (FY24)
3 Months	19.97	22.65	-2.68
6 Months	19.91	22.87	-2.96
1 Year	18.68	22.93	-4.25
3 years	16.5	19.47	-2.97
5 Years	15.37	16.08	-0.71
10 Years	14.09	15.32	-1.23

Interest in short-term treasury bills was notable during the FY24. However, since 2QFY24, there has been a shift in market sentiment as it began to believe that interest rates had peaked. This change was evident in the increased participation in 12-month T-Bills during the last two quarters. Total market participation in Treasury bill auctions during the FY24 was approximately PKR 58.1 trillion, with the government accepting around PKR 24.2 trillion. Notably, there was a distinct preference for the 3-month tenor, constituting approximately 45% of the total market

participation. Following closely were the 12-month and 6-month tenors, accounting for 43% and 12% of the total participation, respectively.

In fixed-rate PIB auctions, market participants bid a total of PKR 3.6 trillion, but the total accepted amount was approximately PKR 1.39 trillion (including non-competitive bids). Despite 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 1.39trillion accepted, only PKR 232 billion was allocated to 5-year PIBs, PKR 211 billion was allocated to 10-year PIBs, while the remaining amount was accepted in 3-year PIBs.

During the FY24, there was significant participation in floater rate PIBs, with a total participation of PKR 16.738 trillion in the floater rate PIB auctions. Out of this amount, the government accepted PKR 7.7 trillion. Specifically, PKR 4.6 trillion was allocated to 5-year floater PIBs, PKR 1.7 trillion to 10-year floater PIBs, PKR 0.82 trillion to 3-year floater PIBs, and PKR 0.57 trillion to 2-year floater PIBs.

On the Islamic front, market sentiment skewed towards fixed-rate Ijara sukuk in later half of FY24. Total participation was approximately PKR 2,839 billion in the fixed-rate Ijara sukuk auction, out of which the government accepted around PKR 821 billion against the total target of PKR 970 billion. Out of the PKR 821 billion accepted, PKR 376 billion was allocated to 1Y, PKR 322 billion allocated to 3Y, while PKR 123 billion was accepted in 5Y fixed-rate Ijara sukuk.

However, PKR 2,832 billion participation was witnessed in the variable-rate Ijara sukuk, and the government accepted around PKR 1,655 billion against the total target of PKR 1050 billion. Out of the PKR 1655 billion accepted, PKR 769 billion was accepted in 1Y VRR Ijara, PKR 135 billion in 3Y VRR Ijara, while PKR 751 billion was accepted in 5Y VRR Ijara.

### **Stock Market review and outlook**

The local bourse exhibited robust performance in FY24, primarily led by power, banks, fertilizers and E&Ps, as captured in a whopping 89.2%Y/Y rise in the benchmark KSE 100 Index to 78445 level at the end of the year. Despite highest ever policy rate, the market witnessed re-rating on the back of historic low valuations and improving macroeconomic outlook. Trading activity also improved notably, with the average volumes registering a growth of 140% to 460m shares in FY24 (FY23: 191m).

Notwithstanding robust performance in FY24, we continue to have a sanguine view of the equity market, which is trading at a forward PE of ~4x (Bloomberg) against long term average of 7.5x with market capitalization to GDP trading at close to 10% relative to historic average of 16%. Expected decline in interest rates, higher taxes on real estate and improving macroeconomic visibility under the extended IMF program should support further market rerating going forward.

Macroeconomic backdrop continues to remain positive as manifested in positive news flow, such as Staff Level Agreement (SLA) for EFF reached between Pakistan and IMF and rating

upgrade by Fitch, improving economic indicators including falling inflation, ameliorating balance of payments position and an expected contained fiscal account. Further, Pakistan, being a net commodity importer economy, should benefit from recent softness in global commodity prices, if sustained, due to its positive impact on local inflation and twin deficits.

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

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

- xii) Breakdown of unit holdings by size**

Range of Units	Number of Investors	Number of Investors	Number of Investors	Number of Investors
	ESF	DSF	MSF	CSF
0.0001 - 9,999.9999	1245	1707	1404	124
10,000.0000 - 49,999.9999	14	55	151	0
50,000.0000 - 99,999.9999	5	4	20	0
100,000.0000 - 499,999.9999	1	8	16	0
500,000.0000 & Above	0	0	0	0
<b>Total</b>	<b>1265</b>	<b>1774</b>	<b>1591</b>	<b>124</b>

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

There were no unit splits during the period.

- xiv) Disclosure of circumstances that materially affect any interests of unit holders**

Investment are subject to credit and market risk.

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

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

**PERFORMANCE TABLE****UBL RETIREMENT SAVING FUND**

	<b>2024</b> <b>URSF-MMSF</b>	<b>2024</b> <b>URSF-ESF</b>	<b>2024</b> <b>URSF-DSF</b>	<b>2024</b> <b>URSF-CSF</b>
<b>NET ASSETS AS AT 30 JUNE - Rupees in '000</b>	3,004,897	1,450,899	1,678,780	877
<b>NET ASSETS VALUE PER UNIT AT 30 JUNE - Rupees</b>				
Class A units - Offer *	<b>344.5054</b>	<b>1,417.17</b>	<b>434.161</b>	<b>243.8</b>
- Redemption	<b>344.5054</b>	<b>1,417.17</b>	<b>434.161</b>	<b>243.8</b>
<b>RETURN OF THE FUND - %</b>				
Total Return of the Fund	<b>21.82</b>	<b>92.41</b>	<b>22.27</b>	<b>34.53</b>
Capital Growth (per unit)				
Date of Income Distribution	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Income Distribution	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>AVERAGE ANNUAL RETURN - %</b>				
One Year	<b>21.82</b>	<b>92.41</b>	<b>22.27</b>	<b>34.53</b>
Second Year	<b>19.25</b>	<b>46.58</b>	<b>19.06</b>	<b>23.70</b>
Third Year	<b>15.77</b>	<b>27.83</b>	<b>15.63</b>	<b>17.58</b>
Fourth Year	<b>13.19</b>	<b>30.32</b>	<b>13.19</b>	<b>12.59</b>

**OFFER / REPURCHASE DURING THE YEAR- Rupees**

Highest price per unit - Class A units - Offer	<b>344.51</b>	<b>1430.8796</b>	<b>434.161</b>	<b>243.8</b>
Highest price per unit - Class A units - Redemption	<b>344.51</b>	<b>1430.8796</b>	<b>434.161</b>	<b>243.8</b>
Lowest price per unit - Class A units - Offer	<b>282.8124</b>	<b>736.4342</b>	<b>355.0868</b>	<b>174.48</b>
Lowest price per unit - Class A units - Redemption	<b>282.8124</b>	<b>736.4342</b>	<b>355.0868</b>	<b>174.48</b>

\* Front-end load @ 1.5% is applicable

**PORTFOLIO COMPOSITION - %**

Percentage of Net Assets as at 30 June

**PORTFOLIO COMPOSITION BY CATEGORY - %**

Bank Balances	<b>33.60</b>	<b>4.42</b>	<b>41.38</b>	<b>53.17</b>
Spread Transaction	<b>-</b>	<b>94.98</b>	<b>-</b>	<b>39.65</b>
TFC'S & Government Securities	<b>65.40</b>	<b>-</b>	<b>56.14</b>	<b>-</b>
Others	<b>1.00</b>	<b>0.60</b>	<b>2.48</b>	<b>7.18</b>

**PORTFOLIO COMPOSITION BY MARKET - %**

Debt Market / Equity Market / Money Market	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
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Note:

- The Launch date of Fund is 19 May 2010.

**DISCLAIMER**

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

**CENTRAL DEPOSITORY COMPANY  
OF PAKISTAN LIMITED**

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**TRUSTEE REPORT TO THE PARTICIPANTS**

**UBL RETIREMENT SAVINGS FUND**

**Report of the Trustee pursuant to Regulation 67D of the Non-Banking Finance Companies  
and Notified Entities Regulations, 2008**

We, Central Depository Company of Pakistan Limited, being the Trustee of UBL Retirement Savings Fund (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 year ended June 30, 2024 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.

For the attention of unit holders, during an onsite inspection of the Management Company, the Securities and Exchange Commission of Pakistan (SECP) identified certain matters related to the charging and allocation of selling and marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units to the entitled unit holders.

  
**Badiuddin Akber**  
Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi, September 30, 2024



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Pakistan

## INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE PARTICIPANTS OF UBL RETIREMENT SAVINGS FUND

### Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **UBL RETIREMENT SAVINGS FUND** ("The Fund") as at December 31, 2024 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 participants' sub funds' together with the notes forming parts thereof (here-in-after referred to as the "condensed interim financial information"), for the half year ended December 31, 2024. UBL Fund Managers Limited ("Pension Fund Manager") is responsible for the preparation and presentation of these condensed interim financial information 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 information based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed 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 condensed interim financial information as at and for the period from July 01, 2024 to December 31, 2024 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other matter

The figures for the quarter ended December 31, 2024 and December 31, 2023 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.

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

KARACHI

DATED: 28 FEB 2025

UDIN: RR2024100671487kFqPX

**BDO EBRAHIM & CO.**  
**CHARTERED ACCOUNTANTS**

**BDO Ebrahim & Co. Chartered Accountants**

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

**UBL RETIREMENT SAVINGS FUND**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT JUNE 30, 2024**

		June 30, 2024					June 30, 2023				
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total
(Rupees in '000)											
<b>ASSETS</b>											
Bank balances	5	64,900	700,587	1,014,993	872	1,781,352	50,760	528,668	748,908	5,337	1,333,673
Investments - Net	6	1,394,340	950,447	1,975,691	(7)	4,320,471	685,373	650,816	1,973,846	-	3,310,035
Receivable against sale of investments		1,638	-	-	-	1,638	18,783	-	-	-	18,783
Dividend and profit receivable	7	1,079	37,432	11,710	32	50,253	906	25,275	17,794	118	44,093
Deposits and other receivables	8	4,290	2,207	15,446	676	22,620	3,811	615	8,155	2,991	15,572
Advance income tax	9	1,772	2,399	3,283	68	7,523	1,767	2,106	3,176	50	7,099
<b>TOTAL ASSETS</b>		<b>1,468,019</b>	<b>1,693,072</b>	<b>3,021,124</b>	<b>1,641</b>	<b>6,183,856</b>	<b>761,399</b>	<b>1,207,480</b>	<b>2,751,879</b>	<b>8,496</b>	<b>4,729,254</b>
<b>LIABILITIES</b>											
Payable to UBL Funds Manager Limited - Pension Fund Manager	10	4,859	4,567	9,247	33	18,705	8,475	4,321	11,513	71	24,379
Payable to Central Depository Company of Pakistan Limited - Trustee	11	132	151	286	0	568	101	110	275	1	487
Payable to the Securities and Exchange Commission of Pakistan	12	417	476	1,067	1	1,960	460	400	798	7	1,665
Payable against purchase of investments		673	-	-	-	673	2,012	161,668	-	-	163,680
Accrued expenses and other liabilities	13	11,040	9,100	5,627	730	26,497	19,303	5,431	6,431	832	31,997
<b>TOTAL LIABILITIES</b>		<b>17,121</b>	<b>14,293</b>	<b>16,227</b>	<b>764</b>	<b>48,404</b>	<b>30,351</b>	<b>171,930</b>	<b>19,017</b>	<b>911</b>	<b>222,208</b>
<b>NET ASSETS</b>		<b>1,450,899</b>	<b>1,678,779</b>	<b>3,004,897</b>	<b>877</b>	<b>6,135,452</b>	<b>731,049</b>	<b>1,035,550</b>	<b>2,732,862</b>	<b>7,585</b>	<b>4,507,046</b>
<b>PARTICIPANTS' SUB-FUNDS</b> (as per the statement attached)		<b>1,450,899</b>	<b>1,678,779</b>	<b>3,004,897</b>	<b>877</b>	<b>6,135,452</b>	<b>731,049</b>	<b>1,035,550</b>	<b>2,732,862</b>	<b>7,585</b>	<b>4,507,046</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	14	Units					Units				
<b>NUMBER OF UNITS IN ISSUE</b>	15	<b>1,023,803</b>	<b>3,866,721</b>	<b>8,722,351</b>	<b>3,599</b>		<b>1,919,136</b>	<b>3,515,776</b>	<b>6,057,453</b>	<b>255,500</b>	
		Rupees					Rupees				
<b>NET ASSET VALUE PER UNIT</b>		<b>1,417.1657</b>	<b>434.1610</b>	<b>344.5054</b>	<b>243.8000</b>		<b>731.1177</b>	<b>306.3681</b>	<b>242.2754</b>	<b>160.5500</b>	

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**

**UBL RETIREMENT SAVINGS FUND**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2024**

		June 30, 2024					June 30, 2023				
		Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total
Note		(Rupees in '000)									
<b>INCOME</b>											
Financial income	17	8,876	270,413	614,357	365	894,011	11,297	173,943	349,238	2,345	536,823
Realized gain / (loss) on sale of investments - net		237,253	7,837	969	170	246,229	(44,786)	(10,424)	(2,641)	(924)	(58,775)
Dividend income		91,577	-	-	-	91,577	112,114	-	-	-	112,114
Unrealised gain / (loss) on revaluation of investments classified as financial assets 'at fair value through profit or loss' - net		405,176	(2,707)	1,060	(7)	403,522	(28,174)	(2,915)	(1,938)	(129)	(33,156)
Other income		-	-	-	-	-	-	304	-	-	304
<b>TOTAL INCOME</b>		<b>742,882</b>	<b>275,543</b>	<b>616,386</b>	<b>528</b>	<b>1,635,339</b>	<b>50,451</b>	<b>160,908</b>	<b>344,659</b>	<b>1,292</b>	<b>557,310</b>
<b>EXPENSES</b>											
Remuneration of UBL Fund Managers Limited											
- Pension Fund Manager	10.1	26,698	10,309	23,421	22	60,450	27,826	6,265	10,146	140	44,377
Sindh Sales Tax on remuneration of the Pension Fund Manager	10.2	3,471	1,340	3,045	3	7,858	3,741	814	1,319	18	5,892
Selling and marketing expense	10.3	8,029	3,944	8,415	-	20,388	14,578	4,987	9,939	-	29,504
Allocated expenses	10.4	1,505	2,042	4,322	-	7,870	1,149	828	-	-	1,977
Remuneration of Central Depository Company of Pakistan Limited - Trustee	11	1,269	1,457	3,309	3	6,039	1,388	1,205	2,400	22	5,015
Annual fee to the Securities and Exchange Commission of Pakistan	12	445	511	1,159	1	2,117	460	400	798	7	1,665
Auditor's remuneration	18	175	175	175	175	698	215	220	214	201	850
Brokerage expense		4,246	666	317	0	5,229	6,275	439	220	-	6,934
Custody and settlement charges		598	610	14	0	1,222	1,001	5	11	-	1,017
Legal and professional charges		70	70	70	70	280	55	55	55	54	219
Other Expenses		1,066	-	-	(197)	868	-	-	-	-	-
Bank charges and other expenses		4	10	114	2	130	29	41	2,461	3	2,534
<b>TOTAL EXPENSES</b>		<b>47,576</b>	<b>21,135</b>	<b>44,360</b>	<b>79</b>	<b>113,150</b>	<b>56,717</b>	<b>15,259</b>	<b>27,563</b>	<b>445</b>	<b>99,984</b>
Net operating income / (loss) for the year		695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	457,326
Element of Income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed - net	4.6	-	-	-	-	-	-	-	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)	13.1	-	-	-	-	-	-	-	-	-	34,954
Net income for the year before taxation		695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	492,280
Taxation	19	-	-	-	-	-	-	-	-	-	-
Net income for the year after taxation		695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	492,280
Earnings / (loss) per unit	20										

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**



**UBL RETIREMENT SAVINGS FUND  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2024**

	June 30, 2024					June 30, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total
	(Rupees in '000)									
Net income / (loss) for the year	695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	457,326
Other comprehensive income for the year:	-	-	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the year	695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	457,326

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**

**UBL RETIREMENT SAVINGS FUND**  
**STATEMENT OF MOVEMENT IN PARTICIPANTS' SUB-FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

Note	June 30, 2024					June 30, 2023				
	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market	Commodity Sub-Fund	Total
	(Rupees in '000)									
Net assets at beginning of the year	731,049	1,035,550	2,732,862	7,585	4,507,046	1,403,114	1,077,120	1,467,572	41,023	3,988,829
Amount received on issuance of units	406,519	869,185	1,004,409	2,419	2,282,532	436,059	731,658	2,291,324	13,491	3,472,533
Reallocation among Sub-Funds	32,452	(4,800)	(27,742)	90	-	81,369	(46,926)	(32,595)	(1,848)	-
Amount paid on redemption of units	(414,427)	(475,563)	(1,276,657)	(9,666)	(2,176,314)	(1,183,227)	(871,951)	(1,310,535)	(45,928)	(3,411,641)
	24,544	388,822	(299,991)	(7,157)	106,218	(665,799)	(187,219)	948,194	(34,285)	60,892
Element of (income) / loss and capital (gains) / / losses included in price of units sold less those in units redeemed - net										
	-	-	-	-	-	-	-	-	-	-
Net gain / (loss) on sale of investments	237,253	7,837	969	170	246,229	(44,786)	(10,424)	(2,641)	(924)	(58,775)
Unrealised gain / (loss) on revaluation of investments classified as 'at fair value through profit or loss'	405,176	(2,707)	1,060	(7)	403,522	(28,174)	(2,915)	(1,938)	(129)	(33,156)
Other net income / (loss) for the year	52,877	249,278	569,997	286	872,438	66,694	158,988	321,675	1,900	549,257
	695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	457,326
<b>Net assets at end of the year</b>	<b>1,450,899</b>	<b>1,678,779</b>	<b>3,004,897</b>	<b>877</b>	<b>6,135,452</b>	<b>731,049</b>	<b>1,035,550</b>	<b>2,732,862</b>	<b>7,585</b>	<b>4,507,047</b>

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**

**UBL RETIREMENT SAVINGS FUND**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2024**

		June 30, 2024					June 30, 2023				
	Note	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Fund	Commodity Sub-Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>											
Net income / (loss) for the year before taxation		695,306	254,408	572,026	449	1,522,189	(6,266)	145,649	317,096	847	457,326
Adjustments for:											
Financial income		(8,876)	(270,413)	(614,357)	(365)	(894,012)	(11,297)	(173,943)	(349,238)	(2,345)	(536,823)
Dividend income		(91,577)	-	-	-	(91,577)	(112,114)	-	-	-	(112,114)
Realized (gain) / loss on sale of investments - net		(237,253)	(7,837)	(969)	(170)	(246,229)	44,786	10,424	2,641	924	58,775
Unrealised (gain) / loss on revaluation of investments classified as 'at fair value through profit or loss'		(405,176)	2,707	(1,060)	7	(403,522)	28,174	2,915	1,938	129	33,156
Element of (income) / loss and capital (gains) / losses included in prices of units issued less those in units redeemed - net	4.6	-	-	-	-	-	-	-	-	-	-
Reversal of provision for Sindh Workers' Welfare Fund (SWWF)		-	-	-	-	-	-	-	-	-	-
		(47,576)	(21,135)	(44,360)	(79)	(113,151)	(56,717)	(14,955)	(27,563)	(445)	(99,680)
<b>(Increase) / decrease in assets</b>											
Investments		(66,538)	(294,501)	184	170	(360,686)	557,857	(572,038)	(1,978,425)	(1,053)	(1,993,659)
Receivable against sale of investments		17,145	-	-	-	17,145	(9,828)	-	-	-	(9,828)
Deposits and other receivables		(480)	(1,592)	(7,291)	2,315	(7,048)	10,704	1,493	(2,120)	(188)	9,889
		(49,873)	(296,093)	(7,108)	2,485	(350,589)	558,733	(570,545)	(1,980,545)	(1,241)	(1,993,598)
<b>Increase / (decrease) in liabilities</b>											
Payable to UBL Funds Manager Limited - Pension Fund Manager		(3,616)	246	(2,266)	(38)	(5,674)	2,455	1,729	7,987	(57)	12,113
Payable to Central Depository Company of Pakistan Limited - Trustee		31	41	11	(1)	81	(564)	95	125	(3)	(347)
Payable to the Securities and Exchange Commission of Pakistan		(43)	76	269	(6)	295	(131)	46	361	(1)	275
Payable against purchase of investments		(1,339)	(161,668)	-	-	(163,007)	(4,651)	161,668	-	-	157,017
Accrued expenses and other liabilities		(8,263)	3,669	(804)	(102)	(5,500)	3,929	(3,702)	(1,138)	(842)	(1,753)
<b>Cash (used in) / generated from operations</b>		(13,230)	(157,637)	(2,790)	(147)	(173,805)	1,038	159,836	7,335	(903)	167,305
Profit / interest income received		8,584	258,256	620,440	446	887,726	11,143	159,097	354,717	2,244	527,201
Dividend income received		91,697	-	-	-	91,697	112,695	-	-	-	112,695
Advance tax paid		(5)	(293)	(107)	(18)	(424)	(544)	(564)	(182)	(7)	(1,297)
<b>Net cash flows (used in) / generated from operating activities</b>		(10,403)	(216,902)	566,075	2,686	341,454	626,348	(267,131)	(1,646,238)	(352)	(1,287,373)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
Amount received on issuance of units		406,519	869,185	1,004,409	2,419	2,282,531	436,059	731,658	2,291,324	13,491	3,472,533
Re-allocation among funds		32,452	(4,800)	(27,742)	90	-	81,369	(46,926)	(32,595)	(1,848)	-
Amount paid on redemption of units		(414,427)	(475,563)	(1,276,657)	(9,666)	(2,176,314)	(1,183,227)	(871,951)	(1,310,535)	(45,928)	(3,411,641)
Net cash flows generated from / (used in) financing activities		24,543	388,822	(299,991)	(7,157)	106,218	(665,799)	(187,219)	948,194	(34,285)	60,892
Net (decrease) / increase in cash and cash equivalents		14,140	171,920	266,084	(4,471)	447,672	(39,451)	(454,350)	(698,044)	(34,637)	(1,226,481)
Cash and cash equivalents at the beginning of the year		50,760	528,667	748,909	5,343	1,333,680	90,211	983,018	1,446,952	39,974	2,560,155
Cash and cash equivalents at the end of the year		64,900	700,587	1,014,993	872	1,781,352	50,760	528,668	748,908	5,337	1,333,674
<b>Cash and cash equivalents</b>											
Bank balances	5	64,900	700,587	1,014,993	872	1,781,352	50,760	528,668	748,908	5,337	1,333,674
		-	-	-	-	-	-	-	-	-	-

The annexed notes from 1 to 29 form an integral part of these financial statements.

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

**SD**  
**Asif Ali Qureshi**  
**Chief Executive Officer**

**SD**  
**Umair Ahmed**  
**Chief Financial Officer**

**SD**  
**Yasir Qadri**  
**Director**

**UBL RETIREMENT SAVINGS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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

UBL Retirement Savings Fund (the "Fund"), was established under the 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 the MCB Financial Services Limited as the Trustee. The Trust Deed was executed on November 17, 2009, and the Fund was approved as a pension fund by the Securities and Exchange Commission of Pakistan (SECP) on January 29, 2010 in accordance with the requirements of Voluntary Pension System Rules, 2005 (the VPS Rules). The Fund commenced its operations from May 19, 2010. The trusteeship of the Fund was transferred to Central Depository Company of Pakistan Limited (CDC) effective from March 31, 2014 through a supplemental trust deed dated February 21, 2014.

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

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 at least '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 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.

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

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

Pursuant to the enactment of the Sindh Trusts Act, 2020 (as amended vide Sindh Trusts (Amended) Act, 2021), the Trusts including Collective Investment Schemes, Private Funds, etc., being Specialized Trusts are required to be registered with the Assistant Director of Industries and Commerce (Trust Wing), Government of Sindh under Section 12 of the Sindh Trusts Act, 2020. In this connection, the Management Company submitted restated Trust Deed of the Fund which was duly registered during the year on August 13, 2021.

## **2. BASIS OF PREPARATION**

### **2.1 Statement of compliance**

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Voluntary Pension System Rules, 2005 and requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, the Voluntary Pension System Rules, 2005 and requirements of the Trust Deed differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017, the Voluntary Pension System Rules, 2005 and requirements of the Trust Deed have been followed.

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

These financial statements have been prepared by following accrual basis of accounting except for cash flows information.

## **2.3 Functional and presentation currency**

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

## **2.4 Use of estimates and judgments**

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

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

### **Classification and measurement of financial assets and financial liabilities**

For details please refer notes 4.2.1.1 and 23 to these financial statements.

### **Impairment of financial assets**

For details please refer notes 4.2.1.2 to these

### **Provision for taxation**

For details please refer notes 4.4 and 19 to these financial statements.

### **Sindh Workers' Welfare Fund**

For details please refer note 13.1 to these financial statements.

### **Other assets**

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

### **3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS**

#### **3.1 New accounting standards, amendments and IFRS interpretations that are effective for the year ended June 30, 2024**

The following standards, amendments and interpretations are effective for the year ended June 30, 2024. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IAS 1 'Presentation of Financial Statements' and IFRS Practice	January 01, 2023
Amendments to IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors' - Definition of Accounting Estimates	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Deferred Tax related to Assets and Liabilities arising from a single transaction	January 01, 2023
Amendments to IAS 12 'Income Taxes' - Temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes	January 01, 2023

The Company adopted the narrow-scope amendments to the International Accounting Standard (IAS) 1, Presentation of Financial Statements which have been effective for annual reporting periods beginning on or after 1 January 2023. Although the amendments did not result in any changes to accounting policy themselves, they impacted the accounting policy information disclosed in the financial statements.

The amendments require the disclosure of 'material' rather than 'significant' accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting the Company to provide useful entity-specific accounting policy information that users need to understand other information in the financial statements.



Management reviewed the accounting policies and updates to the information disclosed in Note: 4 Material accounting policies (2023: Significant accounting policies) in certain instances in line with the amendments and concluded that all its accounting policies are material for disclosure.

### **3.2 New accounting standards, amendments and interpretations that are not yet effective**

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024
	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025
IFRS 17 Insurance Contracts	January 01, 2026

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 18 'Presentation and Disclosures in Financial Statements' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by SECP

IFRS 19 'Subsidiaries without Public Accountability: Disclosures' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by SECP

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2026.

#### **4. MATERIAL ACCOUNTING POLICIES INFORMATION**

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

##### **4.1 Cash and cash equivalents**

Cash and cash equivalents comprise of balances with banks and short-term highly liquid investments with original maturities of three months or less.

##### **4.2 Financial Instruments**

###### **4.2.1 Financial assets**

###### **4.2.1.1 Classification and measurement of financial assets and financial liabilities**

On initial recognition, a financial asset is classified and measured at: amortised cost, or fair value through profit or loss (FVTPL). The classification of financial assets under IFRS 9 is generally based on the business model on which a financial asset is managed and its contractual cash flow characteristics.

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

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

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

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

### **Business model assessment**

The Fund determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Fund's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

The objectives for the portfolio, in particular, whether management's strategy focuses on earning contractual revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets;

How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;

The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed; and

How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realised in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

### **Assessments whether contractual cash flows are solely payments of principal and interest (SPPI)**

As a second step of its classification process the Fund assesses the contractual terms of financial to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium / discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Fund applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than the minimum exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

### **Subsequent**

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

<b>Financial assets at FVTPL</b>	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in These financial statemen income statement.
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**Financial assets  
at amortised cost**

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses (refer note 4.2.1.2). Interest income, foreign exchange gains and losses and impairment are recognised in income statement.

**4.2.1.2 Impairment of financial assets**

In relation to the impairment of financial assets, IFRS 9 requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

The guiding principle of the expected credit loss (ECL) model is to reflect the general pattern of deterioration or improvement in the credit quality of financial instruments. The amount of ECLs recognised as a loss allowance or provision depends on the extent of credit deterioration since initial recognition. Under the general approach, there are two measurement bases:

- 12-month ECLs (Stage 1), which applies to all items (from initial recognition) as long as there is no significant deterioration in credit quality.
- Lifetime ECLs (Stages 2 and 3), which applies when a significant increase in credit risk has occurred on an individual or collective basis.

The Fund's financial assets include mainly investment, advances and deposits, dividend and profit receivable and bank balances.

SECP through its SCD/AMCW/RS/MUFAP/2017-148 dated November 21, 2017 have deferred the applicability of above impairment requirements in relation to debt securities for mutual funds. Meanwhile, asset management companies shall continue to follow the requirements of Circular 33 of 2012 dated October 24, 2012 in relation to impairment of debt securities.

**4.2.1.3 Regular way contracts**

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

#### **4.2.1.4 Derecognition**

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

#### **4.2.2 Financial liabilities**

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

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

#### **4.2.3 Offsetting of financial assets and liabilities**

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

#### **4.3 Provisions**

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

#### **4.4 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.

#### **4.5 Issue and redemption of units**

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

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less an amount that the Pension Fund Manager may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

#### **4.6 Element of income**

An equalisation account called the 'element of income / (loss) and capital gains / (losses) included in prices of units issued less those in units redeemed' is created, in order to prevent the dilution of per unit income and distribution of income already paid out on redemption.

Units redeemed are recorded at the redemption price, applicable to units for which the Fund receives redemption applications during the business hours of that day. The redemption price represents the net asset value per unit as at the close of the business day less an amount that the Pension Fund Manager may consider to be an appropriate provision of duties and charges. Redemption of units is recorded on acceptance of application for redemption.

The 'element of income / (loss) and capital gains / (losses) in prices of units issued less those in units redeemed' during the year is transferred to the 'income statement'.

#### **4.7 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 in issue at the year end.

#### **4.8 Revenue recognition**

- Realised capital gains / (losses) arising on sale of investments are included in the income statement on the date at which the transaction takes place.
- Dividend income from equity securities is recognised when the right to receive the dividend is established.

- Profit on bank deposits is recognised on a time apportionment basis.
- Unrealised gains / (losses) arising on re-measurement of investments classified as 'financial assets at fair value through profit or loss' are included in the income statement in the year in which they arise.
- Return on Government securities, Sukuks, bank balances and term deposits are recognised at the rate of return implicit in the instrument on a time proportionate basis.

#### **4.9 Expenses**

All expenses including NAV based expenses are recognised in the income statement on a time apportionment basis.

#### **4.10 Foreign currency transactions**

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

#### **4.11 Transactions with related parties / connected persons**

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

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of Voluntary Pension System Rules, 2005 and the Trust Deed respectively.

#### **4.12 Expenses**

All expenses chargeable to the Fund including remuneration of the Management Company, Trustee fee and annual fee of the SECP are recognised in the Income Statement on an accrual basis.



## 5. BANK BALANCES

	Note	June 30, 2024					June 30, 2023				
		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)									
Profit and loss sharing accounts	5.1	64,900	700,580	1,014,986	872	1,781,339	50,760	528,661	748,901	5,337	1,333,659
Current accounts		-	7	7	-	13	-	7	7	-	14
		64,900.36	700,587	1,014,993	872	1,781,352	50,760	528,668	748,908	5,337	1,333,673

5.1 These carry mark-up at the rates ranging 20.5% - 22.5% (2023: 8.5% to 15.5%) per annum.

## 6. INVESTMENTS -NET

	Note	June 30, 2024					June 30, 2023				
		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)									
<b>Investments by category</b>											
<b>'At fair value through profit or loss'</b>											
Listed equity securities	6.1	1,394,340	-	-	-	1,394,340	685,373	-	-	-	685,373
Government securities -											
Market Treasury Bills	6.2	-	270,876	1,975,691	-	2,246,568	-	89,613	1,549,866	-	1,639,479
Pakistan Investment Bonds	6.3	-	566,937	-	-	566,937	-	432,725	423,980	-	856,705
Debt securities											
Forward Contract					(7)	(7)	-	128,478	-	-	128,478
Term Finance Certificates	6.4	-	112,633	-	-	112,633	-			-	-
<b>Total</b>		1,394,340	950,447	1,975,691	(7)	4,320,471	685,373	650,816	1,973,846	-	3,310,035

6.1 Equity securities - Fair Value Through Profit or Loss  
(Ordinary Shares of Rs. 10 each unless indicated otherwise)

Name of Investee Company	Note	As at July 01, 2023	Purchased / bonus / right received during the year	Sold during the year	As at June 30, 2024	Total carrying value as at June 30, 2024	Total Market value as at June 30, 2024	Unrealised appreciation / (diminution) on revaluation of investments	Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of paid-up capital of investee company
Quoted investments		Number of shares			(Rupees in '000)			Percentage			
<b>Appliances</b>											
Waves Home Appliances Limited		900	-	(900)	-	-	-	-	-	-	-
<b>Automotive</b>											
Ghandara Industries			216,500	(216,500)	-	-	-	-	-	-	-
Panther Tyres Limited	11,300		655,500	(608,997)	57,803	1,649	2,188	539	0.00	0.00	0.03
Treet Corporation Limited	-		10,500	(10,500)	-	-	-	-	-	-	-
Ghandhara Tyre & Rubber Company Limited	-		320,000	(320,000)	-	-	-	-	-	-	-
Al Ghazi Tractors Limited	-		16,400	(16,400)	-	-	-	-	-	-	-
Atlas Battery Limited	-		52,000	(7,500)	44,500	10,931	13,166	2,235	0.01	0.01	0.13
Honda Atlas Cars (Pakistan) Limited	-		28,000	(28,000)	-	-	-	-	-	-	-
Indus Motor Company Limited	-		8,800	(8,800)	-	-	-	-	-	-	-
Thal Limited	-		32,740	-	32,740	9,866	15,825	5,959	0.01	0.01	0.04
<b>Banking</b>											
Askari Bank Limited	-		1,538,500	-	1,538,500	35,723	34,662	(1,061)	0.02	0.02	0.11
Bank Al-falah Limited	1,077,934		790,950	(587,000)	1,281,884	50,029	87,194	37,165	0.06	0.06	0.08
Bank Al-Habib Limited	5,445		537,231	(135,297)	407,379	31,706	45,700	13,994	0.03	0.03	0.04
BankIslami Pakistan Limited	-		896,006	(896,006)	-	-	-	-	-	-	-
Faysal Bank Limited	38,294		200,000	(238,294)	-	-	-	-	-	-	-
Habib Bank Limited	135,669		376,500	(338,100)	174,069	18,315	21,590	3,275	0.01	0.02	0.01
Habib Metropolitan Bank Limited	7,360		-	(7,360)	-	-	-	-	-	-	-
MCB Bank Limited	142,080		344,500	(241,200)	245,380	33,545	55,706	22,161	0.04	0.04	0.02
Meezan Bank Limited	338,981		35,000	(314,500)	59,481	5,577	14,239	8,662	0.01	0.01	0.00
National Bank Limited	-		600,000	-	600,000	20,288	22,290	2,002	0.02	0.02	0.03
United Bank Limited	241,283		284,000	(525,283)	-	-	-	-	-	-	-
<b>Cables</b>											
Pakistan Cables Limited	81,789		14,500	(96,289)	-	-	-	-	-	-	-
Emco Industries Limited	-		500	(500)	-	-	-	-	-	-	-
<b>Cement</b>											
Attock Cement Pakistan Limited	200,000		-	(200,000)	-	-	-	-	-	-	-
Cherat Cement Company Limited			54,950	(54,950)	-	-	-	-	-	-	-
Fauji Cement Company Limited	1,000,000		2,369,500	(897,000)	2,472,500	36,193	56,645	20,452	0.04	0.04	0.10
Kohat Cement Pakistan Limited	187,710		22,500	(24,312)	185,898	32,684	46,554	13,870	0.03	0.03	0.09
Lucky Cement Limited	43,762		79,050	(12,200)	110,612	80,718	100,295	19,577	0.07	0.07	0.04
Maple Leaf Cement Factory Limited	705,349		1,069,286	(1,774,635)	-	-	-	-	-	-	-
Pioneer Cement Limited	24,512		177,500	(24,512)	177,500	28,564	29,935	1,371	0.02	0.02	0.08
D.G. Khan Cement Company Limited	-		95,000	(95,000)	-	-	-	-	-	-	-
<b>Chemicals</b>											
Descon Oxychem Limited	279,500		65,000	(344,500)	-	-	-	-	-	-	-
Dynea Pakistan Limited	14,200		1,100	(15,300)	-	-	-	-	-	-	-
Nimir Resin Limited	502,000		33,430	(502,000)	33,430	-	664	664	0.00	0.00	0.01
Biafo Industries Limited	-		31,500	-	31,500	2,993	3,213	220	0.00	0.00	0.07
Nimir Industrial Chemicals Limited	-		100,500	-	100,500	10,162	12,158	1,996	0.01	0.01	0.09
<b>Conglomerates</b>											
Engro Corporation Limited	82,737		69,000	(85,000)	66,737	19,099	22,204	3,105	0.02	0.02	0.01
<b>Engineering</b>											
Service Industries Limited	59,012		33,600	(18,400)	74,212	26,568	70,563	43,995	0.05	0.05	0.16
International Industries Limited	-		80,000	-	80,000	13,476	15,657	2,181	0.01	0.01	-
<b>Fertilizer</b>											
Engro Fertilizers Limited	151,086		50,000	(201,086)	-	-	-	-	-	-	-
Fatima Fertilizer Company Limited	93		201,349	(93)	201,349	8,513	10,394	1,881	0.01	0.01	0.01
Fauji Fertilizer Company Limited	136,446		363,000	(243,500)	255,946	28,068	41,816	13,748	0.03	0.03	0.00

Name of Investee Company	Note	As at July 01, 2023	Purchased / bonus / right received during the year	Sold during the year	As at June 30, 2024	Total carrying value as at June 30, 2024	Total Market value as at June 30, 2024	Unrealised appreciation / (diminution) on revaluation of investments	Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of paid-up capital of investee company
Quoted investments		Number of shares			(Rupees in '000)			Percentage			
Food and Personal Care											
Bunnys Limited		48,000	97,500	(145,500)	-	-	-	-	-	-	-
National Foods Limited		62,900	-	(62,900)	-	-	-	-	-	-	-
The Organic Meat Company Limited		89,000	432,500	(521,500)	-	-	-	-	-	-	-
Unity Foods Limited		260,000	203,735	(463,735)	-	-	-	-	-	-	-
Matco Foods Limited		-	212,000	-	212,000	8,114	5,739	(2,375)	0.00	0.00	0.17
Murree Brewery Company Limited		-	54,400	(6,000)	48,400	15,017	23,428	8,411	0.02	0.02	0.17
Shezan International Limited		37,809	-	(37,809)	-	-	-	-	-	-	-
Glass											
Tariq Glass Industries Limited		275,252	164,000	(115,650)	323,602	25,912	37,716	11,804	0.03	0.03	0.19
Healthcare											
Shifa International Hospitals Limited		61,410	-	(61,410)	-	-	-	-	-	-	-
Insurance											
Adamjee Insurance Company Limited		-	119,500	(119,500)	-	-	-	-	-	-	-
Media											
Hum Network Limited		2,433,400	2,080,500	(4,513,900)	-	-	-	-	-	-	-
Oil and gas exploration companies											
Mari Petroleum Company Limited		23,662	8,000	(16,080)	15,582	25,310	42,264	16,954	0.03	0.03	0.01
Oil and Gas Development Company Limited		393,763	607,000	(207,500)	793,263	85,642	107,384	21,742	0.07	0.08	0.02
Pakistan Oilfields Limited		54,238	-	(54,238)	-	-	-	-	-	-	-
Pakistan Petroleum Limited		321,580	764,500	(352,500)	733,580	60,072	85,910	25,838	0.06	0.06	0.03
Attock Petroleum Limited		-	50,550	(4,600)	45,950	15,890	17,748	1,858	0.01	0.01	0.04
Pakistan State Oil Company Limited		2,589	118,000	(60,589)	60,000	10,370	9,973	(397)	0.01	0.01	0.01
Sui Northern Gas Pipelines Limited		242,261	295,000	(537,261)	-	-	-	-	-	-	-
Packaging											
Pakistan Aluminum Beverage Can Limited		245,500	341,000	(233,601)	352,899	18,629	26,062	7,433	0.02	0.02	0.10
Century Paper and Board Limited		444,746	65,000	(85,000)	424,746	12,398	12,721	323	0.01	0.01	0.11
Roshan Packages Limited		-	458,000	(458,000)	-	-	-	-	-	-	-
Synthetic Products Enterprises Limited		9,516	-	(9,516)	-	-	-	-	-	-	-
Pharmaceuticals											
AGP Limited		7,412	156,581	(163,993)	-	-	-	-	-	-	-
Citi Pharma Limited		797,144	90,000	(887,144)	-	-	-	-	-	-	-
Ferozsons Lab		89,500	15,500	(31,400)	73,600	10,765	18,357	7,592	0.01	0.01	0.17
Highnoon Laboratories Limited		41,596	24,200	(15,690)	50,106	20,911	35,755	14,844	0.02	0.03	0.09
IBL HealthCare Limited		7,042	1,408	(8,450)	-	-	-	-	-	-	-
Sanofi Aventis Pakistan Limited		-	-	-	-	-	-	-	-	-	-
The Searle Company Limited		8,625	-	(8,625)	-	-	-	-	-	-	-
Haleon Pakistan Limited		-	27,227	-	27,227	7,120	8,096	976	0.01	0.01	0.02
Power Generation											
Nishat Chunian Power Limited		109	-	(109)	-	-	-	-	-	-	-
Nishat Power Limited		-	962,704	(665,000)	297,704	8,209	11,768	3,559	0.01	0.01	0.08
Power generation and distribution											
Hub Power Company Limited		552,715	535,500	(514,500)	573,715	51,882	93,561	41,679	0.06	0.07	0.04
Shipping											
Pakistan National Shipping Corporation		29,700	30,200	(47,550)	12,350	1,939	3,742	1,803	0.00	0.00	0.01
Steel											
Mughal Iron and Steel Industries Limited		25,000	407,000	(25,000)	407,000	29,646	37,851	8,205	0.03	0.03	0.12
Sugar and Allied Industries											
Shahmurad Sugar Mills Limited		29,000	-	(29,000)	-	-	-	-	-	-	-
Technology											
Avanceon LP		3,881	-	(3,881)	-	-	-	-	-	-	-
Image Pakistan Limited		864,800	1,836,700	(1,180,350)	1,521,150	17,019	20,110	3,091	0.01	0.01	0.66
Systems Limited		54,544	40,700	(55,350)	39,894	15,997	16,688	691	0.01	0.01	0.00

Name of Investee Company	Note	As at July 01, 2023	Purchased / bonus / right received during the year	Sold during the year	As at June 30, 2024	Total carrying value as at June 30, 2024	Total Market value as at June 30, 2024	Unrealised appreciation / (diminution) on revaluation of investments	Market value as a percentage of net assets	Market value as a percentage of total investments	Investment as a percentage of paid-up capital of investee company
Quoted investments		Number of shares			(Rupees in '000)			Percentage			
Telecommunication											
Air Link Communication Limited		20,000	255,000	(275,000)	-	-	-	-	-	-	-
Textile											
At-Tahur Limited (PREMA)		666,896	42,000	(708,896)	-	-	-	-	-	-	-
Gul Ahmed Textile Mills Limited		1,965	393	(2,358)	-	-	-	-	-	-	-
Interloop Limited		498,593	79,820	(166,000)	412,413	17,163	29,211	12,048	0.02	0.02	-
Kohinoor Textile Mills Limited		308,000	8,000	(205,500)	110,500	5,892	9,167	3,275	0.01	0.01	-
Nishat Chunian Limited		-	485,395	-	485,395	14,077	12,722	(1,355)	0.01	0.01	-
Nishat Mills Limited		-	176,000	(176,000)	-	-	-	-	-	-	-
The Crescent Textile Mills Limited		500	-	(500)	-	-	-	-	-	-	-
Towellers Limited		38,600	8,200	(6,350)	40,450	6,523	5,710	(813)	0.00	0.00	0.24
Miscellaneous											
Macpac Films Limited		-	265,000	(265,000)	-	-	-	-	-	-	-
Total as at June 30, 2024		14,518,690	23,373,105	(22,598,349)	15,293,446	989	1,394,340.00	405	1%	0%	0
Total as at June 30, 2023						713,635	685,373	(28,263)			

6.1.1 The above equity security include 873,000 shares (June 30, 2023: 973,000 shares) pledged with National Clearing Company of Pakistan Limited having market value of Rs. 63.470 million (June 30, 2023: Rs. 42.747 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. 1.052 million (June 30, 2023: Rs. 1.043 million) at period end. Such shares have not been deposited by the investee company in CDC account of Income Tax department. The Fund has included in its investments the withheld shares and recorded them at fair market value at year end. However, through Finance Act 2018, the tax on bonus is withdrawn.

Finance Act, 2018 effective from July 01, 2018 has omitted Section 236 of the ITO, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold 5% of the bonus shares to be issued. Accordingly, post July 01, 2018, shares are not being withheld at the time of bonus issue.

**6.2 Government securities - Treasury Bills 'at fair value through profit or loss'**

(certificates having a nominal value of Rs.100,000 each)

Particulars	Face value				Balance as at June 30, 2024			Market value as a percentage of net assets of the Sub-Fund	Market value as a percentage of total investments of the Sub-Fund
	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at June 30, 2024	Carrying value	Market value	Appreciation / (diminution)		
	----- (Rupees in '000) -----							Percentage -----	
Held by Debt Sub-Fund									
Treasury Bills - 1 year	108,000	4,121,200	(3,916,900)	312,300	270,700	270,876	176.32	16%	28%
Treasury Bills - 3 months	-	583,000	(583,000)	-	-	-	-	-	-
Treasury Bills - 6 months	-	3,945,500	(3,945,500)	-					
June 30, 2024	108,000	8,649,700	(8,445,400)	312,300	270,700	270,876	176.32	16%	28%
June 30, 2023	-	3,421,500	(3,313,500)	108,000	-	-	-		
Held by Money Market Sub-Fund									
Treasury Bills - 1 year		3,565,900	(2,663,100)	902,800	857,942	858,611	669.18	29%	43%
Treasury Bills - 3 months	1,616,000	14,319,460	(15,435,460)	500,000	482,463	482,392	(70.81)	16%	24%
Treasury Bills - 6 months	-	2,126,900	(1,451,900)	675,000	634,227	634,688	461.24	21%	0
June 30, 2024	-	20,012,260	(19,550,460)	2,077,800	1,974,632	1,975,691	1,060	66%	100%
June 30, 2023	-	17,392,500	(15,776,500)	1,616,000	-	-	-		

6.2.1 These Market Treasury Bills carried effective yield ranging from 18.85% to 22.76% (2023: 21.25% to 21.99%) per annum.

**6.3 Government securities - Pakistan Investment Bonds 'at fair value through profit or loss'**

(certificates having a nominal value of Rs.100,000 each)

Particulars	Note	Face value				Balance as at June 30, 2024			Market value as a percentage of net assets of the Sub - Fund	Market value as a percentage of total investments of the Sub - Fund
		As at July 1, 2023	Purchased during the year	Disposed / matured during the year	As at June 30, 2024	Carrying value	Market value	Appreciation / (diminution)		
----- Rupees in '000 ----- % -----										
Held by Debt Sub-Fund										
- Fixed PIB										
Pakistan Investment Bonds - 3 years			2,000,000	(2,000,000)	-	-	-	-	-	-
Pakistan Investment Bonds - 5 years			1,175,000	(775,000)	400,000	182,440	180,277	(2,163)	11%	19%
- Floater PIB										
Pakistan Investment Bonds - 2 years	6.3.1	362,300	854,000	(1,216,300)	-	-	-	-	-	-
Pakistan Investment Bonds - 5 years			1,800,000	(1,600,000)	200,000	387,065	386,660	(405)	23%	41%
Pakistan Investment Bonds - 3 years		75,000	-	(75,000)	-	-	-	-	-	-
June 30, 2024		437,300	5,829,000	(5,666,300)	600,000	569,505	566,937	(2,568)	11%	19%
June 30, 2023		-	5,049,600	(4,637,300)	412,300	-	-	-	-	-

6.3.1 These Pakistan Investment Bond carried effective yield ranging from 15.37% to 21.30% (2023: 18.554% to 21.975%) per annum.

6.4 Debt Securities - Term Finance Certificates 'at fair value through profit or loss'

Particulars	Note	As at July 01, 2023	Purchased during the year	Disposed / matured during the year	As at June 30, 2024	Carrying value as at June 30, 2024	Market values at June 30, 2024	Appreciation / (diminution)	Market value as a percentage of net assets of the Sub-Fund	Market value as a percentage of total investments of the Sub - Fund
<div>-----Number of units-----'Rupees in '000-----%-----</div>										
Held by Debt Sub-Fund										
Jahangir Siddiqui and Company Limited (Issue date - July 19, 2017)	6.4.1	10,000	-	(10,000)	-	-	-	-	-	-
Samba Bank Limited (Issue date - March 01, 2021)	6.4.1	330	-	-	330	32,960	33,170	210	1.98%	3.49%
Bank Al Habib Limited (Issue date - September 30, 2021)	6.4.1	12,000	-	(12,000)	-	-	-	-	-	-
Bank of Punjab (Issue date - April 17, 2023)	6.4.1	300	-		300	29,988	29,463	(525)	1.76%	3.10%
PPTFC Kashf ( Issue Date - Dec, 8 2023)		500	-	-	500	50,000	50,000	-	2.98%	5.26%
June 30, 2024		23,130	-	(22,000)	1,130	112,948	112,633	(315)	6.71%	11.85%
June 30, 2023		18,330	3,000	-	21,330	130,486	128,478	(2,008)		

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

Name of security	Mark-up rate (Per annum)	Maturity
Samba Bank Limited	6M KIBOR + 1.35%	March 01, 2031
Bank of Punjab	6M KIBOR + 1.25%	April 17, 2033
PPTFC Kashf	6M KIBOR + 1.5%	December 8, 2026

## 7. DIVIDEND AND PROFIT RECEIVABLE

Particulars	June 30, 2024					June 30, 2023				
	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)										
Profit receivable on bank accounts and term deposit receipts	1,079	7,003	11,710	32	19,824	906	9,098	8,654	118	18,776
Profit receivable on Government securities and term finance certificates	-	30,428	-	-	30,428	-	16,177	9,140	-	25,317
	1,079	37,431	11,710	32	50,252	906	25,275	17,794	118	44,093

## 8. DEPOSITS AND OTHER RECEIVABLES

Particulars	June 30, 2024					June 30, 2023				
	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)										
Advance Against CDS -										
- Account Holder Account	100	100	-	-	200	100	100	-	-	200
Security deposit with National Clearing Company of Pakistan Limited (NCCPL)	1,500	-	-	-	1,500	2,500	-	-	-	2,500
Advance Against Nccpl Exposure Margin	1,000	-	-	456	1,456	-	-	-	2,452	2,452
Receivable Against Unit Issuance	730	2,082	15,446	1	18,259				281	281
Other receivables	11	26	-	-	36	11,904	1,891	5,853	50	19,698
Receivable from UBL FML	950	-	-	218	1,168	11	117	182	20	330
	4,290	2,207	15,446	676	22,620	14,515	2,108	6,035	2,803	25,461

## 9. 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.

# 10. PAYABLE TO THE UBL FUND MANAGERS LIMITED - PENSION FUND MANAGER

		June 30, 2024					June 30, 2023				
		Money					Money				
		Equity	Debt	Market	Commodity		Equity	Debt	Market	Commodity	
	Note	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Total	Sub-Fund	Sub-Fund	Sub-Fund	Sub-Fund	Total
		(Rupees in '000)									
Remuneration payable to											
Pension Fund Manager	10.1	1,559	1,666	3,073	0	6,298	1,620	368	965	35	2,988
Sindh Sales Tax on remuneration											
to the Pension Fund Manager	10.2	203	217	399	-	819	211	48	125	5	389
Selling and marketing expense payable	10.3	1,856	704	1,298	-	3,858	5,992	2,401	5,716	-	14,109
Allocated expenses	10.4	1,030	1,261	1,646	-	3,937	461	672	2,058	-	3,191
Sales load payable		206	705	2,818	5	3,733	187	818	2,635	4	3,644
Other payables		4	14	14	27	60	4	14	14	27	59
		4,859	4,567	9,247	33	18,705	8,475	4,321	11,513	71	24,379

10.1 In accordance with Regulation 67G (1) of the NBFC Regulations, the Pension Fund Manager, is allowed to charge an annual management fee of 3.00% of the average of the values of the net assets of Equity Sub-Fund, 1.50% of the average of the value of the net assets of Money Market Sub-Fund, 1.50% of the average of the value of net assets of Income commodity Sub-Fund and 1.50% of the average of the value of net assets of Debt Sub-Fund Accordingly, this ratio is within the maximum limit of 4.5%, 2%, & 2.5% prescribed under the NBFC Regulations for Equity Sub Fund, Money Market Sub Fund and Debt Sub Fund, During the year Pension fund manager charged 1.66%, 1.25%, 1.25% and 0.60% of the average value of net asset for Equity Sub-Fund, Debt Sub-fund, Money Market Sub-Fund and Commodity Sub-Fund.

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

10.3 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 rate 0.81% for Equity Sub-Fund, 0.34% for Debt Sub-Fund and 0.29% for Money Market Sub-Fund.

10.4 In accordance with Regulation 60 of the NBFC Regulations, the Management Company is entitled to charge fees and expenses related to registrar services, accounting, operation and valuation services, related to a Collective Investment Scheme (CIS). Accordingly, the Management Company can charge allocated expenses to the CIS based on its discretion, provided the Total Expense Ratio (refer note 20) prescribed by the SECP vide SRO 639 (I) / 2019 dated June 20, 2019 is complied with.

# 11. PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

		June 30, 2024					June 30, 2023				
		Equity	Debt	Money	Commodity		Equity	Debt	Money	Commodity	
		Sub-Fund	Sub-Fund	Market	Sub-Fund	Total	Sub-Fund	Sub-Fund	Market	Sub-Fund	Total
Note		-----'Rupees in '000'-----									
Remuneration payable	11.1	118	134	253	0	504	90	97	243	1	431
Sales tax on remuneration payable	11.2	14	17	33	-	64	11	13	32	-	56
		132	151	286	0	568	101	110	275	1	487



- 11.1 The Central Depository Company of Pakistan Limited is entitled to remuneration at the following rates on net assets of the Fund:

Net Assets	Tariff per annum
Up to Rs.1,000 million	0.15%per annum
Above Rs.1,001 million and 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
Above Rs.3,001 million and 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
Above Rs.6,000 million	Rs.5.9 million plus 0.06% per annum of net assets, on amount exceeding Rs.6,000 ,million

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

## 12. PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

This represents annual SECP fee. SECP vide S.R.O. 1620 (I) / 2019, dated December 24, 2019 revised its annual fee to 0.04% (2023: 0.04%) per annum of average daily net assets of the Fund.

## 13. ACCRUED EXPENSES AND OTHER LIABILITIES

	Note	June 30, 2024					June 30, 2023				
		Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Market Sub-Fund	Commodity Sub-Fund	Total
		Rupees in '000									
Provision for indirect duties and taxes	13.1	5,897	4,599	2,578	194	13,270	5,897	4,599	2,578	194	13,268
Auditor's remuneration		171	171	170	170	682	92	92	92	92	368
Zakat payable		1	4	78	-	83	4	7	226	-	237
Withholding tax payable		1,328	4,032	2,808	35	8,203	8,789	422	3,054	43	12,308
Brokerage payable		3,602	244	(30)	-	3,816	3,731	177	91	-	3,999
Legal and professional fees		42	50	22	66	180	36	41	3	62	142
Payable against derivative contract	13.2	-	-	-	-	-	-	-	-	129	129
Sales load payable		-	-	-	-	-	754	93	387	22	1,256
Others		-	-	-	264	264	-	-	-	290	290
		<u>11,040</u>	<u>9,100</u>	<u>5,627</u>	<u>730</u>	<u>26,497</u>	<u>19,303</u>	<u>5,431</u>	<u>6,431</u>	<u>832</u>	<u>31,997</u>

### 13.1 Provision for indirect duties and taxes

As per the requirements of the Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of the Pension Fund Manager was applied with effect from June 13, 2013. The Pension Fund Manager is of the view that since the remuneration is already subject to the provincial sales tax, further levy of FED results in double taxation, which does not appear to be the spirit of the law. The matter was collectively taken up by the Pension Fund Manager jointly with other Asset Management Companies / Pension Fund Managers and Trustees of respective Collective Investment Schemes (CISs) / Pension Funds, through a Constitutional Petition filed in the Honorable Sindh High Court (SHC) during September 2013. In this respect, the SHC had issued a stay order against the recovery of FED due to which the Fund has not made any payments for FED since June 13, 2013.

- 13.2 This represents net unrealised loss on cash settled future gold contracts with settlement date of August 2024 (August 10, 2023 )

#### 14. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding, except as disclosed in note 6.1.2, as at June 30, 2024 (2023: Nil).

#### 15. NUMBER OF UNITS IN ISSUE

Particulars	June 30, 2024					June 30, 2023				
	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
Beginning of the year	992,531	2,917,899	9,668,572	41,853	13,620,855	1,919,136	3,515,776	6,057,453	255,500	11,747,865
Units issued during the year	387,057	2,179,402	3,237,692	13,072	5,817,223	596,583	2,255,668	8,804,247	77,898	11,734,396
Effect of reallocation	40,821	(13,473)	(97,807)	502	(69,957)	-	-	-	-	-
Units redeemed during the year	(396,606)	(1,217,107)	(4,086,107)	(51,828)	(5,751,649)	(1,523,188)	(2,853,545)	(5,193,128)	(291,545)	(9,861,406)
Total units in issue at the end of the year	<u>1,023,803</u>	<u>3,866,721</u>	<u>8,722,351</u>	<u>3,599</u>	<u>13,616,473</u>	<u>992,531</u>	<u>2,917,899</u>	<u>9,668,572</u>	<u>41,853</u>	<u>13,620,855</u>

#### 16. CONTRIBUTION TABLE

Contribution (net of front end fee) received during the year

As at June 30, 2024									
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	387,057	406,519	2,179,402	869,185	3,237,692	1,004,409	13,072	2,419	5,817,223 2,282,532

  

As at June 30, 2023									
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	596,583	436,059	2,255,668	731,658	8,804,247	2,291,324	77,898	13,491	11,734,396 3,472,533

#### 17. FINANCIAL INCOME

Particulars	June 30, 2024					June 30, 2023				
	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
Profit on Government of Pakistan - PIBs/Ijarah Sukuk	-	82,758	111,637	-	194,395	-	68,830	56,709	-	125,539
Profit on TFCs	-	25,515	-	-	25,515	-	15,410	-	-	15,410
Profit on Bank Balances	8,876	93,729	118,033	365	221,004	11,297	62,535	81,765	2,345	157,942
Profit on Term Deposit Receipts	-	1,928	9,668	-	11,596	-	3,938	6,546	-	10,483
Profit on Treasury Bills	-	66,483	375,019	-	441,502	-	23,230	204,219	-	227,448
	<u>8,876</u>	<u>270,413</u>	<u>614,357</u>	<u>365</u>	<u>894,012</u>	<u>11,297</u>	<u>173,943</u>	<u>349,238</u>	<u>2,345</u>	<u>536,823</u>

**18. AUDITOR'S REMUNERATION**

	June 30, 2024					June 30, 2023				
	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 '000 -----									
Annual audit fee	82	82	82	82	328	77	77	77	77	309
Review of condensed interim financial information	67	67	67	67	268	47	47	47	47	188
	149	149	149	149	596	124	124	124	124	497
Sales tax	13	13	13	13	52	16	16	16	16	65
Out of pocket expenses	13	13	13	13	50	72	72	72	72	289
	<u>175</u>	<u>175</u>	<u>175</u>	<u>174</u>	<u>698</u>	<u>213</u>	<u>213</u>	<u>213</u>	<u>212</u>	<u>850</u>

**19. TAXATION**

No provision for taxation for the year ended June 30, 2024 has been made in view of the exemption available to the Fund under clause 57 (3) (viii) of Part I of the 2nd Schedule to the Income Tax Ordinance, 2001.

**20. EARNINGS / (LOSS) 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.

**21. 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 4.42%, 1.53%, 1.65% & 1.58%, which includes 0.41%, 0.16%, 0.16% & 0.14% representing Government Levy, Sindh Workers' Welfare Fund, and the SECP fee of Equity Sub Fund, Money Market Sub Fund, Debt Sub Fund and Commodity Sub Fund respectively. This ratio is within the maximum limit of 4.5%, 2%, 2.5% & 3.0% prescribed under the NBFC Regulations for Equity Sub Fund, Money Market Sub Fund and Debt Sub Fund.

Further, in May 2014, the Honourable Peshawar High Court (PHC) held that the impugned levy of contribution introduced in the Ordinance through Finance Acts, 1996 and 2009 lacks the essential mandate to be introduced and passed through a Money Bill under the constitution and, hence, the amendments made through the Finance Acts were declared as 'Ultra Vires'.

## 22. FINANCIAL PERFORMANCE

Equity Sub Fund					
June 30, 2024	June 30, 2023	% Change	June 30, 2022	June 30, 2021	
(Rupees in '000)			(Rupees in '000)		
Net income / (loss) for the year	695,306	(6,266)	-11196%	(153,075)	503,176
Realised gains / (losses) on sale of investments	237,253	(44,786)	-630%	(66,669)	260,112
Unrealised gain / (loss) on revaluation of investments classified as financial assets at fair value through profit or loss - net	405,176	(28,174)	-1538%	(184,876)	169,351
Dividend income	91,577	112,114	-18%	112,158	80,815
Financial Income	8,876	11,297	-21%	6,382	4,971
Total contributions received - gross	406,519	436,059	-7%	341,527	627,365

  

Debt Sub Fund					
June 30, 2024	June 30, 2023	% Change	June 30, 2022	June 30, 2021	
(Rupees in '000)			(Rupees in '000)		
Net income for the year	254,408	145,649	75%	83,076	47,084
Realised gains / (losses) on sale of investments	7,837	(10,424)	-175%	(3,856)	(1,532)
Unrealised (loss) on revaluation of investments classified as financial assets at fair value through profit or loss - net	(2,707)	(2,915)	(0)	1,572	219
Financial Income	270,413	173,943	55%	98,189	66,850
Total contributions received - gross	869,185	731,658	19%	552,231	373,516

  

Money Market Sub Fund					
June 30, 2024	June 30, 2023	% Change	June 30, 2022	June 30, 2021	
(Rupees in '000)			(Rupees in '000)		
Net income for the year	572,026	317,096	80%	104,107	58,382
Realised gains / (losses) on sale of investments	969	(2,641)	-137%	(3,703)	(161)
Unrealised gain / (loss) on revaluation of investments classified as financial assets at fair value through profit or loss - net	1,060	(1,938)	(2)	-	-
Financial Income	614,357	349,238	76%	125,850	79,734
Total contributions received - gross	1,004,409	2,291,324	-56%	866,281	476,314

  

Commodity Sub-Fund					
June 30, 2024	June 30, 2023	% Change	June 30, 2022	June 30, 2021	
(Rupees in '000)			(Rupees in '000)		
Net income for the year	449	847	-47%	(100)	(312)
Realised gains / (losses) on sale of investments	170	(924)	-118%	(168)	305
Loss on derivative contracts	-	-		(1,011)	-
Unrealized (loss) on revaluation of investments classified as financial assets at fair value through profit or loss - net	(7)	-	-	-	-
Financial Income	365	2,345	-84%	6,382	506
Total contributions received - gross	2,419	13,491	-82%	341,527	5,696

### 23. FINANCIAL INSTRUMENTS BY CATEGORY

Particulars	June 30, 2024											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Commodities Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total
(Rupees in '000)												
<b>Financial assets</b>												
Bank balances	64,900	-	64,900	700,587	-	700,587	1,212,361	-	1,212,361	872		872
Investments - net	-	1,394,340	1,394,340	-	950,447	950,447	-	243,033	243,033		(7)	(7)
Receivable against sale of investment	1,638		1,638									
Dividend and profit receivable	1,079	-	1,079	37,432	-	37,432	11,710	-	11,710	32		32
Deposits and other receivable	4,290	-	4,290	2,207	-	2,207	15,446	-	15,446	676		676
	<u>71,908</u>	<u>1,394,340</u>	<u>1,466,248</u>	<u>740,226</u>	<u>950,447</u>	<u>1,690,673</u>	<u>1,239,517</u>	<u>243,033</u>	<u>1,482,550</u>	<u>1,579</u>	<u>(7)</u>	<u>1,572</u>
(Rupees in '000)												
Particulars	June 30, 2023											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Commodities Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total
(Rupees in '000)												
<b>Financial assets</b>												
Bank balances	50,760	-	50,760	528,668	-	528,668	1,212,361	-	1,212,361	5,337		5,337
Investments - net	-	685,373	685,373	-	650,816	650,816	-	243,033	243,033		-	-
Receivable against sale of investment	18,783		18,783									
Dividend receivable	906	-	906	25,275	-	25,275	-	-	-	118		118
Deposit and other receivable	3,811	-	3,811	615	-	615	128,618	-	128,618	2,991		2,991
	<u>74,259</u>	<u>685,373</u>	<u>759,632</u>	<u>554,558</u>	<u>650,816</u>	<u>1,205,374</u>	<u>1,340,979</u>	<u>243,033</u>	<u>1,584,012</u>	<u>8,446</u>	<u>-</u>	<u>8,446</u>
(Rupees in '000)												
Particulars	June 30, 2024											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Commodities Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total
(Rupees in '000)												
<b>Financial liabilities</b>												
Payable to UBL Fund Manager Ltd Manager Limited - Pension Fund Manager	4,859	-	4,859	4,567	-	4,567	9,247	-	9,247	33		33
Payable to the Central Depository Company of Pakistan Limited - Trustee	132	-	132	151	-	151	286	-	286	0		0
Payable to the SECP	417		417	476		476	1,067		1,067	1		1
Payable against purchase of investments	673		673	-		-	-		-			-
Accrued expenses and other liabilities	11,040	-	11,040	9,100	-	9,100	5,627	-	5,627	730		730
	<u>17,121</u>	<u>-</u>	<u>17,121</u>	<u>14,293</u>	<u>-</u>	<u>14,293</u>	<u>16,227</u>	<u>-</u>	<u>16,227</u>	<u>764</u>	<u>-</u>	<u>764</u>

Particulars	June 30, 2023											
	Equity Sub Fund			Debt Sub Fund			Money Market Sub Fund			Commodities Sub-Fund		
	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total	Amortised cost	At fair value through profit or loss	Total
(Rupees in '000)												
<b>Financial liabilities</b>												
Payable to UBL Fund Manager Limited - Pension Fund Manager	8,475	-	8,475	4,321	-	4,321	11,513	-	11,513	71		71
Payable to the Central Depository Company of Pakistan Limited - Trustee	101	-	101	110	-	110	275	-	275	1		1
Payable to the SECP	460		460	400		400	798		798	7		7
Payable against purchase of investments	2,012		2,012	161,668		161,668	-		-			-
Accrued expenses and other liabilities	19,303	-	19,303	5,431	-	5,431	6,431	-	6,431	832		832
	30,351	-	30,351	171,930	-	171,930	19,017	-	19,017	911	-	911

## **24 FINANCIAL INSTRUMENTS AND RELATED RISK MANAGEMENT**

The Fund's objective in managing risks is the creation and protection of participants' value. Risk is inherent in the Fund's activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. The process of risk management is critical to the Fund's continuing profitability.

Monitoring and controlling risks are primarily set up to be performed based on the limits established by the internal controls set on different activities of the Fund by the Board of Directors. These controls and limits reflect the business strategy and market environment of the Fund as well as the level of the risk that the Fund is willing to accept. In addition, the Fund monitors and measures the overall risk bearing capacity in relation to the aggregate risk exposure across all risks type and activities.

The policy of the Fund is to make investments only in designated authorised investments approved by the Investment Committee.

The Fund primarily invests in listed equity securities, government securities, term finance certificates, sukuk certificates and deposits with scheduled banks. These activities are exposed to a variety of financial risks such as: market risks, credit risk and liquidity risks.

### **24.1 Market risk**

Market risk is the risk that changes in market prices, such as interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's / issuer's credit standing) will effect the Fund's income or the fair value of its financial instruments. Market risk comprises of three types of risks: currency risk, interest rate risk and other price risk.

#### **24.1.1 Currency risk**

Currency risk is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in foreign exchange rates. The Commodity Sub-Fund is exposed to a foreign currency risk on sales and purchase of future gold contracts, which are entered in a currency other than Pak Rupees. As at year end, the financial assets exposed to currency risk are as follows:

	2024	2023	2024	2023
	USD		PKR	
Future Gold Contracts	2,337	3,185	648,985	924,269

The following significant exchange rates applied during the year:

	2024	2023	2024	2023
	Average rates		Rates at reporting date	
US Dollar to PKR	278.59	273.57	277.70	290.15

At June 30, 2024, if the Pakistan rupee had weakened / strengthened by 10% against the US Dollar with all other variables held constant, profit of the Sub-Fund for the year would have been lower / higher by Rs. 0.649 million (2023: Rs. 0.92 million), mainly as a result of foreign exchange losses / gains on translation of US Dollar denominated in Future Gold Contracts.

#### 24.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market interest rates.

##### a) Sensitivity analysis for fixed rate instruments

As at June 30, 2024, the Fund holds fixed rate instruments that could expose the Fund to fair value interest rate risk.

In case of 100 basis points increase/decrease in interest rates on June 30, 2024 with all other variables held constant, the net income for the year and net assets of debt sub-fund would have been higher / lower by URSF- DSF Rs. 4.51 million (2023: Rs. 0.89 million) and URSF-MMSF 19.76 million (2023: Rs.15.49).

##### b) Sensitivity analysis for variable rate instruments

The Fund's interest rate risk arises from the balances in savings accounts, term deposit and KIBOR based profit bearing TFCs exposing each of the Sub-Funds to cash flow interest rate risk.



For the year, income would have increased / (decreased) by Rs. 0.888 million, 27.04 million, 61.44 million and 0.04 million (2023: Rs. 0.5076 million, 10.8986 million, 7.4890 million and 0.0534 million ) of Equity sub-fund, Debt sub-fund, Money Market sub-fund and Commodity sub-fund respectively, had the interest rates on savings accounts with banks increased / (decreased) by 100 basis points.

### **24.1.3 Other price risk**

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Fund manages this risk by limiting its investment

- 5% of NAV or paid-up capital of the investee company, whichever is lower.
- higher of 30% of NAV or index weight of a single stock exchange sector, subject to a maximum limit of 35% of NAV.

A summary analysis of local investments by industry sector, the percentage in relation to Fund's assets and the issued capital of the investee company is presented in note 6.1 to these financial statements. Further, the Fund's policy requires that the overall Fund position is monitored on a daily basis by the Fund Manager and is reviewed on bi-monthly basis by the Investment Committee and by the Board of Directors in every meeting of the Board. Non - compliance with the Fund's investment policies is reported to the Board of Directors.

The Fund's investments in equity securities are publicly traded and are valued at the rates quoted on the relevant stock exchanges.

In case of 5% increase / decrease in the fair value of the Fund's equity securities at fair value through profit or loss on June 30, 2024, net income for the year would increase / decrease by Rs. 69.72 million (2023:Rs. 34 million) and net assets of the Fund would increase / decrease by the same amount as a result of gains / losses on equity securities at fair value through profit or loss.

The analysis is based on the assumption that the equity index had increased / decreased by 5% with all other variables held constant and all the Fund's equity instruments moved according to the historical correlation with the index. This represents management's best estimate of a reasonable possible shift in the PSX 100 Index, having regard to the historical volatility of the index. The composition of the Fund's investment portfolio and the correlation thereof to the KMI index, is expected to change over the time. Accordingly, the sensitivity analysis prepared as of June 30, 2024 is not necessarily indicative of the effect on the Fund's net assets of future movements in the level of PSX 100 Index.

## **24.2 Credit risk**

Credit risk represents the risk of loss if the counter parties fail to perform as contracted. Credit risk arises from deposits with banks and financial institutions, credit exposure arising as a result of dividends receivable on equity securities, receivable against sale of investments and investment in debt securities. For banks and financial institutions balances are kept with reputed parties. Credit risk on dividend receivable is minimal due to statutory protection. All transactions in listed securities are settled / paid for upon delivery using the national clearing company system. The risk of default is considered minimal due to inherent systematic measures taken therein. Risk attributable to investment is limited as these are issued by the Federal Government.

Credit risk is managed and controlled by the Pension Fund Manager of the Fund in the following manner:

- The Fund limits its exposure to credit risk by only investing in liquid debt securities that have at minimum an investment grade as rated by a credit rating agency approved by the SECP. In the absence of issue rating, the Fund ensures that the entity has an investment grade as rated by a credit rating agency approved by the SECP.
- The risk of counter party exposure due to failed trades causing a loss to the Fund is mitigated by a periodic review of trade reports, credit ratings and financial statements on a regular basis.

### **Concentration of Credit risk**

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

### 24.2.1 Credit quality of investment in bank balances

The credit quality of balances with banks that are neither past due nor impaired can be assessed by reference to the external credit ratings or to the historical information about counterparty default rates:

Rating	Equity Sub Fund		Debt Sub Fund		Money Market Sub Fund		Commodity Sub Fund	
	% of financial assets exposed to credit risk		% of financial assets exposed to credit risk		% of financial assets exposed to credit risk		% of financial assets exposed to credit risk	
	June 30,2024	June 30,2023	June 30,2024	June 30,2023	June 30,2024	June 30,2023	June 30,2024	June 30,2023
AAA	29	55.5	4.8	94.1	98.80	86.3	5.1	86.3
AA+	61	43.6	1.1	0.0	1.12	0.1	94.9	0.1
AA	0	0.9	0.0	4.8	0.01	13.6	0.0	13.6
AA-	10	-	94.1	1.1	0.08	0.1	0.0	0.1
A+	0	0.1	0.0	0.1	0.00	0.0	0.0	0.0
	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>

#### Credit Ratings

#### Balances

AAA	United Bank Limited	100,554,974
AA+	Bank Alfalah Limited	59,150,768
AAA	MCB Bank Limited	1,248,557
AA	Samba Bank Limited	1,052,051
AAA	Habib Bank Limited	951,519,493
A+	Sindh Bank Limited	42,992
AAA	National Bank of Pakistan	2,087,446
AA-	Soneri Bank Limited	665,321,433
AAA	Allied Bank Limited	64,125
AA-	JS Bank Limited	13,190
	TAMEER MICROFINANCE BANK-GULSHAN BRC	14,079
AAA	Zarai Taraqati Bank Limited	12,325
AA+	Habib Metro Bank Limited	20,000
A+	First Microfinance Bank Limited	41,564
AA+	The Bank of Punjab	164,926

The maximum exposure to credit risk before any credit enhancement is the carrying amount of the financial assets.

24.2.2 There are no financial assets that are past due or impaired.

### **24.3 Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations and commitments associated with financial instruments. The Pension Fund Manager manages liquidity risk by continuously analysing the maturities of its financial liabilities.

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

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

## 24.1.3 Fair value interest rate risk

Effective yield / interest rate	Total	2024															
		Equity Sub-Fund				Debt Sub-Fund				Money Market Sub-Fund				Commodity Sub-Fund			
		Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk
		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year	
----- (Rupees in '000) -----																	
20.5 - 22.5	1,781,352	64,900	-	-	-	700,580	-	-	7	1,014,986	-	-	-	7	872	-	-
18.85 - 22.76	4,320,471	-	-	-	1,394,340	-	-	950,446	-	482,392	634,688	858,611	-	(7)	-	-	-
	1,638	-	-	-	1,638	-	-	-	-	-	-	-	-	-	-	-	-
	50,253	-	-	-	1,079	-	-	-	37,432	-	-	-	-	11,710	-	-	32
	22,620	-	-	-	4,290	-	-	-	2,207	-	-	-	-	15,446	-	-	676
	6,176,333	64,900	-	-	1,401,347	700,580	-	950,446	39,646	1,497,379	634,688	858,611	27,163	865	-	-	707
-----																	
	18,705	-	-	-	4,859	-	-	-	4,567	-	-	-	-	9,247	-	-	33
	568	-	-	-	132	-	-	-	151	-	-	-	-	286	-	-	0
	673	-	-	-	673	-	-	-	-	-	-	-	-	-	-	-	-
	26,497	-	-	-	11,040	-	-	-	9,100	-	-	-	-	5,627	-	-	730
	46,444	-	-	-	16,704	-	-	-	13,817	-	-	-	-	15,160	-	-	763
	6,129,889	64,900	-	-	1,384,644	700,580	-	950,446	25,828	1,497,379	634,688	858,611	12,003	865	-	-	(56)
-----																	
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-----																	
Total	2023																
	Equity Sub-Fund				Debt Sub-Fund				Money Market Sub-Fund				Commodity Sub-Fund				
	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / interest rate risk			Not exposed to yield / interest rate risk	Exposed to yield / profit rate risk			Not exposed to yield / profit rate risk	
	Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		Up to three months	More than three months and up to one year	More than one year		
----- Rupees in '000 -----																	
20.5 - 22.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.25 - 21.99	907,204	-	-	-	-	-	-	59,244	-	423,980	-	423,980	-	-	-	-	-
	737	-	-	-	737	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	907,941	-	-	-	737	-	-	59,244	-	423,980	-	423,980	-	-	-	-	-
-----																	
	8,475	-	-	-	8,475	-	-	-	-	-	-	-	-	-	-	-	-
	163,680	-	-	-	2,012	-	-	-	161,668	-	-	-	-	-	-	-	-
	1,442	-	-	-	-	-	-	-	403	-	-	-	-	573	-	-	466
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	173,597	-	-	-	10,487	-	-	-	162,071	-	-	-	-	573	-	-	466
	734,344	-	-	-	(9,750)	-	-	59,244	(162,071)	423,980	-	423,980	(573)	-	-	-	(466)
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

Particulars	June 30, 2024																Total
	Equity Sub Fund				Debt Sub Fund				Money Market Sub Fund				Commodity Sub-Fund				
	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	
(Rupees in '000)																	
Financial Liabilities																	
Payable to UBL Asset Management Limited - Pension Fund Manager	4,859	-	-	4,859	4,567	-	-	4,567	9,247	-	-	9,247	33			33	18,705
Payable to the Central Depository Company of Pakistan Limited - Trustee	132	-	-	132	151	-	-	151	286	-	-	286	0			0	568
Accrued expenses and other liabilities	11,040	-	-	11,040	9,100	-	-	9,100	5,627	-	-	5,627	730			730	26,497
	16,031	-	-	16,031	13,817	-	-	13,817	15,160	-	-	15,160	763	-	-	763	45,771

Particulars	June 30, 2023																Total
	Equity Sub Fund				Debt Sub Fund				Money Market Sub Fund				Commodity Sub-Fund				
	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	Up to three months	Over three months and up to one year	Over one year	Total	
(Rupees in '000)																	
Financial Liabilities																	
Payable to UBL Fund Manager Limited - Pension Fund Manager	8,475	-	-	8,475	4,321	-	-	4,321	11,513	-	-	11,513	71			71	24,379
Payable to the Central Depository Company of Pakistan Limited - Trustee	101	-	-	101	110	-	-	110	275	-	-	275	1			1	487
Accrued expenses and other liabilities	19,303	-	-	19,303	5,431	-	-	5,431	6,431	-	-	6,431	832			832	31,997
	27,879	-	-	27,879	9,862	-	-	9,862	18,219	-	-	18,219	904	-	-	904	56,863

The above mentioned financial liabilities do not carry any mark-up.

## 25 UNIT HOLDERS' FUNDS MANAGEMENT

The participants' fund is represented by redeemable units. These units are entitled to payment of a proportionate share, based on the Fund's net asset value per unit on the redemption date.

The Fund has no restrictions on the subscription and redemption of units. There is no specific capital requirement which is applicable to the Fund.

The Fund's objectives when managing participants' funds are to safeguard its ability to continue as a going concern so that it can continue to provide returns to participants and to maintain a strong base of assets under management.

In accordance with the risk management policies stated in note 23, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemption. Since the participants of the Fund have invested with long term objective, the possibility of a significant redemption pressure is limited, such liquidity is augmented by borrowing arrangements (which can be entered if necessary) or disposal of investments, where necessary.

All units, including the core units, and fractions thereof represents an undivided share in the pertinent sub-funds of the Fund and rank pari passu as their rights in the net assets and earning of the sub-fund are not tradable or transferable. Each participant has a beneficial interest in the sub-fund proportionate to the units held by such participant in such sub-fund.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Fair value measurements using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and
- Fair value measurements using Inputs for assets or liabilities that are not based on observable market data (i.e. unobservable inputs) (level 3).

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

## 26. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

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

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

International Financial Reporting Standard (IFRS) 13, "Fair Value Measurement" requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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

	2024			
	Level 1	Fair value Level 2	Level 3	Total
<u>Investments at fair value through profit or loss</u>	----- (Rupees in '000) -----			
<b>Equity Sub-Fund</b>				
Listed equity securities	1,394,340	-	-	1,394,340
<b>Debt Sub-Fund</b>				
Government securities - Pakistan Investment Bonds	-	566,937	-	566,937
Government securities - Market Treasury Bills	-	270,876	-	270,876
Debt securities - Term Finance Certificates / Sukuks	-	112,633	-	112,633
<b>Money Market Sub-Fund</b>				
Government securities - Pakistan Investment Bonds	-	-	-	-
Government securities - Market Treasury Bills	-	1,975,691	-	1,975,691
	1,394,340	2,926,138	-	4,320,478



	2023			
	Fair value			
	Level 1	Level 2	Level 3	Total
Investments at fair value through profit or loss	----- (Rupees in '000) -----			
<b>Equity Sub-Fund</b>				
Listed equity securities	685,373	-	-	1,316,190
<b>Debt Sub-Fund</b>				
Government securities - Pakistan Investment Bonds	-	423,980	-	-
Government securities - Market Treasury Bills	-	89,613	-	92,117
Debt securities - Term Finance Certificates / Sukuks	-	128,478	-	-
	-	-	-	-
<b>Debt Sub-Fund</b>				
Government securities - Pakistan Investment Bonds	-	-	-	-
Government securities - Market Treasury Bills	-	1,549,866	-	-
	685,373	2,191,937	-	1,408,307

## 27. TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

- 27.1 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).
- 27.2 Remuneration of the Pension Fund Manager and trustee is determined in accordance with the provisions of VPS Rules, and the Trust Deed.
- 27.3 Other transactions with the related parties / connected persons are carried out at agreed / commercial terms.
- 27.4 Details of transactions with related parties / connected persons during the and balances held with them at the year ended June 30, 2024 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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**For the year ended June 30, 2024**

**Equity Sub-Fund**

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

Transactions during the year						
Mark-up on bank accounts	-	1,405	-	-	-	-
Bank charges	-	4	-	-	-	-
Units issued (units in '000)	-	-	-	-	11	-
Units redeemed (units in '000)	-	-	-	-	11	-
Value of unit issued	-	-	-	-	11,885	-
Value of unit redeemed	-	-	-	-	12,124	-
Remuneration*	30,169	-	1,269	-	-	-
Selling and marketing expense	8,029	-	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Central Depository Service (CDS) expenses	-	-	35	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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**For the year ended June 30, 2023**

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

Transactions during the year						
Mark-up on bank accounts	-	2,492	-	-	-	-
Bank charges	-	6	-	-	-	-
Units issued (units in '000)	-	-	-	-	5	7
Units redeemed (units in '000)	-	-	-	-	28	-
Value of Units issued	-	-	-	-	3,937	5,069
Value of Units redeemed	-	-	-	-	18,805	-
Remuneration*	31,567	-	1,388	-	-	-
Selling and marketing expense	14,578	-	-	-	-	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Central Depository Service (CDS) expenses	-	-	325	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

Equity Sub-Fund

(Rupees in '000)

Balances held

Units held (units in '000)	-	-	-	-	0	121
Units held Rupees in '000	-	-	-	-	400	170,897
Investments	-	-	-	-	-	-
Bank balances	-	17,777	-	-	-	-
Selling & Marketing Expense Payable	1,856	-	-	-	-	-
Remuneration payable*	1,762	-	133	-	-	-
Sales load payable	151	-	-	-	-	-
Allocated expenses payable	1,030	-	-	-	-	-
Mark-up receivable	-	-	-	-	-	-
Other payable	4	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Balances held

Units held (units in '000)	-	-	-	-	-	118,174
Units held Rupees in '000	-	-	-	-	-	87,041
Investments	-	113,164	-	-	-	-
Bank balances	-	22,222	-	-	-	-
Selling & Marketing Expense Payable	5,992	-	-	-	-	-
Remuneration payable*	1,831	-	101	-	-	-
Sales load payable	187	-	-	-	-	-
Allocated expenses payable	461	-	-	-	-	-
Mark-up receivable	-	277	-	-	-	-
Other payable	4	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Debt Sub-Fund**

(Rupees in '000)

*Transactions during the year*

Mark-up on bank accounts	-	4,060	-	-	-	-
Bank charges	-	10	-	-	-	-
Units issued (units in '000)	-	-	-	-	8	-
Units redeemed (units in '000)	-	-	-	-	9	-
Value of unit issued	-	-	-	-	3,069	-
Value of unit redeemed	-	-	-	-	3,611	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	11,649	-	1,457	-	-	-
Selling and marketing expense	3,944	-	-	-	-	-
CDS expenses	-	-	21	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

*Transactions during the year*

Mark-up on bank accounts	-	1,949	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued (units in '000)	-	-	-	-	0	-
Units redeemed (units in '000)	-	-	-	-	0	-
Value of unit issued	-	-	-	-	153	-
Value of unit redeemed	-	-	-	-	160	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	7,079	-	1,205	-	-	-
Selling and marketing expense	4,987	-	-	-	-	-
CDS expenses	-	-	5	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Debt Sub-Fund**

(Rupees in '000)

Balances held

Units held in '000'	-	-	-	-	-	-
Units held Rupees in '000	-	-	-	-	-	-
Bank balances	-	32,737	-	-	-	-
Selling & Marketing Expense Payable	704	-	-	-	-	-
Remuneration payable*	1,882	-	151	-	-	-
Sales load payable	663	-	-	-	-	-
Allocated expenses payable	1,261	-	-	-	-	-
Other payable	14	-	-	-	-	-
Mark-up receivable	-	458	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Balances held

Units held	-	-	-	-	-	-
Units held Rupees in '000	-	-	-	-	-	-
Bank balances	-	26,976	-	-	-	-
Selling & Marketing Expense Payable	2,401	-	-	-	-	-
Remuneration payable*	416	-	110	-	-	-
Sales load payable	818	-	-	-	-	-
Allocated expenses payable	672	-	-	-	-	-
Other payable	14	-	-	-	-	-
Mark-up receivable	-	206	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Money Market Sub-Fund**

(Rupees in '000)

Transactions during the year

Mark-up on bank accounts	-	17,478	-	-	-	-
Bank charges	-	103	-	-	-	-
Units issued (units in '000)	-	-	-	-	80	-
Units redeemed (units in '000)	-	-	-	-	172	-
Value of unit issued	-	-	-	-	25,787	-
Value of unit redeemed	-	-	-	-	55,745	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	26,466	-	3,309	-	-	-
Selling and marketing expense	8,415	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Transactions during the year

Mark-up on bank accounts	-	5,174	-	-	-	-
Bank charges	-	49	-	-	-	-
Units issued (units in '000)	-	-	-	-	14	-
Units redeemed (units in '000)	-	-	-	-	5	-
Value of unit issued	-	-	-	-	3,658	-
Value of unit redeemed	-	-	-	-	1,231	-
Purchase of securities	-	-	-	-	-	-
Sale of securities	-	-	-	-	-	-
Remuneration*	11,465	-	2,400	-	-	-
Selling and marketing expense	9,939	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Money Market Sub-Fund**

(Rupees in '000)

Balances held

Units held	-	-	-	-	122	-
Units held Rupees in '000	-	-	-	-	41,994	-
Bank balances	-	50,002	-	-	-	-
Selling & Marketing Expense Payable	1,298					
Remuneration payable*	3,472	-	286	-	-	-
Sales load payable	2,818	-	-	-	-	-
Allocated expenses payable	1,646					
Other payable	14	-	-	-	-	-
Mark-up receivable	-	7,017	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Balances held

Units held	-	-	-	-	213,206	-
Units held Rupees in '000	-	-	-	-	60,264	-
Bank balances	-	147,628	-	-	-	-
Selling & Marketing Expense Payable	5,716					
Remuneration payable*	1,091	-	127	-	-	-
Sales load payable	2,634	-	-	-	-	-
Allocated expenses payable	2,058					
Other payable	14,185	-	-	-	-	-
Mark-up receivable	-	1057	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Commodity Sub-Fund**

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

Transactions during the year

Mark-up on bank accounts	-	28	-	-	-	-
Bank charges	-	2	-	-	-	-
Units issued (units in '000)	-	-	-	-	1	0
Units redeemed (units in '000)	-	-	-	-	1	0
Value of unit issued	-	-	-	-	134	17
Value of unit redeemed	-	-	-	-	171	2
Remuneration*	25	-	3	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

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

Transactions during the year

Mark-up on bank accounts	-	66	-	-	-	-
Bank charges	-	-	-	-	-	-
Units issued (units in '000)	-	-	-	-	0	7
Units redeemed (units in '000)	-	-	-	-	0	1
Value of unit issued	-	-	-	-	68	1,131
Value of unit redeemed	-	-	-	-	66	87
Remuneration*	158	-	22	-	-	-



Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2024

**Commodity Sub-Fund**

(Rupees in '000)

Balances held

Units held	-	-	-	-	-	1
Units held Rupees in '000	-	-	-	-	-	277
Bank balances	-	39	-	-	-	-
Remuneration payable*	0	-	0	-	-	-
Sales load payable	5	-	-	-	-	-
Mark-up receivable	-	0	-	-	-	-
Other payable	27	-	-	-	-	-

Particulars	Pension Fund Manager	Associated companies and others*	Trustee	Funds under common management	Directors and key Executives**	Other connected persons
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For the year ended June 30, 2023

(Rupees in '000)

Balances held

Units held (units in '000)	-	-	-	-	-	31,814
Units held Rupees in '000	-	-	-	-	-	5,769
Bank balances	-	989	-	-	-	-
Remuneration payable*	40	-	4	-	-	-
Sales load payable	4	-	-	-	-	-
Mark-up receivable	-	13	-	-	-	-
Other payable	27	-	-	-	-	-

\* 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 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 year.

## **28 GENERAL**

- 28.1 Figures have been rounded off to the nearest thousand rupees, where stated otherwise.
- 28.2 Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison.

## **29. DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue by the Board of Directors of the Pension Fund Manager on August 29, 2024.

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

\_\_\_\_\_  
SD  
Asif Ali Qureshi  
Chief Executive Officer

\_\_\_\_\_  
SD  
Umair Ahmed  
Chief Financial Officer

\_\_\_\_\_  
SD  
Yasir Qadri  
Director

### Summary of Actual Proxy Voted By the Fund

URSF

	<b>Resolutions</b>	<b>For</b>	<b>Against</b>	<b>Abstain*</b>
<b>Number</b>	<b>130</b>	<b>11</b>	<b>-</b>	<b>119</b>
<b>Percentage</b>	<b>100.0%</b>	<b>8.5%</b>	<b>N/A</b>	<b>91.5%</b>

\*Abstained as nothing material from our perspective.

The proxy voting policy of the Fund is available on the website of UBL Fund Managers Limited (Management Company) and detailed information regarding actual proxies voted by the Management Company in respect of the Fund is also available without charge, upon request, to all unit holders.