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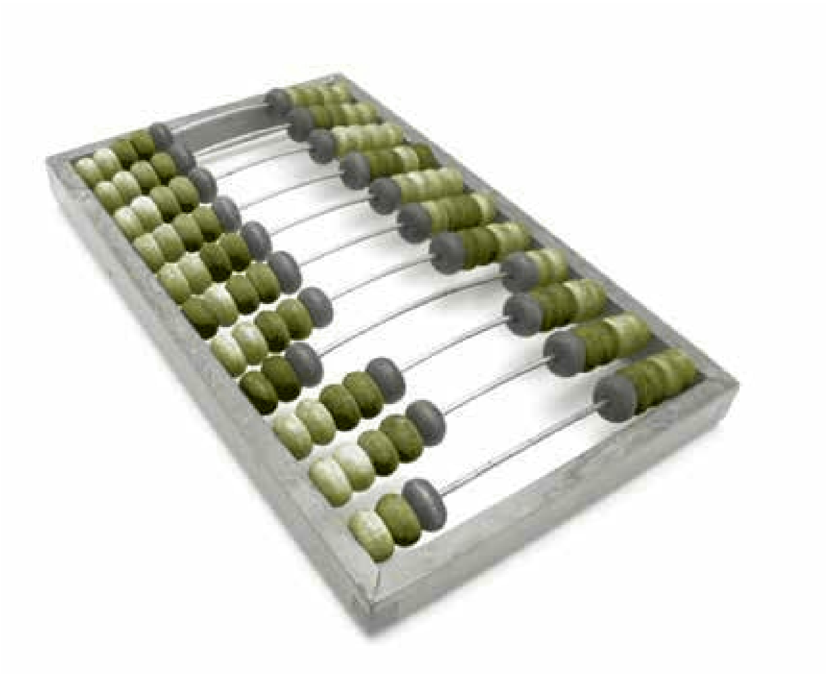
The Art of Investment

Faysal Financial Sector Opportunity Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited
HBL Microfinance Bank limited
U- Microfinance Bank limited
Khushhali Bank Limited
Zarai Taraqiati Bank Limited
United Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Financial Sector Opportunity Fund seeks to provide a competitive rate of return to its investors by investing in money market and debt instruments with major exposure in financial sector.

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL FINANCIAL SECTOR OPPORTUNITY FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Financial Sector Opportunity Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Financial Sector Opportunity Fund.

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 & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY Ford Rhodes
Chartered Accountants
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P.O. Box 15541, Karachi 75530
Pakistan

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Financial Sector Opportunity Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Financial Sector Opportunity Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: AR202410076aIHm56TZt

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2,024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees) -------------	
Assets			
Balances with banks	4	**126,682,144**	5,636,181,462
Investments	5	**62,333,334**	3,215,638,300
Receivable from Faysal Asset Management Limited - Management Company	6	**4,035,000**	-
Receivable against sale of units		**5,742**	5,742
Advances, deposits and other receivables	7	**14,682,548**	302,428,781
Total assets		**207,738,768**	9,154,254,285
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**8,097,384**	58,203,105
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**57,932**	844,385
Payable to the Securities and Exchange Commission of Pakistan	10	**12,410**	746,975
Accrued expenses and other liabilities	11	**2,761,380**	92,816,624
Payable against redemption of units		**171,243**	49,619,389
Total liabilities		**11,100,349**	202,230,478
Net assets		**196,638,419**	8,952,023,807
Unit holders' Fund (as per the statement attached)		**196,638,419**	8,952,023,807
Contingencies and commitments	12		
		--------- (Number of units) ---------	
Number of units in issue		**1,819,227**	86,153,428
		------------- (Rupees) -------------	
Net asset value per unit		**108.09**	103.91

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		---------- (Rupees) ---------		---------- (Rupees) ---------	
Income					
Income on term finance certificates		**18,429,645**	5,467,955	**4,955,549**	5,398,685
Income on market treasury bills		**835,500**	3,221,375	**-**	3,221,375
Income on Pakistan investment bonds		**36,235,296**	61,462,203	**-**	61,462,203
Profit on GoP Ijarah sukuk certificates		**-**	1,785,467	**-**	1,785,467
Income on corporate sukuk certificates		**14,848,575**	69,665,789	**-**	21,063,762
Profit on balances with banks		**62,950,953**	1,351,456,660	**363,005**	715,478,030
Realised gain on sale of investments - net		**800,561**	17,306,925	**58,761**	17,318,226
Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**(5,716,263)**	(1,037,400)	**(5,716,263)**	367,200
Other Income		**207,953**		**154,821**	
Total income		**128,592,220**	1,509,328,974	**(184,127)**	826,094,948
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**6,291,339**	42,315,087	**5,016**	23,746,420
Sindh sales tax on remuneration of the Management Company	8.2	**943,701**	5,500,961	**753**	3,087,034
Allocated expenses	8.3	**-**	28,888,279	**-**	16,914,935
Selling and marketing expenses	8.4	**-**	45,056,291	**-**	25,006,296
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**529,505**	4,709,491	**-** **37,623**	2,536,848
Sindh sales tax on remuneration of the Trustee	9.2	**79,509**	612,234	**5,669**	329,286
Fee to the Securities and Exchange Commission of Pakistan	10.1	**529,505**	4,709,491	**37,623**	2,536,848
Auditor's remuneration		**394,827**	319,648	**188,363**	166,090
Fees and subscription		**173,919**	171,493	**87,272**	85,675
Legal and professional charges		**65,842**	86,600	**32,939**	52,627
Transaction charges		**726,867**	743,966	**176,797**	426,371
Printing charges		**8,271**	4,968	**4,537**	2,484
Bank charges		**6,442**	49,228	**4,399**	17,626
Reimbursement of expenses from Management Company		**(4,035,000)**	-	**(4,035,000)**	-
Other expenses		**-**	-	**(1,801)**	-
Total expenses		**5,714,727**	133,167,737	**(3,455,810)**	74,908,540
Net income for the period before taxation		**122,877,493**	1,376,161,237	**3,271,683**	751,186,408
Taxation	14	**-**	-	**-**	-
Net income for the period after taxation		**122,877,493**	1,376,161,237	**3,271,683**	751,186,408
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		**122,877,493**	1,376,161,237		
Income already paid on units redeemed		**(71,446,265)**	(458,709,683)		
		51,431,228	917,451,554		
Accounting income available for distribution					
- Relating to capital gains		**-**	16,269,525		
- Excluding capital gains		**51,431,228**	901,182,029		
		51,431,228	917,451,554		

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	---------- (Rupees) ---------		---------- (Rupees) ---------	
Net income for the period after taxation	**122,877,493**	1,376,161,237	**3,271,683**	751,186,408
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**122,877,493**	1,376,161,237	**3,271,683**	751,186,408

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
		(Rupees)			(Rupees)	
Net assets at beginning of the period (audited)	**8,780,395,671**	**171,628,136**	**8,952,023,807**	11,179,658,286	119,603,943	11,299,262,229
Issuance of 3,378,676 (2023: 301,558,475) units						
- Capital value (at net asset value per unit at beginning of the period)	**351,078,203**	**-**	**351,078,203**	31,205,270,993	-	31,205,270,993
- Element of income	**3,125,861**	**-**	**3,125,861**	627,311,738	-	627,311,738
Total proceeds on issuance of units	**354,204,064**	**-**	**354,204,064**	31,832,582,731	-	31,832,582,731
Redemption of 87,712,877 (2023: 251,843,683) units						
- Capital value (at net asset value per unit at beginning of the period)	**(9,114,245,264)**	**-**	**(9,114,245,264)**	(26,060,784,317)	-	(26,060,784,317)
- Element of (loss) / income	**7,402,298**	**(71,446,265)**	**(64,043,967)**	(156,389,299)	(458,709,683)	(615,098,983)
Total payments on redemption of units	**(9,106,842,966)**	**(71,446,265)**	**(9,178,289,231)**	(26,217,173,616)	(458,709,683)	(26,675,883,299)
Total comprehensive income for the period	**-**	**122,877,493**	**122,877,493**	-	1,376,161,237	1,376,161,237
Interim distribution of Rs. 1.99 per unit declared on August 5, 2024 (2023: Rs. 10.36 per unit declared on December 12, 2023)	**(2,142,401)**	**(52,035,313)**	**(54,177,714)**	(467,155,087)	(736,270,008)	(1,203,425,095)
Net income for the period less distribution	**-**	**70,842,180**	**68,699,779**	(467,155,087)	639,891,229	172,736,142
Net assets at end of the period (un-audited)	**27,756,769**	**171,024,051**	**196,638,419**	16,327,912,313	300,785,488	16,628,697,802

	2024	2023
Undistributed income brought forward		
- Realised income	**168,234,227**	119,648,043
- Unrealised income / (loss)	**3,393,909**	(44,100)
	171,628,136	119,603,943
Distributions during the period	**(52,035,313)**	(736,270,008)
Accounting income available for distribution		
- Relating to capital gains	**-**	16,269,525
- Excluding capital gains	**51,431,228**	901,182,029
	51,431,228	917,451,554
Undistributed income carried forward	**171,024,051**	300,785,488
Undistributed income carried forward		
- Realised income	**176,740,314**	301,822,888
- Unrealised loss	**(5,716,263)**	(1,037,400)
	171,024,051	300,785,488
	----(Rupees)----	**----(Rupees)----**
Net asset value per unit at the beginning of the period	**103.91**	103.48
Net asset value per unit at the end of the period	**108.09**	104.65

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023
		---------- (Rupees) ---------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**122,877,493**	1,376,161,237
Adjustments for:			
Income on term finance certificates		**(18,429,645)**	(5,467,955)
Income on market treasury bills		**(835,500)**	(3,221,375)
Income on Pakistan Investment Bonds		**(36,235,296)**	(61,462,203)
Profit on GoP Ijarah sukuk certificates		**-**	(1,785,467)
Income on corporate sukuk certificates		**(14,848,575)**	(69,665,789)
Profit on balances with banks		**(62,950,953)**	(1,351,456,660)
Realised gain on sale of investments - net		**(800,561)**	(17,306,925)
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**5,716,263**	1,037,400
		(5,506,774)	(133,167,737)
Decrease / (Increase) in assets			
Investments		**3,148,389,264**	364,967,508
Receivable from Faysal Asset Management Limited - Management Company		**(4,035,000)**	-
Receivable against sale of units		**-**	222,096,333
Advances, deposits and other receivables		**469,155**	(482,759)
		3,144,823,419	586,581,082
(Decrease) / Increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(50,105,721)**	50,095,574
Payable to Central Depository Company of Pakistan Limited - Trustee		**(786,453)**	302,750
Payable to the Securities and Exchange Commission of Pakistan		**(734,566)**	(1,138,720)
Payable against redemption of units		**(49,448,146)**	-
Accrued expenses and other liabilities		**(90,055,244)**	10,487,511
		(191,130,130)	59,747,115
Income received on investments		**213,498,412**	1,083,049,225
Profit received on balances with banks		**207,078,636**	160,917,179
Net cash generated from operating activities		**3,368,763,563**	1,757,126,864
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received against issuance of units		**354,204,064**	31,832,582,731
Payments made against redemption of units		**(9,178,289,231)**	(26,675,883,299)
Dividend paid		**(54,177,714)**	(1,203,425,095)
Net cash (used in) / generated from financing activities		**(8,878,262,881)**	3,953,274,336
Net (decrease) / increase in cash and cash equivalents during the period		**(5,509,499,318)**	5,710,401,200
Cash and cash equivalents at the beginning of the period		**5,636,181,462**	10,184,145,179
Cash and cash equivalents at the end of the period	4	**126,682,144**	15,894,546,379

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Financial Sector Opportunity Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on May 28, 2013 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021 the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an open-ended 'Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from July 06, 2013 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide a competitive rate of return to its investors by investing in money market and debt instruments with major exposure in financial sector. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of 'AM1' dated September 10, 2024 (June 30, 2024: 'AM2++' dated December 29, 2023) by VIS. The rating reflects the Company’s experienced management team, structured investment process and sound quality of systems and processes. Moreover, PACRA has assigned a stability rating of A+(f) to the Fund on October 22, 2024 (June 30, 2024: A+(f) dated April 19, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and

- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgements made by the management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	**Effective date (annual periods beginning on or after)**
Lack of exchangeability - Amendments to IAS 21	January 01, 2025
Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
4 BALANCES WITH BANKS			
Savings accounts	4.1	**126,682,144**	5,636,181,462

4.1 These include a balance of Rs. 1.655 million (June 30, 2024: Rs. 2.227 million) maintained with Faysal Bank Limited (a related party) that carries profit at 7.00% (June 30, 2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 7.00% to 15% (June 30, 2024: 10.00% to 22.50%) per annum.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
5 INVESTMENTS			
At fair value through profit or loss			
Term finance certificates	5.1	**62,333,334**	198,213,300
Corporate sukuk certificates	5.2	**-**	602,925,000
Pakistan Investment Bonds	5.3	**-**	2,414,500,000
Market Treasury Bills	5.4	**-**	-
		62,333,334	3,215,638,300

5.1 Term Finance Certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Balance as at December 31, 2024			Market value as percentage of	
								Carrying value	Market value	Unrealised (diminution) / appreciation	Net assets of the Fund	Total investments of the Fund
				-------------- (Number of certificates) --------------				----------- (Rupees) -----------			----------- % -----------	
Commercial banks												
Kashf Foundation - TFC II (AAA, PACRA, Traded) (Face value of 100,000 per certificate)	Quarterly	December 8, 2026	3 months KIBOR plus base rate of 1.5%	1,000	-	(1,000)	-	-	-	-	-	-
Technology & communications												
TPL Corporation Limited (note 5.1.1) (AA-, PACRA, Traded) (Face value of 100,000 per certificate)	Quarterly	June 27, 2027	6 months KIBOR plus base rate of	1,000	1,250	(1,400)	850	68,049,597	62,333,334	(5,716,263)	31.70%	100.00%
Total as at December 31, 2024								68,049,597	62,333,334	(5,716,263)	31.70%	100.00%
Total as at June 30, 2024								194,171,991	198,213,300	4,041,309		

5.1.1 Investment - non compliance

5.1.1.1 According to 4th Supplemental to the Offering Document Faysal Financial Sector Opportunity Fund, clause 2 (j), the exposure of collective investment scheme to any single entity shall not exceed the amount equal to 20% of the total net assets of the collective investment scheme.

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5.1.1.2 According to 4th Supplemental to the Offering Document Faysal Financial Sector Opportunity Fund, Clause 2.2.1, the maximum exposure as percentage of net assets in Term finance certificates issued other than financial sector is allowed up to 20%.

The folllowing investments are non-compliant in this regard:

Name of Investment	Type of investment	Exposure as a % of Net Assets	Allowed Exposure Limit	Excess Exposure
TPL Corporation Limited	Term finance certificate	31.70%	20.00%	11.70%

5.2 Corporate Sukuk Certificates

Name of the security	Maturity date	Rate of return per annum	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Balance as at December 31, 2024			Market value as percentage of	
							Carrying value	Market value	Unrealised diminution	Net assets of the Fund	Total investments of the Fund
			------------ (Number of certificates) ------------				------------ (Rupees) ------------			------------ % ------------	
OBS AGP (Pvt.) Limited - Sukuk (A+, VIS) (Face value of 1,000,000 per certificate)	November 29, 2030	3 months KIBOR plus base rate of 1.6%	50	-	(50)	-	-	-	-	-	-
Hub Power Holdings Limited - Sukuk (AA+, PACRA) (Face value of 75,000 per certificate)	November 12, 2025	6 months KIBOR plus base rate of 2.5%	2,000	-	(2,000)	-	-	-	-	-	-
Ismail Industries Limited-Short term Sukuk(A1+,PACRA) (Face value of 1,000,000 per certificate)	December 10, 2024	1 month Kibor plus base rate of 0.5%	200	-	(200)	-	-	-	-	-	-
Airlink Communication Limited-Short Term Sukuk (A+, PACRA) (Face value of 1,000,000 per certificate)	September 24,2024	6 months KIBOR plus base rate of 1.75%	200	-	(200)	-	-	-	-	-	-
Total as at December 31, 2024							-	-	-	-	-
Total as at June 30, 2024							603,702,400	602,925,000	(77,400)		

5.3 Pakistan Investment Bonds

Name of the security	Interest payments / principal redemptions	Issue date	Maturity date	Yield	Face value				Balance as at December 31, 2024			Percentage in relation to	
					As at July 01, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	Total investments of the Fund
					(Rupees)							%	
Pakistan Investment Bonds (Face value of 100,000 each)	Semi-annually / At maturity	April 18 2024	April 18 2029	21.02%	2,500,000	-	(2,500,000)	-	-	-	-	-	-
Pakistan Investment Bonds (Face value of 100,000 each)	Semi-annually / At maturity	June 27, 2024	June 27, 2029	22.47%	-	1,000,000,000	(1,000,000,000)	-	-	-	-	-	-
Total as at December 31, 2024									-	-	-	-	-
Total as at June 30, 2024									2,414,370,000	2,414,500,000	130,000		

5.4 Market Treasury Bills

Name of the security	Principal redemptions	Issue date	Maturity date	Yield	Face value				Balance as at December 31, 2024			Percentage in relation to	
					As at July 01, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value	Market value	Unrealised appreciation / (diminution)	Net assets of the Fund	total investments of the Fund
					(Rupees)							%	
Treasury Bill - 12 months (Face value of 5,000 each)	At maturity	July 13, 2023	July 11, 2024	21.30%	-	250,000,000	250,000,000	-	-	-	-	-	-
Total as at December 31, 2024									-	-	-	-	-
Total as at June 30, 2024									-	-	-		

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		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
5.5	**Unrealised (diminution) / appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net**		-------------- (Rupees)	---------------
	Market value of investments	5.1, 5.2, 5.3 & 5.4	**62,333,334**	3,215,638,300
	Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	**(68,049,597)**	(3,212,244,391)
			(5,716,263)	3,393,909
6	**RECEIVABLE FROM FAYSAL ASSET MANAGEMENT COMPANY LIMITED - MANAGEMENT COMPANY**			
	Receivable from the Management Company	6.1	**4,035,000**	-

6.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the Total Expense Ratio (TER) in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 2.5% (June 30, 2024: Nil) as prescribed under NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'. As a result, the Fund has recorded receivable amounting to Rs.4.035 million (June 30, 2024: Nil) from the Management Company to comply with the TER Limit.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**ADVANCES, DEPOSITS AND OTHER RECEIVABLES**		-------------- (Rupees)	---------------
	Security deposits:			
	National Clearing Company of Pakistan Limited		**2,500,000**	2,500,000
	Central Depository Company of Pakistan Limited		**100,000**	100,000
			2,600,000	2,600,000
	Profit receivable on:			
	Pakistan Investment Bonds		**-**	107,681,626
	Term finance certificates		**110,533**	4,858,915
	Corporate sukuk certificates		**-**	24,299,611
	Balances with banks	7.1	**6,784,165**	157,331,625
			6,894,698	294,171,777
	Advance tax	7.2	**5,187,849**	5,171,093
	Other receivable		**-**	485,911
			14,682,548	302,428,781

7.1 This includes profit recievable amounting to Rs.1.990 million (June 30, 2024: Rs.1.997 million) on balance held with Faysal Bank Limited, a related party.

7.2 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 150 and 151. However withholding tax on profit paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. No. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profits amount to Rs.5.188 million (June 30, 2024: Rs. 5.171 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts has been shown as advance tax under assets as at December 31, 2024 as, in the opinion of the management, the amount of tax deducted at source is likely to be refunded.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
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		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			-------------- (Rupees) ---------------	
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**			
	Remuneration payable	8.1	**4,858**	9,963,315
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	**763**	1,295,231
	Allocated expenses payable	8.3	**8,088,766**	6,037,667
	Selling and marketing expense payable	8.4	**-**	40,874,466
	Sales load payable		**2,997**	32,426
			8,097,384	58,203,105

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	1.00% of the average annual net assets
From August 13, 2024 December 31, 2024	0.01% of the average annual net assets

8.2 During the period, an amount of Rs. 0.943 million (December 31, 2023: 5.501 million) was charged on account of Sindh sales tax on remuneration of the Management Company levied through Sindh sales tax on Services Act, 2011 at the rate of 15% (June 30: 2024: 13%).

8.3 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 based on its discretion has not charged allocated expenses (June 30, 2024: 0.25% to 0.50%)

8.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to 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 discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses (June 30, 2024: 0.45% to 0.95% of the average annual net asset of the Fund).

8.5 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs.6.716 million to specified unitholders by issuing additional units in its fund in Islamic Money Market Category during the period ended December 31, 2024.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			---------- (Rupees) ---------	
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**			
	Remuneration of the Trustee	9.1	**49,416**	747,243
	Sindh sales tax payable on remuneration of the Trustee	9.2	**8,516**	97,142
			57,932	844,385

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (June 30, 2024: 0.075%) per annum of the average annual net assets of the Fund. Accordingly, the Fund has charged trustee fee at the above mentioned rate during the period.

9.2 During the period, an amount of Rs. 0.079 million (December 31, 2023: Rs. 0.612 million) was charged on account of Sindh sales tax on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30 2024: 13%).

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		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			---------- (Rupees) ---------	
10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**			
	Fee payable	10.1	**12,410**	746,975

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of fee to 0.075% (June 30 2024: 0.075%) per annum of the daily net assets of the Fund.The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			---------- (Rupees) ---------	
11	**ACCRUED EXPENSES AND OTHER LIABILITIES**			
	Brokerage payable		**699,743**	401,411
	Auditors' remuneration payable		**327,731**	470,960
	Fee and subscription payable		**335,412**	161,492
	Zakat payable		**103,929**	103,929
	Withholding tax payable		**15,060**	71,873,301
	Legal and professional charges payable		**373,833**	307,991
	Printing charges payable		**79,529**	85,968
	Provision for Federal Excise Duty and related Sindh sales tax on management fee and sales load	11.1	**768,712**	768,712
	Dividend Payable		**-**	8,213,928
	Capital gain tax payable		**57,430**	10,428,932
			2,761,380	92,816,624

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a civil petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 0.769 million (December 2023: 0.769 million) is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the net asset value per unit of the Fund as at December 31, 2024 would have been higher by Re. 0.42 per unit (June 30, 2024: Re. 0.01 per unit).

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 0.84% (December 31, 2023: 2.12%) which includes 0.24% (December 31, 2023: 0.17%) representing government levies on the Fund such as sales taxes and fee to the SECP, etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an Income Scheme.

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14 TAXATION

The income of the fund is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the period ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

16.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning drectly or indirectly 10% or more of the net asstes of the Fund.

16.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

16.4 Remuneration to the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

16.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

16.6 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period / year end are as follows:

	Half year ended December 31,	
	2024	**2023**
Transactions during the period	(Un-audited)	
	---------- (Rupees) ---------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**6,291,339**	42,315,087
Sindh sales tax on remuneration of the Management Company	**943,701**	5,500,961
Selling and marketing expenses	**-**	45,056,291
Allocated expenses	**-**	28,888,279
Issuance of 480,548 units (December 31, 2023: 10,976 units)	**50,060,014**	1,164,786
Redemption of 479,994 units (December 31, 2023: 10,968 units)	**50,240,953**	1,138,348
Dividend paid	**-**	2,804
Reimbursement of expenses from Management Company	**4,035,000**	-
Faysal Bank Limited - Group Company		
Profit on balances with bank	**679,262**	2,580,490
Bank charges	**5,439**	17,979

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Transactions during the period	Half year ended December 31, 2024	2023
	(Un-audited)	
	---------- (Rupees) ---------	
Directors, their close family members and Key Management Personnel of the Management Company		
Issuance of 115 units (December 31, 2023: 470 units)	**12,158**	34,067
Redemption of 211 units (December 31, 2023: Nil units)	**22,263**	-
Dividend paid	**-**	15,502
Faysal Asset Management Limited - Staff Gratuity Fund		
Issuance of Nil units (December 31, 2023: 303,270 units)	**-**	32,353,218
Redemption of Nil units (December 31, 2023: 261,621 units)	**-**	27,955,691
Dividend paid	**-**	14,418
Faysal Asset Management Limited - Employees Provident Fund		
Issuance of Nil units (December 31, 2023: 358,968 units)	**-**	38,291,495
Redemption of Nil units (December 31, 2023: 333,770 units)	**-**	35,664,992
Dividend paid	**-**	18,589
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**529,505**	4,709,491
Sindh sales tax on remuneration of the Trustee	**79,509**	612,234
Settlement charges	**49,099**	49,912
Unit holders with more than 10% unit holding		
Issuance of 792,605 units (December 31, 2023: 67,354,855 units)	**82,446,762**	6,797,150,608
Redemption of Nil units (December 31, 2023: 34,260,689 units)	**-**	3,625,408,422
Dividend Paid	**401,789**	304,506,272

Amounts / balances outstanding as at period / year end:	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	---------- (Rupees) ---------	
Faysal Asset Management Limited - Management Company		
Remuneration payable to Management Company	**4,858**	9,963,315
Sindh sales tax payable on remuneration of the Management Company	**763**	1,295,231
Allocated expenses payable	**8,088,766**	6,037,667
Selling and marketing expense payable	**-**	40,874,466
Sales load payable	**2,997**	32,426
Outstanding 563 units (30 June 2024: 9 units)	**60,855**	935
Receivable from Faysal Asset Management Limited - Management Company	**4,035,000**	-
Faysal Bank Limited - Group Company		
Balance with bank	**1,655,158**	2,226,708
Profit receivable on bank balance	**1,990,027**	1,997,430
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	**49,416**	747,243
Sindh sales tax payable on remuneration of the Trustee	**8,516**	97,142
Security deposit	**100,000**	100,000
Directors, their close family members and Key Management Personnel of the Management Company		
Outstanding: 9 units (June 30, 2024: 105 units)	**973**	10,911
Unit holders with more than 10% unit holding		
Outstanding: 1,065,677 units (June 30, 2024: 52,041,367 units)	**115,189,027**	5,407,618,445

16.7 Other balances due to / from related parties / connected persons are included in the respective notes to these condensed interim financial statements.

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17 FAIR VALUE MEASUREMENT

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.

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair value measurement' requires the Fund to classify assets 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:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: 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); and

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

	As at December 31, 2024 (Un-audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Term finance certificates	-	**62,333,334**	-	**62,333,334**
	-	**62,333,334**	-	**62,333,334**

	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets 'at fair value through profit or loss'				
Term finance certificates	-	198,213,300	-	198,213,300
Corporate sukuk certificates*	-	602,925,000	-	602,925,000
Pakistan Investment Bonds	-	2,414,500,000	-	2,414,500,000
	-	3,215,638,300	-	3,215,638,300

* Corporate sukuk certificates includes both short term and long term sukuks.

The carrying value of short term sukuk certificates approximate their fair value since these are short term in nature and are placed with counterparties which have high credit rating.

Valuation techniques used in determination of fair value of long term corporate sukuk certificates is explained in Note 17.2 .

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair value of investment in Pakistan Investment Bonds and market treasury bills are measured on the bais of PKFRV and PKRV respectively, which are average yield-to-maturity calculated on governemnt securities traded in the secondary market, essentially repesenting the market value at the end of each trading day.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Fair value of investment in term finance certificates and long term corporate sukuk certificates are determined from published pricing rates from MUFAP which are determined by a model based on actual market transactions, incoporating factors like the security's credit rating, maturity period, and expected rate of profit, all while adhering to guidelines set by the Securities and Exchange Commission of Pakistan (SECP) which ensures a standardized approach across the industry.

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee.

18.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office
West wing, 7th Floor,Faysal House, ST-02, Shahrah-e-Faisal,Karachi, Pakistan.

Karachi
U 92 21 111329725
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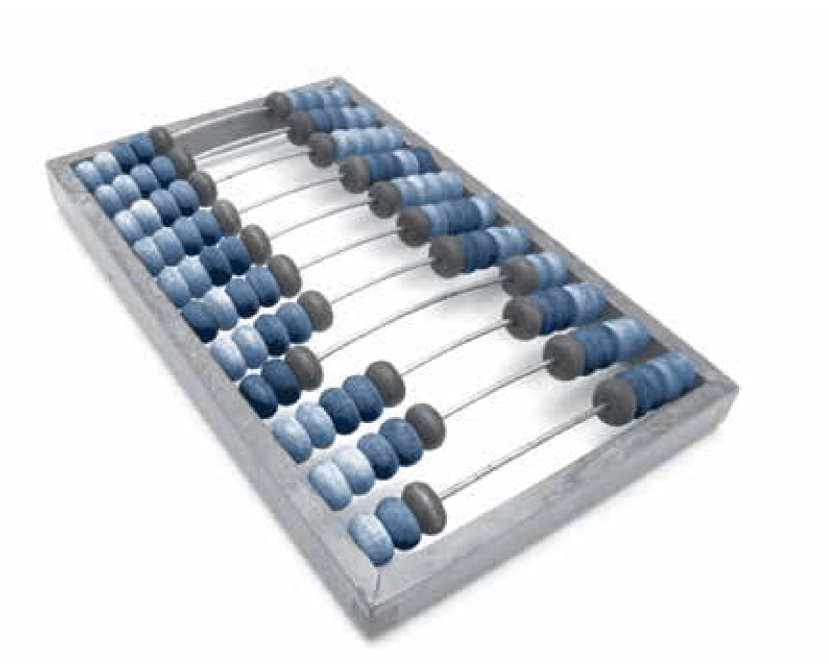
Faysal Income & Growth Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
MCB (Islamic Banking)
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited
HBL Microfinance Bank limited
U- Microfinance Bank limited
Khushhali Bank Limited
Zarai Taraqiati Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Income & Growth Fund seeks to provide its risk-averse investors an opportunity to earn a consistent market based income with a conservative risk profile while maintaining security of principal as its prime objective.

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL INCOME & GROWTH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Income & Growth Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Income & Growth Fund.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
Building a better working world

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Chartered Accountants
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Pakistan

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Income & Growth Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Income & Growth Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

EY Ford Rhodes

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076NgQka8h2u

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees) -------------	
Assets			
Balances with banks	4	**52,084,748**	3,421,949,962
Investments	5	**9,646,872**	1,610,922,202
Receivable against sale of units		**1,564**	1,564
Receivable from Faysal Asset Management company	6	**4,725,191**	-
Advances, deposits and other receivables	7	**4,765,881**	281,817,331
Total assets		**71,224,256**	5,314,691,059
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**73,481**	13,572,801
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**18,961**	388,545
Payable to the Securities and Exchange Commission of Pakistan	10	**3,075**	343,539
Payable against redemption of units		**932**	780
Accrued expenses and other liabilities	11	**22,678,381**	31,723,625
Total liabilities		**22,774,830**	46,029,290
Net assets		**48,449,426**	5,268,661,769
Unit holders' fund (as per statement attached)		**48,449,426**	5,268,661,769
Contingencies and commitments	12		
		----------- (Number of units) -----------	
Number of units in issue		**395,257**	48,179,747
		------------- (Rupees) -------------	
Net asset value per unit		**122.58**	109.35

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		----------------------- (Rupees) -----------------------			
Income					
Profit on Balances with Banks		**85,472,003**	486,505,296	**1,995,248**	267,197,531
Income on Pakistan Investment Bonds		**9,778,656**	88,354,239	**-**	88,354,239
Income on Term Finance Certificates		**8,638,703**	26,038,379	**493,210**	16,561,212
Income on Term Deposit Receipt (TDR)		**949,181**	-	**-**	-
Profit on Corporate Sukuk Certificates		**-**	35,311,836	**-**	2,122,569
Income on Market Treasury Bills		**10,745,860**	3,221,375	**-**	3,221,375
Profit on GoP Ijarah Sukuk Certificates		**-**	1,242,564	**-**	1,242,564
Realised gain on sale of investments - net		**3,946,734**	13,828,970	**2,947,500**	13,833,011
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**-**	(18,015,600)	**-**	(27,463,000)
Other Income		**24,043**	-	**21,279**	-
Total income		**119,555,179**	636,487,059	**5,457,237**	365,069,501
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**1,160,742**	26,455,959	**1,109**	18,444,560
Sindh Sales Tax on remuneration of the Management Company	8.2	**174,111**	3,439,275	**5,031**	2,397,793
Selling and marketing expenses	8.3	**-**	137,383	**-**	137,383
Accounting and operational expenses	8.3	**-**	2,299,266	**-**	619,545
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**439,385**	2,051,436	**9,064**	1,196,751
Sindh Sales Tax on remuneration of the Trustee	9.2	**65,908**	266,687	**1,073**	155,364
Fee to the Securities and Exchange Commission of Pakistan	10	**439,385**	2,051,436	**9,064**	1,196,751
Auditors' remuneration		**467,979**	441,612	**235,205**	222,262
Transaction charges		**598,576**	701,597	**140,799**	558,785
Legal and professional charges		**131,683**	131,492	**65,877**	65,696
Fees and subscription		**196,287**	193,520	**98,500**	96,678
Provision against non-performing term finance certificates	5.1.1	**10,263,829**	5,400,000	**5,103,871**	-
Bank charges		**13,939**	14,890	**5,548**	6,708
Printing charges		**8,271**	4,968	**4,537**	2,484
Reimbursement of expenses from management company	6	**(5,278,000)**	-	**(5,278,000)**	-
Other expenses		**-**	136,357	**-**	136,357
Total expenses		**8,682,095**	43,725,878	**401,678**	25,237,117
Net income for the period before taxation		**110,873,084**	592,761,181	**5,055,559**	339,832,384
Taxation	14	**-**	-	**-**	-
Net income for the period after taxation		**110,873,084**	592,761,181	**5,055,559**	339,832,384
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		**110,873,084**	592,761,181		
Income already paid on units redeemed		**(105,861,803)**	(285,983,368)		
		5,011,281	306,777,813		
Accounting income available for distribution					
- Relating to capital gains		**3,946,734**	-		
- Excluding capital gains		**1,064,547**	306,777,813		
		5,011,281	306,777,813		

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	**2023**	**2024**	**2023**
Net income for the period after taxation	**110,873,084**	592,761,181	**5,055,559**	339,832,384
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**110,873,084**	592,761,181	**5,055,559**	339,832,384

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)
For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	**5,141,878,169**	**126,783,600**	**5,268,661,769**	3,742,287,320	108,200,850	3,850,488,170
Issuance of 31,610,568 units (2023: 105,897,850 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**3,456,615,569**	**-**	**3,456,615,569**	11,538,259,094	-	11,538,259,094
- Element of income	**39,788,504**	**-**	**39,788,504**	538,026,453	-	538,026,453
Total proceeds on issuance of units	**3,496,404,073**	**-**	**3,496,404,073**	12,076,285,547	-	12,076,285,547
Redemption of 79,395,058 units (2023: 131,288,673 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(8,681,849,736)**	**-**	**(8,681,849,736)**	(14,304,754,300)	-	(14,304,754,300)
- Element of loss	**(39,777,961)**	**(105,861,803)**	**(145,639,764)**	(383,893,235)	(285,983,368)	(669,876,603)
Total payments on redemption of units	**(8,721,627,697)**	**(105,861,803)**	**(8,827,489,500)**	(14,688,647,535)	(285,983,368)	(14,974,630,903)
Total comprehensive income for the period	**-**	**110,873,084**	**110,873,084**	-	592,761,181	592,761,181
Interim distribution of Rs. Nil (2023: Rs 9.67 per unit) (date of declaration: November 17, 2023)	**-**	**-**	**-**	(142,679,455)	(242,610,666)	(385,290,121)
Interim distribution of Rs. Nil (2023: Rs 1.90 per unit) (date of declaration: December 22, 2023)	**-**	**-**	**-**	(11,531,464)	(58,481,386)	(70,012,850)
Net income for the period less distribution	**-**	**110,873,084**	**110,873,084**	(154,210,919)	291,669,129	137,458,210
Net assets at the end of the period (un-audited)	**(83,345,455)**	**131,794,881**	**48,449,426**	975,714,413	113,886,611	1,089,601,024
Undistributed income brought forward						
- Realised income		**138,759,181**			102,308,104	
- Unrealised (loss) / income		**(11,975,581)**			5,892,746	
		126,783,600			108,200,850	
Accounting income available for distribution						
- Relating to capital gains		**3,946,734**			-	
- Excluding capital gains		**1,064,547**			306,777,813	
		5,011,281			306,777,813	
Distribution during the period		**-**			(301,092,052)	
Undistributed income carried forward		**131,794,881**			113,886,611	
Undistributed income carried forward						
- Realised income		**131,794,881**			131,902,211	
- Unrealised (loss)		**-**			(18,015,600)	
		131,794,881			113,886,611	
			(Rupees)			**(Rupees)**
Net asset value per unit at the beginning of the period			**109.35**			108.96
Net asset value per unit at the end of the period			**122.58**			109.52

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Cash Flow Statement (Un-audited)
For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		----------- (Rupees) ------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**110,873,084**	592,761,181
Adjustments for:			
Profit on balances with banks		**(85,472,003)**	(486,505,296)
Income on Pakistan Investment Bonds		**(9,778,656)**	(88,354,239)
Income on Term Finance Certificates		**(8,638,703)**	(26,038,379)
Income on Term Deposit Receipt (TDR)		**(949,181)**	-
Profit on sukuk certificates		**-**	(35,311,836)
Income on Market Treasury Bills		**(10,745,860)**	(3,221,375)
Profit on GoP Ijarah sukuk certificates		**-**	(1,242,564)
Other Income		**(24,043)**	-
Realised gain on sale of investments - net		**(3,946,734)**	(13,828,970)
Unrealised diminution on re-measurement of investments classified as financial assets 'at fair value through profit or loss' - net	5.5	**-**	18,015,600
		(8,682,095)	(43,725,878)
Decrease / (increase) in assets			
Investments - net		**1,605,222,064**	144,183,012
Receivable against sale of units		**-**	(1,564)
Receivable from Faysal Asset Management company		**(4,725,191)**	-
Advances, deposits and other receivables		**(14,447)**	-
		1,600,482,425	144,181,448
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(13,499,320)**	6,196,479
Payable to Central Depository Company of Pakistan Limited - Trustee		**(369,584)**	(50,500)
Payable to the Securities and Exchange Commission of Pakistan		**(340,464)**	(1,158,691)
Payable against redemption of units		**152**	(263,994)
Accrued expenses and other liabilities		**(9,045,244)**	(132,206,365)
		(23,254,460)	(127,483,071)
Profit on investments received		**76,252,817**	178,147,644
Profit on balances with banks received		**316,397,483**	535,060,937
Other Income received		**24,043**	-
Net cash generated from operating activities		**1,961,220,213**	686,181,080
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		**3,496,404,073**	12,076,285,547
Payments made against redemption of units		**(8,827,489,500)**	(14,974,630,903)
Dividend paid		**-**	(455,302,971)
Net cash used in financing activities		**(5,331,085,427)**	(3,353,648,327)
Net decrease in cash and cash equivalents during the period		**(3,369,865,214)**	(2,667,467,247)
Cash and cash equivalents at the beginning of the period		**3,421,949,962**	3,133,537,276
Cash and cash equivalents at the end of the period	4	**52,084,748**	466,070,029

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Income & Growth Fund (the Fund) is an open-end collective investment scheme established through a Trust Deed executed under the Trust Act, 1882, entered into on April 27, 2005 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund is required to be registered under the Sindh Trust Act. Accordingly, on April 13, 2022, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of

1.3 The Fund has been categorised as an 'Aggressive Fixed Income Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 10, 2005 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide superior long-term risk adjusted returns by investing in a diverse pool of fixed income securities, including money market instruments. In particular, the aim is to minimize interest rate risk through duration management and default risk portfolio diversification.

1.5 The Management Company has been assigned a quality rating of 'AM1' dated September 10, 2024 (June 30, 2024: 'AM2++' dated December 29, 2023). The rating reflects the Company’s experienced management team, structured investment process and sound quality of systems and processes. Further, Pakistan Credit Rating Agency Limited has assigned a rating of 'A(f)' dated October 22, 2024 (June 30, 2024: 'A(f)' dated April 18, 2024).

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

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.8 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 90 days from August 6, 2024 to December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21	January 01, 2025
Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------- (Rupees) -------------	
4	**BALANCES WITH BANKS**			
	Savings accounts	4.1	**52,084,748**	3,421,949,962

4.1 These include a balance of Rs. 1.51 million (June 30, 2024: 57.64 million) maintained with Faysal Bank Limited (a related party) that carries profit at 7% (June 30, 2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 9% to 13.50% (June 30, 2024:10.00% to 22.50%) per annum.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------- (Rupees) -------------	
5	**INVESTMENTS**			
	At fair value through profit or loss			
	Term finance certificates	5.1	**9,646,872**	212,050,702
	Pakistan investment bonds	5.2	**-**	772,640,000
	Market treasury bills	5.3	**-**	426,231,500
	Term deposits receipts	5.4	**-**	200,000,000
			9,646,872	1,610,922,202

5.1 Term finance certificates

Name of the security	Profit payments / principal redemptions	Maturity date	Profit rate	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total market value of investments
				----------- (Number of certificates) -----------				------------------------ (Rupees) ------------------------			----------- % -----------	
MICROFINANCE BANKS												
Khushhali Microfinance Bank Limited * (B, VIS, non-traded) (note 5.1.1) (Face value of 100,000 per certificate)	Semi-annually	March 19, 2026	6 months KIBOR plus base rate of 2.05%	500	-	-	500	9,646,872 -	9,646,872 -	-	19.91%	100.00%
TECHNOLOGY & COMMUNICATION												
TPL Corp Limited (AA-, PACRA, non-traded) (Face value of 100,000 per certificate)	Quarterly / Semi-annually commencing from December 28, 2024	June 28, 2027	3 months KIBOR plus base rate of 2.50%	2,000	-	(2,000)	-	-	-	-	0.00%	0.00%
Total as at December 31, 2024								9,646,872	9,646,872	-	19.91%	100.00%
Total as at June 30, 2024								225,596,302	212,050,702	(13,545,600)		

* In case of debt securities against which provision has been made, these are carried at carrying value less provision.

5.1.1 Non-performing Investments

On April 7, 2023, term finance certificates of Khushhali Microfinance Bank Limited have been classified as non-performing by Mutual Funds Association of Pakistan (MUFAP). Therefore, in accordance with the requirement of SECP's Circular No.33 of 2012, the Term finance certificates have been classified as non-performing asset and no further profit has been accrued thereafter. Further, in accordance with the said Circular, an amount of Rs. 40.83 million (30 June 2024: Rs. 30.57 million) has also been held as provision. The face value of these term finance certificates is Rs. 50.48 million as at December 31, 2024. (30 June 2024: Rs. 50.48 million).

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Following investments of the Fund are in term finance certificates which are non-compliant securities. At the time of investment, these were compliant as per SECP criteria and the investment policy of the Fund.

Name of non-compliant investment	Type of investment	Value of investment before provision	Provision held (if any)	Value of investment after provision	Percentage of Net assets	Percentage of Total assets
		---------------- (Rupees) ----------------			---------%--------	
Khushhali Microfinance Bank Limited (note 5.1.1.1)	Non-traded sukuk certificates	50,477,850	40,830,978	9,646,872	19.91%	13.54%
Total - December 31, 2024		**50,477,850**	**40,830,978**	**9,646,872**	**19.91%**	**13.54%**
Total - June 30, 2024		50,477,850	30,567,148	19,910,702		

5.1.1.1 Movement of provision

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	------------- (Rupees) -------------	
Balance at the July 1, 2024	**30,567,149**	26,513,767
Charge for the period / year	**10,263,829**	4,053,381
Balance as at December 31, 2024	**40,830,978**	30,567,149

5.1.1.2 As per Fifth Supplemental Offering Document of Faysal Income & Growth Fund, the exposure of collective investment scheme to any single entity shall not exceed the lower of an amount equal to 10% of the total net assets of the collective investment scheme or 10% of the issued capital of a company. As at December 31, 2024 the following investment exceeds 10% of the total net assets of the Fund.

Name of Investment	Type of investment	Exposure as a % of Net Assets	Allowed Exposure Limit	Excess Exposure
Khushhali Microfinance Bank Limited	Term finance certificate	19.91%	10.00%	9.91%

5.2 Pakistan investment bonds

Name of the security	Issue date	Tenor	Yield	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold during the period	Face value: As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total market value of investment
											------------ % ------------	
Pakistan Investment Bonds	April 18, 2024	5 years	22.44%	800,000	-	(800,000)	-	-	-	-	-	-
Total as at December 31, 2024								-	-	-	-	
Total as at June 30, 2024								773,066,800	772,640,000	(426,800)		

5.3 Market treasury bills

Name of the Security	Yield	Issue Date	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised appreciation as at December 31, 2024	Market value as percentage of net assets of the fund	Market value as percentage of total investments of the fund
										------------ % ------------	
Market Treasury Bills - 12 Months	18.78%	May 30, 2024	500,000,000	-	(500,000,000)	-	-	-	-	-	-
Market Treasury Bills - 12 Months	20.40%	July 13, 2024	-	2,000,000,000	(2,000,000,000)	-	-	-	-	-	-
Total as at December 31, 2024							-	-	-	-	-
Total as at June 30, 2024							424,234,681	426,231,500	1,996,819		

5.4 Term deposits receipts

Name of investee company	Maturity Date	Profit rate	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Matured during the period	Face value: As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation/ (diminution) as at December 31, 2024	Percentage in relation to net assets of the Fund	Percentage in relation to total market value of investment
			---------------- Rupees '----------------							------------ % ------------	
Meezan Bank Limited (AAA, PACRA)	July 29, 2024	19.50%	200,000,000	-	(200,000,000)	-	-	-	-	-	-
Total as at December 31, 2024							-	-	-	-	-
Total as at June 30, 2024							200,000,000	200,000,000	-		

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------- (Rupees) -------------	
5.5	**Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net**			
	Market value of investments	5.1, 5.2, 5.3 & 5.4	**9,646,872**	1,610,922,202
	Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	**(9,646,872)**	(1,622,897,783)
			-	(11,975,581)

6 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT COMPANY

	Note		
Receivable from Faysal Asset Management company	6.1	**4,725,191**	-

6.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the Total Expense Ratio (TER) in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the year ended December 31, 2024, the Fund was in breach of the TER ratio of 2.50% (June 30, 2024: Nil%) as prescribed under NBFC Regulations for a collective investment scheme categorised as an 'Agressive Income Scheme'. As a result, the Fund has recorded receivable amounting to Rs. 4.725 million (June 30, 2024:Nil) from the Management Company to comply with the TER limit.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**ADVANCES, DEPOSITS AND PROFIT RECEIVABLE**		------------ (Rupees) ------------	
	Security deposit with:			
	Central Depository Company of Pakistan Limited		**100,000**	100,000
	National Clearing Company of Pakistan Limited		**2,500,000**	2,500,000
			2,600,000	2,600,000
	Profit / interest receivable on:			
	Pakistan Investment Bonds		**-**	34,458,121
	Term finance certificates		**-**	11,362,627
	Term deposits receipts		**-**	319,671
	Balances with banks		**1,902,918**	232,828,399
			1,902,918	278,968,818
	Advance tax	7.2	**262,962**	248,513
			4,765,881	281,817,331

7.1 This includes profit receivable amounting to Rs. 29.081 (June 24: Rs. 119,465) on balance held with Faysal Bank Limited, a related party.

7.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150, but withholding tax on profits from bank balances paid to the Fund was deducted by various agents based on FBR's interpretation in letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which mandates withholding agents to deduct tax if a valid exemption certificate under section 159(1) from the Commissioner of Inland Revenue (CIR) is not provided, with the tax withheld amounting to Rs. 0.263 million (June 30, 2024: Rs. 0.248 million).

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

The Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including those managed by the Management Company), filed a petition in the Honourable Sindh High Court (SHC) challenging the Federal Board of Revenue's (FBR) interpretation, which was decided in favor of the FBR. On January 28, 2016, the Board of Directors of AMCs authorized all CISs to appeal to the Honourable Supreme Court through their Trustees, seeking a directive for withholding agents, including share registrars and banks, to observe clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, without imposing conditions on payments to CISs. Consequently, a petition was filed in the Supreme Court, which granted leave to appeal from the SHC's judgment. Pending resolution, the withholding tax deducted on profits received by the Fund has been recorded as advance tax as of December 31, 2024, as the management believes the tax deducted at source will be refunded.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------- (Rupees)	-------------
	Remuneration payable	8.1	**1,651**	5,713,236
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	**248**	742,721
	Selling and marketing expenses payable	8.3	**-**	6,462,380

As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 01, 2024	0.01% of the average annual net assets
From August 02, 2024 to August 12, 2024	1.5% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

8.2 During the period, an amount of Rs. 0.174 million (December 31, 2023: Rs.3.445 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

8.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to 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 discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses during the period ended December 31, 2024 (June 30, 2024: 0% to 0.2% of the average annual net asset of the Fund).

8.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 1.893 million to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		------------- (Rupees)	-------------
	Remuneration payable - Trustee	9.1	**12,405**	343,845
	Sindh Sales Tax payable on remuneration of the Trustee	9.2	**6,556**	44,700
			18,961	388,545

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provision of the Trust Deed at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average annual net assets of the Fund. Accordingly the Fund has charged trustee fee at the above mentioned rate during the period.

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9.2 During the period, an amount of Rs. 0.066 million (December 31, 2023: Rs. 0.267 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**	**Note**	**December 31, 2024 (Unaudited)**	**June 30, 2024 (Audited)**
			------------- (Rupees)	**-------------**
	Fee payable	10.1	**3,074**	343,539

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

11	**ACCRUED EXPENSES AND OTHER LIABILITIES**	**Note**	**December 31, 2024 (Un-audited)**	**June 30, 2024 (Audited)**
			------------- (Rupees)	**-------------**
	Provision for Federal Excise Duty on remuneration of the Management Company	11.1	**4,050,717**	4,050,717
	Auditors' remuneration payable		**427,001**	574,352
	Legal and professional charges payable		**577,711**	446,029
	Fees and subscription payable		**392,338**	196,051
	Printing charges payable		**216,187**	226,797
	Zakat payable		**35,211**	35,211
	Capital gain tax payable		**1,532,851**	25,602,322
	Other Payables		**15,441,802**	-
	Transaction charges payable		**4,563**	592,146
			22,678,381	31,723,625

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration and sales load were already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013, a constitutional petition was filed with the Honourable Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 01, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 4.051 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the Net Asset Value of the Fund as at December 31, 2024 would have been higher by Rs 10.248 (June 30, 2024: Rs 0.084) per unit.

12 **CONTINGENCIES AND COMMITMENTS**

12.1 During the year ended June 30, 2022 an income tax order dated October 20, 2021 was passed for tax year 2017 through which a tax demand of Rs. 18,611,554 was raised by the concerned Additional Commissioner Inland Revenue (ACIR) of Federal Board of Revenue (FBR) by rejecting the Fund's claim for income tax exemption under clause (99) contained in Part I of the Second Schedule to the Income Tax Ordinance, 2001.

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On appeal, the Commissioner Inland Revenue (Appeals) through Appellate Order dated February 28, 2022 vacated the tax demand and remanded back the matter for re-adjudication. Based on the advice of the tax advisor and merits of the case the management company believes that the remand back proceedings are now time-barred therefore, the matter is deemed to be decided in favour of the Fund. No provision has been recognised in these financial statements

12.2 There were no other contingencies or commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 based on the current period results is 1.52% (December 31, 2023: 1.60%) which includes 0.12% (December 31, 2023: 0.21%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Aggressive Fixed Income

14 TAXATION

The income of the Fund is exempt from income tax under clause (99) of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above no provision for taxation has been made in these financial statements

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

16.1 Related parties / connected persons include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

16.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

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16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

16.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

	Half year ended December 31,	
	2024	**2023**
Transactions during the period	(Un-audited)	
	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**1,160,742**	26,455,959
Sindh Sales Tax on remuneration of the Management Company	**174,111**	3,439,275
Selling and marketing expenses	**-**	137,383
Allocatedexpenses	**-**	2,299,266
Reimbursement of expenses from management company	**5,278,000**	-
Faysal Bank Limited - Group Company		
Profit on savings account	**605,862**	242,432
Bank charges	**4,004**	4,025
Central Depository Company of Pakistan Limited - Trustee		
Sindh Sales Tax on remuneration of the Trustee	**65,908**	266,687
Settlement charges	**12,742**	34,672
Directors, their close family members and Key Management Pesrsonnel of the Management Company		
Units issued: 810 units (December 31, 2023: Nil units)	**90,267**	-
Units redeemed: 71,220 units (December 31, 2023: Nil units)	**7,830,358**	-
Unit holders with more than 10% unit holding*		
Units issued: Nil units (December 31, 2023: 34,280,559 units)	**-**	3,890,885,692
Units redeemed: Nil units (December 31, 2023: 56,351,558 units)	**-**	6,320,045,478

	December 31, 2024	**June 30, 2024**
Amounts / balances outstanding as at period / year end	**(Un-audited)**	**(Audited)**
	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable	**1,651**	5,713,236
Sindh Sales Tax payable on remuneration of the Management Company	**248**	742,721
Selling and marketing expenses payable	**-**	6,462,380
Sales load payable	**71,582**	654,464
Receivable from Faysal Asset Management company	**4,725,191**	-
Faysal Bank Limited - Group Company		
Balance with bank	**1,513,045**	57,644,737
Profit receivable	**29,081**	119,465
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	**12,405**	343,845
Sindh Sales Tax payable on remuneration of the Trustee	**6,556**	44,700
Security deposit	**100,000**	100,000
Settlement charges Payable	**240.00**	
Directors, their close family members and Key Management Pesrsonnel of the Management Company		
Outstanding Nil units (June 30, 2024: 70,410)	**-**	7,699,334
Unit holders with more than 10% unit holding*		
Units outstanding: 255,806 units (June 30, 2024: 47,118,784 units)	**31,355,938**	5,152,439,030

* This reflects the position of related party / connected persons status as at June 30, 2024

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17 **FAIR VALUE MEASUREMENT**

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.

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

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: 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); and

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

	(Un-audited)			
	As at December 31, 2024			
	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------			
Financial assets 'at fair value through profit or loss'				
Term finance certificates	-	**9,646,872**	-	**9,646,872**
	-	**9,646,872**	-	**9,646,872**

	(Audited)			
	As at June 30, 2024			
	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------			
Financial assets 'at fair value through profit or loss'				
Term finance certificates	-	212,050,702	-	212,050,702
Market treasury bills	-	426,231,500	-	426,231,500
Pakistan investments bonds	-	772,640,000	-	772,640,000
Term deposits receipt	-	200,000,000	-	200,000,000
	-	1,610,922,202	-	1,610,922,202

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

17.2 **Valuation techniques used in determination of fair values within level 2**

Fair Value of Investment in PIB and Market treasury bills are measured on the bais of PKFRV and PKRV respectively, which are average yield-to-maturity calculated on governemnt securities traded in the secondary market, essentially repesenting the market value at the end of each trading day.

Fair Value of Investments in Term finance certificates are determined from published pricing rates from MUFAP which are determined by a model based on actual market transactions.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee, unless otherwise stated.

18.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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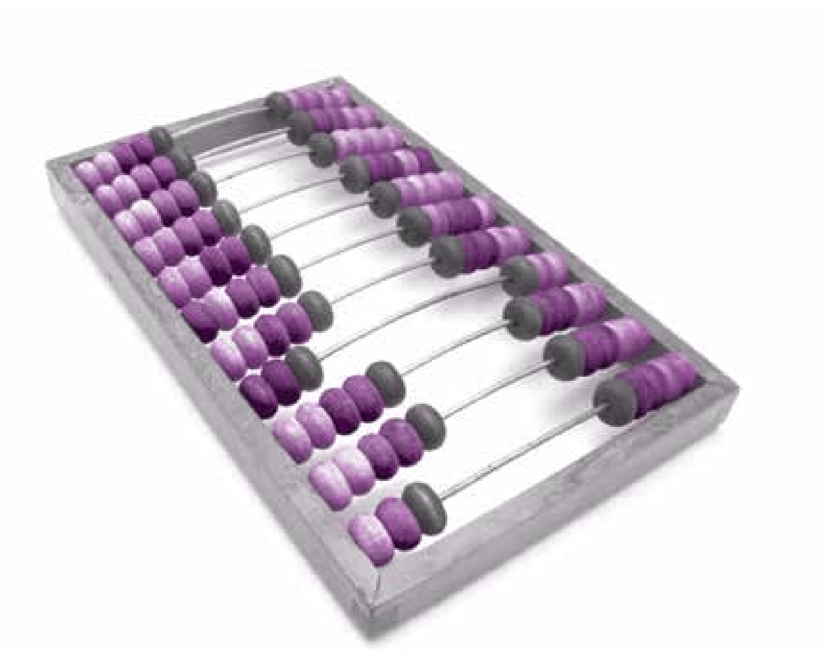
The Art of Investment

Faysal Money Market Fund

Condensed Interim Financial Statements
For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
Allied Bank Limited
United Bank Limited
Zarai Taraqiati Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Money Market Fund endeavors to provide maximum possible preservation of capital and a reasonable rate of return via investing in money market securities having good credit quality rating and liquidity.

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL MONEY MARKET FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Money Market Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Money Market Fund-II.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Money Market Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Money Market Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076yV1RXnD5a

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		-------------- (Rupees) --------------	
Assets			
Balances with banks	4	**33,090,084**	132,436,960
Investments	5	**137,122,861**	661,083,403
Receivable from Faysal Asset Management Limited - Management Company	6	**350,000**	-
Advances, deposits and other receivables	7	**15,374,653**	23,710,313
Total assets		**185,937,598**	817,230,676
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**1,365,267**	3,741,140
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**35,758**	56,028
Payable to the Securities and Exchange Commission of Pakistan	10	**10,691**	66,401
Dividend payable		**11,459**	11,459
Accrued expenses and other liabilities	11	**19,762,454**	39,681,047
Total liabilities		**21,185,629**	43,556,075
Net assets		**164,751,969**	773,674,601
Unit holders' fund (as per statement attached)		**164,751,969**	773,674,601
Contingencies and commitments	12		
		--------- (Number of units) ---------	
Number of units in issue		**1,477,418**	7,504,108
		-------------- (Rupees) --------------	
Net asset value per unit		**111.51**	103.10

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		----------- (Rupees) -----------		----------- (Rupees) -----------	
Income					
Income on market treasury bills		**16,286,514**	117,515,063	**5,024,352**	48,179,283
Profit on balances with banks		**4,812,101**	18,776,465	**1,639,653**	10,944,683
Income on Pakistan Investment Bonds		**4,867,657**	-	**453,499**	-
Realised gain / (loss) on sale of investments - net		**485,498**	(1,618,859)	**164,600**	(1,562,981)
Unrealised diminution on remeasurement of investments classified as 'financial asset at fair value through profit or loss' - net	5.3	**(49,774)**	-	**(276,693)**	(134,599)
Total income		**26,401,996**	134,672,669	**7,005,411**	57,426,386
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**781,028**	4,314,408	**5,766**	2,048,448
Sindh Sales Tax on remuneration of the Management Company	8.2	**117,154**	560,873	**1,181**	266,298
Allocated expenses	8.3	**-**	1,221,407	**113**	523,661
Selling and marketing expenses	8.4	**-**	4,451,657	**309**	2,009,950
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**77,455**	335,885	**23,108**	144,005
Sindh Sales Tax on remuneration of the Trustee	9.2	**11,619**	43,665	**3,467**	18,721
Auditors' remuneration		**411,817**	377,550	**204,851**	191,095
Fee of the Securities and Exchange Commission of Pakistan		**105,621**	458,027	**31,512**	196,372
Fee and subscription		**218,580**	215,442	**109,690**	107,644
Legal and professional charges		**65,842**	65,977	**32,939**	32,847
Bank charges		**4,925**	7,065	**886**	3,205
Other expenses		**1,043,744**	-	**-**	-
Transaction charges		**58,351**	95,308	**30,406**	27,600
Reimbursement of expenses from Management Company	6.1	**(350,000)**	-	**-**	-
Printing charges		**8,271**	4,967	**4,537**	2,482
Total expenses		**2,554,407**	12,152,231	**448,765**	5,572,328
Net income for the period before taxation		**23,847,589**	122,520,438	**6,556,646**	51,854,058
Taxation	13	**-**	-	**-**	-
Net income for the period after taxation		**23,847,589**	122,520,438	**6,556,646**	51,854,058
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		**23,847,589**	122,520,438		
Income already paid on units redeemed		**(11,488,218)**	(56,583,461)		
		12,359,371	65,936,977		
Accounting income available for distribution					
- Relating to capital gains		**435,724**	-		
- Excluding capital gains		**11,923,647**	65,936,977		
		12,359,371	65,936,977		

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	(Rupees)			
Net income for the period after taxation	**23,847,589**	122,520,438	**6,556,646**	51,854,058
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**23,847,589**	122,520,438	**6,556,646**	51,854,058

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)
For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	-----------(Rupees)-----------			-----------(Rupees)-----------		
Net assets at beginning of the period (audited)	**698,035,459**	**75,639,142**	**773,674,601**	1,194,023,425	59,898,868	1,253,922,293
Issuance of 310,906 units (2023: 6,243,523) units						
- Capital value (at net asset value per unit at the beginning of the period)	**32,054,408**	**-**	**32,054,408**	640,466,259	-	640,466,259
- Element of income	**361,556**	**-**	**361,556**	20,780,305	-	20,780,305
Total proceeds on issuance of units	**32,415,964**	**-**	**32,415,964**	661,246,564	-	661,246,564
Redemption of 6,337,595 units (2023: 12,125,250) units						
- Capital value (at net asset value per unit at the beginning of the period)	**(653,406,681)**	**-**	**(653,406,681)**	(1,243,819,100)	-	(1,243,819,100)
- Element of loss	**(291,286)**	**(11,488,218)**	**(11,779,504)**	(17,466,137)	(56,583,461)	(74,049,598)
Total payments on redemption of units	**(653,697,967)**	**(11,488,218)**	**(665,186,185)**	(1,261,285,237)	(56,583,461)	(1,317,868,698)
Total comprehensive income for the period	**-**	**23,847,589**	**23,847,589**	-	122,520,438	122,520,438
Net assets at end of the period (un-audited)	**76,753,456**	**87,998,513**	**164,751,969**	593,984,752	125,835,845	719,820,597
Undistributed income brought forward						
- Realised income		**75,019,399**			61,397,128	
- Unrealised income		**619,743**			(1,498,260)	
		75,639,142			59,898,868	
Accounting income available for distribution						
- Relating to capital gains		**435,724**			-	
- Excluding capital gains		**11,923,647**			65,936,977	
		12,359,371			65,936,977	
Undistributed income carried forward		**87,998,513**			125,835,845	
Undistributed income carried forward						
- Realised income		**88,048,287**			125,835,845	
- Unrealised loss		**(49,774)**			-	
		87,998,513			125,835,845	
		(Rupees)			**(Rupees)**	
Net asset value per unit at beginning of the period		**103.10**			102.58	
Net asset value per unit at end of the period		**111.51**			113.50	

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		------------------- (Rupees) -------------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**23,847,589**	122,520,438
Adjustments for:			
Income on market treasury bills		**(16,286,514)**	(117,515,063)
Income on Pakistan Investment Bonds		**(4,867,657)**	-
Profit on balances with banks		**(4,812,101)**	(18,776,465)
Realised (gain) / loss on sale of investments - net		**(485,498)**	1,618,859
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3	**49,774**	-
		(26,401,996)	(134,672,669)
Decrease / (Increase) in assets			
Investments - net		**391,105,098**	115,896,204
Receivable from Faysal Asset Management Limited - Management Company		**(350,000)**	-
Advances, deposits and other receivables		**1,073,580**	(2,447,622)
		391,828,678	113,448,582
(Decrease) / Increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(2,375,873)**	3,017,231
Payable to Central Depository Company of Pakistan Limited - Trustee		**(20,270)**	(26,179)
Payable to the Securities and Exchange Commission of Pakistan		**(55,710)**	(550,423)
Payable against redemption of units		**-**	436,937
Accrued expenses and other liabilities		**(19,918,593)**	(751,011)
		(22,370,446)	2,126,555
Profit received on balances with banks		**12,074,181**	4,799,106
Net cash generated from operating activities		**378,978,006**	108,222,012
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipt against issuance of units		**32,415,964**	661,246,564
Payment against redemption of units		**(665,186,185)**	(1,317,868,698)
Net cash used in financing activities		**(632,770,221)**	(656,622,134)
Net decrease in cash and cash equivalents during the period		**(253,792,215)**	(548,400,122)
Cash and cash equivalents at beginning of the period		**424,005,160**	1,262,814,473
Cash and cash equivalents at end of the period	14	**170,212,945**	714,414,351

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Money Market Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on April 22, 2009 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on April 14, 2022, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as a 'Money Market Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from December 13, 2010 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide a reasonable rate of return along with maximum possible preservation of capital via investing in money market and debt securities having good credit quality rating and liquidity. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" dated December 29, 2023) and the Pakistan Credit Rating Agency Limited (PACRA has assigned a "AA(f)" stability rating to the Fund on October 22, 2024 (June 30, 2024: "AA(f)" dated April 18, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
4	**BALANCES WITH BANKS**		------------ (Rupees) ------------	
	Saving accounts	4.1	**33,090,084**	132,436,960

4.1 These include a balance of Rs. 0.971 million (June 30, 2024: Rs. 1.093 million) maintained with Faysal Bank Limited (a related party) that carries profit rate of 7% (June 30, 2024: 20.00%) per annum. Other savings accounts of the Fund carry profit rates ranging from 10% to 20% (June 30, 2024: 11% to 20.51%) per annum.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
5	**INVESTMENTS**		------------ (Rupees) ------------	
	At fair value through profit or loss			
	Market treasury bills	5.1	**137,122,861**	661,083,403
	Pakistan investment bonds	5.2	**-**	-
			137,122,861	661,083,403

5.1 Market Treasury Bills

Name of security	Date of Issue	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Matured / Sold during the period	Face value: As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Percentage in relation to: Net assets of the Fund	Percentage in relation to: Total market value of investments
		(Rupees)							%	
Treasury bills - 12 months	30 November 2023	100,000,000	-	100,000,000	-	-	-	-	-	-
Treasury bills - 6 months	30 May 2024	300,000,000	-	300,000,000	-	-	-	-	-	-
Treasury bills - 3 months	30 May 2024	300,000,000	-	300,000,000	-	-	-	-	-	-
Treasury bills - 3 months	12 December 2024	-	140,000,000	-	140,000,000	137,172,635	137,122,861	49,774	83%	100%
Total as at December 31, 2024						137,172,635	137,122,861	49,774	83%	100%
Total as at June 30, 2024						660,463,660	661,083,403	619,743		

5.1.1 The nominal value of these treasury bills is Rs. 5,000 each.

5.2 Pakistan Investment Bonds

Name of security	Interest payments / principal redemptions	Issue date	Maturity date	Yield	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold during the period	Face value: As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Percentage in relation to: Market value as a of total investments	Percentage in relation to: Market value as a percentage of net assets
												%	
Pakistan Investment Bonds - 3 years	Quarterly	October 10, 2021	August 06, 2024	20.08%	-	250,000,000	250,000,000	-	-	-	-	0.00%	0.00%
Total as at December 31, 2024									-	-	-	-	-
Total as at June 30, 2024									-	-	-		

5.2.1 The nominal value of these Pakistan Investment Bond is Rs. 100,000 each.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			---------- (Rupees) ----------	
5.3	**Unrealised (diminution) / appreciation on remeasurement of investments classified as financial asset at fair value through profit or loss**			
	Market value of investments	5.1 & 5.2	**137,122,861**	661,083,403
	Less: carrying value of investments	5.1 & 5.2	**(137,172,635)**	(660,463,660)
			(49,774)	619,743

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
6	**RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**			
	Receivable from Faysal Asset Management Limited - Management company	6.1	**350,000**	-

6.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the Total Expense Ratio (TER) in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the year ended December 31, 2024, the Fund was in breach of the TER ratio of 2% as prescribed under NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'. As a result, the Fund has recorded receivable amounting to Rs.350,000 (June 30, 2024: Nill) from the Management Company to comply with the TER.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**ADVANCES, DEPOSITS AND OTHER RECEIVABLES**		---------- (Rupees) ----------	
	Security deposit with Central Depository Company of Pakistan Limited - Trustee		**100,000**	100,000
	Prepayments		**-**	29,836
	Profit receivable on balances with banks	7.1	**1,903,418**	9,165,498
	Advance tax	7.2	**13,238,265**	14,282,009
	Other receivables		**132,970**	132,970
			15,374,653	23,710,313

7.1 This includes profit receivable amounting to Rs. 0.010 million (June 30, 2024: Rs. 0.0816 million) on balance held with Faysal Bank Limited, a related party.

7.2 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under section 150 and 151. However withholding tax on profit paid to the Fund was deducted by various withholding agents based on the interpretation issued by FBR vide letter C. No. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015 which requires every withholding agent to withhold income tax at applicable rates in case a valid exemption certificate under section 159(1) issued by the concerned Commissioner of Inland Revenue (CIR) is not produced before him by the withholdee. The tax withheld on profits amount to Rs. 13.238 million (June 30, 2024: Rs. 14.282 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP) on behalf of various mutual funds (including the Funds being managed by the Management Company) had filed a petition in the Sindh High Court (SHC) challenging the above mentioned interpretation of the Federal Board of Revenue (FBR) which was decided by the SHC in favour of FBR. A petition was filed in the Supreme Court of Pakistan (SCP) by the Funds together with other CISs (managed by the Management Company and other Asset Management Companies) whereby the SCP granted the petitioners leave to appeal from the initial judgment of the SHC. Pending resolution of the matter, the amount of withholding tax deducted on profit on savings accounts has been shown as advance tax under assets as at December 31, 2024 as, in the opinion of the management, the amount of tax deducted at source is likely to be refunded.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		-------------- (Rupees)	---------------
	Remuneration of Faysal Asset Management Company	8.1	**11,855**	671,635
	Sindh sales tax on remuneration of Management Company	8.2	**1,650**	87,313
	Allocated expenses	8.3	**1,351,762**	1,529,285
	Selling and marketing expenses	8.4	**-**	1,408,213
			1,365,267	3,741,140

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	1% of the average annual net assets value
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets value

8.2 During the period, an amount of December 31, 2024: 0.117 million (December 31, 2023: Rs. 0.561 million) has been charged at the rate of 15% (June 30, 2024: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.

8.3 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).

The Management Company, based on its own discretion, (duly authorised by the Board of Directors) has not charged such expenses (June 30, 2024: 0.2% per annum of the average annual net assets of the Fund) for the period ended December 31, 2024.

8.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to 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 discretion (duly authorised by the Board of Directors) while keeping in view has not charged selling and marketing expenses (June 30, 2024: 0.55% to 0.85% of the average annual net asset of the Fund) while keeping in view the overall return, the annual plan and the total expense ratio limit of the Fund as defined under the NBFC Regulations.

8.5 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 2,034,780 to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		---------- (Rupees)	----------
	Trustee fee payable	9.1	**31,108**	49,582
	Sindh sales tax on remuneration payable	9.2	**4,650**	6,446
			35,758	56,028

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.055% during the period ended December 31, 2024 (June 30, 2024: 0.055%) per annum of net assets of the Fund.

9.2 During the period, an amount of Rs. million 0.012 million (December 31, 2023: Rs. 0.041 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%) on remuneration of the Trustee levied through the Sindh Sales Tax on Services Act, 2011.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**		--------------- (Rupees)	----------------
	Fee payable	10.1	**10,691**	66,401

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
11	**ACCRUED EXPENSES AND OTHER LIABILITIES**		---------- (Rupees)	----------
	Auditors' remuneration payable		**373,372**	493,886
	Transaction charges payable		**31,039**	7,793
	Fee and subscription payable		**220,799**	32,055
	Legal and professional charges payable		**1,888,831**	2,208,595
	Printing charges payable		**121,296**	126,742
	Withholding and capital gain tax payable		**43,505**	19,684,484
	Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	11.1	**14,159,913**	14,159,913
	Others		**2,923,699**	2,967,579
			19,762,454	39,681,047

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a civil petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 14.16 million is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been retained, the NAV per unit of the Fund would have been higher by Rs. 9.5842 (June 30, 2024: Rs. 1.8870) per unit.

12 **CONTINGENCIES AND COMMITMENTS**

12.1 During the year ended June 30, 2023, an income tax order dated November 30, 2022 was passed for tax year 2020 through which a tax demand of Rs. 154,837,020 was raised by the concerned Deputy Commissioner Inland Revenue (DCIR) of Federal Board of Revenue (FBR) by rejecting the Fund's claim for income tax exemption under clause (99) contained in Part I of the Second Schedule to the Income Tax Ordinance, 2001.

On appeal, the Commissioner Inland Revenue (Appeals) Appellate Order dated March 12, 2024 vacated the tax demand and remanded back the matter for re-adjudication vide. Based on the advice of the tax advisor and merits of the case, the Management Company believes that the matter will be decided in the favour of the Fund and accordingly, no provision has been recognised in these financial statements.

12.2 There are no other contingencies or commitments outstanding as at December 31, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

13 TAXATION

The income of the Fund is exempt from tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 CASH AND CASH EQUIVALENTS

	December 31, 2024 (Un-audited)	December 31, 2023 (Audited)
	---------- (Rupees) ----------	
Balances with banks	**33,090,084**	714,414,351
Market Treasury Bills - having original maturity of 3 months or less	**137,122,861**	-
	170,212,945	714,414,351

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 based on the current period results is 1.81% (December 31, 2023: 2%) which includes 0.16% (December 31, 2023: 0.18%) representing government levies on the Fund such as sales taxes, annual fee to the SECP, etc. This ratio is within the maximum limit of 2% prescribed under the NBFC Regulations for a collective investment scheme categorised as a money market scheme.

17 TRANSACTIONS & BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

17.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

17.2 Transactions with connected persons are executed on an arm's length basis and essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

17.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

17.6 The details of transactions carried out by the Fund with connected persons during the year and balances with them at period / year end are as follows:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024	Half year ended December 31, 2023
	(Un-audited)	
Transactions during the period	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**781,028**	4,314,408
Sindh sales tax on remuneration of the Management Company	**117,154**	560,873
Allocated expenses	**-**	1,221,407
Selling and marketing expenses	**-**	4,451,657
Units issued: Nil (December 31, 2023: 646 units)	**-**	81,982
Units redeemed: Nil (December 31, 2023: 646 units)	**-**	68,461
Faysal Bank Limited (Group company / Associated company)		
Profit on balances with bank	**116,080**	751,007
Bank charges	**3,363**	5,910
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**77,455**	335,885
Sindh Sales Tax on remuneration of the Trustee	**11,619**	43,665
Settlement charges	**34,221**	9,450
Faysal Asset Management Limited-Staff Gratuity Fund		
Units redeemed: Nil units (December 31, 2023: 73,313 units)	**-**	8,136,491
Faysal Asset Management Limited-Staff Provident Fund		
Directors and key management personnel of the Management Company		
Units redeemed: units 8 (December 31, 2023: 102,918)	**865**	11,422,109
Unit holders with more than 10% unit holding		
Units issued: Nil units (December 31, 2023: 947,205 units)	**-**	100,009,344
Units redeemed: 124,003 (December 31, 2023: 1,887,412 units)	**12,791,033**	202,988,597

Amounts / balances outstanding as at period / year end	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable	**11,855**	671,635
Sindh Sales Tax payable on remuneration of the Management Company	**1,650**	87,313
Allocated expenses payable	**1,351,762**	1,529,285
Selling and marketing expenses payable	**-**	1,408,213
Sales load payable	**-**	44,694
Faysal Bank Limited (Group company)		
Balances with bank	**971,526**	1,093,124
Profit receivable on savings account	**10,353**	81,600
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	**31,108**	49,582
Sindh Sales Tax payable on remuneration of the Trustee	**4,650**	6,446
Security deposit	**100,000**	100,000
Directors, their close family members and Key Management Personnel of the Management Company		
Units in issue: Nil (June 30, 2024: 8 units)	**-**	825
Unit holders with more than 10% unit holding *		
Outstanding: 1,008,727 units (June 30, 2024: 5,006,376 units)	**112,486,570**	516,157,866

17.7 Other balances due to / from related parties / connected persons are included in the respective notes to these condensed interim financial statements.

*The fund had different unit holders holding more than 10% as at December 31, 2024 and June 30, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

18 FAIR VALUE MEASUREMENT

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.

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

18.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

- Level 1: Quoted prices (unadjusted) in an active market for identical assets or liabilities.

- Level 2: 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); and

- Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

	(Un-audited)			
	As at December 31, 2024			
	Level 1	Level 2	Level 3	Total
	-------------------------------- (Rupees) --------------------------------			
Financial assets 'at fair value through profit or loss'				
Market treasury bills	**-**	**137,122,861**	**-**	**137,122,861**
	-	**137,122,861**	**-**	**137,122,861**

	(Audited)			
	As at June 30, 2024			
	Level 1	Level 2	Level 3	Total
	-------------------------------- (Rupees) --------------------------------			
Financial assets 'at fair value through profit or loss'				
Market treasury bills	-	661,083,403	-	661,083,403
	-	661,083,403	-	661,083,403

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Market treasury bills are measured on the basis of PKRV, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

19.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

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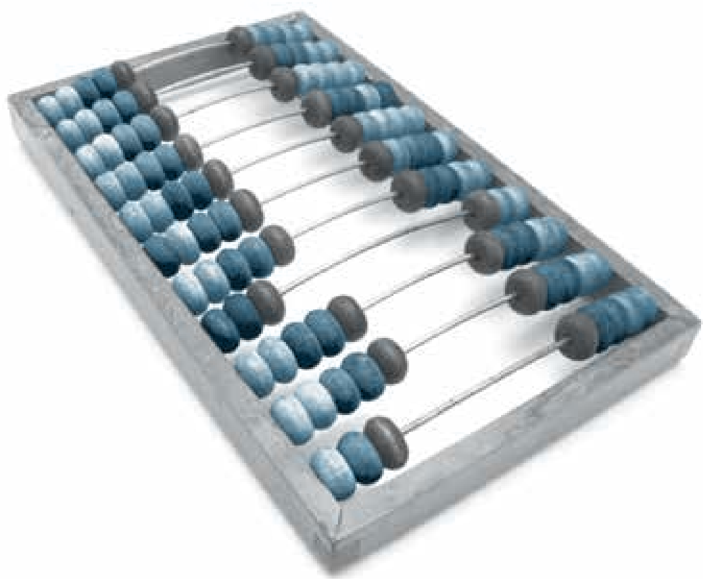
Faysal MTS Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



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FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
Allied Bank Limited
JS Bank Limited
Zarai Taraqiati Bank Limited
Soneri Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal MTS Fund (FMTSF) endeavours to provide investors competitive returns primarily through investment into MTS market.

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL MTS FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal MTS Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah MTS Fund.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal MTS Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal MTS Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076vbyZi5wXN

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
Assets			
Balances with banks	4	**82,002,571**	165,455,664
Investments	5	**-**	49,719,650
Advances, deposits and other receivables	6	**1,866,364**	45,504,167
Receivable from the Management Company	7	**7,142,144**	-
Receivable against Margin Trading System (MTS)		**-**	647,001,914
Total assets		**91,011,079**	907,681,395
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**618,002**	7,342,309
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**31,721**	83,036
Payable to the Securities and Exchange Commission of Pakistan	10	**5,634**	73,273
Accrued expenses and other liabilities	11	**2,419,868**	31,529,246
Total liabilities		**3,075,225**	39,027,864
Net assets		**87,935,854**	868,653,531
Unit holders' fund (as per statement attached)		**87,935,854**	868,653,531
Contingencies and commitments	12		
		--------- (Number of units) ---------	
Number of units in issue		**796,701**	8,396,879
		------------- (Rupees) -------------	
Net asset value per unit		**110.37**	103.45

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		----- (Rupees) -----			
Income					
Profit on Market Treasury Bills		**1,934,628**	19,595,131	**-**	9,436,810
Profit on Margin Trading System (MTS)		**5,829,840**	156,641,611	**-**	79,880,782
Profit on balances with banks		**8,351,820**	30,383,782	**3,589,142**	15,043,573
Realised gain / (loss) on sale of investments - net		**4,522**	(13,898)	**-**	-
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3	**-**	9,269	**-**	(26,732)
Other Income		**1,760,052**	-	**1,760,052**	-
Total income		**17,880,862**	206,615,895	**5,349,194**	104,334,433
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**732,479**	6,852,925	**1,423**	3,658,816
Sindh sales tax on remuneration of the Management Company	8.2	**109,894**	890,880	**305**	475,646
Allocated expenses	8.3	**-**	1,656,164	**-**	836,934
Selling and marketing expenses	8.3	**-**	5,039,608	**-**	2,199,720
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**87,850**	621,062	**19,203**	313,851
Sindh sales tax on remuneration of the Trustee	9.2	**12,210**	80,738	**1,839**	40,722
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	**88,109**	621,508	**19,462**	313,851
Auditors' remuneration		**439,870**	409,627	**220,018**	206,705
Legal and professional charges		**65,842**	76,611	**32,939**	43,153
Fees and subscription		**196,304**	193,582	**98,500**	96,721
Transaction charges		**1,177,883**	7,523,992	**73,639**	3,851,413
Reimbursement from the management company		**(7,142,144)**	-	**(7,142,144)**	-
Bank charges		**5,605**	5,230	**3,702**	3,479
Reversal of receivable against Margin Trading System (MTS)		**5,142,144**	-	**5,142,144**	-
Tax deducted on Bank Profit		**14,115**	-	**-**	-
Printing charges		**8,271**	4,968	**4,537**	2,484
Total expenses		**938,433**	23,976,895	**(1,524,432)**	12,043,495
Net income for the period before taxation		**16,942,429**	182,639,000	**6,873,627**	92,290,938
Taxation	15	**-**	-	**-**	-
Net income for the period after taxation		**16,942,429**	182,639,000	**6,873,627**	92,290,938
Earnings per unit	16				
Allocation of net income for the period					
Net income for the period after taxation		**16,942,429**	182,639,000		
Income already paid on units redeemed		**(11,444,842)**	(53,930,690)		
		5,497,587	128,708,310		
Accounting income available for distribution					
- Relating to capital gains		**4,522**	-		
- Excluding capital gains		**5,493,065**	128,708,310		
		5,497,587	128,708,310		

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	---------- (Rupees) ---------		---------- (Rupees) ---------	
Net income for the period after taxation	**16,942,429**	182,639,000	**6,873,627**	92,290,938
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**16,942,429**	182,639,000	**6,873,627**	92,290,938

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	-----------(Rupees)-----------			-----------(Rupees)-----------		
Net assets at the beginning of the period (audited)	**828,738,458**	**39,915,073**	**868,653,531**	1,505,212,101	34,956,202	1,540,168,303
Issuance of 890,230 units (2023: 11,266,530 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**92,094,285**	**-**	**92,094,285**	1,159,325,937	-	1,159,325,937
- Element of income	**1,189,416**	**-**	**1,189,416**	69,543,032	-	69,543,032
Total proceeds on issuance of units	**93,283,701**	**-**	**93,283,701**	1,228,868,969	-	1,228,868,969
Redemption of 8,490,408 units (2023: 11,991,424 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(878,332,624)**	**-**	**(878,332,624)**	(1,233,917,530)	-	(1,233,917,530)
- Element of loss	**(1,166,341)**	**(11,444,842)**	**(12,611,183)**	(27,655,886)	(53,930,690)	(81,586,576)
Total payments on redemption of units	**(879,498,965)**	**(11,444,842)**	**(890,943,807)**	(1,261,573,416)	(53,930,690)	(1,315,504,106)
Total comprehensive income for the period	**-**	**16,942,429**	**16,942,429**	-	182,639,000	182,639,000
Net assets at the end of the period (un-audited)	**42,523,194**	**45,412,660**	**87,935,854**	1,472,507,654	163,664,512	1,636,172,166
Undistributed income brought forward						
- Realised income		**39,912,923**			35,333,893	
- Unrealised loss		**2,150**			(377,691)	
		39,915,073			34,956,202	
Accounting income available for distribution						
- Relating to capital gains		**4,522**			-	
- Excluding capital gains		**5,493,065**			128,708,310	
		5,497,587			128,708,310	
Undistributed income carried forward		**45,412,660**			163,664,512	
Undistributed income carried forward						
- Realised income		**45,412,660**			163,655,243	
- Unrealised income		**-**			9,269	
		45,412,660			163,664,512	
			(Rupees)			**(Rupees)**
Net asset value per unit at the beginning of the period			**103.45**			102.90
Net asset value per unit at the end of the period			**110.37**			114.88

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		-----------(Rupees)-----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**16,942,429**	182,639,000
Adjustments for:			
Profit on Market Treasury Bills		**(1,934,628)**	(19,595,131)
Profit on Margin Trading System (MTS)		**(5,829,840)**	(156,641,611)
Profit on balances with banks		**(8,351,820)**	(30,383,782)
Realised (gain) / loss on sale of investments - net		**(4,522)**	13,898
Unrealised (appreciation) on re-measurement of investments classified as financial assets at fair value through profit or loss - net	5.3	**-**	(9,269)
Other Income		**(1,760,052)**	-
		(17,880,862)	(206,615,895)
		(938,433)	(23,976,895)
Decrease / (increase) in assets			
Investments		**51,658,800**	161,924,454
Advances, deposits and other receivables		**435,446**	(46,615)
Receivable from Faysal Asset Management Company		**(7,142,144)**	-
Receivable against sale of units		**-**	(71,266)
Receivable against Margin Trading System (MTS)		**647,001,914**	(667,084,119)
		691,954,016	(505,277,546)
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(6,724,307)**	3,831,412
Payable to Central Depository Company of Pakistan Limited - Trustee		**(51,315)**	12,295
Payable to the Securities and Exchange Commission of Pakistan		**(67,639)**	(223,949)
Accrued expenses and other liabilities		**(29,109,378)**	170,535
		(35,952,639)	3,790,293
Profit on balances with banks received		**17,762,982**	15,105,200
Profit on Margin Trading System (MTS) Received		**39,621,034**	148,610,900
Other Income Received		**1,760,052**	-
Net cash generated form / (used in) operating activities		**714,207,012**	(361,748,048)
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received against issuance of units		**93,283,701**	1,228,868,969
Payments made against redemption of units		**(890,943,807)**	(1,315,504,106)
Net cash used in financing activities		**(797,660,106)**	(86,635,137)
Net decrease in cash and cash equivalents during the period		**(83,453,094)**	(448,383,185)
Cash and cash equivalents at the beginning of the period		**165,455,664**	518,406,283
Cash and cash equivalents at the end of the period	14	**82,002,571**	70,023,098

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal MTS Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on November 17, 2015 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 30, 2021, the above-mentioned Trust Deed had been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an 'Income Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from April 09, 2016 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide competitive returns primarily through investment in Margin Trading System (MTS) market.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and the Pakistan Credit Rating Agency Limited (PACRA) has assigned a 'AA-(f)' rating to Faysal MTS Fund on October 22, 2024 (June 30, 2024: 'AA-(f)' dated April 18, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.8 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 60 days from October 30, 2024 to December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
4 BALANCES WITH BANKS			
Savings accounts	4.1	**82,002,571**	165,455,664

4.1 These savings accounts carry mark-up at the rates ranging from 13% to 20.5% (June 30, 2024: 10.00% to 21.50%) per annum. Deposits in savings accounts also include Rs. 1.588 million (June 30, 2024: Rs. 131.293 million) maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7% (June 30, 2024: 20.00%) per annum.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
5 INVESTMENTS			
At fair value through profit or loss			
Market Treasury Bills	5.1	-	49,719,650
		-	49,719,650

5.1 Government securities - Market Treasury Bills

Particulars	Yield	Date of Issue	Maturity Date	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised appreciation on re-measurement	Percentage in relation to: Net assets of the Fund	Percentage in relation to: Total market value of investment
				Rupees							%	
Market Treasury Bills - 03 Months	20.10%	13-Jun-24	05-Sep-24	-	100,000,000	(100,000,000)	-	-	-	-	-	-
Market Treasury Bills - 03 Months	21.65%	18-Apr-24	11-Jul-24	50,000,000	-	(50,000,000)	-	-	-	-	-	-
Total as at December 31, 2024								-	-	-		
Total as at June 30, 2024								49,717,500	49,719,650	2,150		

5.2 Investments - non-compliance

The Securities and Exchange Commission of Pakistan (SECP), vide its Circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents.

The following are the details of non-compliant investments held by the Fund:

As per the offering document, minimum 70% will be maintained in MTS investments based on quarterly average investment calculated on daily basis. The required exposure is in deficit of the limit prescribed by the offering document as described below:

For the period ended December 31, 2024	Actual	Required	Shortfall
October 10, 2024 to December 31, 2024	0.00%	70.00%	-70.00%

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		--------------- (Rupees) ----------------	
5.3 Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net			
Market value of investments	5.1	-	49,719,650
Less: carrying value of investments	5.1	-	(49,717,500)
		-	2,150

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
6	**Advances, deposits and other receivables**		-------------- (Rupees)	---------------
	Security deposits			
	- National Clearing Company of Pakistan Limited		**250,000**	250,000
	- Central Depository Company of Pakistan Limited		**100,000**	100,000
			350,000	350,000
	Prepayments		**-**	198,838
	Profit receivable on Margin Trading System (MTS)		**-**	33,791,194
	Profit receivable on balances with banks	7.1	**875,078**	10,286,240
	Advance tax	7.2	**641,286**	641,286
	Other receivable		**-**	236,609
			1,866,364	45,504,167

6.1 This includes profit receivable amounting to Rs. 0.295 million (June 2024: Rs. 0.316 million) on bank balance held with Faysal Bank Limited, a related party.

6.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150, but withholding tax on profits from bank balances paid to the Fund was deducted by various agents based on FBR's interpretation in letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which mandates withholding agents to deduct tax if a valid exemption certificate under section 159(1) from the Commissioner of Inland Revenue (CIR) is not provided, with the tax withheld amounting to Rs. 0.641 million (2024: Rs. 0.641 million).

The Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including those managed by the Management Company), filed a petition in the Honourable Sindh High Court (SHC) challenging the Federal Board of Revenue's (FBR) interpretation, which was decided in favor of the FBR. On January 28, 2016, the Board of Directors of AMCs authorized all CISs to appeal to the Honourable Supreme Court through their Trustees, seeking a directive for withholding agents, including share registrars and banks, to observe clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, without imposing conditions on payments to CISs. Consequently, a petition was filed in the Supreme Court, which granted leave to appeal from the SHC's judgment. Pending resolution, the withholding tax deducted on profits received by the Fund has been recorded as advance tax as of December 31, 2024, as the management believes the tax deducted at source will be refunded.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			-------------- (Rupees)	---------------
7	**RECEIVABLE FROM FAYSAL ASSET MANAGEMENT COMPANY**			
	Receivables from Faysal Asset Management	6.1	**7,142,144**	-

7.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 2.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an income scheme. As a result, the Fund has recorded receivable from the Management Company to comply with the TER.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		---------- (Rupees)	---------
	Remuneration payable to the Management Company	8.1	**3,678**	981,502
	Sindh sales tax on remuneration payable to the Management Company	8.2	**552**	127,595
	Selling and marketing charges payable	8.3	**-**	3,130,988
	Allocated expenses	8.4	**613,771**	1,103,956
	Sales load payable		**-**	1,998,268
			618,002	7,342,309

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	1.03% of the average annual net assets
From August 13, 2024 December 31, 2024	0.01% of the average annual net assets

8.2 During the period, an amount of Rs. 0.11 miliion (December 31, 2023: Rs. 0.89 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates Nil (June 30, 2024: 0.4% to 0.8%) per annum of the average annual net assets of the Fund during the period ended December 31, 2024.

8.4 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)

During the year ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging allocated expenses on the Fund as it may decide. The Management Company has, therefore charged the expense to the Fund at the rate of Nil (30 JUNE 2024: 0.2% TO 0.5%) of the daily net assets of the Fund, during the year ended December 31, 2024.

8.5 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 1.364 million to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		---------- (Rupees)	---------
	Remuneration of the Trustee	9.1	**27,584**	73,483
	Sindh sales tax payable on remuneration of the Trustee	9.2	**4,137**	9,553
			31,721	83,036

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the trust deed at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average annual net assets of the fund. Accordingly, the fund has charged trustee fee at the above mention rate during the period.

9.2 During the period, an amount of Rs. 0.012 million (December 31, 2023: Rs. 0.081 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**		---------- (Rupees)	---------
	Annual fee payable	10.1	**5,634**	73,273

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

11 ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ---------	
Accrued liabilities		**326,131**	519,810
Auditors' remuneration payable		**401,854**	551,556
Settlement charges payable		**-**	6,261,671
Printing charges payable		**11,757**	-
Legal and professional charges payable		**437,680**	-
Withholding tax payable		**1,146,373**	13,527,638
Capital gain tax Payble		**29,836**	10,602,333
Provision for Federal Excise Duty and related Sindh Sales Tax on management fee	11.1	**66,238**	66,238
		2,419,868	31,529,246

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from April 8, 2016 till June 30, 2016 amounting to Rs. 0.0662 million (June 30, 2024: 0.0662 million) is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the net asset value of the Fund as at December 31, 2024 would have been higher by Rs. 0.083 (June 30, 2024: Rs. 0.0079) per unit.

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

12.2 Commitments	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	---------- (Rupees) ---------	
Margin Trading System (MTS) transactions entered into by the Fund which have not been settled as at period / year end:		
Sale transactions	**-**	72,891,748

13 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 0.82% (December 31, 2023: 2.89%) which includes 0.19% (December 31, 2023: 0.19%) representing government levies on the Fund such as sales taxes and annual fee to the SECP etc. This ratio is within the maximum limit of 3.00% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an income scheme.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

	Half year ended December 31,	
	2024	2023
	(Un-audited)	
14 CASH AND CASH EQUIVALENTS	---------- (Rupees) ---------	
Balances with banks	**82,002,571**	70,023,098
Market Treasury Bills - having original maturity of 3 months or less	**-**	145,572,148
	82,002,571	215,595,246

15 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

16 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

17 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

17.1 Related parties / connected persons include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

17.2 Transactions with connected persons / related parties are executed on an arm's length basis and essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

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

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

17.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

17.6 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period / year end are as follows:

	Half year ended December 31,	
	2024	2023
Transactions during the period	(Un-audited)	
	---------- (Rupees) ---------	
Faysal Asset Management Limited - Management Company		
Remuneration of Faysal Asset Management Limited - Management Company-FAML	**732,479**	6,852,925
Sindh Sales Tax on remuneration of the Management Company	**109,894**	890,880
Selling and marketing charges	**-**	5,039,608
Allocated expenses	**-**	1,656,164
Issuance of Nil units (2023: 719 units)	**-**	76,142
Redemption of 1 unit (2023: 718 units)	**141**	76,500
Reimbursement from the management company	**7,142,144**	-

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Transactions during the period	Half year ended December 31, 2024	2023
	(Un-audited)	
	---------- (Rupees) ---------	
Faysal Bank Limited - (Group / Associated Company)		
Profit on balances with banks	**325,682**	508,030
Bank charges	**4,267**	5,230
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	**87,850**	621,062
Sindh sales tax on remuneration of the Trustee	**12,210**	80,738
Settlement charges	**303,219**	1,931,515
Faysal Asset Management Limited-Staff Gratuity Fund		
Units issued: Nil units (2023: 103,704 units)	**-**	11,636,491
Faysal Asset Management Limited-Staff Provident Fund		
Units issued: Nil units (2023: 110,820 units)	**-**	12,422,109
Directors, their close family members and Key Management Personnel of the Management Company		
Issuance of Nil units (2023: 2 units)	**-**	207
Redemption of 176 units (2023: Nil units)	**18,511**	-

Amounts / balances outstanding as at period / year end	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	---------- (Rupees) ---------	
Faysal Asset Management Limited - Management Company		
Remuneration payable to the Management Company	**3,678**	981,502
Sindh sales tax on remuneration payable to the Management Company	**552**	127,595
Selling and marketing charges payable	**-**	3,130,988
Allocated expenses	**613,771**	1,103,956
Sales load payable	**-**	1,998,268
Outstanding Nil (June 30, 2024: 1) units - at net asset value	**-**	103
Receivable from the Management Company	**7,142,144**	-
Faysal Bank Limited - (Group / Associated Company)		
Balance in savings account	**1,588,814**	131,293,177
Profit receivable on savings account	**295,820**	316,096
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	**27,584**	73,483
Sindh Sales Tax payable on remuneration of the Trustee	**4,137**	9,553
Security deposit	**100,000**	100,000
Directors, their close family members and Key Management Personnel of the Management Company		
Units in issue: Nil units (June 30, 2024: 176 units)	**-**	18,207
Unit holders with more than 10% unit holding*		
Outstanding 266,830 units (June 30, 2024: 1,556,584 units)	**29,451,335**	161,028,615

* The Fund had different unit holders holding more than 10% units as at December 31, 2024 and June 30, 2024.

18 FAIR VALUE MEASUREMENT

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.

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

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

18.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------			
Financial assets 'at fair value through profit or loss'				
Government securities - Market Treasury Bills	-	49,719,650	-	49,719,650
	-	49,719,650	-	49,719,650

During the period ended December 31, 2024, there were no Investments held by the fund.

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Market Treasury Bills are measured on the basis of PKRV, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

19 GENERAL

19.1 Figures have been rounded off to the nearest rupee.

19.2 Prior period's figures have been rearranged / recassified wherever necessary for better presentation and comparison. However, there were no material classifications to report, except for significant rearrangement or reclassification in the condensed interim cash flow statement where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall footing of cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

20 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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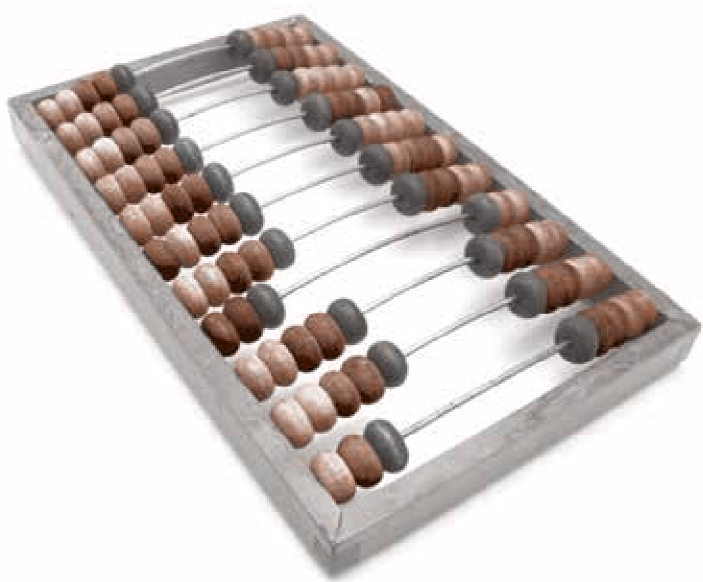
The Art of Investment

Faysal Savings Growth Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
MCB (Islamic Banking)
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited
HBL Microfinance Bank limited
U- Microfinance Bank limited
Khushhali Bank Limited
Zarai Taraqiati Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Savings Growth Fund seeks to provide investors a consistent income stream with maximum preservative of capital.

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL SAVINGS GROWTH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Savings Growth Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Savings Growth Fund.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Savings Growth Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Savings Growth Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

EY Ford Rhodes

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076BGT1oVmYp

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees) -------------	
Assets			
Balances with banks	4	**73,481,196**	249,217,009
Investments	5	**133,214,423**	213,674,127
Advances, deposits and other receivables	6	**7,711,561**	58,186,606
Total assets		**214,407,180**	521,077,742
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	7	**3,411,145**	3,501,354
Payable to Central Depository Company of Pakistan Limited - Trustee	8	**56,803**	42,247
Payable to the Securities and Exchange Commission of Pakistan	9	**12,477**	37,088
Payable against redemption of units		**72,236**	-
Accrued expenses and other liabilities	10	**21,320,070**	33,191,465
Total liabilities		**24,872,731**	36,772,154
Net assets		**189,534,449**	484,305,588
Unit holders' fund (as per statement attached)		**189,534,449**	484,305,588
Contingencies and commitments	11		
		--------- (Number of units) ---------	
Number of units in issue		**1,597,698**	4,637,458
		------------- (Rupees) -------------	
Net asset value per unit		**118.63**	104.43

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		------------- (Rupees)	-------------	-------------- (Rupees)	--------------
Income					
Profit on balances with banks		**6,758,934**	86,306,711	**3,804,609**	45,471,392
Income on Term Finance Certificates		**4,719,248**	19,881,603	**335,151**	9,487,726
Profit on Corporate Sukuk Certificates		**-**	6,394,514	**-**	589,728
Income on Market Treasury Bills		**2,647,909**	2,725,779	**2,323,369**	2,725,779
Income on Pakistan Investment Bonds		**6,534,784**	5,633,158	**2,523,939**	2,815,030
Profit on GoP Ijarah sukuk certificates		**2,005,968**	1,374,092	**1,036,818**	1,374,092
Other income		**63,486**	-	**35,356**	-
Realised gain on sale of investments - net		**3,753,074**	324,020	**1,965,000**	825,720
		26,483,403	122,639,877	**12,024,242**	63,289,467
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**2,921,128**	(12,769,705)	**453,610**	(19,782,956)
Total income		**29,404,531**	109,870,172	**12,477,852**	43,506,511
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	7.1	**555,736**	7,051,561	**4,866**	3,710,160
Sindh sales tax on remuneration of the Management Company	7.2	**83,360**	916,703	**730**	482,321
Selling and marketing expenses	7.3	**-**	3,820,844	**-**	2,099,145
Remuneration of Central Depository Company of Pakistan Limited - Trustee	8.1	**82,689**	403,953	**36,495**	207,476
Sindh sales tax on remuneration of the Trustee	8.2	**12,404**	52,514	**5,457**	26,907
Annual fee to the Securities and Exchange Commission of Pakistan	9.1	**82,689**	403,953	**36,495**	207,476
Auditors' remuneration		**504,538**	502,594	**258,627**	250,348
Legal and professional charges		**131,683**	175,433	**65,877**	107,372
Fees and subscription		**218,580**	215,441	**109,691**	107,643
Transaction charges		**420,653**	291,697	**133,492**	200,714
Settlement and bank charges		**19,412**	14,841	**7,548**	14,067
Printing charges		**1,071**	4,968	**-**	2,484
Total expenses		**2,112,814**	13,854,502	**659,278**	7,416,113
Net income for the period before taxation		**27,291,717**	96,015,670	**11,818,574**	36,090,398
Taxation	13	**-**	-	**-**	-
Net income for the period after taxation		**27,291,717**	96,015,670	**11,818,574**	36,090,398
Earnings per unit	14				
Allocation of net income for the period					
Net income for the period after taxation		**27,291,717**	96,015,670		
Income already paid on units redeemed		**(4,648,185)**	(29,238,835)		
		22,643,532	66,776,835		
Accounting income available for distribution					
- Relating to capital gains		**6,674,202**	-		
- Excluding capital gains		**15,969,330**	66,776,835		
		22,643,532	66,776,835		

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December, 31	
	2024	2023	2024	2023
	----------- (Rupees) -----------		----------- (Rupees) -----------	
Net income for the period after taxation	**27,291,717**	96,015,670	**11,818,574**	36,090,398
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**27,291,717**	96,015,670	**11,818,574**	36,090,398

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	**439,463,478**	**44,842,110**	**484,305,588**	744,740,748	36,260,374	781,001,122
Issuance of 20,270 units (2023: 50,599,377 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**2,116,889**	**-**	**2,116,889**	5,269,925,115	-	5,269,925,115
- Element of income	**58,692**	**-**	**58,692**	177,354,689	-	177,354,689
Total proceeds on issuance of units	**2,175,581**	**-**	**2,175,581**	5,447,279,803	-	5,447,279,803
Redemption of 3,060,030 units (2023: 41,881,342 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(319,558,898)**	**-**	**(319,558,898)**	(4,361,941,768)	-	(4,361,941,768)
- Element of loss	**(31,353)**	**(4,648,185)**	**(4,679,539)**	(147,011,261)	(29,238,835)	(176,250,096)
Total payments on redemption of units	**(319,590,251)**	**(4,648,185)**	**(324,238,437)**	(4,508,953,030)	(29,238,835)	(4,538,191,865)
Total comprehensive income for the period	**-**	**27,291,717**	**27,291,717**	-	96,015,670	96,015,670
Interim cash distribution @ Rs.Nil per unit {2023:@ Rs. 6.71 per unit (declared on November 17, 2023)}	**-**	**-**	**-**	(14,752,429)	(34,171,180)	(48,923,609)
Net assets at the end of the period (un-audited)	**122,048,808**	**67,485,642**	**189,534,449**	1,668,315,093	68,866,029	1,737,181,122
Undistributed income brought forward						
- Realised income		**44,842,110**			32,980,544	
- Unrealised income		**-**			3,279,830	
		44,842,110			36,260,374	
Distrbution made during the period		**-**			(34,171,180)	
Accounting income available for distribution						
- Relating to capital gains		**6,674,202**			-	
- Excluding capital gains		**15,969,330**			66,776,835	
		22,643,532			66,776,835	
Undistributed income carried forward		**67,485,642**			68,866,029	
Undistributed income carried forward						
- Realised income		**64,564,514**			81,635,734	
- Unrealised Income / (loss)		**2,921,128**			(12,769,705)	
		67,485,642			68,866,029	
			(Rupees)			**(Rupees)**
Net asset value per unit at the beginning of the period			**104.43**			104.15
Net asset value per unit at the end of the period			**118.63**			107.12

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		------------- (Rupees) -------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**27,291,717**	96,015,670
Adjustments for:			
Profit on balances with banks		**(6,758,934)**	(86,306,711)
Income on Term Finance Certificates		**(4,719,248)**	(19,881,603)
Profit on Corporate Sukuk Certificates		**-**	(6,394,514)
Income on Market Treasury Bills		**(2,647,909)**	(2,725,779)
Income on Pakistan Investment Bonds		**(6,534,784)**	(5,633,158)
Profit on GoP Ijarah sukuk certificates		**(2,005,968)**	(1,374,092)
Realised gain on sale of investments - net		**(3,753,074)**	(324,020)
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	**(2,921,128)**	12,769,705
		(29,341,045)	(109,870,172)
		(2,049,328)	(13,854,502)
Decrease / (increase) in assets			
Investments - net		**87,133,906**	260,072,356
Advances, deposits and other receivables		**29,556**	127,531
		87,163,462	260,199,887
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(90,209)**	2,544,912
Payable to Central Depository Company of Pakistan Limited - Trustee		**14,556**	(39,353)
Payable to the Securities and Exchange Commission of Pakistan		**(24,611)**	(388,619)
Payable against redemption of units		**72,236**	-
Accrued expenses and other liabilities		**(11,871,395)**	(8,382,678)
		(11,899,423)	(6,265,738)
Profit received on balances with banks		**38,270,801**	74,528,062
Profit received on investments		**34,841,531**	67,361,998
Net cash generated from operating activities		**146,327,043**	381,969,707
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		**2,175,581**	5,447,279,803
Payments against redemption of units		**(324,238,437)**	(4,538,191,865)
Dividend paid		**-**	(48,923,609)
Net cash (used in) / generated from financing activities		**(322,062,856)**	860,164,330
Net increase / (decrease) in cash and cash equivalents during the period		**(175,735,813)**	1,242,134,037
Cash and cash equivalents at the beginning of the period		**249,217,009**	252,963,659
Cash and cash equivalents at the end of the period	4	**73,481,196**	1,495,097,696

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Savings Growth Fund (the Fund) is an open-ended collective investment scheme established through a Trust Deed under the Trust Act, 1882, entered into on December 28, 2006 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund is required to be registered under the Sindh Trust Act. Accordingly, on April 14, 2022, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an 'Income Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from May 7, 2007 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to generate competitive returns by investing primarily in debt and fixed income instruments having investment grade credit rating. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and a stability rating of AA-(f) to the Fund on October 09, 2024 (June 30, 2024: AA-(f) dated April 18, 2024).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	**Effective date (annual periods beginning on or after)**
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	**IASB Effective date (annual periods beginning on or after)**
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------- (Rupees)	---------------
4	**BALANCES WITH BANKS**			
	Saving accounts	4.1	**73,481,196**	249,217,009

4.1 These savings accounts carry mark-up at the rates ranging from 7% to 20.5% (June 30, 2024: 20.25% to 22.50%) per annum. Deposits in savings accounts includes Rs.3.14 million (June 30, 2024: Rs. 4.133 million) maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7% (June 30, 2024: 20.00%) per annum.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------- (Rupees)	---------------
5	**INVESTMENTS**			
	At fair value through profit or loss			
	Term finance certificates (TFCs)	5.1	**-**	48,035,000
	Pakistan Investment Bonds	5.2	**49,260,000**	143,744,127
	Market Treasury Bills	5.3	**58,766,923**	-
	GoP Ijarah sukuk certificates	5.4	**25,187,500**	21,895,000
			133,214,423	213,674,127

5.1 Term finance certificates (TFCs)

Name of the security	Interest payments	Maturity date	Interest rate	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Market value as percentage of net assets of the Fund	Market value as percentage of total investments of the Fund
				------------ Number of certificates			------------	---------------- (Rupees)		-------------	----------- %	-----------
MISCELLANEOUS												
TPL Corp Limited (AA-, PACRA) (Face value of 100,000 per certificate)	Quarterly	June 28, 2027	3 months KIBOR plus base rate of 2.50%	500	-	500	-	-	-	-	-	-
Total as at December 31, 2024								-	-	-	-	-
Total as at June 30, 2024								51,421,400	48,035,000	(3,386,400)		

5.2 Pakistan Investment Bonds

Name of the security	Interest payments	Issue date	Interest rate	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation as at December 31, 2024	Market value as percentage of net assets of the Fund	Market value as percentage of total investments of the Fund
				----------------Number of Certificates			----------------	-------------------- Rupees		-----------------------	---------- %	----------
Pakistan Investment Bonds - 10 years	Semi Annually	June 28, 2018	12.39%	500	-	-	500	48,965,000	49,260,000	295,000	25.99%	36.98%
Pakistan Investment Bonds - 5 years	Semi Annually	January 17, 2024	14.00%	1,000	-	1,000	-	-	-	-	-	-
Total as at December 31, 2024								**48,965,000**	**49,260,000**	**295,000**	**25.99%**	**36.98%**
Total as at June 30, 2024								142,539,450	143,744,127	1,204,677		

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

5.3 Market Treasury Bills

Name of the security	Issue date	As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised diminution as at December 31, 2024	Market value as percentage of net assets of the Fund	Market value as percentage of total investments of the Fund
		----- Number of Certificates -----				----- (Rupees) -----			----- % -----	
Market Treasury Bills - 12 months	December 14, 2023	-	12,000	12,000	-	-	-	-	-	-
Market Treasury Bills - 3 months	December 12, 2024	-	12,000	-	12,000	58,796,389	58,766,923	(29,466)	31.01%	44.11%
Total as at December 31, 2024						**58,796,389**	**58,766,923**	**(29,466)**	**31.01%**	**44.11%**
Total as at June 30, 2024						-	-	-		

5.4 GoP Ijarah sukuk certificates

Name of the security	Interest payments	Issue date	Profit rate	As at July 1, 2024	Purchased during the period	Sold during the period	As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (diminution) as at December 31, 2024	Market value as percentage of net assets of the Fund	Market value as percentage of total investments of the Fund
				----- Number of Certificates -----				----- Rupees -----			----- % -----	
GoP Ijarah Sukuk Certificates - GIS23	Semi-annually	December 15, 2021	11.40%	250	-	-	250	22,531,923	25,187,500	2,655,577	13.29%	18.91%
Total as at December 31, 2024								**22,531,923**	**25,187,500**	**2,655,577**	**13.29%**	**18.91%**
Total as at June 30, 2024								22,520,000	21,895,000	(625,000)		

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees) -----	
5.5 Unrealised appreciation / (dimunation) on re-measurement of investments classified as financial assets 'at fair value through profit or loss'- net			
Market value of investments	5.1, 5.2, 5.3 & 5.4	**133,214,423**	213,674,127
Less: carrying value of investments	5.1, 5.2, 5.3 & 5.4	**(130,293,295)**	(216,480,850)
		2,921,128	(2,806,723)

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Security deposit with			
- National Clearing Company of Pakistan Limited		**2,750,000**	2,750,000
- Central Depository Company of Pakistan Limited		**100,000**	100,000
		2,850,000	2,850,000
Exposure deposit with the National Clearing Company of Pakistan Limited against spread transactions		**193,566**	193,566
Prepaid rating fees		**-**	29,639
Income receivable on Pakistan Investment Bonds		**66,632**	6,480,595
Income receivable on Term Finance Certificates		**-**	11,030,896
Profit receivable on Sukuk Certificates		**59,860**	59,860
Profit receivable on GOP Ijara Sukuks		**65,073**	1,553,836
Profit receivable on balances with banks	6.1	**889,807**	32,401,674
Advance Tax		**3,586,623**	3,586,540
		7,711,561	58,186,606

6.1 This includes profit receivable amounting to Rs. 1.008 million (June 24: Rs. 0.105 million) on balance held with Faysal Bank Limited, a related party.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

6.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150, but withholding tax on profits from bank balances paid to the Fund was deducted by various agents based on FBR's interpretation in letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which mandates withholding agents to deduct tax if a valid exemption certificate under section 159(1) from the Commissioner of Inland Revenue (CIR) is not provided, with the tax withheld amounting to Rs. 3.586 million (2024: Rs. 3.586 million).

The Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including those managed by the Management Company), filed a petition in the Honourable Sindh High Court (SHC) challenging the Federal Board of Revenue's (FBR) interpretation, which was decided in favor of the FBR. On January 28, 2016, the Board of Directors of AMCs authorized all CISs to appeal to the Honourable Supreme Court through their Trustees, seeking a directive for withholding agents, including share registrars and banks, to observe clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, without imposing conditions on payments to CISs. Consequently, a petition was filed in the Supreme Court, which granted leave to appeal from the SHC's judgment. Pending resolution, the withholding tax deducted on profits received by the Fund has been recorded as advance tax as of December 31, 2024, as the management believes the tax deducted at source will be refunded.

7 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		(Rupees)	
Remuneration payable to the Management Company	7.1	**665,465**	1,404,482
Sindh sales tax payable on remuneration of the Management Company	7.2	**86,638**	182,583
Selling and marketing expenses payable	7.3	**2,659,042**	1,914,289
		3,411,145	3,501,354

7.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	1.50% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

7.2 During the period, an amount of Rs. 0.083 million (2023: Rs. 0.92 million) was charged on account of sales tax at the rate of 15% (June 30, 2024: 13%) on management fee levied through the Sindh Sales Tax on Services Act, 2011.

7.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates Nil (June 30, 2024: 0% to 0.60%) per annum of the average annual net assets of the Fund during the period ended December 31, 2024.

7.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 1.06 million to specified unitholders by issuing additional units in its Fund in Islamic Money Market Category during the period ended December 31, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**	**Note**	------------- (Rupees)	-------------
	Remuneration payable to the Trustee	8.1	**48,042**	37,387
	Sindh sales tax payable on remuneration of the Trustee	8.2	**8,760**	4,860
			56,803	42,247

8.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average annual net assets of the Fund. Accordingly, the Fund has charged trustee fee at the above mentioned rate during the period.

8.2 During the period, an amount of Rs. 0.012 million (2023: 0.05 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**	**Note**	------------- (Rupees)	-------------
	Fee payable	8.1	**12,477**	37,088

9.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (2024: 0.075%) of average annual net assets of the Fund. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
10	**ACCRUED EXPENSES AND OTHER LIABILITIES**	**Note**	------------- (Rupees)	-------------
	Brokerage payable		**1,117,974**	1,484,706
	Auditors' remuneration payable		**459,351**	624,521
	Printing charges payable		**146,507**	159,027
	Zakat payable		**33,331**	33,331
	Withholding tax payable		**4,842**	9,038,330
	Provision for Federal Excise Duty and related sindh sales tax on management fee	10.1	**18,281,365**	18,281,365
	Legal and professional charges payable		**759,346**	627,663
	Fees and subscription payable		**219,815**	-
	Capital gain tax payable		**106,085**	2,449,331
	Other liabilities		**191,455**	493,191
			21,320,070	33,191,465

10.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs. 18.28 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision for FED not been made, the net asset value of the Fund as at December 31, 2024 would have been higher by Rs. 11.44 (June 30, 2024: Rs. 3.942) per unit.

11 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

12 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31, 2024 based on current period results is 1.93% (2023: 2.56%) which includes 0.17% (2023: 0.26%) representing government levies on the Fund such as Sales Taxes, Federal Excise Duties, annual fee to the SECP, etc. This ratio is within the maximum limit of 2.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

13 TAXATION

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the Management Company intends to distribute at least 90% of the Fund's accounting income for the year ending June 30, 2025 as reduced by capital gains (whether realised or unrealised) to its unit holders, therefore no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of weighted average outstanding number of units for calculating EPU is not practicable.

15 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

15.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund at period end.

15.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates. The management considers that the transactions between the related parties / connected persons are executed in accordance with the parameters defined in the offering document, trust deed and NBFC regulations which are publicly available documents and hence, the transactions are considered to be on an arm's length basis.

15.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

15.4 Remuneration to the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

15.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

15.6 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period / year end are as follows:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Transactions during the period	Half year ended December 31, 2024	2023
	(Un-audited)	
	------------- (Rupees) -------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**555,736**	7,051,561
Sindh sales tax on remuneration of the Management Company	**83,360**	916,703
Selling and marketing expenses	**-**	3,820,844
Faysal Bank Limited - Group / Associated Company		
Profit on balances with banks	**1,437,753**	131,801
Bank charges	**5,566**	3,249
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**82,689**	403,953
Sindh sales tax on remuneration of the Trustee	**12,404**	52,514
Settlement charges	**13,549**	25,859
Unit holders holding more than 10% units		
Units issued: Nil units (2023: 35,807,167 units)	**-**	3,845,758,731
Units redeemed: Nil units (2023: 25,455,834)	**-**	2,760,994,081

Balances outstanding as at period / year end	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	------------- (Rupees) -------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable to the Management Company	**665,465**	1,404,482
Sindh sales tax payable on remuneration of the Management Company	**86,638**	182,583
Selling and marketing expenses payable	**2,659,042**	1,914,289
Faysal Bank Limited - Group / Associated Company		
Balances with bank	**3,145,267**	4,133,775
Profit receivable on balance with bank	**1,008,861**	105,240
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	**48,042**	37,387
Sindh sales tax payable on remuneration of the Trustee	**8,760**	4,860
Security deposit	**100,000**	100,000
Unit holders holding more than 10% units		
Units Outstanding: 915,391 units (June 30, 2024: 2,690,028 units)	**108,592,834**	280,928,818

* The Fund had different unit holders holding more than 10% units as at December 31, 2024 and June 30, 2024.

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

16.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair value measurement' requires the Fund to classify assets 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:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

- Level 2: 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); and

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair values:

	As at December 31, 2024			
	(Un-audited)			
Financial assets at fair value through profit or loss	**Level 1**	**Level 2**	**Level 3**	**Total**
	(Rupees)			
Pakistan Investment Bonds	**-**	**49,260,000**	**-**	**49,260,000**
GoP Ijarah sukuk certificates	**-**	**25,187,500**	**-**	**25,187,500**
Market Treasury Bills	**-**	**58,766,923**	**-**	**58,766,923**
	-	**133,214,423**	**-**	**133,214,423**

	As at June 30, 2024			
	(Audited)			
Financial assets at fair value through profit or loss	**Level 1**	**Level 2**	**Level 3**	**Total**
	(Rupees)			
Term Finance Certificates	-	48,035,000	-	48,035,000
Pakistan Investment Bonds	-	143,744,127	-	143,744,127
Market Treasury Bills	-	21,895,000	-	21,895,000
	-	213,674,127	-	213,674,127

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Pakistan Investment Bonds, GoP Ijarah sukuk certificates and Market Treasury Bills are measured on the basis of PKFRV, PKISRV, and PKRV respectively, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

Fair Value of Investments in Term finance certificates are determined from published pricing rates from MUFAP which are determined by a model based on actual market transactions.

17 GENERAL

17.1 Figures have been rounded off to the nearest rupee unless otherwise stated.

17.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

18 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 12, 2025.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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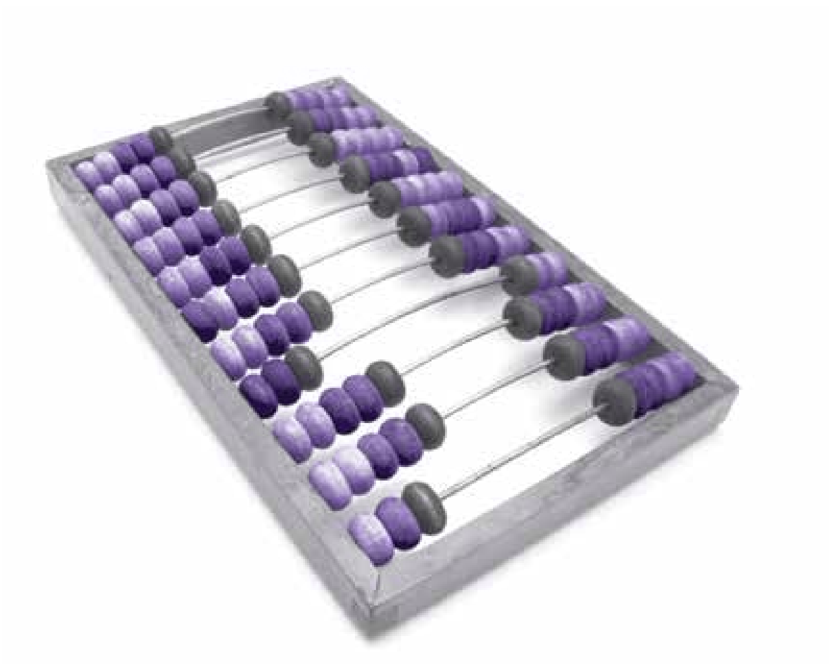
Faysal Cash Fund

Condensed Interim Financial Statements
For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
Allied Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Cash Fund endeavors to provide maximum possible preservation of capital and a reasonable rate of return via investing in money market securities having good credit quality rating and liquidity.

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL CASH FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Cash Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Cash Fund-II.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

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REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Cash 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 movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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

Afferguson&co

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Shahbaz Akbar**
Dated: February 27, 2025
Karachi
UDIN: RR2024100684XwqCVdS1

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KARACHI LAHORE ISLAMABAD

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		--------------- (Rupees)	----------------
Assets			
Balances with banks	4	1,737,189	6,233,943
Investments	5	-	34,016,290
Advances, deposits and other receivables		489,423	1,627,705
Receivable against issuance of units		159	-
Preliminary expenses and floatation cost	6	101,400	152,000
Receivable from Faysal Asset Management Limited - Management Company	7	973,833	460,000
Total assets		3,302,004	42,489,938
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	3,161	129,251
Payable to Central Depository Company of Pakistan Limited - Trustee	9	1,048	2,224
Payable to the Securities and Exchange Commission of Pakistan (SECP)	10	1,149	2,289
Accrued expenses and other liabilities	11	2,737,133	3,208,374
Total liabilities		2,742,490	3,342,138
Net assets		559,514	39,147,800
Unit holders' fund (as per the statement attached)		559,514	39,147,800
Contingencies and commitments	12		
		--------- (Number of units)	---------
Number of units in issue		4,950	381,784
		------------- (Rupees)	-------------
Net asset value per unit		113.0308	102.5390

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		-------------- (Rupees) --------------		-------------- (Rupees) --------------	
Income					
Profit on balances with banks		606,795	3,413,242	192,935	1,715,641
Income from government securities		562,913	7,894,619	-	2,915,356
Gain / (loss) on sale of investments - net		8,688	5,869	-	(30,601)
Total income		1,178,396	11,313,730	192,935	4,600,396
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	30,534	173,583	183	43,274
Sindh Sales Tax on remuneration of the Management Company	8.2	4,580	22,566	27	5,626
Selling and marketing expenses	8.3	-	223,756	-	75,527
Allocated expenses	8.4	-	86,038	-	34,474
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	3,681	28,894	577	11,818
Sindh Sales Tax on remuneration of the Trustee	9.2	552	3,756	88	1,536
Annual fee to the Securities and Exchange Commission of Pakistan	10.1	5,019	39,414	787	16,128
Amortisation of preliminary expenses and floatation costs	6.1	50,600	50,600	25,300	25,300
Auditors' remuneration		378,686	371,466	197,098	185,011
Reimbursement from the Management Company	7.1	(532,100)	(100,000)	(302,100)	(5,000)
Transaction charges		7,393	15,940	1,150	4,704
Legal and professional charges		71,890	82,042	32,939	48,304
Fee and subscription		100,271	98,742	50,333	49,323
Bank charges		6,620	4,078	3,712	2,479
Printing charges		8,271	4,944	4,552	2,459
Total expenses		135,997	1,105,819	14,646	500,963
Net income for the period before taxation		1,042,399	10,207,911	178,289	4,099,433
Taxation	14	-	-	-	-
Net income for the period after taxation		1,042,399	10,207,911	178,289	4,099,433
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		1,042,399	10,207,911		
Income already paid on units redeemed		(992,558)	(8,248,848)		
		49,841	1,959,063		
Accounting income available for distribution					
- Relating to capital gains		8,688	5,869		
- Excluding capital gains		41,153	1,953,194		
		49,841	1,959,063		

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	--------------- (Rupees) --------------		--------------- (Rupees) --------------	
Net income for the period after taxation	1,042,399	10,207,911	178,289	4,099,433
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	1,042,399	10,207,911	178,289	4,099,433

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	34,120,953	5,026,847	39,147,800	163,500,120	4,682,673	168,182,793
Issuance of 230,798 units (2023: 532,143 units)						
- Capital value (at net asset value per unit at the beginning of the period)	23,665,835	-	23,665,835	54,085,748	-	54,085,748
- Element of income	85,821	-	85,821	2,776,818	-	2,776,818
Total proceeds on issuance of units	23,751,656	-	23,751,656	56,862,566	-	56,862,566
Redemption of 607,633 units (2023: 1,890,699 units)						
- Capital value (at net asset value per unit at the beginning of the period)	(62,306,048)	-	(62,306,048)	(192,166,294)	-	(192,166,294)
- Element of loss	(83,735)	(992,558)	(1,076,293)	(1,545,505)	(8,248,848)	(9,794,353)
Total payments on redemption of units	(62,389,783)	(992,558)	(63,382,341)	(193,711,799)	(8,248,848)	(201,960,647)
Total comprehensive income for the period	-	1,042,399	1,042,399	-	10,207,911	10,207,911
Net assets at the end of the period (un-audited)	(4,517,174)	5,076,688	559,514	26,650,887	6,641,736	33,292,623
Undistributed income brought forward						
- Realised income		5,014,540			4,802,205	
- Unrealised income / (loss)		12,307			(119,532)	
		5,026,847			4,682,673	
Accounting income available for distribution						
- Relating to capital gains		8,688			5,869	
- Excluding capital gains		41,153			1,953,194	
		49,841			1,959,063	
Undistributed income carried forward		5,076,688			6,641,736	
Undistributed income carried forward						
- Realised income		5,076,688			6,641,736	
- Unrealised income		-			-	
		5,076,688			6,641,736	
			(Rupees)			**(Rupees)**
Net asset value per unit at the beginning of the period			102.5390			101.6377
Net asset value per unit at the end of the period			113.0308			112.4098

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		---------------- (Rupees) ----------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		1,042,399	10,207,911
Adjustments for:			
Amortisation of preliminary expenses and floatation costs	6.1	50,600	50,600
		1,092,999	10,258,511
Decrease / (increase) in assets			
Investments - net		34,016,290	95,968,706
Advances, deposits and other receivables		1,138,282	(433,437)
Receivable from Faysal Asset Management Limited - Management Company		(513,833)	(100,000)
		34,640,739	95,435,269
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		(126,090)	103,554
Payable to Central Depository Company of Pakistan Limited - Trustee		(1,176)	(3,544)
Payable to the Securities and Exchange Commission of Pakistan (SECP)		(1,140)	(89,896)
Accrued expenses and other liabilities		(471,241)	(108,929)
		(599,648)	(98,815)
Net cash generated from operating activities		35,134,090	105,594,965
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance and conversion of units - net of refund of capital		23,751,497	56,862,566
Payment against redemption and conversion of units		(63,382,341)	(201,960,647)
Net cash used in financing activities		(39,630,844)	(145,098,081)
Net decrease in cash and cash equivalents during the period		(4,496,754)	(39,503,116)
Cash and cash equivalents at the beginning of the period		6,233,943	73,077,715
Cash and cash equivalents at the end of the period	4	1,737,189	33,574,599

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Cash Fund (the Fund) is an open end mutual fund constituted under a trust deed entered into between Faysal Asset Management Limited as the Management Company ("the Management Company") and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The trust deed was registered on June 9, 2020. The investment activities and administration of the Fund are managed by the Management Company. 'The Management Company of the Fund has been licensed to act as an asset management company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, Shahrah-e-Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

During the year ended June 30, 2021, the Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act). The Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021 the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The Fund has been categorised as an open end money market scheme by the Board of Directors of the Management Company pursuant to the provisions contained in circular 7 of 2009 issued by SECP. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from January 8, 2021 and are transferable and redeemable by surrendering them to the Fund.

1.3 The objective of the Fund is to seek maximum possible preservation of capital and a competitive rate of return via investing primarily in money market securities.

1.4 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.5 The Management Company has been assigned a quality rating of 'AM1' by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023). The rating reflects the Company’s experienced management team, structured investment process and sound quality of systems and processes. The rating reflects the Company’s experienced management team, structured investment process and sound quality of systems and processes. The Fund has been assigned a quality rating of AA+(f) by VIS dated December 27, 2024 (June 30, 2024: AA+(f) dated December 15, 2023).

1.6 The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has not maintained and complied with the requirement of minimum fund size at all times during the year. As part of Management Company’s conversion to a full-fledged Shariah Compliant AMC in line with the parent bank, the Management Company is in the process of transferring the management rights of all conventional funds being managed by FAML to another Asset Management Company. Accordingly, the Management Company was not soliciting additional investments in this Fund due to the said transfer of management rights. On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2024.

2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of the Fund’s affairs as at and for the half year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS AND RISK MANAGEMENT

3.1 The material accounting policies adopted and the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to the published accounting and reporting standards that are not yet effective

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or will not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
4 BALANCES WITH BANKS		--------------- (Rupees)	---------------
Balance with banks in savings accounts	4.1	1,737,189	6,233,943

4.1 These balances in savings accounts carry interest rates ranging from 7.00% to 16.50% (June 30, 2024: 10.00% to 20.75%) per annum. Deposits in savings accounts also include Rs. 0.735 million (June 30, 2024: Rs. 0.355 million) maintained with Faysal Bank Limited, a related party, and carry interest at the rate of 7.00% (June 30, 2024: 20.00%) per annum.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
5	**INVESTMENTS**		------ (Rupees) ------	
	At fair value through profit or loss			
	Government securities - Market Treasury Bills	5.1	-	34,016,290
	Government securities - Pakistan Investment Bonds	5.2	-	-
			-	34,016,290

5.1 Government securities - Market Treasury Bills

Issue date	Tenor	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised appreciation/ (diminution)	Market value as percentage of total investments of the Fund	Market value as percentage of net assets of the Fund
		(Rupees)							%	
May 30, 2024	3 Months	35,000,000	-	35,000,000	-	-	-	-	-	-
Total as at December 31, 2024						-	-	-		
Total as at June 30, 2024						34,003,983	34,016,290	12,307		

5.2 Government securities - Pakistan Investment Bonds

Name of the security	Issue date	Tenor	Coupon rate	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold during the period	Face value: As at December 31, 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation/ (diminution) as at December 31, 2024	Percentage in relation to total investments of the Fund	Percentage in relation to net assets of the Ffund
				(Rupees)							%	
Pakistan Investment Bonds	July 26, 2024	3 years	20.01%	-	35,000,000	35,000,000	-	-	-	-	-	-
Total as at December 31, 2024								-	-	-		
Total as at June 30, 2024								-	-	-		

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
5.3	**Unrealised appreciation / (diminution) on re-measurement of as 'financial assets at fair value through profit or loss' - net**		------ (Rupees) ------	
	Market value of investments	5.1 & 5.2	-	34,016,290
	Less: carrying value of investments	5.1 & 5.2	-	34,003,983
			-	12,307
6	**PRELIMINARY EXPENSES AND FLOATATION COST**			
	At the beginning of the period / year		152,000	252,650
	Less: amortisation during the period / year	6.1	50,600	(100,650)
	At the end of the period / year		101,400	152,000

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These costs are being amortised over a period of five years in accordance with the Trust Deed of the Fund and the NBFC Regulations.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		---------- (Rupees) ----------	
	Reimbursement from the Management Company	7.1	973,833	460,000

7.1 The Total Expense Ratio (TER) of the Fund shall be within the maximum limit of 2.00% as prescribed under the NBFC Regulations for a collective investment scheme categorised as a Money Market Scheme. Hence, the Fund has recorded reimbursement from the Management Company to ensure compliance with the maximum limit of 2.00% for TER of the Fund.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		-------------- (Rupees) ---------------	
	Remuneration payable to the Management Company	8.1	2,749	27,511
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	412	3,576
	Selling and marketing expenses payable	8.3	-	98,164
	Allocated expenses payable	8.4	-	-
			3,161	129,251

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the rates ranging from 0.01% to 0.70% (June 30, 2024: 0.50% to 0.70%) per annum of the average annual net assets of the Fund during the period. The remuneration is payable to the Management Company in arrears.

8.2 During the period, an amount of Rs. 0.005 million (December 31, 2023: Rs. 0.023 million) was charged on account of sales tax. Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

8.3 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-end mutual funds (except fund of funds) up to a maximum limit approved by the Board of Directors of the Management Company as part of an annual plan.

However, the Management Company has charged no selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) keeping in view the annual plan, overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations. Hence in the current period in view of the maximum allowable threshold, the Management Company has charged expense at the rate of Nil (June 30, 2024: 0.00% to 0.65%) per annum.

In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 0.277 million to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024

8.4 During the year ended June 30, 2020, the Board of Directors of the Management Company, in its 106th meeting held on April 17, 2020, had given Management Company the discretion for charging accounting and operational expenses on the Fund as it may decide. Therefore, the Management Company, based on its discretion (duly authorised by the Board of Directors), has charged allocated expenses to the Fund at the rate of Nil (June 30, 2024: 0.00% to 0.20%) per annum.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		------------ (Rupees)	------------
	Remuneration payable to the Trustee	9.1	911	1,968
	Sindh Sales Tax on remuneration of the Trustee	9.2	137	256
			1,048	2,224

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% per annum of the average annual net assets of the Fund (June 30, 2024: 0.055%).

9.2 During the period, an amount of Rs. 552 (December 31, 2023: Rs. 3,756) was charged on account of sales tax. Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
10	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**		--------------- (Rupees)	---------------
	Annual fee payable	10.1	1,149	2,289

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) of average annual net assets of the Fund.

Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month. Previously, the Fund was required to pay SECP fee within three months of the close of accounting year.

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
11	**ACCRUED EXPENSES AND OTHER LIABILITIES**	--------------- (Rupees)	---------------
	Transaction charges payable	13,963	13,966
	Auditor's remuneration payable	244,159	340,565
	Legal and professional charges payable	366,462	294,572
	Fund rating fee payable	160,746	286,600
	Printing charges payable	29,447	34,528
	Capital gain tax and withholding tax payable	581,508	897,295
	Other liabilities	1,340,848	1,340,848
		2,737,133	3,208,374

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31 2024 based on current period results is 2.03% (December 31, 2023: 2.11%) which includes 0.15% (December 31, 2023: 0.13%) representing government levies on the Fund such as sales taxes and annual fee to the SECP, etc. This ratio is within the maximum limit of 2.00% prescribed under the NBFC Regulations for a collective investment scheme categorised as a 'Money Market Scheme'.

14 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

16.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent units of the Fund at period end.

16.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

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

16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

16.6 The details of transactions carried out by the Fund with connected persons and related parties and balances with them at period end are as follows:

Transactions during the period	**Half year ended December 31,**	
	2024	**2023**
	(Un-audited)	
	---------------- **(Rupees)** ----------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	30,534	173,583
Sindh Sales Tax on remuneration of the Management Company	4,580	22,566
Selling and marketing expenses	-	223,756
Allocated expenses	-	86,038
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Central Depository Company of Pakistan Limited - Trustee	3,681	28,894
Sindh Sales Tax on remuneration of the Trustee	552	3,756
Settlement charges	5,240	-
Faysal Bank Limited (Group / Associated Company)		
Profit on balances with bank	47,963	188,573
Bank charges	4,741	4,078
FAML - Staff Gratuity Fund		
Units issued: Nil units (December 31, 2023: Nil units)	-	-
Units redeemed: Nil units (December 31, 2023: 63,827 units)		7,003,447
FAML - Employee Provident Fund		
Units issued: Nil units (December 31, 2023: Nil units)	-	-
Units redeemed: Nil units (December 31, 2023: 73,388 units)		8,052,500
Directors / Key management personnel of the management company		
Units issued: Nil units (December 31, 2023: 2 units)	-	231
Unit holders holding more than 10% units		
Units issued: Nil units (December 31, 2023: 453,262 units)	-	48,478,180
Units redeemed: Nil units (December 31, 2023: 316,891 units)	-	35,000,000

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Balances outstanding as at period / year end	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	----------- (Rupees) -----------	
Faysal Asset Management Limited - Management Company		
Receivable From Management	973,833	460,000
Remuneration payable to the Management Company	2,749	27,511
Sindh Sales Tax payable on remuneration of the Management Company	412	3,576
Selling and marketing expenses payable	-	98,164
Allocated expenses payable	-	-
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	911	1,968
Sindh Sales Tax on remuneration of the Trustee	137	256
Settlement charges payable	565	-
Faysal Bank Limited (Group / Associated Company)		
Balance with bank	735,373	354,622
Profit receivable on balance with bank	43,143	56,281
FAML - Staff Gratuity Fund		
Units outstanding: Nil units (June 30, 2024: Nil units)	-	-
FAML - Employees Provident Fund		
Units outstanding: Nil units (June 30, 2024: Nil units)	-	-
Unitholders holding more than 10% unit holding *		
Units outstanding: 2,564 units (June 30, 2024: 301,462 units)	-	30,911,612

* This reflects the position of connected persons / related party status as at December 31, 2024.

17 FAIR VALUE MEASUREMENT

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.

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair value measurement' requires the Fund to classify assets 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:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: 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); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2024 and June 30, 2024, the carrying values of all the assets approximate their fair values.

	As at December 31, 2024			
	---------------------------- (Un-audited) ----------------------------			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	--------------------- (Rupees) ---------------------			
Market Treasury Bills	-	-	-	-
Pakistan Investment Bonds	-	-	-	-
	-	-	-	-

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

	As at June 30, 2024			
	(Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	(Rupees)			
Market Treasury Bills	-	34,016,290	-	34,016,290
Pakistan Investment Bonds	-	-	-	-
	-	34,016,290	-	34,016,290

During the period ended December 31, 2024, there were no transfers between levels fair value measurement, and no transfer into and out of level 3 fair value measurement.

18 GENERAL

Figures have been rounded off to the nearest rupee unless otherwise stated.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 12, 2025.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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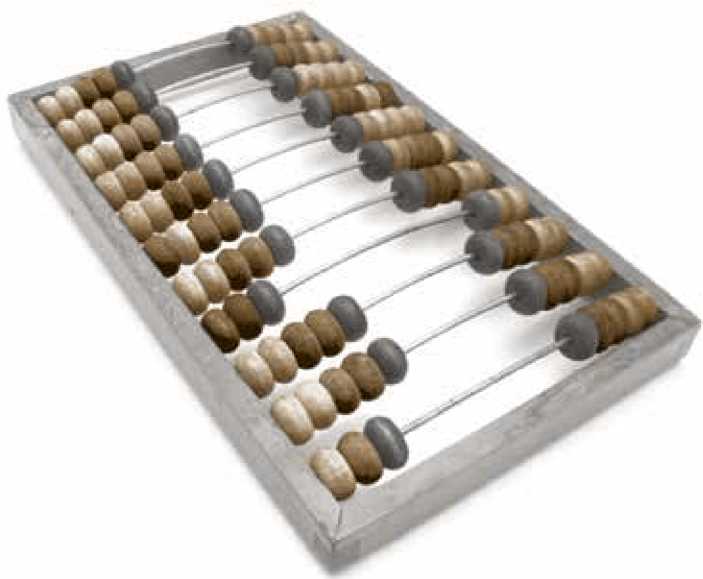
Faysal Financial Value Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Soneri Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Financial Value Fund is to seek long term capital appreciation by investing in money market and debt instrument with major exposure in financial sector

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL FINANCIAL VALUE FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Financial Value Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Financial Value Fund-II.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY

Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Financial Value Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Financial Value Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076WaosQI2r7

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		-------------- (Rupees) --------------	
Assets			
Balances with banks	4	1,030,562	1,145,144
Advances, deposits, prepayment and other receivables	5	100,000	355,523
Preliminary expenses and floatation costs	6	99,637	99,637
Total assets		1,230,199	1,600,304
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	7	10,000	10,000
Accrued expenses and other liabilities	8	1,220,199	1,590,304
Total liabilities		1,230,199	1,600,304
Net assets		-	-
Unit holders' fund (as per the statement attached)		-	-
Contingencies and commitments	9		
		--------- (Number of units) ---------	
Number of units in issue		-	-
		-------------- (Rupees) --------------	
Net asset value per unit		-	-

The annexed notes from 1 to 16 form an integral part of these condensed financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2023	(Un-audited) FOR THE QUARTER ENDED DECEMBER 31, 2024	(Un-audited) FOR THE QUARTER ENDED DECEMBER 31, 2023
		----------- (Rupees) -----------		----------- (Rupees) -----------	
Income					
Profit on balances with banks		-	56,308,191	-	19,432,991
Income on Term Finance Certificate		-	172,931,492	-	69,145,183
Income on Market Treasury Bills		-	34,967,432		
Net realised gain on sale of investments		-	1,994,780	-	1,994,780
		-	266,201,895	-	90,572,954
Unrealised appreciation / (diminuition) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		-	7,933,643	-	4,445,811
Total income		-	274,135,538	-	95,018,765
					-
Expenses					-
Remuneration of Faysal Asset Management Limited - Management Company		-	2,936,910	-	1,373,657
Sindh sales tax on remuneration of the Management Company		-	381,798	-	178,575
Allocated Expenses		-	-	-	-
Selling and marketing expenses		-	-	-	-
Remuneration to Central Depository Company of Pakistan Limited - Trustee		-	880,954	-	411,978
Sindh sales tax on remuneration of the Trustee		-	114,524	-	53,447
Annual fee to the Securities and Exchange Commission of Pakistan		-	1,115,875	-	521,839
Transaction charges		-	470,540	-	289,403
Auditors' remuneration		-	330,805	-	166,274
Legal and professional charges		-	188,528	-	119,792
Fees and subscriptions		-	-	-	-
Amortisation of preliminary expenses and floatation cost	6	-	100,648	-	50,324
Bank charges		-	12,467	-	12,115
Printing charges and other expenses		-	12,457	-	9,972
Total expenses		-	6,545,506	-	3,187,375
Net income for the period before taxation		-	267,590,032	-	91,831,390
Taxation	10	-	-	-	-
Net income for the period after taxation		-	267,590,032	-	91,831,390
Earnings per unit	11				
Allocation of net income for the period					
Net income for the year / period after taxation		-	267,590,032		
Income already paid on units redeemed		-	(128,154,216)		
		-	139,435,816		
Accounting income available for distribution					
- Relating to capital gains		-	9,928,423		
- Excluding capital gains		-	129,507,393		
		-	139,435,816		

The annexed notes from 1 to 16 form an integral part of these condensed financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2023	(Un-audited) FOR THE QUARTER ENDED DECEMBER 31, 2024	(Un-audited) FOR THE QUARTER ENDED DECEMBER 31, 2023
	----------- (Rupees) -----------		----------- (Rupees) -----------	
Net income for the period after taxation	-	267,590,032	-	91,831,390
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	267,590,032	-	91,831,390

The annexed notes from 1 to 16 form an integral part of these condensed financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024			(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period	-	-	-	2,409,618,224	14,360,967	2,423,979,191
Issuance of Nil units (2023: Nil units)						
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-
Redemption of Nil units (2023: 8,391,504 units)						
- Capital value (at net asset value per unit at the beginning of the period)	-		-	(1,280,040,020)		(1,280,040,020)
- Element of income	-	-	-	-	(128,154,216)	(128,154,216)
Total payments on redemption of units	-	-	-	(1,280,040,020)	(128,154,216)	(1,408,194,236)
Total comprehensive income for the period	-	-	-	-	267,590,032	267,590,032
Net assets at the end of the period	-	-	-	1,129,578,204	153,796,783	1,283,374,987
Undistributed income brought forward						
- Realised income		-			20,404,335	
- Unrealised income		-			(6,043,368)	
		-			14,360,967	
Accounting income available for distribution						
- Relating to capital gains		-			9,928,423	
- Excluding capital gains		-			129,507,393	
		-			139,435,816	
Undistributed income carried forward		-			153,796,783	
Undistributed income carried forward						
- Realised income		-			145,863,140	
- Unrealised (loss) / income		-			7,933,643	
		-			153,796,783	
			(Rupees)			(Rupees)
Net assets value per unit at the beginning of the period			-			152.54
Net assets value per unit at the end of the period			-			171.12

The annexed notes from 1 to 16 form an integral part of these condensed financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2024	(Un-audited) FOR THE HALF YEAR ENDED DECEMBER 31, 2023
		------------- (Rupees) -------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		-	267,590,032
Adjustments for:			
Profit on balances with banks		-	(56,308,191)
Income on Term Finance Certificate		-	(172,931,492)
Income on Market Treasury Bills		-	(34,967,432)
Net realised gain on sale of investments		-	(1,994,780)
Unrealised (appreciation) / diminuition on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		-	(7,933,643)
Amortisation of preliminary expenses and floatation cost		-	100,648
			(274,034,890)
		-	(6,444,858)
Decrease / (Increase) in assets			
Investments		-	1,172,937,197
Advances, deposits, prepayment and other receivables		255,523	(113)
		255,523	1,172,937,084
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		-	(183,632)
Payable to Central Depository Company of Pakistan Limited - Trustee		-	(56,029)
Payable to the Securities and Exchange Commission of Pakistan		-	(317,902)
Accrued expenses and other liabilities		(370,105)	(26,823,807)
		(370,105)	(27,381,370)
Profit on balances with banks received		-	12,844,865
Income on Term Finance Certificate received		-	182,001,958
Net cash generated from operating activities		(114,582)	1,333,957,679
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units net of refund of capital		-	-
Payments made against redemption of units		-	(1,408,194,236)
Net cash used in from financing activities		-	(1,408,194,236)
Net increase / (decrease) in cash and cash equivalents during the period		(114,582)	(74,236,557)
Cash and cash equivalents at the beginning of the period		1,145,144	285,281,979
Cash and cash equivalents at the end of the period	4	1,030,562	211,045,422

The annexed notes from 1 to 16 form an integral part of these condensed financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Financial Value Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed entered into on October 29, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 was repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act) as empowered under the Eighteenth Amendment to the Constitution of Pakistan. The Fund is required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities and Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an open ended asset allocation scheme by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units are being offered for public subscription on a continuous basis from December 27, 2019 and are transferable and redeemable by surrendering them to the Fund.

1.4 The investment objective of the Fund is to seek long term capital appreciation through investments in equity instrument, fixed income instruments, money market instruments, bank deposits primarily from the financial sector and any other instrument as defined in Constitutive documents of the Fund and allowed by the SECP.

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.6 The VIS Credit Rating Company Limited has awarded an "AM1" asset manager rating to the Management Company as of September 10, 2024 (2024: "AM2++" as of Decemeber 29, 2023). The rating reflects the Company’s experienced management team, structured investment process and sound quality of systems and processes.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.8 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 90 days from July 31, 2024 to December 31, 2024.

1.9 During the year ended June 30, 2024, all the unitholders have redeemed their respective units upto April 18, 2024, resulting in nil net assets as at December 31, 2024. The duration of the Fund is perpetual hence, these condensed interim financial statements have been prepared for the half year ended December 31, 2024 . The management is of the view that there is no uncertainty which may cast a doubt on the Fund's ability to continue as a going concern, as AAML (see paragraph 1.7 above) is committed to meet the minimum fund size requirement as per Sub regulation (3a) of Regulation 54 of the NBFCs and Notified Entities Regulations, 2008, accordingly, additional investment will be solicitated and units will be issued. In light of the above, these financial statements have been prepared on a going concern basis and the Management Company has continued to measure the Fund's assets and liabilities principally in accordance with the material accounting policy information as disclosed in note 3 to the annual audited financial statements of the Fund for the year ended June 30, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and key sources of estimation uncertainity are the same as those applied in the preparation of the financial statements as at and for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Amendments	Effective date (annual periods
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
4	**BALANCES WITH BANKS**		------------- (Rupees)	-------------
	Savings accounts	4.1	**1,030,562**	1,145,144

4.1 These savings accounts carry mark-up at rates ranging from 7% to 16.50% (June 30, 2024: 19.00% to 21.4%) per annum. Deposits in savings accounts also include Rs. 0.394 million (June 30, 2024: Rs. 0.772 million) maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7.00% (June 30, 2024: 20.00%) per annum.

		Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
5	**Advances, deposits, prepayment and other receivables**		------------- (Rupees)	-------------
	Profit receivable on balances with banks		**-**	255,523
	Security deposit with Central Depository Company of Pakistan Limited		**100,000**	100,000
			100,000	355,523

		Note		
6	**PRELIMINARY EXPENSES AND FLOATATION COSTS**			
	At the beginning of the period		**99,637**	299,292
	Less: amortisation during the period		**-**	(199,655)
	At the end of the period	6.1	**99,637**	99,637

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over five years commencing from December 27, 2019 in accordance with the requirements set out in the Trust Deed of the Fund and the NBFC Regulations.

		Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
7	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------- (Rupees)	-------------
	Formation Cost Payable		**10,000**	10,000
			10,000	10,000

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

8	ACCRUED EXPENSES AND OTHER LIABILITIES	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		------------- (Rupees)	-------------
	Auditors' remuneration payable	**-**	214,702
	Printing expense payable	**14,904**	25,792
	Capital gain tax payable	**2,085**	2,085
	Transaction Charges Payable	**202,711**	202,711
	Time Barred	**441,485**	586,000
	Legal and professional charges payable	**540,337**	540,337
	Other payable	**18,677**	18,677
		1,220,199	1,590,304

9 Contingencies and commitments

There are no contingencies and commitments as at December 31, 2024 and June 30, 2024.

10 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the no income has been earned by the Fund for the period ending December 31, 2024, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

11 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

12 TOTAL EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 0.54% (2023: 0.56%) which includes 0.14% (2023: 0.14%) representing government levies on the Fund such as provision for Sindh Workers' Welfare Fund, sales taxes, annual fee to the SECP etc. This ratio is within the maximum limit of 4.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as an Asset Allocation Scheme.

13 TRANSACTIONS WITH CONNECTED PERSONS AND RELATED PARTIES

13.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10% units of the Fund at period end.

13.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

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

13.4 Remuneration to Trustee is determined in accordance with the provisions of the NBFC Regulations and Trust Deed.

13.5 Allocated expenses and selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

13.6 The details of transactions carried out by the Fund with connected persons and related parties and balances with them during the period are as follows:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		(Un-audited) December 31, 2024	(Un-audited) December 31, 2023
13.7	**Transactions during the period**	------------- (Rupees)	-------------
	Faysal Asset Management Limited (the Management Company)		
	Remuneration of Faysal Asset Management Limited - the Management Company	-	2,936,910
	Sindh sales tax on remuneration of the Management Company	-	381,798
	Faysal Bank Limited		
	Profit on balances with banks	-	145,918
	Bank Charges	-	12,467
	Central Depository Company of Pakistan Limited (CDC) - Trustee		
	Remuneration of the Trustee	-	880,954
	Sindh sales tax on remuneration of the Trustee	-	114,524
	Unit holders holding 10% or more units		
	Redemption of Nil units (2023: 7,112,065 units)	-	1,194,272,761

		(Un-audited) December 31, 2024	(Audited) June 30, 2024
13.8	**Amounts / balances outstanding**	------------- (Rupees)	-------------
	Faysal Asset Management Limited (the Management Company)		
	Formation Cost Payable	**10,000**	10,000
	Faysal Bank Limited		
	Balance with bank	**441,671**	771,887
	Profit receivable on balances with banks	**-**	30,136

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

Financial assets which are traded in an open market are revalued at the market prices prevailing on the reporting date.

The fair value of all financial assets and financial liabilities of the Fund approximate their carrying amounts due to short term maturities of these instruments.

14.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: 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); and

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

As at the reporting date, the Fund held no financial instruments measured at fair values.

15 GENERAL

15.1 Figures have been rounded off to the nearest rupee.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

16.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

16 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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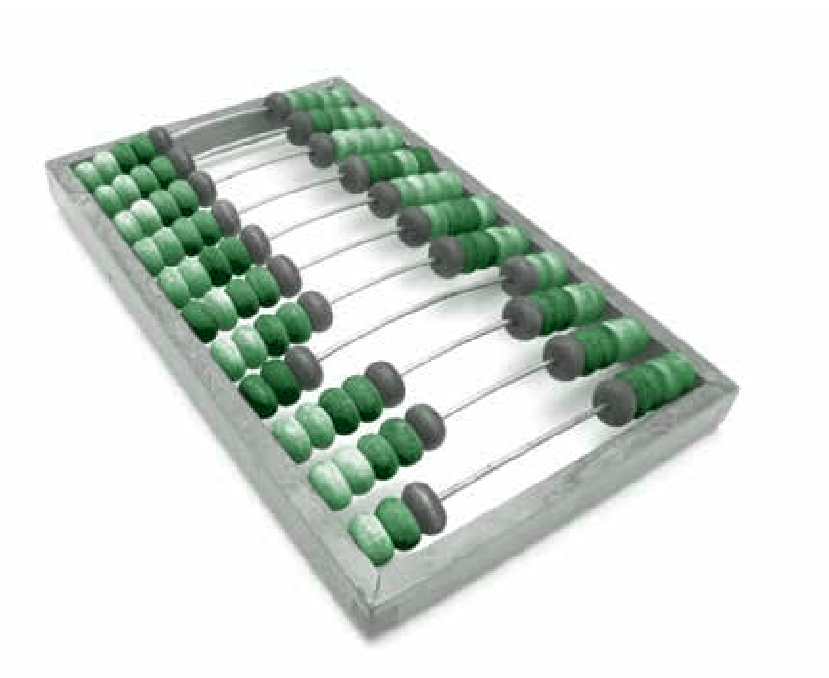
The Art of Investment

Faysal Government Securities Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

The objective of the scheme is to provide competitive returns by investing primarily in Government securities.

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL GOVERNMENT SECURITIES FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Government Securities Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Government Securities Fund-II.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Government Securities Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Government Securities Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

EY Ford

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076hdcupkif0

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees) -------------	
Assets			
Balances with banks	4	**7,355,998**	21,626,067
Investments	5	**-**	91,660,956
Advances, deposits and other receivables	6	**342,049**	4,586,959
Preliminary expenses and floatation costs	7	**41,977**	142,809
Receivable from Faysal Asset Management Limited - Management Company	8	**391,004**	150,000
Total assets		**8,131,028**	118,166,791
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	9	**256**	53,570
Payable to Central Depository Company of Pakistan Limited - Trustee	10	**1,398**	6,065
Payable to the Securities and Exchange Commission of Pakistan	11	**1,663**	6,815
Accrued expenses and other liabilities	12	**901,401**	1,640,972
Total liabilities		**904,718**	1,707,422
Net assets		**7,226,310**	116,459,369
Unit holders' fund (as per statement attached)		**7,226,310**	116,459,369
Contingencies and commitments	13		
		-------- (Number of units) --------	
Number of units in issue		**52,048**	924,375
		----------- (Rupees) -----------	
Net asset value per unit		**138.84**	125.99

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		----------- (Rupees) ------------		----------- (Rupees) ------------	
Income					
Profit on balances with banks		**1,258,120**	3,720,654	**347,439**	1,114,270
Income on investments		**1,710,492**	6,787,648	**350,000**	2,148,011
Realised gain on sale of investments - net		**180,074**	457,416	**-**	457,416
Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.3	**-**	-	**-**	(49,412)
Total income		**3,148,686**	10,965,718	**697,439**	3,670,285
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	9.1	**61,846**	260,937	**168**	120,462
Sindh Sales Tax on remuneration of the Management Company	9.2	**9,277**	33,922	**25**	15,661
Selling and marketing expenses	9.3	**-**	243,784	**-**	69,274
Remuneration of Central Depository Company of Pakistan Limited - - Trustee	10.1	**8,174**	26,020	**916**	8,028
Sindh Sales Tax on remuneration of the Trustee	10.2	**1,254**	3,383	**159**	1,038
Fee of the Securities and Exchange Commission of Pakistan	11.1	**11,156**	35,482	**1,259**	10,947
Auditors' remuneration		**339,327**	339,546	**170,697**	169,520
Fees and subscription		**115,574**	98,743	**59,846**	49,323
Amortisation of preliminary expenses and floatation cost	7.1	**100,832**	100,832	**50,416**	50,416
Bank charges		**2,713**	2,730	**1,694**	1,191
Legal and professional charges		**65,842**	84,363	**32,939**	32,849
Transaction charges		**24,334**	18,033	**1,149**	9,599
Printing charges		**8,271**	4,968	**4,537**	2,484
Reimbursement of expenses from Management Company		**(385,600)**	-	**(280,600)**	-
Total expenses		**363,000**	1,252,743	**43,205**	540,792
Net income for the period before taxation		**2,785,686**	9,712,975	**654,234**	3,129,493
Taxation	15	**-**	-	**-**	-
Net income for the period after taxation		**2,785,686**	9,712,975	**654,234**	3,129,493
Earnings per unit	16				
Allocation of net income for the period					
Net income for the period after taxation		**2,785,686**	9,712,975		
Income already paid on units redeemed		**(2,115,290)**	(9,285,104)		
		670,396	427,871		
Accounting income available for distribution					
- Relating to capital gains		**180,074**	427,871		
- Excluding capital gains		**490,322**	-		
		670,396	427,871		

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	----------- (Rupees) ------------		----------- (Rupees) ------------	
Net income for the period after taxation	**2,785,686**	9,712,975	**654,234**	3,129,493
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**2,785,686**	9,712,975	**654,234**	3,129,493

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	**108,536,652**	**7,922,717**	**116,459,369**	119,556,382	7,416,833	126,973,215
Issuance of 320,667 units (2023: 894,775 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**40,400,967**	**-**	**40,400,967**	112,240,552	-	112,240,552
- Element of income	**193,020**	**-**	**193,020**	8,024,010	-	8,024,010
Total proceeds on issuance of units	**40,593,987**	**-**	**40,593,987**	120,264,562	-	120,264,562
Redemption of 1,192,994 units (2023: 1,860,572 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(150,305,295)**	**-**	**(150,305,295)**	(233,390,159)	-	(233,390,159)
- Element of loss	**(192,147)**	**(2,115,290)**	**(2,307,437)**	(8,019,378)	(9,285,104)	(17,304,482)
Total payments on redemption of units	**(150,497,442)**	**(2,115,290)**	**(152,612,732)**	(241,409,537)	(9,285,104)	(250,694,641)
Total comprehensive income for the period	**-**	**2,785,686**	**2,785,686**	-	9,712,975	9,712,975
Net assets at the end of the period (un-audited)	**(1,366,803)**	**8,593,113**	**7,226,310**	(1,588,593)	7,844,704	6,256,111
Undistributed income brought forward						
- Realised income		**8,058,616**			7,536,367	
- Unrealised loss		**(135,899)**			(119,534)	
		7,922,717			7,416,833	
Accounting income available for distribution						
- Relating to capital gains		**180,074**			427,871	
- Excluding capital gains		**490,322**			-	
		670,396			427,871	
Undistributed income carried forward		**8,593,113**			7,844,704	
Undistributed income carried forward						
- Realised income		**8,593,113**			7,844,704	
- Unrealised income		**-**			-	
		8,593,113			7,844,704	
		(Rupees)			**(Rupees)**	
Net asset value per unit at the beginning of the period		**125.99**			125.44	
Net asset value per unit at the end of the period		**138.84**			134.76	

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Cash Flow Statement (Un-audited)
For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		----------- (Rupees) ------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**2,785,686**	9,712,975
Adjustments for:			
Profit on balances with banks		**(1,258,120)**	(3,720,654)
Income on investments		**(1,710,492)**	(6,787,648)
Realised gain on sale of investments - net		**(180,074)**	(457,416)
Amortisation of preliminary expenses and floatation cost	7.1	**100,832**	100,832
		(262,168)	(1,151,911)
Decrease / (Increase) in assets			
Investments - net		**91,841,030**	96,426,116
Receivable from Faysal Asset Management Limited - Management Company		**(241,004)**	-
		91,600,026	96,426,116
(Decrease) / Increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(53,314)**	91,903
Payable to Central Depository Company of Pakistan Limited - Trustee		**(4,667)**	(5,341)
Payable to the Securities and Exchange Commission of Pakistan		**(5,152)**	(18,798)
Accrued expenses and other liabilities		**(739,570)**	68,111
		(802,703)	135,875
Income received on investments		**5,906,261**	6,787,648
Profit received on balances with banks		**1,307,260**	4,547,253
Net cash generated from operating activities		**97,748,676**	106,744,981
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipt against issuance of units		**40,593,987**	120,264,562
Payment against redemption of units		**(152,612,732)**	(250,694,641)
Net cash used in financing activities		**(112,018,745)**	(130,430,079)
Net decrease in cash and cash equivalents during the period		**(14,270,069)**	(23,685,098)
Cash and cash equivalents at the beginning of the period		**21,626,067**	30,024,115
Cash and cash equivalents at the end of the period	17	**7,355,998**	6,339,017

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Government Securities Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on July 31, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund was required to be registered under the Sindh Trust Act. Accordingly, on November 30, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an 'Income Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from March 16, 2020 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide competitive returns by investing primarily in government securities. The investment objectives and policies are explained in the Fund's offering document.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and VIS Credit Rating Company Limited has assigned a 'AA(f)' rating to Faysal Government Securities Fund on October 28, 2024 (June 30, 2024: 'AA(f)' dated October 4, 2023).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.8 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 90 days from August 6, 2024 to December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21	January 01, 2025
Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------ (Rupees) ------------	
4	**BALANCES WITH BANKS**			
	Saving accounts	4.1	**7,355,998**	21,626,067

4.1 These include a balance of Rs. 0.626 million (June 30, 2024: Rs. 0.549 million) maintained with Faysal Bank Limited (a related party) that carries profit at 7% (June 30, 2024: 20%) per annum. Other saving accounts of the fund carry profit rates ranging from 10% to 13.5% (June 30, 2024: 21.00% to 21.40%) per annum.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------ (Rupees) ------------	
5	**INVESTMENTS**			
	At fair value through profit or loss			
	Pakistan Investment Bonds	5.1	-	91,660,956
			-	91,660,956

5.1 Pakistan Investment Bonds

Name of the security	Interest payments / principal redemptions	Issue date	Yield	Tenor	Face value: As at July 01, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised diminution	Percentage in relation to: Net assets of the Fund	Percentage in relation to: Total market value of investment
					---- (Rupees) ----							---- % ----	
Pakistan Investment Bonds	Semi-annually/ At maturity	April 18, 2024	22.45%	5 years	90,000,000	-	90,000,000	-	-	-	-	0.00%	0.00%
Pakistan Investment Bonds	Semi-annually/ At maturity	June 27, 2024	21.07%	5 years	-	90,000,000	90,000,000	-	-	-	-	0.00%	0.00%
Pakistan Investment Bonds	Semi-annually/ At maturity	January 17, 2024	15.45%	5 years	5,000,000	-	5,000,000	-	-	-	-	0.00%	0.00%
Total as at December 31, 2024									**-**	**-**	**-**	**0.00%**	**0.00%**
Total as at June 30, 2024									91,796,855	91,660,956	(135,899)		

5.1.1 The nominal value of these Pakistan Investment Bond is Rs. 100,000 each.

5.2 Investments - non-compliance

The Securities and Exchange Commission of Pakistan (SECP), vide its Circular No. 16 dated July 07, 2010, prescribed certain disclosures for the schemes holding investments that were non-compliant either with the minimum investment criteria specified for the category assigned to such schemes or with the investment requirement of their constitutive documents.

The following are the details of non-compliant investments held by the Fund:

5.2.1 As per the Offering Document, at least 70% of the net assets shall remain invested in government securities on a monthly average basis calculated at the end of each month. The required exposure is in deficit of the limit prescribed by the offering document as described below:

For the period ended December 31, 2024	Actual	Required	Shortfall
August 2, 2024 to December 31, 2024	0.00%	70.00%	-70.00%

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

5.2.2 As per the Offering Document, at most 30% of the net assets shall remain allocated towards Cash in Bank Accounts on a monthly average basis calculated at the end of each month. The required exposure is in excess of the limit prescribed by the offering document as described below:

For the period ended December 31, 2024	Actual	Required	Excess
August 2, 2024 to December 31, 2024	100.00%	70.00%	30.00%

5.3 Unrealised dimunition on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees)	-------------
Market value of investments	5.1	-	91,660,956
Less: carrying value of investments	5.1	-	(91,796,855)
		-	(135,899)

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	December 31, 2024	June 30, 2024
Profit receivable on Pakistan Investment Bonds		-	4,195,769
Profit receivable on balances with banks	6.1	**79,760**	128,901
Advance tax	6.2	**162,289**	162,289
Security deposit with Central Depository Company of Pakistan Limited		**100,000**	100,000
		342,049	4,586,959

6.1 This includes profit receivable amounting to Rs. 71,580 (June 30, 2024: Rs. 15,036) on balance held with Faysal Bank Limited, a related party.

6.2 As per clause 47(B) of part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments made to collective investment schemes (CISs) are exempt from withholding tax under sections 150 and 151, however, withholding tax on profits from savings accounts paid to the Fund has been deducted by various withholding agents based on FBR’s interpretation in its letter C. no.1(43) DG (WHT)/2008-Vol.II-66417-R dated May 12, 2015, which requires withholding tax unless a valid exemption certificate under section 159(1) is produced by the withholdee, with the tax withheld amounting to Rs. 0.162 million (June 30, 2024: Rs. 0.162 million).

For this purpose, the Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including the Funds managed by the Management Company), filed a petition in the Sindh High Court (SHC) challenging the FBR's interpretation, which was decided in favor of the FBR, leading the Funds and other CISs (managed by the Management Company and other Asset Management Companies) to file a petition in the Supreme Court of Pakistan (SCP), where the SCP granted leave to appeal from the initial SHC judgment; pending resolution, the withholding tax deducted on profits from savings accounts has been shown as advance tax under "Advances, deposits and other receivables" as of December 31, 2024, as the management believes the tax deducted at source is likely to be refunded.

7 PRELIMINARY EXPENSES AND FLOATATION COSTS	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees)	-------------
At the beginning of the period / year		**142,809**	343,377
Less: amortisation during the period / year		**(100,832)**	(200,568)
At the end of the period / year	7.1	**41,977**	142,809

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over a period of five years commencing from March 16, 2020 in accordance with the provisions of the Trust Deed of the Fund and the NBFC Regulations.

8 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		------------- (Rupees)	-------------
Receivable from Faysal Asset Management Limited - Management Company	8.1	**391,004**	150,000

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

8.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 2.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an income scheme. As a result, the Fund has recorded receivable from the Management Company to comply with the TER ratio.

9 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY	**Note**	**December 31, 2024 (Un-audited)**	**June 30, 2024 (Audited)**
		-------------- (Rupees)	--------------
Remuneration payable	9.1	**222**	45,230
Sindh Sales Tax payable on remuneration of the Management Company	9.2	**34**	5,880
Selling and marketing expenses payable	9.3	**-**	2,460
		256	53,570

9.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit.

Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	0.5% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

The remuneration is payable to the Management Company monthly in arrears.

9.2 During the period, an amount of Rs. 9,277 (December 31, 2023: Rs. 33,922) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

9.3 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund of funds) up to 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 discretion (duly authorised by the Board of Directors) has not charged selling and marketing expenses during the period ended December 31, 2024 (June 30, 2024: 0% to 0.55% of the average annual net asset of the Fund).

9.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 80,733 to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024.

10 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	**Note**	**December 31, 2024 (Un-audited)**	**June 30, 2024 (Audited)**
		-------------- (Rupees)	--------------
Remuneration payable	10.1	**1,216**	5,367
Sindh Sales Tax payable on remuneration of the Trustee	10.2	**182**	698
		1,398	6,065

10.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (June 30, 2024: 0.055%) per annum of average annual net assets of the Fund.

10.2 During the period, an amount of Rs. 1,254 (December 31, 2023: Rs. 3,383) was charged on account of sales tax on the Trustee remuneration of levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
11	**PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN**		-------------- (Rupees)	--------------
	Fee payable	11.1	**1,663**	6,815

11.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) per annum of average daily net assets of the Fund.

The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
12	**ACCRUED EXPENSES AND OTHER LIABILITIES**	-------------- (Rupees)	--------------
	Auditors' remuneration payable	**229,438**	339,444
	Rating fee payable	**185,143**	69,569
	Withholding and capital gain tax payable	**-**	649,261
	Capital gain tax payable	**-**	155,423
	Printing charges payable	**15,642**	20,832
	Legal and professional charges payable	**349,943**	14,315
	Transaction charges payable	**13,208**	284,101
	Others	**108,027**	108,027
		901,401	1,640,972

13 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

14 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 2.49% (December 31, 2023: 2.66%) which includes 0.16% (December 31, 2023: 0.16%) representing government levies on the Fund such as sales taxes, fee to the SECP etc. This ratio is within the maximum limit of 2.5% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'.

15 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

16 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

		Note	Half year ended December 31, 2024	2023
			(Un-audited)	
17	**CASH AND CASH EQUIVALENTS**		------------ (Rupees)	------------
	Balances with banks	4	**7,355,998**	6,339,017
			7,355,998	6,339,017

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

18.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

18.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

18.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations.

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

18.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

18.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period / year end are as follows:

	Half year ended December 31,	
	2024	**2023**
Transactions during the period	**(Un-audited)**	
	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company *		
Remuneration of Faysal Asset Management Limited - Management Company	**61,846**	260,937
Sindh Sales Tax on remuneration of the Management Company	**9,277**	33,922
Selling and marketing expenses	**-**	243,784
Faysal Bank Limited - Group Company		
Profit on savings accounts with banks	**127,770**	84,044
Bank charges	**2,294**	2,730
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	**8,174**	26,020
Sindh Sales Tax on remuneration of the Trustee	**1,254**	3,383

Amounts / balances outstanding as at period / year end	**December 31, 2024 (Un-audited)**	**June 30, 2024 (Audited)**
	-------------- (Rupees) --------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable	**222**	45,230
Sindh Sales Tax payable on remuneration of the Management Company	**34**	5,880
Selling and marketing expenses payable	**-**	2,460
Receivable from Faysal Asset Management Limited - Management Company	**391,004**	150,000
Faysal Bank Limited - Group Company		
Balance with bank	**625,807**	549,088
Profit receivable on savings account	**71,580**	15,036
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable	**1,216**	5,367
Sindh Sales Tax payable on remuneration of the Trustee	**182**	698
Security Deposit	**100,000**	100,000
Unit holders with more than 10% holding *		
Outstanding units 51,644 (June 2024: 843,643 units)	**7,170,140**	106,288,161

* The Fund had different unit holders holding more than 10% units as at December 31, 2024 and June 30, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

18.7 Other balances due to / from related parties / connected persons are included in the respective notes to these condensed interim financial statements.

19 FAIR VALUE MEASUREMENT

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.

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

19.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

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

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

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

As at December 31, 2024, the fund held nill investment, and as at June 30, 2024, the Fund held the following financial instruments measured at fair value:

	As at June 30, 2024			
	Audited			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	-------------------------------- (Rupees) --------------------------------			
Pakistan Investment Bonds	-	91,660,956	-	91,660,956

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Pakistan Investment Bonds are measured on the basis of PKRV & PKFRV, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

20 GENERAL

20.1 Figures have been rounded off to the nearest rupee.

20.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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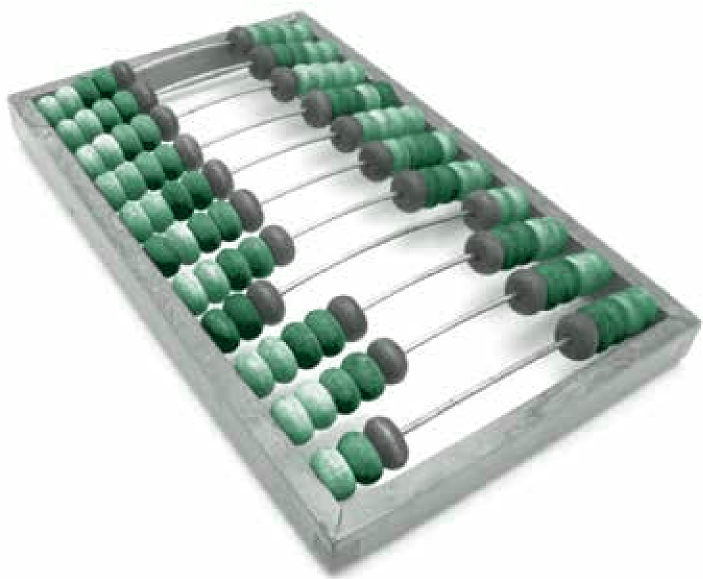
Faysal Special Savings Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
A.F Ferguson & Co. Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Soneri Bank Limited
Allied Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Special Savings Fund endeavors to provide competitive regular return with capital preservation on Investments as per respective allocation Plans by investing in authorized investable avenues.

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL SPECIAL SAVINGS FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Special Savings Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Special Savings Fund.

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 & marketing expenses and allocated expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

pwc A·F·FERGUSON&Co.

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE UNIT HOLDERS

Introduction

We have reviewed the accompanying condensed interim statement of assets and liabilities of **Faysal Special 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 movement in unit holders' fund and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial statements'), for the half year ended December 31, 2024. The Management Company (Faysal Asset Management Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures included in the condensed interim income statement and condensed interim statement of comprehensive income for the quarters ended December 31, 2024 and December 31, 2023 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2024.

Scope of Review

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

Conclusion

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

A.F. Ferguson & Co.
Chartered Accountants
Engagement Partner: **Shahbaz Akbar**
Dated: February 27, 2025
Karachi
UDIN: RR202410068UQPGlFzp0

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Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	Un-audited December 31, 2024 Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
		--------(Rupees)--------			
Assets					
Balances with banks	4	274,779	374,271	3,415,700	4,064,750
Profit, prepayments and other receivables	5	1,164,326	330,135	67,386	1,561,847
Preliminary expenses and floatation costs	6	58,178	105,738	-	163,916
Receivable From Faysal Asset Management Limited - Management Company	7	186,068	208,193	-	394,261
Total assets		1,683,351	1,018,337	3,483,086	6,184,774
Liabilities					
Payable to Faysal Asset Management Limited - Management Company	8	-	203,627	176,666	380,293
Payable to Central Depository Company of Pakistan Limited - Trustee	9	265	2,531	537	3,333
Payable to the Securities and Exchange Commission of Pakistan	10	315	34	149	498
Payable against redemption of units		-	-	2,991,560	2,991,560
Accrued and other liabilities	11	295,913	547,691	314,174	1,157,778
Total liabilities		296,493	753,883	3,483,086	4,533,462
Net assets		1,386,858	264,454	-	1,651,312
Unit holders' fund (as per the statement attached)		1,386,858	264,454	-	1,651,312
Contingencies and commitments	12				
		--------(Number of units)--------			
Number of units in issue		10,299	2,440	-	
		--------(Rupees)--------			
Net asset value per unit		134.66	108.38	-	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	Audited June 30, 2024 Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
		---(Rupees)---			
Assets					
Balances with banks	4	272,719	1,007,924	2,395,195	3,675,838
Profit and other receivables	5	1,219,957	1,467,810	587,918	3,275,685
Preliminary expenses and floatation costs	6	74,981	102,512	108,791	286,284
Receivable from Faysal Asset Management Limited - Management Company	7	-	-	1,162,549	1,162,549
Total assets		1,567,657	2,578,246	3,091,904	8,400,356
Liabilities					
Payable to Faysal Asset Management Limited - Management Company	8	19,275	1,498,759	176,666	1,694,700
Payable to Central Depository Company of Pakistan Limited - Trustee	9	221	1,286	200	1,707
Payable to the Securities and Exchange Commission of Pakistan	10	66	24	240	330
Payable against redemption of units		-	-		-
Accrued and other liabilities	11	408,556	699,942	321,818	1,430,316
Total liabilities		428,118	2,200,011	498,924	3,127,053
Net assets		1,139,539	378,235	2,592,980	5,273,303
Unit holders' fund (as per the statement attached)		1,139,539	378,235	2,592,980	5,273,303
Contingencies and commitments	12				
		---(Number of units)---			
Number of units in issue		8,438	3,542	329,410	
		---(Rupees)---			
Net asset value per unit		135.04	106.78	7.87	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Note	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
		For the half year ended December 31, 2024			
		----------------------(Rupees)----------------------			
Income					
Profit on balances with banks		42,202	25,211	447,437	514,850
Discount Income on Treasury Bills		-	-	-	-
Income on PIBs		-	-	-	-
Net realised loss on sale of investments		-	-	-	-
		42,202	25,211	447,437	514,850
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		-	-	-	-
Total income		42,202	25,211	447,437	514,850
Expenses					
Remuneration of Faysal Asset Management Company Limited - Management Company		-	-	-	-
Sindh sales tax on remuneration of the Management Company		-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	328	127	737	1,192
Sindh sales tax on remuneration of the Trustee	9.2	49	19	111	179
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	448	173	1,005	1,626
Selling and marketing expenses		-	-	-	-
Allocated expenses		-	-	-	-
Auditors' remuneration		132,115	132,115	123,127	387,357
Amortisation of preliminary expenses and floatation costs	6.1	16,803	16,774	108,791	142,368
Legal and professional charges		21,947	21,947	20,873	64,767
Fees and subscription		-	-	-	-
Printing charges		3,406	2,756	2,610	8,772
Ranking Fee		32,548	32,548	58,266	123,362
Transaction Charges		226	678	-	904
Reimbursement of expenses	7.1	(194,920)	(203,204)	(568,195)	(966,319)
Other expenses		-	-	271,329	271,329
Bank charges		1,602	769	15,594	17,965
Total expenses		14,552	4,702	34,248	53,502
Net income for the period before taxation		27,650	20,509	413,189	461,348
Taxation	14	-	-	-	-
Net income for the period after taxation		27,650	20,509	413,189	461,348
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		27,650	20,509	413,189	461,348
Income already paid on units redeemed		-	(102)	(1,828,747)	(1,828,849)
		27,650	20,407	(1,415,558)	(1,367,501)
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		27,650	20,407	(1,415,558)	(1,367,501)
		27,650	20,407	(1,415,558)	(1,367,501)

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	For the half year ended December 31, 2023			
		Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
		--(Rupees)--			
Income					
Profit on balances with banks		7,037,633	10,511,929	2,265,534	19,815,096
Discount Income on Treasury Bills		1,049,176	-	-	1,049,176
Income on PIBs		-	122,708,279	-	122,708,279
Net realised loss on sale of investments		(92,176)	-	-	(92,176)
		7,994,633	133,220,208	2,265,534	143,480,375
Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		-	(24,645,000)	-	(24,645,000)
Total income		7,994,633	108,575,208	2,265,534	118,835,375
Expenses					
Remuneration of Faysal Asset Management Company Limited - Management Company		223,217	5,296,228	22,474	5,541,919
Sindh sales tax on remuneration of the Management Company		29,018	688,510	2,922	720,450
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	20,709	293,031	6,112	319,852
Sindh sales tax on remuneration of the Trustee	9.2	2,692	38,094	795	41,581
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	28,238	399,588	8,334	436,160
Selling and marketing expenses		220,302	5,297,208	24,070	5,541,580
Allocated expenses		13,240		-	13,240
Auditors' remuneration		124,853	124,853	124,853	374,559
Amortisation of preliminary expenses and floatation costs	6.1	16,803	16,744	16,744	50,291
Legal and professional charges		21,897	21,897	21,897	65,691
Fees and subscription		31,700	31,700	31,700	95,100
Printing charges		4,968	1,677	1,652	8,297
Transaction Charges		30,847	226,436	-	257,283
Bank charges		5,142	544	-	5,686
Total expenses		773,626	12,436,510	261,553	13,471,689
Net income for the period before taxation		7,221,007	96,138,698	2,003,981	105,363,686
Taxation	14	-	-	-	-
Net income for the period after taxation		7,221,007	96,138,698	2,003,981	105,363,686
Earnings per unit	15				
Allocation of net income for the period					
Net income for the period after taxation		7,221,007	96,138,698	2,003,981	105,363,686
Income already paid on units redeemed		(6,154,815)	(1,262,534)	(311,505)	(7,728,854)
		1,066,192	94,876,164	1,692,476	97,634,832
Accounting income available for distribution					
- Relating to capital gains		-	-	-	-
- Excluding capital gains		1,066,192	94,876,164	1,692,476	97,634,832
		1,066,192	94,876,164	1,692,476	97,634,832

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	For the quarter ended December 31, 2024			
		Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
		---(Rupees)---			
Income					
Profit on balances with banks		36,525	55,400	229,955	321,880
Discount Income on Treasury Bills		-	-	-	-
Income on PIBs		-	-	-	-
Net realised loss on sale of investments		-	-	-	-
		36,525	55,400	229,955	321,880
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		-	-	-	-
Total income		36,525	55,400	229,955	321,880
Expenses					
Remuneration of Faysal Asset Management Company Limited Management Company		-	-	-	-
Sindh sales tax on remuneration of the Management Company		-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	188	76	390	653
Sindh sales tax on remuneration of the Trustee	9.2	28	11	59	98
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	258	103	531	893
Selling and Marketing Charges		-	-	-	-
Allocated expenses		-	-	-	-
Auditor's remuneration		67,374	67,374	58,386	193,134
Amortisation of preliminary expenses and floatation costs	6.1	8,402	8,391	100,408	117,201
Legal and professional charges		10,980	10,980	9,906	31,865
Rating Fee		16,384			16,384
Fees and subscription		-	-	-	-
Printing charges		1,513	1,511	1,365	4,390
Transaction Charges		-	-	-	-
Reimbursement of expenses		(94,920)	102,000	97,500	104,580
Bank charges		1,323	637	6,608	8,568
Total expenses		11,530	191,083	275,153	477,766
Net income for the period before taxation		24,995	(135,683)	(45,198)	(155,885)
Taxation	14	-	-	-	-
Net income for the period after taxation		24,995	(135,683)	(45,198)	(155,885)
Earnings per unit	15				

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	For the quarter ended December 31, 2023			
		Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
Income					
Profit on balances with banks		4,307,201	9,866,482	1,153,737	15,327,420
Discount Income on Treasury Bills		1,049,176	-	-	1,049,176
Income on PIBs		-	122,708,279	-	122,708,279
Net realised gain on sale of investments		(92,176)	-	-	(92,176)
		5,264,201	132,574,761	1,153,737	138,992,699
Unrealised diminution on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		-	(24,645,000)	-	(24,645,000)
Total income		5,264,201	107,929,761	1,153,737	114,347,699
Expenses					
Remuneration of Faysal Asset Management Company Limited Management Company		139,118	5,283,967	3,821	5,426,906
Sindh sales tax on remuneration of the Management Company		18,085	686,916	497	705,498
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	13,351	291,407	3,131	307,889
Sindh sales tax on remuneration of the Trustee	9.2	1,734	37,882	409	40,025
Annual fee of the Securities and Exchange Commission of Pakistan	10.1	18,206	397,373	4,270	419,849
Selling and Marketing Charges		140,041	5,283,967	1,874	5,425,882
Allocated expenses		12,137	-	-	12,137
Auditor's remuneration		62,684	62,684	62,684	188,052
Amortisation of preliminary expenses and floatation costs	6.1	8,402	8,372	8,372	25,146
Legal and professional charges		10,949	10,949	10,949	32,847
Fees and subscription		15,824	15,824	15,824	47,472
Printing charges		2,484	849	824	4,157
Transaction Charges		30,400	226,436	-	256,836
TER Adjustment		-	75,000	20,000	95,000
Bank charges		2,995	57	-	3,052
Total expenses		476,410	12,381,683	132,655	12,990,748
Net income for the period before taxation		4,787,791	95,548,078	1,021,082	101,356,951
Taxation	14	-	-	-	-
Net income for the period after taxation		4,787,791	95,548,078	1,021,082	101,356,951
Earnings per unit	15				

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	For the half year ended December 31, 2024				For the half year ended December 31, 2023			
	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
	-----(Rupees)-----							
Net income for the period after taxation	27,650	20,509	413,189	461,348	7,221,007	96,138,698	2,003,981	105,363,686
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	27,650	20,509	413,189	461,348	7,221,007	96,138,698	2,003,981	105,363,686

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	For the quarter ended December 31, 2024				For the quarter ended December 31, 2023			
	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
	(Rupees)							
Net income for the period after taxation	24,995	(135,683)	(45,198)	(155,885)	4,787,791	95,548,078	1,021,082	101,356,951
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	24,995	(135,683)	(45,198)	(155,885)	4,787,791	95,548,078	1,021,082	101,356,951

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	For the half year ended December 31, 2024									Total		
	Faysal Special Saving Plan-I			Faysal Special Saving Plan-II			Faysal Special Saving Plan-III					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)	(523,934)	1,663,473	1,139,539	362,472	15,763	378,235	3,516,980	238,548	3,755,528	3,355,518	1,917,784	5,273,302
Issuance of units												
FSSP-I: 3,237 units (2023: 1,416,516 units)												
FSSP-II: 1,889 units (2023: 50,021,511 units)												
FSSP-III: 58,657 units (2023: 1,295,655 units)												
- Capital value (at par value per unit at the beginning of the period)	437,118	-	437,118	201,706		201,706	461,631	-	461,631	1,100,455	-	1,100,455
- Element of loss	(38,479)	-	(38,479)	(16,515)	-	(16,515)	253,002	-	253,002	198,008	-	198,008
Total proceeds on issuance of units	398,639	-	398,639	185,191	-	185,191	714,633	-	714,633	1,298,463	-	1,298,463
Redemption of units												
FSSP-I: 1,376 units (2023: 1,892,837 units)												
FSSP-II: 2,991 units (2023: 15,704,607 units)												
FSSP-III: 388,066 units (2023: 1,354,004 units)												
- Capital value (at par value per unit at the beginning of the period)	(185,779)	-	(185,779)	(319,379)	-	(319,379)	(3,054,603)	-	(3,054,603)	(3,559,761)	-	(3,559,761)
- Element of income	6,809	-	6,809	-	(102)	(102)	-	(1,828,747)	(1,828,747)	6,809	(1,828,849)	(1,822,040)
Total payments on redemption of units	(178,970)	-	(178,970)	(319,379)	(102)	(319,481)	(3,054,603)	(1,828,747)	(4,883,350)	(3,552,952)	(1,828,849)	(5,381,801)
Cash distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	27,650	27,650	-	20,509	20,509	-	413,189	413,189	-	461,348	461,348
Net assets at the end of the period	(304,265)	1,691,123	1,386,858	228,284	36,170	264,454	1,177,010	(1,177,010)	-	1,101,029	550,283	1,651,312
Undistributed income brought forward												
- Realised income		1,663,473			15,763			238,548			1,917,784	
- Unrealised (loss) / income		-			-			-			-	
		1,663,473			15,763			238,548			1,917,784	
Accounting income available for distribution												
- Relating to capital gains		-			-			-			-	
- Excluding capital gains		27,650			20,407			(1,415,558)			(1,367,501)	
		27,650			20,407			(1,415,558)			(1,367,501)	
Distribution during the period		-			-			-			-	
Undistributed income carried forward		1,691,123			36,170			(1,177,010)			550,283	
Undistributed income carried forward												
- Realised income		1,691,123			36,170			(1,177,010)			550,283	
- Unrealised income		-			-			-			-	
		1,691,123			36,170			(1,177,010)			550,283	
			(Rupees)			(Rupees)			(Rupees)			
Net asset value per unit at beginning of the period			135.04			106.78			7.87			
Net asset value per unit at the end of the period			134.66			108.38			-			

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	For the half year ended December 31, 2023									Total		
	Faysal Special Saving Plan-I			Faysal Special Saving Plan-II			Faysal Special Saving Plan-III					
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	(Rupees)			(Rupees)			(Rupees)			(Rupees)		
Net assets at the beginning of the period (audited)												
Issuance of units	69,859,525	1,571,197	71,430,722	11,331,307	34,743	11,366,050	19,548,802	213,510	19,762,312	100,739,634	1,819,450	102,559,084
FSSP-I: 1,416,516 units (2022: 961,998 units)												
FSSP-II: 50,021,511 units (2022: 27,124,957 units)												
FSSP-III: 1,295,655 units (2022: 20,292,583 units)												
- Capital value (at par value per unit at the beginning of the period)	176,016,278	-	176,016,278	5,420,330,932	-	5,420,330,932	14,679,771	-	14,679,771	5,611,026,981	-	5,611,026,981
- Element of income	8,293,846	-	8,293,846	444,071,915	-	444,071,915	476,616	-	476,616	452,842,377	-	452,842,377
Total proceeds on issuance of units	184,310,124	-	184,310,124	5,864,402,847		5,864,402,847	15,156,387	-	15,156,387	6,063,869,358	-	6,063,869,358
Redemption of units												
FSSP-I: 1,892,837 units (2022: 3,426,185 units)												
FSSP-II: 15,704,607 units (2022: 16,317,536 units)												
FSSP-III: 1,354,004 units (2022: 9,827,850 units)												
- Capital value (at par value per unit at the beginning of the period)	(235,203,926)	-	(235,203,926)	(1,701,751,215)	-	(1,701,751,215)	(15,340,865)	-	(15,340,865)	(1,952,296,006)	-	(1,952,296,006)
- Element of income	(8,262,093)	(6,154,815)	(14,416,908)	(162,215,204)	(1,262,534)	(163,477,738)	(360,170)	(311,505)	(671,675)	(170,837,467)	(7,728,854)	(178,566,321)
Total payments on redemption of units	(243,466,019)	(6,154,815)	(249,620,834)	(1,863,966,419)	(1,262,534)	(1,865,228,953)	(15,701,035)	(311,505)	(16,012,540)	(2,123,133,473)	(7,728,854)	(2,130,862,327)
Cash distribution during the period	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	7,221,007	7,221,007	-	96,138,698	96,138,698	-	2,003,981	2,003,981	-	105,363,686	105,363,686
Net assets at the end of the period	10,703,630	2,637,389	13,341,019	4,011,767,735	94,910,907	4,106,678,642	19,004,154	1,905,986	20,910,140	4,041,475,519	99,454,282	4,140,929,801
Undistributed income brought forward												
- Realised income		1,571,197			34,743			213,510			1,819,450	
- Unrealised (loss) / income		-			-			-			-	
		1,571,197			34,743			213,510			1,819,450	
Accounting income available for distribution												
- Relating to capital gains		-			-			-			-	
- Excluding capital gains		1,066,192			94,876,164			1,692,476			97,634,832	
		1,066,192			94,876,164			1,692,476			97,634,832	
Distribution during the period		-			-			-			-	
Undistributed income carried forward		2,637,389			94,910,907			1,905,986			99,454,282	
Undistributed income carried forward												
- Realised income		2,637,389			119,555,907			1,905,986			124,099,282	
- Unrealised income		-			(24,645,000)			-			(24,645,000)	
		2,637,389			94,910,907			1,905,986			99,454,282	
			(Rupees)			**(Rupees)**			**(Rupees)**			
Net asset value per unit at beginning of the period			124.26			108.36			11.33			
Net asset value per unit at the end of the period			135.39			119.30			12.40			

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	For The Half Year Ended December 31, 2024			
	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
	(Rupees)			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	27,650	20,509	413,189	461,348
Adjustments for:				
Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss' - net	-	-	-	-
Amortisation of preliminary expenses and floatation cost	16,803	16,774	108,791	142,368
	44,453	37,283	521,980	603,716
Decrease / (increase) in assets				
Investments	-	-	-	-
Profit, prepayments and other receivables	55,631	1,137,675	520,532	1,713,838
Receivable from Faysal Asset Management Limited - Management Company	(186,068)	(208,193)	1,162,549	768,288
Preliminary expenses and floatation costs paid	-	(20,000)	-	(20,000)
	(130,437)	909,482	1,683,081	2,462,126
(Decrease) / increase in liabilities				
Payable to Faysal Asset Management Limited - Management Company	(19,275)	(1,295,132)	-	(1,314,407)
Payable to Central Depository Company of Pakistan Limited - Trustee	44	1,245	337	1,626
Payable to the Securities and Exchange Commission of Pakistan	249	10	(91)	168
Accrued and other liabilities	(112,643)	(152,251)	(7,644)	(272,538)
	(131,625)	(1,446,128)	(7,398)	(1,585,151)
Net cash (used in) / generated from operating activities	(217,609)	(499,363)	2,197,663	1,480,691
CASH FLOWS FROM FINANCING ACTIVITIES				
Amounts received against issuance of units	398,639	185,191	714,633	1,298,463
Payments made against redemption of units	(178,970)	(319,481)	(1,891,791)	(2,390,242)
Net cash generated from / (used in) financing activities	219,669	(134,290)	(1,177,158)	(1,091,779)
Net increase / (decrease) in cash and cash equivalents during the period	2,060	(633,653)	1,020,505	388,912
Cash and cash equivalents at the beginning of the period	272,719	1,007,924	2,395,195	3,675,838
Cash and cash equivalents at the end of the period	274,779	374,271	3,415,700	4,064,750

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	For The Half Year Ended December 31, 2023			
	Faysal Special Savings Plan-I	Faysal Special Savings Plan-II	Faysal Special Savings Plan-III	Total
	(Rupees)			
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income for the period before taxation	7,221,007	96,138,698	2,003,981	105,363,686
Adjustments for:				
Unrealised appreciation on re-measurement of investments classified as financial assets at fair value through profit or loss' - net	-	24,645,000	-	24,645,000
Amortisation of preliminary expenses and floatation cost	16,803	16,744	16,744	50,291
	7,237,810	120,800,442	2,020,725	130,058,977
Increase in assets				
Investments	-	(3,814,275,000)	-	(3,814,275,000)
Profit and other receivables	749,070	(279,253,370)	(809,519)	(279,313,819)
Preliminary expenses and floatation costs paid	-	-	-	-
	749,070	(4,093,528,370)	(809,519)	(4,093,588,819)
Increase in liabilities				
Payable to Faysal Asset Management Limited - Management Company	4,694	9,458,865	(4,661)	9,458,898
Payable to Central Depository Company of Pakistan Limited - Trustee	(3,497)	229,832	157	226,492
Payable to the Securities and Exchange Commission of Pakistan	(141,588)	165,264	(8,528)	15,148
Accrued and other liabilities	(122,340)	227,260	(120,044)	(15,124)
	(262,731)	10,081,221	(133,076)	9,685,414
Net cash generated from / (used in) operating activities	7,724,149	(3,962,646,707)	1,078,130	(3,953,844,428)
CASH FLOWS FROM FINANCING ACTIVITIES				
Amounts received against issuance of units	184,310,124	5,864,402,847	15,156,387	6,063,869,358
Payments made against redemption of units	(249,620,834)	(1,865,228,953)	(15,923,671)	(2,130,773,458)
Net cash (used in) / generated from financing activities	(65,310,710)	3,999,173,894	(767,284)	3,933,095,900
Net (decrease) / increase in cash and cash equivalents during the period	(57,586,561)	36,527,187	310,846	(20,748,528)
Cash and cash equivalents at the beginning of the period	68,739,502	10,609,767	19,457,016	98,806,285
Cash and cash equivalents at the end of the period	11,152,941	47,136,954	19,767,862	78,057,757

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Special Savings Fund (The Fund) is an open-end capital protected scheme established through a Trust Deed under the Trust Act, 1882, entered into on November 21, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Trust Deed has been registered under the Sindh Trusts Act on November 16, 2021. The investment activities and administration of the Fund are managed by the Management Company.

The Management Company of the Fund has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 7th Floor, West Wing, Faysal House, Sharah -e- Faisal, Karachi. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

Currently the Fund is offering Three Plans i.e. Faysal Special Saving Plan-I, Faysal Special Saving Plan-II & Faysal Special Saving Plan-III with an objective to earn competitive return with capital protection for unit holders who retain their investment in the Plan for a period of Twenty Four (24) months or more from date of their investments in the Plan.

During the year Faysal Special Saving Plan-III has matured on December 23, 2024.

1.2 The Fund is categorised as a 'Capital Protected Scheme' by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009. The units of the Fund were initially offered for public subscription at a par value of Rs.100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from October 1, 2021 and are transferable and redeemable by surrendering them to the Fund.

1.3 The objective of the fund is to provide competitive regular return with capital preservation on investments as per respective Allocation Plans by investing in authorised investable avenues in line with the risk tolerance of the investor. The objective of the fund and the authorised avenues are more fully explained in the funds offering document.

1.4 The Management Company has been assigned a quality rating of AM1 by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.. PACRA has assigned a "CP2+" stability rating to Faysal Special Savings Fund as of February 29, 2024 (June 30, 2024: "CP2+" stability rating to Faysal Special Savings Fund as of February 29, 2024)

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited as the Trustee of the Fund.

1.6 The Fund has no restriction on the subscription and redemption of units. As required under the NBFC Regulations, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. The Fund has not maintained and complied with the requirement of minimum fund size at all times during the year. As part of Management Company's conversion to a full-fledged Shariah Compliant AMC in line with the parent bank, the Management Company is in the process of transferring the management rights of all conventional funds being managed by FAML to another Asset Management Company. Accordingly, the Management Company was not soliciting additional investments in this Fund due to the said transfer of management rights. On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION, SIGNIFICANT ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund’s accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations and amendments to the published accounting and reporting standards that are effective in the current period

There are certain amendments to the published accounting and reporting standards that are mandatory for the Fund's annual accounting period beginning on July 1, 2024. However, these do not have any significant impact on the Fund's operations and, therefore, have not been detailed in these condensed interim financial statements.

3.4 Standards, interpretations and amendments to the published accounting and reporting standards that are not yet

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Fund for its annual periods beginning on or after July 1, 2025. However, these are not considered to be relevant or did not have any material effect on the Fund's financial statements except for:

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

	Note	December 31, 2024				June 30, 2024			
		Un-audited				Audited			
		FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
4 BALANCES WITH BANKS		---(Rupees)---				---(Rupees)---			
Balance with banks in savings accounts	4.1	274,779	374,271	3,415,700	4,064,750	272,719	1,007,924	2,395,195	3,675,838

4.1 This carries profit rate at 7% to 13% (June 2024: 10.00% % to 21.40%) per annum. Deposits in PLS savings accounts also include Rs. 0.246 million (June 2024: Rs. 0.221 million) in FSSP-I, Rs. 0.05 million (June 2024: 0.398 million) in FSSP-II & Rs. 2.234 million (June 2024: 1.727 million) in FSSP-III maintained with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7% FSSP-I, 7% in FSSP-II and 7% FSSP-III (June 2024: 21.40% in FSSP-I, FSSP-II and FSSP-III) per annum.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

5 PROFIT, PREPAYMENTS AND OTHER RECEIVABLES

	Note	December 31, 2024				June 30, 2024			
		Un-audited				Audited			
		FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
		(Rupees)				(Rupees)			
Profit receivable on bank deposits		1,760	304,411	67,386	373,557	83,656	1,447,810	537,918	2,069,384
Advance tax		1,106,301	-	-	1,106,301	1,106,301	-	-	1,106,301
Prepaid Rating / Ranking Fee		25,718	25,718	-	51,436	-	-	-	-
Other receivable		30,002	6	-	30,008	30,000	20,000	50,000	100,000
Receivable against sale of units		545	-	-	545	-	-	-	-
		1,164,326	330,135	67,386	1,561,847	1,219,957	1,467,810	587,918	3,275,685

6 PRELIMINARY EXPENSES AND FLOATATION COSTS

	Note	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
Preliminary expenses and floatation costs incurred		74,981	102,512	108,791	286,284	108,404	135,818	142,097	386,319
Less: amortisation for the period		(16,803)	(16,774)	(108,791)	(142,368)	(33,423)	(33,306)	(33,306)	(100,035)
Closing balance	6.1	58,178	105,738	-	143,916	74,981	102,512	108,791	286,284

6.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund. These are being amortised over five years commencing from the end of the initial offering period in accordance with the Trust Deed of the Fund and the NBFC Regulations, 2008.

7 RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	December 31, 2024				June 30, 2024			
	Un-audited				Audited			
	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
	(Rupees)				(Rupees)			
Receivable from Asset management company	186,068	208,193	-	394,261	-	-	1,162,549	1,162,549
	186,068	208,193	-	394,261	-	-	1,162,549	1,162,549

7.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the Total Expense Ratio (TER) in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 2.5% (June 30, 2024: 2.50%) as prescribed under NBFC Regulations for a collective investment scheme categorised as an 'Income Scheme'. As a result, the Fund has recorded aggregate receivable amounting to Rs. 0.394 million (June 30, 2024: 1.162 million) from the Management Company to comply with the TER.

8 PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY

	Note	December 31, 2024				June 30, 2024			
		Un-audited				Audited			
		FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
		(Rupees)				(Rupees)			
Management remuneration payable	8.1	-	-	-	-	-	-	-	-
Sindh Sales Tax on remuneration of the Management Company	8.2	-	-	-	-	-	-	-	-
Selling and marketing expenses payable	8.4	-	-	-	-	10,423	1,302,063	-	1,312,486
Allocated expenses payable	8.3	-	-	-	-	-	-	-	-
Other payable		-	203,627	176,666	380,293	8,852	196,696	176,666	382,214
		-	203,627	176,666	380,293	19,275	1,498,759	176,666	1,694,700

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the offering document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the management Company has charged remuneration during the period ended December 31, 2024 and December 31, 2023 as follows:

Faysal Special Savings Plan-I
Nil (30 June 2024 : 0% to 0.6%) of average annual net assets.

Faysal Special Savings Plan-II
Nil (30 June, 2024: 0% to 1.00%) of average annual net assets.

Faysal Special Savings Plan-III
Nil (30 June, 2024: 0% to 0.6%) of average annual net assets.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

8.2 During the period, an amount of Rs.Nil (December 31, 2023: Rs. 0.03 million) in FSSP-I, Rs. Nil (December 31, 2023: Rs. 0.69 Million) in FSSP-II and Rs. Nil million (June 30, 2024: Rs. 0.003 million) in FSSP-III was charged on account of sindh sales tax. Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Management Company/ Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

8.3 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).

The Management Company, based on its own discretion, has not charged any expense related to registrar services, accounting, operation and valuation services. (December 31, 2023: 0.05%).

8.4 The SECP has allowed the Asset Management Companies to charge selling and marketing expenses to all categories of open-end mutual funds (except fund 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 has charged selling and marketing expenses based on its discretion (duly authorised by the Board of Directors) while keeping in view the overall return and the total expense ratio limit of the Fund as defined under the NBFC Regulations, 2008 at the following rates:

Faysal Special Savings Plan-I
Nil (December 31, 2023: 0.15% to 0.60%) of average annual net assets.

Faysal Special Savings Plan-II
Nil (December 31, 2023: 0.05% to 1.00%) of average annual net assets.

Faysal Special Savings Plan-III
Nil (December 31, 2023: 0.05% to 0.60%) of average annual net assets.

In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 0.29 million in FSSP-I, Rs. 0.32 million in FSSP-II and Rs. 0.03 million in FSSP-III to specified unitholders by issuing additional units in its Fund in Islamic Money Market category during the period ended December 31, 2024.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE

	Note	December 31, 2024				June 30, 2024			
		Un-audited				Audited			
		FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
		(Rupees)				(Rupees)			
Trustee fee payable	9.1	230	2,239	502	2,971	196	1,138	177	1,511
Sindh sales tax on remuneration of the Trustee	9.2	35	292	35	362	25	148	23	196
		265	2,531	537	3,333	221	1,286	200	1,707

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed at the rate of 0.055% (June 30, 2024: 0.055%) per annum of net assets of the Fund.

9.2 During the period, an amount of Rs.0.000049 million (December 31, 2023: Rs. 0.002692 million) in FSSP-I, Rs. 0.000019 (December 31, 2023: Rs. 0.038094 Million) in FSSP-II and Rs. 0.000111 million (June 30, 2024: Rs. 0.000795 million) in FSSP-III was charged on account of sindh sales tax. Sindh sales tax levied through Sindh Sales Tax on Services Act, 2011 on remuneration of Trustee has been enhanced from the rate of 13% to 15% (December 31, 2023: 13%) effective July 1, 2024 vide Sindh Finance Act, 2024.

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	December 31, 2024				June 30, 2024			
	Un-audited				Audited			
	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
	(Rupees)				(Rupees)			
Annual fee payable	315	34	149	498	66	24	240	330

10.1 In accordance with the NBFC Regulations 2008, a Collective Investment Scheme (CIS) is required to pay annual fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.075% (June 30, 2024: 0.075%) for FSSP-I, FSSP-II and FSSP-III respectively of the average annual net assets of the Fund. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

11 ACCRUED AND OTHER LIABILITIES	December 31, 2024				June 30, 2024			
	Un-audited				Audited			
	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
	(Rupees)				(Rupees)			
Auditors' remuneration payable	6,886	94,681	20,743	122,310	42,675	130,470	65,521	238,666
Legal and professional charges payable	222,523	108,701	86,445	417,669	200,576	86,754	65,572	352,902
Annual listing fee payable	29,376	-	-	29,376	29,376	-		29,376
Rating fee payable	-	-	-	-	5,751	5,751	5,751	17,253
Printing charges payable	31,479	3,497	1,386	36,362	34,152	6,985	4,459	45,596
Transaction charges payable	5,458	339,735		345,193	5,604	452,711	-	458,315
Dividend payable	-	-	37	37			38	38
Other payable	-	-	-	-	81,466	3,451	663	85,580
Withholding tax payable and capital gain				-	-	-		-
tax payable	191	1,077	205,563	206,831	8,956	13,820	179,814	202,590
	295,913	547,691	314,174	1,157,778	408,556	699,942	321,818	1,430,316

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund for the period period ended December 31, 2024 is 2.24%%, 2.04% and 0 % in FSSP-I, FSSP-II & FSSP-III respectively (December 31, 2023: 2.06%, 2.29% and 2.35% in FSSP-I, FSSP-II and FSSP-III respectively) which includes 0.09% , 0.08% and 0 % in FSSP-I, FSSP-II & FSSP-III respectively (December 31, 2023: 0.17% , 0.21% and 0.11% in FSSP-I, FSSP-II and FSSP-III respectively) representing government levies on the Fund such as sales taxes, Sindh Workers' Welfare Fund and annual fee payable to the SECP, etc. This ratio is within the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a capital protected scheme.

14 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of weighted average number of outstanding units for calculating EPU is not practicable.

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

16.1 Connected persons and related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors, their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and unit holders holding more than 10 percent or more units / net assets of the Fund.

16.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

16.4 Remuneration to the Trustee is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

16.6 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period end are as follows:

Transactions during the period:

	For half year ended December 31, 2024				For half year ended December 31, 2023			
	Un-audited				Un-audited			
	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
	(Rupees)							
Faysal Asset Management Limited (the Management Company)								
Remuneration of the Management Company	-	-	-	-	223,217	5,296,228	22,474	5,541,919
Sales tax on remuneration of the Management Company	-	-	-	-	29,018	688,510	2,922	720,450
Selling & Marketing expenses	-	-	-	-	220,302	5,297,208	24,070	5,541,580
Reimbursement of expenses	(194,920)	(203,204)	(568,195)	(966,319)	-	-	-	-
Units issued: In FSSP- I: Nil units (December 31, 2023: 3,775 units) In FSSP- II: 1,889 units (December 31, 2023: 3,490 units) In FSSP- III: Nil units (December 31, 2023: 70,285 units)	-	185,190	-	185,190	488,984	393,134	819,991	1,702,109
Units redeemed: In FSSP- I: 3,237 units (December 31, 2023: Nil units) In FSSP- II: 2,991 units (December 31, 2023: Nil units)	(398,435)	(319,481)	-	(717,916)	-	-	-	-
Faysal Bank Limited (Group company / Associated Company)								
Profit on balance with bank	40,910	38,497	108,545	187,952	254,983	56,501	172,517	484,001
Bank charges	1,226	769	15,594	17,589	622	544	-	1,166
Central Depository Company of Pakistan Limited (the Trustee)								
Remuneration of the Trustee	328	127	737	1,192	20,709	293,031	6,112	319,852
Sindh sales tax on remuneration of the Trustee	49	19	111	179	2,692	38,094	795	41,581
CDS Charges	200	678	-	878	-	-	-	-
Unit holders with more than 10% holding*								
FSSP - I								
Units issued: Nil units (December 31, 2023: 13,775 units)	-	-	-	-	488,984		-	488,984
Units redeemed: 3,237 units (December 31, 2023: Nil units)	(398,435)	-	-	(398,435)	-	-	-	-
FSSP - II								
Units issued: 1,889 units (December 31, 2023: 3,490 units)	-	185,190	-	185,190	-	393,134	-	393,134
Units redeemed: 2,991 units (December 31, 2023: Nil units)	-	(319,481)	-	(319,481)	-	-	-	-

* This reflects the position of related party / connected persons status for the period ended December 31, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Amounts / balances outstanding as at period end:

	December 31, 2024				June 30, 2024			
	Un-audited				Un-audited			
	FSSP-I	FSSP-II	FSSP-III	Total	FSSP-I	FSSP-II	FSSP-III	Total
	(Rupees)							
Faysal Asset Management Limited - Management Company								
Management fee payable	-	-	-	-	-	-	-	-
Sindh Sales Tax on remuneration of the Management Company	-	-	-	0	-	-	-	-
Selling & marketing expense paybale	-	-	-	-	10,423	1,302,063	-	1,312,486
Other payable	-	203,627	176,666	380,293	8,852	196,696	176,666	382,214
Outstanding units: 97,277 units in FSSP-I, 106,222 in FSSP-II, 1,269,281 in FSSP-III (June 2024: 7,060 in FSSP-I, Nil in FSSP-II & Nil in FSSP-III)	-	-	-	-	953,382	-	-	953,382
Receivable from Management Company	186,068	208,193	-	394,261	-	-	1,162,529	1,162,529
Faysal Bank Limited - Group Company / Associated Company								
Balance with bank	245,769	50,485	2,234,091	2,530,345	220,815	398,284	1,727,075	2,346,174
Profit receivable on balance with bank	1,760	43,651	-	45,411	29,055	76,278	97,705	203,038
Central Depository Company of Pakistan Limited - Trustee								
Trustee fee payable	230	2,239	502	2,971	196	1,138	177	1,511
Sindh Sales Tax on remuneration of the Trustee	35	292	35	362	25	148	23	196
Unit holders with more than 10% holding*								
Outstanding units:								
FSSP-I units 10,279 (30 june 2024: 1,378)	1,384,165	-	-	1,384,165	186,085	377,254	376	563,715
FSSP-II 2,431 units (30 june 2024: 3,533)	-	263,479	-	263,479	-	-	-	-

* This reflects the position of related party / connected persons status as at December 31, 2024.

17 FAIR VALUE MEASUREMENT

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.

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair value measurement' requires the Fund to classify assets 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:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

- Level 2: 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); and

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

As at December 31, 2024 and June 30, 2024, the Fund did not hold any financial instrument being measured at fair value.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

18 GENERAL

Figures have been rounded off to the nearest rupee.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on February 12, 2025 .

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office
West wing, 7th Floor,Faysal House, ST-02, Shahrah-e-Faisal,Karachi, Pakistan.

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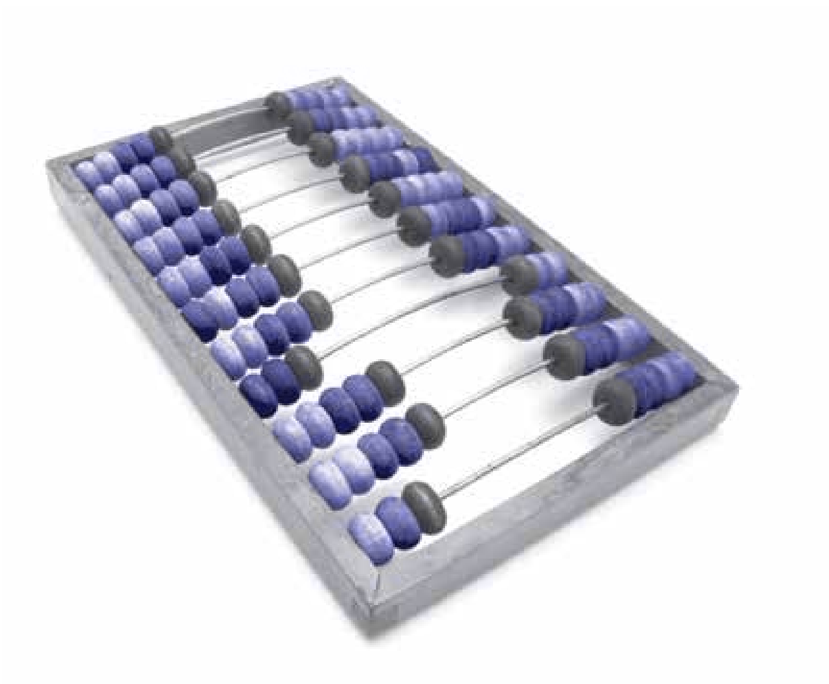
Faysal Stock Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Stock Fund (FSF) endeavors to provide investors with an opportunity to earn capital growth by investing in a large pool of fund representing equity investment in a broad range of sectors and financial instruments.

CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL STOCK FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Stock Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Stock Fund-II.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Stock Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Stock Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076pOEFSx1O6

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----------- (Rupees) -----------	
Assets			
Balances with banks	4	**1,909,650**	2,385,709
Investments	5	**13,713,160**	42,687,150
Advances, deposits and other receivables	6	**2,179,278**	3,448,300
Receivable from Faysal Asset Management Limited - Management Company	7	**935,580**	1,265,000
Total assets		**18,737,668**	49,786,159
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**495**	359,022
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**9,924**	8,474
Payable to the Securities and Exchange Commission of Pakistan	10	**1,218**	3,275
Payable against redemption of units		**84,711**	-
Accrued expenses and other liabilities	11	**3,595,381**	3,490,568
Total liabilities		**3,691,729**	3,861,339
Net assets		**15,045,939**	45,924,820
Contingencies and commitments	12		
Unit holders' Fund (as per the statement attached)		**15,045,939**	45,924,820
		-------- (Number of units) --------	
Number of units in issue		**240,057**	1,134,139
		----------- (Rupees) -----------	
Net asset value per unit		**62.68**	40.49

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Half year ended December 31, 2024	Half year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		(Rupees)			
Income					
Profit on balances with banks		**289,828**	2,438,671	**69,368**	883,345
Dividend income		**284,913**	12,765,361	**177,652**	253,844
Realised loss on sale of investments - net		**(356,139)**	(7,081,981)	**(724,408)**	(5,099,891)
Unrealised appreciation /(diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.2	**3,518,319**	(15,964,941)	**3,152,018**	(2,712,469)
Other income		**1,030,724**	-	**999,991**	-
Total income / (loss)		**4,767,645**	(7,842,890)	**3,674,621**	(6,675,171)
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**102,501**	691,329	**(2,599)**	200,359
Sindh sales tax on remuneration of the Management Company	8.2	**15,825**	89,873	**60**	26,072
Selling and marketing expenses	8.3	**-**	935,596	**-**	221,714
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	**20,403**	125,028	**7,159**	42,207
Sindh sales tax on remuneration of the Trustee	9.2	**1,907**	16,254	**(80)**	5,943
Transaction charges		**396,668**	436,808	**171,507**	132,391
Annual fee of Securities and Exchange Commission of Pakistan	10.1	**10,029**	59,388	**10,029**	20,048
Legal and professional charges		**147,991**	177,070	**65,877**	108,278
Bank charges		**4,620**	4,329	**3,413**	2,905
Auditors' remuneration		**520,622**	528,561	**273,056**	262,916
Fees and subscription		**151,700**	157,914	**76,118**	74,746
Printing charges and other expenses		**8,271**	4,887	**4,537**	2,484
Reimbursement of expenses from Management Company	7.1	**(893,000)**	(275,000)	**(448,000)**	(50,000)
Total expenses		**487,537**	2,952,037	**161,077**	1,050,063
Net Income / (loss) for the period before taxation		**4,280,108**	(10,794,927)	**3,513,544**	(7,725,234)
Taxation	14	**-**	-	**-**	-
Net Income / (loss) for the period after taxation		**4,280,108**	(10,794,927)	**3,513,544**	(7,725,234)
Earnings per unit	15				
Allocation of net income for the period					
Net income / (loss) for the period after taxation		**4,280,108**	-		
Income already paid on units redeemed		**(335,921)**	-		
		3,944,187	-		
Accounting income available for distribution					
- Relating to capital gains		**3,162,180**	-		
- Excluding capital gains		**782,007**	-		
		3,944,187	-		

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer   **Chief Executive Officer**   **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Half year ended, December 31,		Quarter ended, December 31,	
	2024	2023	2024	2023
	-----------(Rupees)-----------		-----------(Rupees)-----------	
Net Income / (loss) for the period after taxation	**4,280,108**	(10,794,927)	**3,513,544**	(7,725,234)
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive Income / (loss) for the period	**4,280,108**	(10,794,927)	**3,513,544**	(7,725,234)

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half year ended December 31, 2024			Half year ended December 31, 2023		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	-----------(Rupees)-----------			-----------(Rupees)-----------		
Net assets at beginning of the period (audited)	**860,260,777**	**(814,335,957)**	**45,924,820**	997,115,510	(807,487,893)	189,627,617
Issuance of 475,067 (2023: 19,171,632) units						
- Capital value (at net asset value per unit at the beginning of the period)	**19,235,453**	**-**	**19,235,453**	919,663,187	-	919,663,187
- Element of income / (loss)	**347,872**	**-**	**347,872**	(84,003,033)	-	(84,003,033)
Total proceeds on issuance of units	**19,583,325**	**-**	**19,583,325**	835,660,154	-	835,660,154
Redemption of 1,369,149 (2023: 21,413,040) units						
- Capital value (at net asset value per unit at the beginning of the period)	**(55,436,838)**	**-**	**(55,436,838)**	(1,027,183,529)	-	(1,027,183,529)
- Element of income / (loss)	**1,030,445**	**(335,921)**	**694,524**	74,024,529	-	74,024,529
Total payments on redemption of units	**(54,406,393)**	**(335,921)**	**(54,742,314)**	(953,159,000)	-	(953,159,000)
Total comprehensive income / (loss) for the period	**-**	**4,280,108**	**4,280,108**	-	(10,794,927)	(10,794,927)
Net assets at end of the period (un-audited)	**825,437,709**	**(810,391,770)**	**15,045,939**	879,616,664	(818,282,820)	61,333,844

	2024	2023
Accumulated loss brought forward		
- Realised loss	**(820,206,371)**	(785,882,653)
- Unrealised income / (loss)	**5,870,414**	(21,605,240)
	(814,335,957)	(807,487,893)
Accounting income available for distribution		
- Relating to capital gains	**3,162,180**	-
- Excluding capital gains	**782,007**	-
	3,944,187	-
Net income / (loss) for the period after taxation	**-**	(10,794,927)
Accumulated loss carried forward	**(810,391,770)**	(818,282,820)
Accumulated loss carried forward		
- Realised loss	**(813,910,089)**	(802,317,879)
- Unrealised income / (loss)	**3,518,319**	(15,964,941)
	(810,391,770)	(818,282,820)
	(Rupees)	**(Rupees)**
Net assets value per unit at the beginning of the period	**40.49**	47.97
Net assets value per unit at the end of the period	**62.68**	35.84

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half year ended December 31, 2024	2023
		-----------(Rupees)-----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Income / (loss) for the period before taxation		**4,280,108**	(10,794,927)
Adjustments for:			
Profit on balances with banks		**(289,828)**	(2,438,671)
Dividend income		**(284,913)**	(12,765,361)
Realised loss on sale of investments - net		**356,139**	7,081,981
Unrealised (appreciation) / diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.2	**(3,518,319)**	15,964,941
Other income		**(1,030,724)**	-
		(4,767,645)	7,842,890
		(487,537)	(2,952,037)
Decrease / (increase) in assets			
Investments - net		**32,136,170**	88,953,891
Advances, deposits and other receivables		**1,098,221**	15,000,000
Receivable against sale of investments		**-**	(4,341,085)
Receivable from Faysal Asset Management Limited - Management Company		**329,420**	(275,000)
		33,563,811	99,337,806
(Increase) / decrease in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(358,527)**	(541,523)
Payable to Central Depository Company of Pakistan Limited - Trustee		**1,450**	(24,200)
Payable to the Securities and Exchange Commission of Pakistan		**(2,057)**	(130,878)
Payable against purchase of investments		**-**	(8,612,102)
Payable against redemption of units		**84,711**	
Accrued expenses and other liabilities		**104,813**	184,958
		(169,610)	(9,123,745)
Dividend received		**364,413**	12,720,497
Profit received on balances with banks		**381,129**	3,202,122
Other income received		**1,030,724**	-
Net cash generated from operating activities		**34,682,930**	103,184,643
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		**19,583,325**	835,660,154
Payments against redemption of units		**(54,742,314)**	(941,654,385)
Net cash (used in) financing activities		**(35,158,989)**	(105,994,231)
Net decrease in cash and cash equivalents during the period		**(476,059)**	(2,809,588)
Cash and cash equivalents at beginning of the period		**2,385,709**	14,889,796
Cash and cash equivalents at end of the period	4	**1,909,650**	12,080,208

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Stock Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on January 29, 2004 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trusts Act, 2020” (the Sindh Trust Act). The Fund is required to be registered under the Sindh Trust Act. Accordingly, on November 29, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Management Company revised the trust deed through a third supplemental trust deed dated December 26, 2017 with CDC as the Trustee, to convert the category of the Fund from “Balanced Scheme” to “Equity Scheme” and to change its name from "Faysal Balanced Growth Fund" to “Faysal Stock Fund” along with the changes in fundamental attributes of the constitutive documents of the Fund, including investment objectives of the scheme. SECP vide its letter No.SCD/AMCW/FAML/FBGF/267/2018 dated February 16, 2018 approved the revised offering document of the Fund.

1.4 The Fund has been categorised as an 'Equity Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from April 22, 2004 and are transferable and redeemable by surrendering them to the Fund.

1.5 The objective of Faysal Stock Fund (FSF) is to provide capital growth by investing primarily in a diversified pool of equities and equity related investments to diversify fund risk and to optimize potential returns.

1.6 The Management Company has been assigned a quality rating of "AM1" by VIS Credit Rating Company Limited dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and the Pakistan Credit Rating Agency Limited (PACRA) has assigned a "1-Star" rating to Faysal Stock Fund as of August 13, 2024 (June 30, 2024: "1-Star" dated February 14, 2024).

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

1.8 On December 31, 2024, the Management Company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.9 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 90 days from July 01, 2024 to December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017, along with part VIIIA of the repealed Companies Ordinance, 1984; and

- The Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the requirements of the Trust Deed.

Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the International Accounting Standard (IAS) 34, Interim Financial Reporting, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements are limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----------- (Rupees) -----------	
4 BALANCES WITH BANKS			
Savings accounts	4.1	**1,909,650**	2,385,709

4.1 These carry mark-up at the rate ranging between 7% to 18% (June 30, 2024: 18.81% to 21.00%) per annum. Deposits in savings accounts also include Rs. 1.275 millions (June 30, 2024: Rs. 0.954 millions) with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7% (June 30, 2024: 20.00%) per annum.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----------- (Rupees) -----------	
5 INVESTMENTS			
At fair value through profit or loss			
Listed equity securities	5.1	**13,713,160**	42,687,150

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

5.1 Listed equity securities

Name of investee company	As at July 01, 2024	Purchased during the period	Bonus / right shares received	Sold during the period	As at December 31 2024	Carrying value as at December 31, 2024	Market value as at December 31, 2024	Unrealised appreciation / (dimunation) on revaluation	Market Value as percentage of Net assets of the Fund	Market Value as percentage of Total investments of the Fund	Holding as a percentage of paid-up capital of Investee company *
	---------- Number of shares ----------					---------- (Rupees) ----------					
Automobile Parts & Accessories											
Exide Pakistan Limited	1,110	140	-	1,050	200	119,653	160,248	40,595	1.07%	1.17%	-
Thal Limited	1,952	250	-	1,011	1,191	571,150	491,621	(79,529)	3.27%	3.59%	-
						690,803	651,869	(38,934)			
Commercial Banks											
Bank Al Habib Limited	12,800	5,700	-	15,800	2,700	306,802	354,861	48,059	2.36%	2.59%	-
Bank Alfalah Limited	36,100	18,900	-	45,200	9,800	664,140	816,634	152,494	5.43%	5.96%	-
Habib Bank Limited	3,800	475	-	4,000	275	34,677	47,977	13,300	0.32%	0.35%	-
Habib Metropolitan Bank Limited	24,500	3,000	-	24,404	3,096	214,730	269,352	54,622	1.79%	1.96%	-
United Bank Limited	11,132	4,600	-	13,300	2,432	678,795	929,583	250,788	6.18%	6.78%	-
						1,899,144	2,418,407	519,263			
Cement											
Attock Cement Pakistan Limited	7,550	1,000	-	7,070	1,480	144,176	399,437	255,261	2.65%	2.91%	-
D.G. Khan Cement Company Limited	-	6,900	-	6,300	600	54,523	62,952	8,429	0.42%	0.46%	-
Fauji Cement Company Limited	110,500	51,500	-	138,033	23,967	636,473	876,713	240,240	5.83%	6.39%	-
Lucky Cement Limited	2,694	837	-	3,011	520	473,783	572,255	98,472	3.80%	4.17%	-
Maple Leaf Cement Factory Limited	35,900	23,600	-	48,000	11,500	457,388	528,310	70,922	3.51%	3.85%	-
Pioneer Cement Limited	6,950	9,270	-	14,100	2,120	389,786	426,205	36,419	2.83%	3.11%	-
						2,156,129	2,865,872	709,743			
Chemicals											
Dynea Pakistan Limited	2,750	350	-	2,300	800	181,177	178,288	(2,889)	1.18%	1.30%	-
Nimir Industrial Chemicals Limited	8,400	1,000	-	7,430	1,970	235,820	283,680	47,860	1.89%	2.07%	-
						416,997	461,968	44,971			
Fertilizer											
Engro Corporation Limited	4,000	4,230	-	6,700	1,530	508,257	681,278	173,021	4.53%	4.97%	-
Engro Fertilizers Limited	9,578	4,600	-	11,540	2,638	429,296	538,653	109,357	3.58%	3.93%	-
Fauji Fertilizer Company Limited	11,960	2,300	-	13,200	1,060	192,037	388,299	196,262	2.58%	2.83%	-
						1,129,590	1,608,230	478,640			
Glass & Ceramics											
Tariq Glass Industries Limited	3,950	500	-	4,450	-	-	-	-	-	-	-
Engineering											
International Industries Limited	2,790	350	-	3,000	140	27,691	24,961	(2,730)	0.17%	0.18%	-
						27,691	24,961	(2,730)			
Leather & Tanneries											
Service Industries Limited	930	200	-	875	255	243,505	404,055	160,550	2.69%	2.95%	-
						243,505	404,055	160,550			
Oil & Gas Exploration Companies											
Mari Petroleum Company Limited	635	80	-	715	-	-	-	-	-	-	-
Oil & Gas Development Company Limited	21,150	7,900	-	24,800	4,250	573,888	965,855	391,967	6.42%	7.04%	-
Pakistan Petroleum Limited	22,000	11,400	-	30,620	2,780	329,830	565,869	236,039	3.76%	4.13%	-
						903,718	1,531,724	628,006			
Oil & Gas Marketing Companies											
Attock Petroleum Limited	970	120	-	850	240	93,334	133,066	39,732	0.88%	0.97%	-
Shell Pakistan Limited	-	3,200	-	3,200	-	-	-	-	-	-	-
Sui Northern Gas Pipelines Limited	-	17,200	-	14,600	2,600	182,755	291,044	108,289	1.93%	2.12%	-
						276,089	424,110	148,021			
Pharmaceuticals											
AGP Limited	7,250	-	-	7,250	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	1,450	550	-	836	1,164	294,568	390,347	95,779	2.59%	2.85%	-
Glaxosmithkline Pakistan Limited	-	-	-	-	-	-	-	-	-	-	-
Haleon Pakistan Limited	3,850	1,100	-	3,950	1,000	296,563	807,670	511,107	5.37%	5.89%	-
Highnoon Laboratories Limited	1,360	480	-	1,029	811	577,228	744,676	167,448	4.95%	5.43%	-
						1,168,359	1,942,693	774,334			
Power Generation & Distribution											
K-Electric Limited	-	150,000	-	150,000	-	-	-	-	-	-	-
The Hub Power Company Limited	14,150	8,250	-	18,950	3,450	561,056	451,571	(109,486)	3.00%	3.29%	-
						561,056	451,571	(109,486)			
Technology & Communications											
Systems Limited	2,440	2,650	-	4,100	990	430,522	615,213	184,691	4.09%	4.49%	-
						430,522	615,213	184,691			
Textile Composite											
Interloop Limited	17,900	2,200	-	16,800	3,300	234,558	226,776	(7,782)	1.51%	1.65%	-
Nishat Mills Limited	3,300	-	-	2,500	800	56,680	85,712	29,032	0.57%	0.63%	-
						291,238	312,488	21,250			
Transport											
Pakistan International Bulk Terminal Limited	5,000	-	-	5,000	-	-	-	-	-	-	-
As at December 31, 2024						**10,194,841**	**13,713,160**	**3,518,319**	**100.00%**	**100.00%**	**0.00%**
As at June 30, 2024						36,816,736	42,687,150	5,870,414			

* Nil figures due to rounding off difference.

5.1.1 All shares have a nominal value of Rs.10 each except for the shares of Dynea Pakistan Limited and Thal Limited which have a nominal value of Rs. 5 each.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
5.2	**Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net**		--------------- (Rupees)	----------------
	Market value of investments	5.1	**13,713,160**	42,687,150
	Less: carrying value of investments	5.1	**(10,194,841)**	(36,816,736)
			3,518,319	5,870,414

6 ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Security Deposit with National Clearing Company of Pakistan Limited - NCCPL		**1,901,762**	3,000,000
Security Deposit with Central Depository Company of Pakistan Limited		**107,500**	107,500
Advance Tax		**101,163**	101,146
Dividend receivable from equity securities		**54,227**	133,727
Profit receivable on balances with banks	6.1	**14,626**	105,927
		2,179,278	3,448,300

6.1 This includes profit receivable amounting to Rs. Nil (June 30, 2024: 0.49 million) on balance held with Faysal Bank Limited, a related party.

6.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150, but withholding tax on profits from bank balances paid to the Fund was deducted by various agents based on FBR's interpretation in letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which mandates withholding agents to deduct tax if a valid exemption certificate under section 159(1) from the Commissioner of Inland Revenue (CIR) is not provided, with the tax withheld amounting to Rs. 0.101 million (June 2024: Rs. 0.101 million).

The Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including those managed by the Management Company), filed a petition in the Honourable Sindh High Court (SHC) challenging the Federal Board of Revenue's (FBR) interpretation, which was decided in favor of the FBR. On January 28, 2016, the Board of Directors of AMCs authorized all CISs to appeal to the Honourable Supreme Court through their Trustees, seeking a directive for withholding agents, including share registrars and banks, to observe clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, without imposing conditions on payments to CISs. Consequently, a petition was filed in the Supreme Court, which granted leave to appeal from the SHC's judgment. Pending resolution, the withholding tax deducted on profits received by the Fund has been recorded as advance tax as of December 31, 2024, as the management believes the tax deducted at source will be refunded.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**Receivable from Faysal Asset Management Limited - Management Company**		--------------- (Rupees)	----------------
	Receivable from Faysal Asset Management Limited - Management Company	7.1	**935,580**	1,265,000

7.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 4.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an equity scheme. As a result the Fund has recorded receivable from the Management Company to comply with the TER.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		---------- (Rupees)	----------
	Remuneration payable to the Management Company	8.1	**431**	75,295
	Sindh sales tax on remuneration of the Management Company	8.2	**64**	9,788
	Selling and marketing expense payable	8.3	**-**	273,939
			495	359,022

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	2.00% of the average annual net assets
From August 13, 2024 December 31, 2024	0.01% of the average annual net assets

8.2 During the period, an amount of Rs.0.016 million (December 31, 2023: Rs.0.090 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates Nil (June 30, 2024: 0% to 2%) of the average annual net assets of the Fund during the period ended December 31, 2024 while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

8.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling & marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling & marketing and allocated expenses charged to the unitholders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 16.22 million to specified unitholders by issuing additional units in its Islamic Money Market Fund during the period ended December 31, 2024.

9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ----------	
Remuneration payable to the Trustee	9.1	**8,629**	7,499
Sindh sales tax payable on remuneration of the Trustee	9.2	**1,295**	975
		9,924	8,474

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Fund under the provisions of the trust deed as follows:

Net Assets (Rs.)	Remuneration
Up to Rs 1,000 million	0.20% per annum of net assets
From 1,000 million and above	Rs. 2.0 million plus 0.10% per annum of net assets exceeding Rs. 1,000 million

9.2 During the period, an amount of Rs 0.002 (December 31, 2023: Rs. 0.016 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		---------- (Rupees) ----------	
Fee payable	10.1	**1,218**	3,275

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay monthly fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.095% (2024: 0.095%) of average annual net assets of the Fund. Further, the Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

11	ACCRUED EXPENSES AND OTHER LIABILITIES	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			---------- (Rupees) ----------	
	Capital gain tax payable		**404**	17,692
	Withholding tax payable		**352,073**	485,634
	Fees and subscription payable		**300,411**	148,710
	Transaction charges payable		**8,568**	45,390
	Auditors' remuneration payable		**755,751**	804,667
	Zakat payable		**78,366**	78,366
	Provision for Federal Excise Duty on remuneration of the Management Company	11.1	**1,209,652**	1,209,652
	Legal and professional charges payable		**772,371**	624,380
	Printing charges payable		**26,124**	33,263
	Other Payable		**91,661**	42,814
			3,595,381	3,490,568

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 1.21 million is being retained in these condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been made, the NAV per unit of the Fund would have been higher by Rs 4.407 (June 30, 2024: Rs 1.067) per unit.

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TOTAL EXPENSE RATIO

The annualised total expense ratio (TER) of the Fund as at December 31 2024 based on the current period results is 4.85% (December 31, 2023: 4.75%) which includes 0.45% (December 31, 2023:0.35%) representing government levies on the Fund such as sales taxes and annual fee to the SECP, etc.This ratio is within the maximum limit of 4.50% prescribed under the NBFC Regulations for a collective investment scheme categorised as an equity scheme.

14 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, 2008, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the year ending June 30, 2025, to the unitholders in the manner as explained above, therefore, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, determination of weighted average outstanding number of units for calculating EPU is not practicable.

16 TRANSACTIONS WITH CONNECTED PERSONS / RELATED PARTIES

16.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

16.2 Transactions with connected persons essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

16.3 Remuneration to the Management Company of the Fund is determined in accordance with the provisions of the NBFC Regulations, 2008 and the Trust Deed.

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

16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

16.6 The details of transactions carried out by the Fund with connected persons and related parties and balances with them at period / year end are as follows:

Details of transactions with related parties / connected persons during the period are as follows:

	Half year ended December 31,	
	2024	**2023**
	(Un-audited)	
	------------- (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration of Faysal Asset Management Limited - Management Company	**102,501**	691,329
Sindh sales tax on remuneration of the Management Company	**15,825**	89,873
Reimbursement of expenses from the Management Company	**893,000**	275,000
Selling and marketing expenses	**-**	935,596
Issuance of Nil units (December 31, 2023: 1,013,332 units)	**-**	49,107,583
Redemption of Nil Units (December 31, 2023: 822,348 units)	**-**	37,000,000
Faysal Bank Limited - Group Company		
Profit on balances with bank	**47,034**	232,189
Bank charges	**3,631**	3,515
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of Central Depository Company of Pakistan Limited - Trustee	**20,403**	125,028
Sindh Sales Tax on remuneration of the Trustee	**1,907**	16,254
CDC settlement charges	**11,060**	-
Unit holders with more than 10% unit holding		
Issuance of Nil units (December 31, 2023: 1,910,484 units)	**-**	89,074,164
Redemption of Nil units (December 31, 2023: 1,228,302 units)	**-**	52,000,000
Faysal Asset Management Limited - Management Company		
Receivable from the Management Company	**935,580**	1,265,000
Remuneration payable to the Management Company	**431**	75,295
Sindh Sales Tax on remuneration payable to the Management Company	**64**	9,788
Selling and marketing expenses payable	**-**	273,939

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Amounts / balances outstanding as at period / year end	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	------------- (Rupees)	------------
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	**8,629**	7,499
Sindh sales tax on remuneration payable to the Trustee	**1,295**	975
Security deposit	**107,500**	107,500
Faysal Bank Limited - Group Company		
Balances with banks	**1,274,874**	954,464
Profit receivable on balances with banks	**-**	49,595
Unit holders with more than 10% unit holding		
Units outstanding 51,069 units (June 30, 2024: 712,729 units)	**3,200,832**	28,858,378

* The Fund had different unit holders holding more than 10% units as at December 31, 2024 and June 30, 2024.

17 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.

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair value measurement' requires the Fund to classify assets 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:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: 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); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

ASSETS	As at December 31, 2024 (Un-audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	--------------------------------	(Rupees)	--------------------------------	
Listed equity securities	**13,713,160**	**-**	**-**	**13,713,160**

ASSETS	As at June 30, 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	--------------------------------	(Rupees)	--------------------------------	
Listed equity securities	42,687,150	-	-	42,687,150

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee, unless otherwise stated.

18.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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Faysal Asset Allocation Fund

Condensed Interim Financial Statements

For The Half Year Ended December 31, 2024 (Un-Audited)

CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Falah Limited
Habib bank Limited
JS Bank Limited
Allied Bank Limited
Soneri Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Asset Allocation Fund endeavors to provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classes encompassing equity, fixed income & money market instruments.

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE UNIT HOLDERS

FAYSAL ASSET ALLOCATION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Asset Allocation Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Asset Allocation Fund.

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 & marketing expenses to the Fund. Accordingly, the Management Company, following the guidance and interpretation provided by the SECP, has issued units of Faysal Islamic Cash Fund to the entitled unit holders.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Asset Allocation Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Asset Allocation Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

EYFord Rhodes

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076NLcvBxt5z

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		-------------- (Rupees) --------------	
Assets			
Balances with banks	4	**2,762,704**	140,679,487
Investments	5	**6,963,468**	888,768,792
Advances, deposits and other receivables	6	**4,718,214**	19,732,826
Receivable from Faysal Asset Management Limited - Management Company	7	**276,000**	-
Total assets		**14,720,386**	1,049,181,105
Liabilities			
Payable to Faysal Asset Management Limited - Management Company	8	**315,364**	1,228,751
Payable to Central Depository Company of Pakistan Limited - Trustee	9	**7,281**	186,024
Payable to the Securities and Exchange Commission of Pakistan	10	**1,171**	80,326
Accrued expenses and other liabilities	11	**5,215,097**	12,258,506
Total liabilities		**5,538,913**	13,753,607
Net assets		**9,181,473**	1,035,427,498
Contingencies and commitments	12		
Unit holders' fund (as per statement attached)		**9,181,473**	1,035,427,498
		------ (Number of units) -------	
Number of units in issue		**103,687**	16,819,245
		-------------- (Rupees) --------------	
Net asset value per unit		**88.55**	61.56

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Income Statement (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Note	Half Year ended December 31, 2024	Half Year ended December 31, 2023	Quarter ended December 31, 2024	Quarter ended December 31, 2023
		----------- (Rupees) -----------		----------- (Rupees) -----------	
Income					
Dividend income		**58,469,912**	3,909,107	**107,012**	2,175,092
Profit on balances with banks		**5,040,268**	1,894,540	**620,456**	1,007,890
Income on Market Treasury Bills		**6,310,318**	-	**-**	-
Income on Pakistan Investment Bonds		**6,810,135**	-	**-**	-
Realised (loss) / gain on sale of investments - net		**(32,339,023)**	14,246,346	**-**	7,484,404
		44,291,610	20,049,993	**727,468**	10,667,386
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.4	**2,088,496**	7,227,058	**1,853,358**	9,281,673
Total income		**46,380,106**	27,277,051	**2,580,826**	19,949,059
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company	8.1	**1,255,439**	256,228	**7,760**	10,671
Sindh Sales Tax on remuneration of the Management Company	8.2	**188,169**	33,310	**1,693**	1,388
Selling and marketing expenses	8.3	**-**	313,623	**-**	-
Remuneration of Central Depository Company of 'Pakistan Limited - Trustee	9.1	**274,967**	90,637	**14,260**	42,680
Sindh Sales Tax on remuneration of the Trustee	9.2	**43,330**	11,783	**2,468**	5,549
Fee to the Securities and Exchange Commission of Pakistan	10.1	**129,703**	43,053	**2,641**	20,273
Transaction charges		**1,647,689**	1,058,395	**269,659**	239,231
Bank charges		**5,535**	1,018	**3,590**	113
Auditors' remuneration		**466,953**	444,006	**235,331**	222,262
Legal and professional charges		**131,629**	153,837	**65,877**	86,658
Fees and subscription		**107,203**	106,298	**53,736**	106,298
Printing charges		**8,269**	4,994	**4,535**	(51,004)
Reimbursement of expenses from the Management Company	7	**(276,000)**	(315,000)	**(276,000)**	320,000
Total expenses		**3,982,886**	2,202,182	**385,550**	1,004,119
Net income for the period before taxation		**42,397,219**	25,074,869	**2,195,276**	18,944,940
Taxation	13	**-**	-	**-**	-
Net income for the period after taxation		**42,397,219**	25,074,869	**2,195,276**	18,944,940
Earnings per unit	14				
Allocation of net income for the period					
Net income for the period after taxation		**42,397,219**	25,074,869		
Income already paid on units redeemed		**(39,640,849)**	-		
		2,756,370	25,074,869		
Accounting income available for distribution					
- Relating to capital gains		**-**	21,473,404		
- Excluding capital gains		**2,756,370**	3,601,465		
		2,756,370	25,074,869		

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)
For The Half Year And Quarter Ended December 31, 2024

	Half Year ended December 31,		Quarter ended December 31,	
	2024	2023	2024	2023
	(Rupees)			
Net income for the period after taxation	**42,397,219**	25,074,869	**2,195,276**	18,944,940
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**42,397,219**	25,074,869	**2,195,276**	18,944,940

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	Half Year ended December 31, 2024			Half Year ended December 31, 2023		
	Capital value	Accumulated loss	Total	Capital value	Accumulated loss	Total
	--------------------------(Rupees)--------------------------			------------------(Rupees)------------------		
Net assets at beginning of the period (audited)	**1,344,102,802**	**(308,675,304)**	**1,035,427,498**	388,546,018	(309,364,651)	79,181,367
Issuance of 403,202 units (2023: 3,812,055 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**24,821,139**	**-**	**24,821,139**	234,517,646	-	234,517,646
- Element of income	**9,576,032**	**-**	**9,576,032**	35,540,152	-	35,540,152
Total proceeds on issuance of units	**34,397,171**	**-**	**34,397,171**	270,057,798	-	270,057,798
Redemption of 17,118,760 units (2023: 3,912,366 units)						
- Capital value (at net asset value per unit at the beginning of the period)	**(1,053,830,892)**		**(1,053,830,892)**	(240,688,767)		(240,688,767)
- Element of loss	**(9,568,674)**	**(39,640,849)**	**(49,209,523)**	(33,490,789)	-	(33,490,789)
Total payments on redemption of units	**(1,063,399,566)**	**(39,640,849)**	**(1,103,040,415)**	(274,179,556)	-	(274,179,556)
Total comprehensive income for the period	**-**	**42,397,219**	**42,397,219**	-	25,074,869	25,074,869
Net assets at end of the period (un-audited)	**315,100,406.000**	**(305,918,934)**	**9,181,473**	384,424,260	(284,289,782)	100,134,478
Accumulated loss brought forward						
- Realised loss		**(325,883,638)**			(288,155,178)	
- Unrealised Income / (loss)		**17,208,334**			(21,209,473)	
		(308,675,304)			(309,364,651)	
Accounting income available for distribution						
- Relating to capital gains		**-**			21,473,404	
- Excluding capital gains		**2,756,370**			3,601,465	
		2,756,370			25,074,869	
Accumulated loss carried forward		**(305,918,934)**			(284,289,782)	
Accumulated loss carried forward						
- Realised loss		**(308,007,430)**			(291,516,840)	
- Unrealised income		**2,088,496**			7,227,058	
		(305,918,934)			(284,289,782)	
		(Rupees)			**(Rupees)**	
Net assets value per unit at beginning of the period		**61.56**			61.52	
Net assets value per unit at end of the period		**88.55**			84.37	

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	Half Year ended December 31, 2,024	2023
		------------------ (Rupees)	------------------
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period before taxation		**42,397,219**	25,074,869
Adjustments for:			
Profit on balances with banks		**(5,040,268)**	(1,894,540)
Dividend income		**(58,469,912)**	(3,909,107)
Profit on Market Treasury Bills		**(6,310,318)**	-
Income on Pakistan Investment Bonds		**(6,810,135)**	-
Realised loss / (gain) on sale of investments - net		**32,339,023**	(14,246,346)
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		**(2,088,496)**	(7,227,058)
		(46,380,106)	(27,277,051)
		(3,982,886)	(2,202,182)
Decrease / (increase) in assets			
Investments - net		**857,865,114**	2,043,698
Advances, Deposits and Other Receivable		**(2,030,965)**	239
Receivable from Faysal Asset Management Limited - Management Company		**(276,000)**	(315,000)
Receivable against sale of investments		**-**	12,967,468
		855,558,149	14,696,405
(Decrease) / increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		**(913,387)**	(17,498)
Payable to Central Depository Company of Pakistan Limited - Trustee		**(178,743)**	2,915
Payable to the Securities and Exchange Commission of Pakistan		**(79,155)**	(16,728)
Payable against purchase of investments		**-**	(3,150,375)
Accrued expenses and other liabilities		**(7,043,409)**	1,319,525
		(8,214,694)	(1,862,161)
Dividend received		**58,935,497**	7,317,479
Profit on balances with banks received		**8,698,465**	850,758
Profit on government securities received		**19,731,930**	-
Net cash generated from operating activities		**930,726,461**	18,800,299
CASH FLOWS FROM FINANCING ACTIVITIES			
Amounts received against issuance of units		**34,397,171**	270,057,798
Payments made against redemption of units		**(1,103,040,415)**	(274,179,556)
Net cash used in from financing activities		**(1,068,643,244)**	(4,121,758)
Net (decrease) / increase in cash and cash equivalents during the period		**(137,916,783)**	14,678,541
Cash and cash equivalents at beginning of the period		**140,679,487**	4,613,723
Cash and cash equivalents at end of the period		**2,762,704**	19,292,264

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

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Asset Allocation Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on January 31, 2006 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund is required to be registered under the Sindh Trust Act. Accordingly, on July 29, 2022, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an 'Asset Allocation Scheme', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP and is listed on the Pakistan Stock Exchange Limited. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from July 24, 2006 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to provide investors with an opportunity to earn long-term capital appreciation optimizing through broad mix of asset classes encompassing equity instruments, fixed income instruments, money market instruments, bank deposits primarily from the financial sector and any other instrument as defined in the constitutive documents and allowed by the SECP.

1.5 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.6 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023) and the Pakistan Credit Rating Agency Limited (PACRA) has assigned a short term 2-Star rating to Faysal Asset Allocation Fund on August 13, 2024 (June 30, 2024: 3-Star dated February 14, 2024).

1.7 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

1.8 As per Regulation 54 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, every open end scheme shall maintain fund size (i.e. net assets of the Fund) of Rs 100 million at all times during the life of the scheme. During the period, the Fund has failed to maintain and comply with the requirement of minimum fund size for over consecutive 90 days from August 13, 2024 to December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies applied and the methods of computations of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of these condensed interim financial statements in accordance with the accounting and reporting standards as applicable in Pakistan requires the management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing these condensed interim financial statements, the significant judgements made by the management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------ (Rupees) ------------	
4	**BALANCES WITH BANKS**			
	Savings accounts	4.1	**2,762,704**	140,679,487

4.1 These carry mark-up at rates ranging from 7.00% to 13.00% (June 30, 2024: 10.00% to 21.00%) per annum and include balance of Rs. 1.1 million (June 30, 2024: Rs. 2.965 million) held with Faysal Bank Limited, a related party, and carry mark-up at the rate of 7.00% (June 30, 2024: 20.00%) per annum.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
			------------ (Rupees) ------------	
5	**INVESTMENTS**			
	Financial assets 'at fair value through profit or loss'			
	Listed equity securities	5.1	**6,963,468**	172,797,292
	Market Treasury Bills	5.2	**-**	426,231,500
	Pakistan Investment Bonds	5.3	**-**	289,740,000
			6,963,468	888,768,792

5.1 Listed equity securities

Name of the Investee Company	As at July 01, 2024	Purchased during the period	Right / bonus shares during the period	Sold during the period	As at December 31, 2024	As at December 31, 2024			Market Value as a percentage of		Paid-up value of shares held as a percentage of total paid-up capital of the investee company*
						Carrying Value	Market Value	Unrealised appreciation/ (diminution)	Net assets of the Fund	Total investments of the Fund	
	------------------------------ Number of shares ------------------------------					--------------------- (Rupees) ---------------------			------------------------- % -------------------------		
Automobile Assembler											
Ghandhara Automobiles Limited	-	303,200	-	303,200	-	-	-	-	-	-	-
Sazgar Engineering Works Limited	-	8,850	-	8,850	-	-	-	-	-	-	-
						-	-	-	-	-	-
Automobile Parts & Accessories											
Exide Pakistan Limited	1,950	-	-	1,950	-	-	-	-	-	-	-
Thal Limited	2,406	-	-	2,406	-	-	-	-	-	-	-
						-	-	-	-	-	-
Commercial Banks											
Bank Al Habib Limited	26,498	8,000	-	31,998	2,500	243,233	328,575	85,342	3.58%	4.72%	-
Bank Alfalah Limited	56,653	18,196	-	70,653	4,196	243,724	349,653	105,929	3.81%	5.02%	-
Faysal Bank Limited	-	672,160	-	672,160	-	-	-	-	-	-	-
Habib Metropolitan Bank Limited	38,500	-	-	38,500	-	-	-	-	-	-	-
Meezan Bank Limited	6,516	3,000	-	8,716	800	190,000	193,576	3,576	2.11%	2.78%	-
United Bank Limited	22,920	6,100	-	27,820	1,200	302,617	458,676	156,059	5.00%	6.59%	-
						979,575	**1,330,480**	**350,905**	**14.49%**	**19.11%**	**-**
Cement											
Attock Cement Pakistan Limited	7,800	-	-	7,800	-	-	-	-	-	-	-
Fauji Cement Company Limited	4,386,400	506,000	-	4,881,400	11,000	243,393	402,380	158,987	4.38%	5.78%	-
Flying Cement Company Limited	-	3,688,468	-	3,688,468	-	-	-	-	-	-	-
Lucky Cement Limited	4,630	1,600	-	5,930	300	249,000	330,147	81,147	3.60%	4.74%	-
Maple Leaf Cement Factory Limited	77,810	594,000	-	666,310	5,500	181,249	252,670	71,421	2.75%	3.63%	-
Pioneer Cement Limited	14,200	5,000	-	18,100	1,100	176,144	221,144	45,000	2.41%	3.18%	-
						849,786	**1,206,341**	**356,555**	**13.14%**	**17.32%**	**-**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Chemicals											
Dynea Pakistan Limited	3,300	-	-	3,300	-	-	-	-	-	-	-
Nimir Industrial Chemicals Limited	7,500	4,500	-	10,500	1,500	175,323	216,000	40,677	2.35%	3.10%	-
						175,323	**216,000**	**40,677**	**2.35%**	**3.10%**	**-**
Fertilizer											
Engro Corporation Limited	7,762	3,300	-	10,512	550	183,695	244,904	61,209	2.67%	3.52%	-
Engro Fertilizers Limited	18,750	5,000	-	22,650	1,100	172,681	224,609	51,928	2.45%	3.23%	-
Fauji Fertilizer Company Limited	21,300	487,000	-	507,000	1,300	233,241	476,216	242,975	5.19%	6.84%	-
						589,617	**945,729**	**356,112**	**10.30%**	**13.58%**	**-**
Foods & Personal Care Products											
Fauji Foods Limited	-	1,294,247	-	1,294,247	-	-	-	-	-	-	-
						-	**-**	**-**	**-**	**-**	**-**
Glass & Ceramics											
Tariq Glass Industries Limited	4,402	-	-	4,402	-	-	-	-	-	-	-
						-	**-**	**-**	**-**	**-**	**-**
Industrial Engineering											
International Industries Limited	3,800	-	-	3,800	-	-	-	-	-	-	-
						-	**-**	**-**	**-**	**-**	**-**
Leather & Tanneries											
Service Industries Limited	1,600	800	-	2,170	230	229,728	364,442	134,714	3.97%	5.23%	-
						229,728	**364,442**	**134,714**	**3.97%**	**5.23%**	**-**
Miscellaneous											
Pakistan Hotels Developers Limited	-	73,500	-	73,500	-	-	-	-	-	-	-
						-	**-**	**-**	**-**	**-**	**-**
Oil & Gas Exploration Companies											
Mari Energy Limited	1,510	-	-	1,510	-	-	-	-	-	-	-
Oil & Gas Development Company Limited	33,578	10,000	-	41,328	2,250	298,238	511,335	213,098	5.57%	7.34%	-
Pakistan Petroleum Limited	35,400	12,000	-	44,700	2,700	302,400	549,585	247,185	5.99%	7.89%	-
						600,638	**1,060,920**	**460,283**	**11.56%**	**15.24%**	**-**
Oil & Gas Marketing Companies											
Attock Petroleum Limited	1,500	-	-	1,500	-	-	-	-	-	-	-
						-	**-**	**-**	**-**	**-**	**-**
Pharmaceuticals											
AGP Limited	11,800	-	-	11,800	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	2,400	2,000	-	3,760	640	180,748	214,624	33,876	2.34%	3.08%	-
Haleon Pakistan Limited	6,900	2,000	-	8,300	600	252,900	484,602	231,702	5.28%	6.96%	-
Highnoon Laboratories Limited	2,340	910	-	2,920	330	240,898	303,013	62,115	3.30%	4.35%	-
						674,546	**1,002,239**	**327,693**	**10.92%**	**14.39%**	**-**
Power Generation & Distribution											
The Hub Power Company Limited	31,843	8,500	-	38,343	2,000	306,663	261,780	(44,883)	2.85%	3.76%	-
						306,663	**261,780**	**(44,883)**	**2.85%**	**3.76%**	**-**
Technology & Communications											
Systems Limited	6,380	1,900	-	7,730	550	229,145	341,798	112,653	3.72%	4.91%	-
						229,145	**341,798**	**112,653**	**3.72%**	**4.91%**	**-**
Textile Composite											
Interloop Limited	31,600	11,000	-	39,200	3,400	239,953	233,741	(6,212)	2.55%	3.36%	-
Nishat Mills Limited	4,200	-	-	4,200	-	-	-	-	-	-	-
						239,953	**233,741**	**(6,212)**	**2.55%**	**3.36%**	**-**
As at 31 December 2024						**4,874,972**	**6,963,468**	**2,088,496**	**75.84%**	**100.00%**	
As at 30 June 2024						157,181,977	172,797,292	15,615,315			

*Nil figures due to rounding off differences.

5.1.1 All shares have a nominal value of Rs.10 each except for the shares of Dynea Pakistan Limited and Thal Limited which have a nominal value of Rs. 5 each.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

5.1.2 Investments include the following securities, which have been pledged with National Clearing Company of Pakistan Limited for guaranteeing settlement of the Fund's trades in accordance with Circular No. 11 dated October 23, 2007 issued by the SECP.

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	----- (Number of shares) -----		------------ (Rupees) ------------	
Lucky Cement Limited	-	2,000	-	1,813,460
Fauji Fertilizer Company Limited	-	11,200	-	1,829,856
Bank Alfalah Limited	-	31,441	-	2,138,617
Systems Limited	-	4,150	-	1,735,945
Engro Fertilizers Limited	-	11,900	-	1,978,018
Engro Corporation Limited	-	4,262	-	1,418,010
The HUB Power Company Limited	-	20,443	-	3,333,844
	-	85,396	-	14,247,750

5.2 **Market Treasury Bills**

Tenor	Issue Date	Yield	Face Value				As at December 31, 2024			Market Value as percentage of	
			As at July 01, 2024	Purchased during the Year	Sold / Matured during the Year	As at December 31, 2024	Carrying Value	Market Value	Unrealized appreciation	Net Assets of the Fund	Total Investments of the fund
			---Rs-----------------------------------							-------------%-------------	
Market Treasury Bills -12 months	May 30, 2024	19.92%	500,000,000		500,000,000	-	-	-	-	-	-
Total as at December 31, 2024						-	-	-	-	-	-
Total as at June 30, 2024				500,000,000		500,000,000	424,234,681	426,231,500	1,996,819	41.16%	47.96%

5.3 **Pakistan Investment Bonds**

Tenor	Issue Date	Yield	Face Value				As at December 31, 2024			Market Value as percentage of	
			As at July 01, 2024	Purchased during the Year	Sold / Matured during the Year	As at December 31, 2024	Carrying Value	Market Value	Unrealized appreciation	Net Assets of the Fund	Total Investments of the fund
			---Rs-----------------------------------							-------------%-------------	
Pakistan Investment Bond - 5 years	April 18, 2024	22.41%	300,000,000	-	300,000,000	-	-	-	-	-	-
Total as at December 31, 2024						-	-	-	-	-	-
Total as at June 30, 2024				300,000,000		300,000,000	290,143,800	289,740,000	(403,800)	27.98%	32.60%

5.4 Unrealised appreciation on re-measurement of investments classified as 'financial assets 'at fair value through profit or loss' - net	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		--------------- (Rupees) ---------------	
Market value of investments	5.1, 5.2 & 5.3	**6,963,468**	888,768,792
Less: carrying value of investments	5.1, 5.2 & 5.3	**(4,874,972)**	(871,560,458)
		2,088,496	17,208,334

6 **ADVANCES, DEPOSITS AND OTHER RECEIVABLES**

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Security Deposit with National Clearing Company of Pakistan Limited - NCCPL		**1,000,000**	1,000,000
Cash Margins with NCCPL		**2,000,000**	-
Advance Tax		**735,216**	704,251
Dividend Receivable From Equity Securities		**945,053**	1,410,638
Profit Receivable on Bank Balances	6.1	**37,945**	3,696,142
Profit Receivable on Pakistan Investment Bond		**-**	12,921,795
		4,718,214	19,732,826

6.1 This includes profit receivable amounting to Rs. Nil (June 24: Rs. 110,495) on balance held with Faysal Bank Limited, a related party.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

6.2 As per clause 47(B) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, payments to Collective Investment Schemes (CISs) are exempt from withholding tax under sections 151 and 150, but withholding tax on profits from bank balances paid to the Fund was deducted by various agents based on FBR's interpretation in letter C. no. 1(43) DG (WHT)/2008-VOL.II-66417-R dated May 12, 2015, which mandates withholding agents to deduct tax if a valid exemption certificate under section 159(1) from the Commissioner of Inland Revenue (CIR) is not provided, with the tax withheld amounting to Rs. 0.735 million (June 2024: Rs. 0.704 million).

The Mutual Funds Association of Pakistan (MUFAP), on behalf of various mutual funds (including those managed by the Management Company), filed a petition in the Honourable Sindh High Court (SHC) challenging the Federal Board of Revenue's (FBR) interpretation, which was decided in favor of the FBR. On January 28, 2016, the Board of Directors of AMCs authorized all CISs to appeal to the Honourable Supreme Court through their Trustees, seeking a directive for withholding agents, including share registrars and banks, to observe clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001, without imposing conditions on payments to CISs. Consequently, a petition was filed in the Supreme Court, which granted leave to appeal from the SHC's judgment. Pending resolution, the withholding tax deducted on profits received by the Fund has been recorded as advance tax as of December 31, 2024, as the management believes the tax deducted at source will be refunded.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
7	**RECEIVABLE FROM FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------- (Rupees)	-------------
	Receivable from the Management Company	7.1	**276,000**	-

7.1 As per the SECP's direction No. SCD/PRDD/Direction/18/2016 all AMCs are required to calculate the TER in respect of each CIS to ensure that the TER is not in breach of the required maximum percentage. The AMCs are required to adjust the NAV of the CIS on the basis of TER at the end of each quarter during the financial year for the amount of expenses in excess of the TER limit prescribed in regulation 60(5) of the NBFC Regulations.

During the period ended December 31, 2024, the Fund was in breach of the TER ratio of 4.5% as prescribed under NBFC Regulations for a collective investment scheme categorised as an asset allocation scheme. As a result, the Fund has recorded receivable from the Management Company to comply with the TER.

		Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - MANAGEMENT COMPANY**		------------- (Rupees)	-------------
	Remuneration payable	8.1	**317**	808,476
	Sindh Sales Tax payable on remuneration of the Management Company	8.2	**47**	105,275
	Selling and marketing expenses payable	8.3	**315,000**	315,000
			315,364	1,228,751

8.1 As per regulation 61 of the NBFC Regulations, the Management Company is entitled to a remuneration equal to an amount not exceeding the maximum rate of management fee as disclosed in the Offering Document subject to the total expense ratio limit. Keeping in view the maximum allowable threshold, the Management Company has charged its remuneration at the following rates during the period ended December 31, 2024:

Period	Rate Applicable
From July 01, 2024 to August 12, 2024	1.03% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

8.2 During the period, an amount of Rs. 0.188 million (December 31, 2023: Rs. 0.033 million) was charged on account of sales tax on management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

8.3 In accordance with Circular 11 dated July 5, 2019 with respect to charging selling and marketing expenses, the Management Company, based on its own discretion, has charged selling and marketing expenses at rates Nil (June 30, 2024: 0% to 2.00%) per annum of the average annual net assets of the Fund during the period ended December 31, 2024, while keeping in view the overall return and total expense ratio limit of the Fund as defined under the NBFC Regulations, subject to total expense charged being lower than actual expense incurred.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

8.4 In the financial year 2024, the Securities and Exchange Commission of Pakistan (SECP) carried out an onsite inspection of the Management Company and inspected, among others, the mechanism of chargeability of selling and marketing and allocated expenses to the funds under its management. It was advised by SECP to refund the excess selling and marketing and allocated expenses charged to the unit holders of the Fund for the years ended June 30, 2022 and June 30, 2023. Accordingly, the Management Company has refunded Rs. 1.478 to specified unit holders by issuing additional units in its fund in Islamic Money Market category during the period ended December 31, 2024

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
9 PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE		------------- (Rupees)	-------------
Remuneration payable to the Trustee	9.1	**6,331**	163,891
Sindh Sales Tax payable on remuneration of the Trustee	9.2	**950**	22,133
		7,281	186,024

9.1 The Trustee is entitled to monthly remuneration for services rendered to the Fund under the provisions of the Trust Deed as follows:

Net Assets (Rs.)	Remuneration
up to Rs. 1,000 million	0.20% per annum of net assets.
over Rs. 1,000 million	Rs 2.0 million plus 0.10% per annum of net assets exceeding Rs 1,000 million.

9.2 During the period, an amount of Rs. 0.043 million (December 31, 2023: Rs. 0.012 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN		-------------- (Rupees)	---------------
Fee payable	10.1	**1,171**	80,326

10.1 In accordance with the NBFC Regulations, a Collective Investment Scheme (CIS) is required to pay fee to the Securities and Exchange Commission of Pakistan (SECP) at the rate of 0.095% (2024: 0.095%) of average annual net assets of the Fund. The Fund is required to pay SECP fee within fifteen days of the close of every calendar month.

	Note	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
11 ACCRUED EXPENSES AND OTHER LIABILITIES		-------------- (Rupees)	---------------
Auditors' remuneration payable		**507,456**	655,833
Transaction charges payble		**898**	-
Printing charges payable		**166,063**	172,454
Legal and professional charges payable		**684,903**	554,607
Zakat payable		**9,753**	9,753
Withholding and Capital gain tax payable		**33,504**	5,999,949
Fee and Subscription Payable		**134,661**	38,003
Brokerage payable		**-**	1,163,618
Provision for Federal Excise Duty and related Sindh Sales Tax in manangement fee	11.1	**3,500,577**	3,497,459
Other liabilities		**177,283**	166,830
		5,215,097	12,258,506

11.1 The Finance Act, 2013 enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) as a result of which FED at the rate of 16 percent on the remuneration of the Management Company and sales load was applicable with effect from June 13, 2013. The Management Company was of the view that since the remuneration was already subject to provincial sales tax, further levy of FED would result in double taxation which did not appear to be the spirit of the law. Hence, on September 4, 2013 a constitutional petition was filed with the Sindh High Court (SHC) by the Management Company together with various other asset management companies challenging the levy of FED.

With effect from July 1, 2016, FED on services provided or rendered by non-banking financial institutions dealing in services which are subject to provincial sales tax has been withdrawn by the Finance Act, 2016.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

During the year ended June 30, 2017, the SHC passed an order whereby all notices, proceedings taken or pending, orders made, duty recovered or actions taken under the Federal Excise Act, 2005 in respect of the rendering or providing of services (to the extent as challenged in any relevant petition) were set aside. In response to this, the Deputy Commissioner Inland Revenue has filed a Civil Petition for leave to appeal in the Supreme Court of Pakistan which is pending adjudication.

In view of the above, the Fund has discontinued making further provision in respect of FED on remuneration of the Management Company with effect from July 1, 2016. However, as a matter of abundant caution the provision for FED made for the period from June 13, 2013 till June 30, 2016 amounting to Rs 3.497 million is being retained in the condensed interim financial statements of the Fund as the matter is pending before the Supreme Court of Pakistan. Had the provision not been retained, the NAV per unit of the Fund as at December 31, 2024 would have been higher by Rs.29.57 per unit (June 30, 2024: Rs. 0.208 per unit).

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 TAXATION

The Fund's income is exempt from income tax as per clause 99 of part I of the Second Schedule to the Income Tax Ordinance, 2001 subject to the condition that not less than 90 percent of the accounting income for the year as reduced by capital gains, whether realised or unrealised, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the NBFC Regulations, the Fund is required to distribute not less than 90 percent of its accounting income for the period derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unit holders. Since the management intends to distribute the required minimum percentage of income earned by the Fund for the year ending June 30, 2025 to the unit holders in the manner as explained above, no provision for taxation has been made in these condensed interim financial statements.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

14 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements as, in the opinion of the management, the determination of the cumulative weighted average number of outstanding units for calculating EPU is not practicable.

15 TOTAL EXPENSE RATIO

The annualised Total Expense Ratio (TER) of the Fund as at December 31, 2024 is 2.98% (December 31, 2023: 4.85%) which includes 0.38% (December 31, 2023: 0.45%) representing government levies on the Fund such as sales taxes and annual fee to the SECP etc. This ratio is within the maximum limit of 4.50% (excluding government levies) prescribed under the NBFC Regulations for a collective investment scheme categorised as an asset allocation scheme.

16 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

16.1 Related parties / connected persons include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

16.2 Transactions with connected persons / related parties are executed on an arm's length basis and essentially comprise of sale and redemption of units, fee on account of managing the affairs of the Fund, sales load, other charges and distribution payments to connected persons. Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates.

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

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

16.5 Selling and marketing expenses are charged to the Fund by the Management Company subject to the maximum prescribed Total Expense Ratio.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

16.6 The details of transactions carried out by the Fund with connected persons and related parties during the period and balances with them as at period / year end are as follows:

	Half Year ended December 31,	
	2024	2023
Transactions during the period	(Un-audited)	
	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration of the Management Company	**1,255,439**	256,228
Sindh Sales Tax on remuneration of the Management Company	**188,169**	33,310
Selling and marketing expenses	**-**	313,623
Reimbursement of expenses from the Management Company	**276,000**	315,000
Faysal Bank Limited (Group Company)		
Profit on balances with bank	**164,671**	187,126
Bank charges	**4,301**	331
Central Depository Company of Pakistan Limited - Trustee		
Remuneration of the Trustee	**274,967**	90,637
Sindh Sales Tax on remuneration of the Trustee	**43,330**	11,783
CDS charges	**47,244**	-
Unit holders with more than 10% unit holding		
Units issued: Nil units (December 31, 2023: 570,614 units)	**-**	49,396,054

	December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
Amounts / balances outstanding as at period / year end	------------ (Rupees) ------------	
Faysal Asset Management Limited - Management Company		
Remuneration payable to the Management Company	**317**	808,476
Sindh Sales Tax payable on remuneration of the Management Company	**47**	105,275
Selling and marketing expenses payable	**315,000**	315,000
Receivable from the Management Company	**276,000**	-
Faysal Bank Limited (Group Company)		
Balance with bank	**1,101,329**	2,964,590
Profit receivable on balances with bank	**-**	110,495
Amounts / balances outstanding as at period / year end		
Central Depository Company of Pakistan Limited - Trustee		
Remuneration payable to the Trustee	**6,331**	163,891
Sindh Sales Tax payable on remuneration of the Trustee	**950**	22,133
CDS charges payble	**854**	-
Unit holders with more than 10% unit holding *		
Units outstanding: 61,719.37 units (June 30, 2024: 15,549,939 units)	**5,465,251**	957,254,234

* The Fund had different unit holders holding more than 10% units as at December 31, 2024 and June 30, 2024.

17 FAIR VALUE MEASUREMENT

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.

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

17.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

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

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

	As at December 31, 2024			
	Un-audited			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	---------- (Rupees) ----------			
- Listed equity securities	**6,963,468**	**-**	**-**	**6,963,468**
	6,963,468	**-**	**-**	**6,963,468**

	As at June 30, 2024			
	Audited			
	Level 1	Level 2	Level 3	Total
Financial assets 'at fair value through profit or loss'	---------- (Rupees) ----------			
- Listed equity securities	172,797,292	-	-	172,797,292
- Market Treasury Bills	-	426,231,500	-	-
- Pakistan Investment Bonds	-	289,740,000	-	-
	172,797,292	715,971,500	-	172,797,292

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Pakistan Investment Bonds and Market Treasury Bills are measured on the basis of PKFRV and PKRV respectively, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

18 GENERAL

18.1 Figures have been rounded off to the nearest rupee unless otherwise stated.

18.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Head Office
West wing, 7th Floor,Faysal House, ST-02,
Shahrah-e-Faisal,Karachi, Pakistan.

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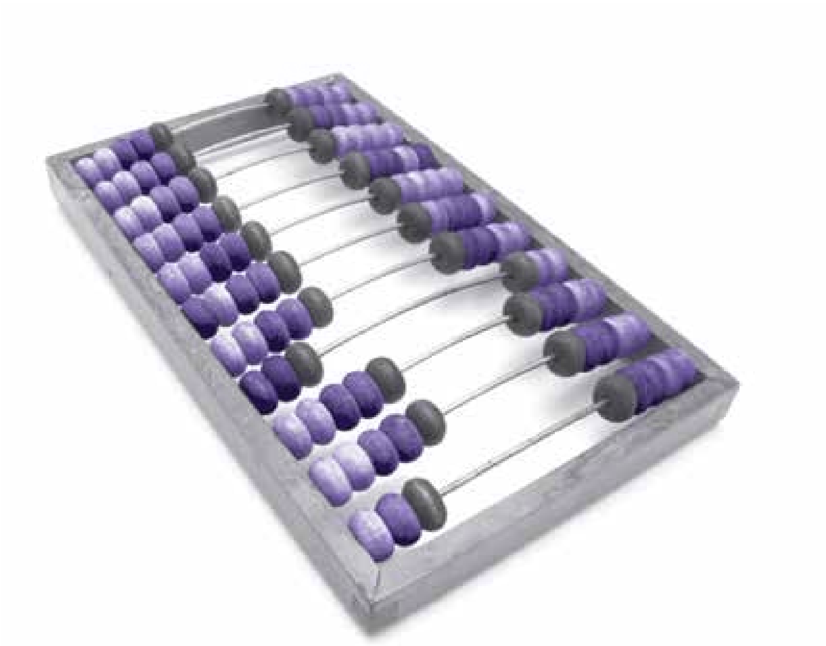
The Art of Investment

Faysal Pension Fund

Condensed Interim Financial Statements
For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer
Mr. Ehsan Zafar Puri, Director

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Board Strategy Committee
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member
Mr. Ehsan Zafar Puri, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited
Bank Al-Habib Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Pension Fund endeavors to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement

CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED
Head Office:
CDC House, 99-B, Block 'B'
S.M.C.H.S., Main Shahra-e-Faisal
Karachi - 74400, Pakistan.
Tel : (92-21) 111-111-500
Fax: (92-21) 34326021 - 23
URL: www.cdcpakistan.com
Email: info@cdcpak.com

TRUSTEE REPORT TO THE PARTICIPANTS

FAYSAL PENSION FUND

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

We, Central Depository Company of Pakistan Limited, being the Trustee of Faysal Pension Fund (the Fund), would like to draw the attention of the unit holders towards the fact that Faysal Asset Management Limited (Management Company) due to its conversion from Conventional to Shariah Compliant Asset Management Company has transferred the Management rights of the Fund to Alfalah Asset Management Limited (AAML). Effective from January 01, 2025, the Fund is under the Management of AAML and name of the Fund has been changed to Alfalah Pension Fund-II.

Badiuddin Akber
Chief Executive Officer
Central Depository Company of Pakistan Limited

Karachi: February 26, 2025

EY
Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Pension Fund
Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Pension Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The condensed interim financial statements for the half year ended 31 December 2023 and the annual financial statements for the year ended 30 June 2024 of the Fund were reviewed and audited respectively by another firm of Chartered Accountants, whose review report dated 26 February 2024 and audit report dated 27 September 2024 expressed an unmodified conclusion and an unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditors' review report is Shaikh Ahmed Salman.

EY Ford

Chartered Accountants
Date: 27 February 2025
Place: Karachi
UDIN Number: RR202410076Jd26sCnTF

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

		December 31, 2024				June 30, 2024			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Note	---------- Rupees ----------				---------- Rupees ----------			
Assets									
Balances with banks	4	3,728,457	6,450,044	7,404,018	17,582,519	921,479	12,954,289	6,716,414	20,592,182
Investments	5	72,653,744	42,759,090	48,972,450	164,385,284	56,043,521	33,969,899	55,013,110	145,026,530
Advances, deposits and other receivables	6	1,196,254	205,143	112,839	1,514,235	1,392,771	2,529,894	437,988	4,360,653
Preliminary expenses and floatation costs	7	25,409	25,409	25,409	76,227	36,081	36,081	36,081	108,243
Total assets		77,603,863	49,439,686	56,514,716	183,558,265	58,393,852	49,490,163	62,203,593	170,087,608
Liabilities									
Payable to Faysal Asset Management Limited - Pension Fund Manager	8	19,003	23,384	23,678	66,066	68,666	23,725	24,275	116,666
Payable to Central Depository Company of Pakistan Limited - Trustee	9	36,874	27,586	32,006	96,466	9,419	9,109	9,729	28,257
Payable to the Securities and Exchange Commission of Pakistan	10	8,551	6,397	7,422	22,370	17,672	17,996	22,556	58,224
Accrued expenses and other liabilities	11	445,877	405,171	360,881	1,211,929	533,974	372,056	324,628	1,230,658
Payable against redemption of units		-	35,935	1,167	37,103	-	-	2,937,880	2,937,880
Total liabilities		510,305	498,474	425,154	1,433,933	629,731	422,886	3,319,068	4,371,685
Net assets		77,093,558	48,941,212	56,089,562	182,124,332	57,764,121	49,067,277	58,884,525	165,715,923
Participants' Sub - Funds (as per statement attached)		77,093,558	48,941,212	56,089,562	182,124,332	57,764,121	49,067,277	58,884,525	165,715,923
Contingencies and commitments	12								
		---------- Number of units ----------				---------- Number of units ----------			
Number of units in issue	16	305,256	313,243	352,128		333,749	342,003	402,184	
		---------- Rupees ----------				---------- Rupees ----------			
Net asset value per unit		252.5539	156.2404	159.2876		173.0764	143.4704	146.4118	

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	For the half year ended December 31, 2024				For the half year ended December 31, 2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
Income									
Profit on balances with banks		-	275,606	468,649	744,255	59,012	581,837	852,695	1,493,544
Income on Market Treasury Bills		-	347,544	2,501,320	2,848,864	-	3,697,025	4,417,146	8,114,171
Income on Term Finance Certificates		-	180,554	-	180,554	-	161,961	-	161,961
Income on Pakistan Investment Bond		-	3,516,254	1,945,431	5,461,685	-	-	-	-
Amortization income		-	142,136	145,824	287,960	-	-	-	-
Dividend income		3,721,905	-	-	3,721,905	1,460,529	-	-	1,460,529
Realised (loss) / gain on sale of investments - net		(882,737)	16,859	14,415	(851,463)	7,770,080	(730)	-	7,769,350
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	22,071,426	(129,984)	(83,082)	21,858,361	8,567,798	(7,205)	(9,006)	8,551,587
Total income		24,910,595	4,348,970	4,992,557	34,252,121	17,857,419	4,432,888	5,260,835	27,551,142
Expenses									
Remuneration of Faysal Asset Management Limited - Pension Fund Manager	8.1	68,050	4,713	5,562	78,325	190,901	10,894	13,685	215,480
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	10,208	705	834	11,747	24,817	1,416	1,779	28,012
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	45,863	36,152	41,935	123,951	50,366	50,366	50,366	151,098
Sindh Sales Tax on remuneration of the Trustee	9.2	6,880	5,417	6,296	18,594	6,548	6,548	6,548	19,644
Fee to the Securities and Exchange Commission of Pakistan	10.1	8,600	6,447	9,323	24,370	7,636	8,715	10,948	27,299
Amortisation of preliminary expenses and floatation costs	7.1	10,672	10,672	10,672	32,016	10,672	10,672	10,672	32,016
Amortization of premium on other debt securities		-	13,293	-	13,293				
Auditors' remuneration		137,253	137,253	137,253	411,759	125,871	125,871	125,871	377,613
Transaction charges		207,273	8,325	5,882	221,480	363,616	10,398	9,154	383,168
Legal and professional charges		43,894	43,894	43,894	131,681	46,305	46,305	46,305	138,915
Printing charges		2,977	2,955	2,757	8,689	1,656	1,656	1,656	4,968
Bank and settlement charges		1,717	1,027	1,237	3,980	2,312	1,933	2,151	6,396
Other expenses		11,356	-	-	11,356				
Total operating expenses		554,743	270,854	265,645	1,091,242	830,700	274,774	279,135	1,384,609
Net income for the period before taxation		24,355,852	4,078,116	4,726,912	33,160,879	17,026,719	4,158,114	4,981,700	26,166,533
Taxation	14	-	-	-	-	-	-	-	-
Net income for the period after taxation		24,355,852	4,078,116	4,726,912	33,160,879	17,026,719	4,158,114	4,981,700	26,166,533
Earnings per unit	15								

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	Quarter ended December 31, 2024				Quarter ended December 31, 2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		---------- Rupees ----------				---------- Rupees ----------			
Income									
Profit on balances with banks		-	275,606	179,268	454,874	34,985	242,427	345,793	623,205
Income on Market Treasury Bills		-	347,544	772,172	1,119,716	-	1,897,659	2,358,625	4,256,284
Income on Term Finance Certificates		-	180,554	-	180,554	-	161,961	-	161,961
Income on Pakistan Investment Bond		-	3,516,254	1,945,431		-	-	-	-
Amortization income		-	71,965	145,824	217,789	-	-	-	-
Dividend income		1,099,190	-	-	1,099,190	1,218,219	-	-	1,218,219
Realised (loss) / gain on sale of investments - net		-	-	-	-	4,926,080	(730)	-	4,925,350
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	22,071,426	(129,984)	(83,082)	21,858,361	7,458,321	(6,276)	(7,937)	7,444,108
Total income		23,170,616	4,261,940	2,959,613	24,930,484	13,637,605	2,295,041	2,696,481	18,629,127
Expenses									
Remuneration of Faysal Asset Management Limited - Pension Fund Manager	8.1	1,691	1,279	1,403	4,373	105,633	5,576	6,896	118,105
Sindh Sales Tax on remuneration of the Pension Fund Manager	8.2	254	190	210	654	13,732	725	896	15,353
Remuneration of Central Depository Company of Pakistan Limited - Trustee	9.1	25,229	18,355	20,631	64,215	25,206	25,206	25,206	75,618
Sindh Sales Tax on remuneration of the Trustee	9.2	3,785	2,748	3,101	9,634	3,277	3,277	3,277	9,831
Fee to the Securities and Exchange Commission of Pakistan	10.1	3,098	1,701	3,642	8,441	4,225	4,461	5,517	14,203
Auditors' remuneration		68,277	68,277	68,277	204,830	63,703	63,703	63,703	191,109
Transaction charges		102,881	1,150	1,150	105,181	250,836	2,260	2,260	255,356
Amortization of premium on TFCs		-	13,293	-	-	-	-	-	-
Legal and professional charges		21,959	21,959	21,959	65,876	24,229	24,229	24,229	72,687
Printing charges		1,512	1,512	1,512	4,537	828	828	828	2,484
Amortisation of preliminary expenses and floatation costs	7.1	5,336	5,336	5,336	16,008	5,336	5,336	5,336	16,008
Bank and settlement charges		328	443	385	1,156	2,029	1,650	1,868	5,547
Other expenses		11,356	-	-	11,356	-	-	-	-
Total operating expenses		245,704	136,243	127,605	496,259	499,034	137,251	140,016	776,301
Net income / (loss) for the period before taxation		22,924,912	4,125,697	2,832,008	24,434,225	13,138,571	2,157,790	2,556,465	17,852,826
Taxation	14	-	-	-	-	-	-	-	-
Net income / (loss) for the period after taxation		22,924,912	4,125,697	2,832,008	24,434,225	13,138,571	2,157,790	2,556,465	17,852,826
Earnings per unit	15								

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	For the half year ended December 31, 2024				For the half year ended December 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net income for the period after taxation	**24,355,852**	**4,078,116**	**4,726,912**	**33,160,879**	17,026,719	4,158,114	4,981,700	26,166,533
Other comprehensive income for the period	**-**	**-**	**-**	**-**	-	-	-	-
Total comprehensive income for the period	**24,355,852**	**4,078,116**	**4,726,912**	**33,160,879**	17,026,719	4,158,114	4,981,700	26,166,533

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Quarter ended December 31, 2024				Quarter ended December 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net income / (loss) for the period after taxation	**22,924,912**	**4,125,697**	**2,832,008**	**29,882,617**	13,138,571	2,157,790	2,556,465	17,852,826
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	**22,924,912**	**4,125,697**	**2,832,008**	**29,882,617**	13,138,571	2,157,790	2,556,465	17,852,826

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement in Participants' Sub-funds (Un-audited)

For The Half Year Ended December 31, 2024

	For the half year ended December 31, 2024				For the half year ended December 31, 2023			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Net assets at the beginning of the period (audited)	**57,764,121**	**49,067,277**	**58,884,525**	**165,715,923**	29,888,546	41,339,174	53,421,960	124,649,680
Amount received on issuance of units	**-**	**-**	**-**	**-**	-	-	1,329,000	1,329,000
Amount paid on redemption of units	**(5,026,415)**	**(4,204,180)**	**(7,521,874)**	**(16,752,469)**	-	-	(3,598,054)	(3,598,054)
Amount received / (paid) on reallocation of units	**-**	**-**	**-**	**-**	36,600	(34,245)	(2,355)	-
Realised gain / (loss) on sale of investments - net	**(882,737)**	**16,859**	**14,415**	**(851,463)**	7,770,080	(730)	-	7,769,350
Unrealised appreciation / (diminution) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	**22,071,426**	**(129,984)**	**(83,082)**	**21,858,360**	8,567,798	(7,205)	(9,006)	8,551,587
Other income for the period - net	**3,167,162**	**4,191,240**	**4,795,579**	**12,153,982**	688,841	4,166,049	4,990,706	9,845,596
Total comprehensive income for the period	**24,355,852**	**4,078,115**	**4,726,911**	**33,160,879**	17,026,719	4,158,114	4,981,700	26,166,533
Net assets at the end of the period (un-audited)	**77,093,558**	**48,941,212**	**56,089,562**	**182,124,332**	46,951,865	45,463,043	56,132,251	148,547,159

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	For the half year ended December 31, 2024				For the half year ended December 31, 2023			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
CASH FLOWS FROM OPERATING ACTIVITIES									
Net income for the period before taxation		24,355,852	4,078,116	4,726,912	33,160,879	17,026,719	4,158,114	4,981,700	26,166,533
Adjustments for:									
Profit on balances with banks		-	(275,606)	(468,649)	(744,255)	(59,012)	(581,837)	(852,695)	(1,493,544)
Income on Market Treasury Bills		-	(347,544)	(2,501,320)	(2,848,864)	-	(3,697,025)	(4,417,146)	(8,114,171)
Income on Term Finance Certificates		-	(180,554)	-	(180,554)	-	(161,961)	-	(161,961)
Income on Pakistan Investment Bond		-	(3,516,254)	(1,945,431)	(5,461,685)	-	-	-	-
Amortization income - net		-	(128,843)	(145,824)	(274,667)	-	-	-	-
Dividend income		(3,721,905)	-	-	(3,721,905)	(1,460,529)	-	-	(1,460,529)
Realised loss / (gain) on sale of investments - net		882,737	(16,859)	(14,415)	851,463	(7,770,080)	730	-	(7,769,350)
Amortisation of preliminary expenses and floatation costs	7.1	10,672	10,672	10,672	32,016	10,672	10,672	10,672	32,016
Unrealised diminution / (appreciation) on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net	5.5	(22,071,426)	129,984	83,082	(21,858,361)	(8,567,798)	7,205	9,006	(8,551,587)
		(24,899,923)	(4,325,005)	(4,981,885)	(34,206,812)	(17,846,747)	(4,422,216)	(5,250,163)	(27,519,126)
		(544,071)	(246,889)	(254,973)	(1,045,933)	(820,028)	(264,102)	(268,463)	(1,352,593)
Decrease / (increase) in assets									
Investments - net		4,578,467	1,368,561	57,591,587	63,538,615	(321,477)	32,455,810	39,152,990	71,287,323
Advances, deposits and other receivables		3,371	3,369	4,574	11,313	-	-	(132)	(132)
		4,581,837	1,371,930	57,596,161	63,549,928	(321,477)	32,455,810	39,152,858	71,287,191
(Decrease) / increase in liabilities									
Payable to Faysal Asset Management Company Limited - Pension Fund Manager		(49,663)	(341)	(597)	(50,600)	17,718	2,157	2,665	22,540
Payable to Central Depository Company of Pakistan Limited - Trustee		27,455	18,477	22,277	68,209	388	388	388	1,164
Payable to the Securities and Exchange Commission of Pakistan		(9,121)	(11,599)	(15,134)	(35,854)	(4,080)	(5,991)	(5,552)	(15,623)
Accrued expenses and other liabilities		(88,097)	33,115	36,253	(18,728)	(24,294)	36,086	36,434	48,226
Payable against redemption of units		-	35,935	(2,936,713)	(2,900,778)	252,855	-	-	252,855
		(119,426)	75,588	(2,893,914)	(2,937,751)	242,587	32,640	33,935	309,162
Profit on balances with banks received		198,578	791,525	789,223	1,779,325	41,599	631,394	944,170	1,617,163
Dividend income received		3,716,474	-	-	3,716,474	1,493,329	-	-	1,493,329
Profit on debt investment received		-	5,502,272	1,945,431	7,447,703	-	-	-	-
Net cash generated from operating activities		7,833,393	7,494,425	57,181,928	72,509,747	636,010	32,855,742	39,862,500	73,354,252
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts from issuance of units		-	-	-	-	-	-	1,329,000	1,329,000
Payments against redemption of units		(5,026,415)	(4,204,180)	(7,521,874)	(16,752,469)	-	-	(3,565,470)	(3,565,470)
Amount (paid) / received on reallocation of units		-	-	-	-	36,600	(34,245)	(2,355)	-
Net cash generated / (used in) from financing activities		(5,026,415)	(4,204,180)	(7,521,874)	(16,752,469)	36,600	(34,245)	(2,238,825)	(2,236,470)
Net increase in cash and cash equivalents during the period		2,806,978	3,290,245	49,660,054	55,757,277	672,610	32,821,497	37,623,675	71,117,782
Cash and cash equivalents at the beginning of the period		921,479	12,954,289	6,716,414	20,592,182	132,130	9,579,734	18,635,279	28,347,143
Cash and cash equivalents at the end of the period	13	3,728,457	16,244,534	56,376,468	76,349,459	804,740	42,401,231	56,258,954	99,464,925

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Pension Fund (the Fund) is a voluntary pension scheme established through a Trust Deed under the Sindh Trust Act, 2020 entered into on July 30, 2021 between Faysal Asset Management Limited as the Pension Fund Manager and Central Depository Company of Pakistan Limited (CDC) as the Trustee. The Securities and Exchange Commission of Pakistan (SECP) authorised constitution of the Fund as a Pension Fund on September 8, 2021 under the Voluntary Pension System Rules, 2005. The Offering Document was approved by the SECP through its letter no. SCD/AMCW/PW/FAML/FPF/44/2021 dated August 9, 2021.

1.2 The Pension Fund Manager of the Fund has been licensed to act as a Pension Fund Manager under the Voluntary Pension System Rules, 2005 (the VPS Rules) through a certificate of registration issued by the SECP dated August 28, 2020. The registered office of the Pension Fund Manager is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Pension Fund Manager is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The units of the Fund are offered to the public for 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 them to the Fund.

1.4 The objective of the Fund is to provide individuals with a portable, individualized, funded (based on defined contribution) and flexible pension scheme which is managed by professional investment manager to assist them to plan and provide for their retirement.

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

1.6 The Pension Fund Manager has been assigned a quality rating of AM1 by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023). The rating reflects the Company's experienced management team, structured investment process and sound quality of systems and processes.

1.7 The Fund consists of three sub-funds namely, Faysal Pension Fund Equity Sub-Fund (Equity Sub-Fund), Faysal Pension Fund Debt Sub-Fund (Debt Sub-Fund) and Faysal Pension Fund Money Market Sub-Fund (Money Market Sub-Fund) (collectively the "Sub-Funds"). Investment policy for each of the sub-funds is as follows:

Faysal Pension Fund - Equity Sub-Fund

Assets of the Equity Sub-Fund shall be invested in equity securities which are listed on the Stock Exchange or in securities of which the application for listing has been approved by the Stock Exchange 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 the Equity Sub-Fund shall remain invested in listed equity securities based on rolling average investment of last ninety days calculated on daily basis. The Pension Fund Manager may make investment maximum up to five (5%) of net assets of Equity Sub-Fund in units of private equity and venture capital funds registered under Private Funds Regulations, 2015. The Pension Fund Manager may make investment maximum up to ten percent (10%) of net assets of Equity Sub-Fund in public offering and pre-initial public offering of equity securities. Investment in equity securities of any single company shall not exceed ten percent (10%) of net assets of Equity Sub-Fund or paid-up capital of that single company, whichever is lower. The Pension Fund Manager may invest up to thirty percent (30%) or the index weight, whichever is higher, subject to maximum of thirty five percent (35%) of net assets of Equity Sub-Fund in equity securities of companies belonging to a single sector as classified by the Pakistan Stock Exchange. The Pension Fund Manager may invest any surplus (un-invested) funds in government securities having less than one-year time to maturity or keep as deposits with scheduled commercial banks which are rated not less than "A". The Pension Fund Manager shall ensure that the investment in equity securities of the certain companies, as specified in the Offering Document, shall not exceed 10% of the net assets of Equity Sub-Fund on monthly average basis.

Faysal Pension Fund - Debt Sub-Fund

The Debt Sub-Fund shall consist of government securities, cash in bank account, money market placements, deposits, certificates of deposit, term deposit receipts, commercial papers, term finance certificates, reverse repo, deposits / placements with microfinance banks and any other approved debt / money market security issued from time-to-time. Rating of any security in the portfolio shall not be lower than "A+". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AA". Rating of any microfinance bank with which funds are placed shall not be lower than "A+". At least twenty five percent (25%) net assets of the Debt Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "A+" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund. Exposure in debt security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Debt Sub-Fund or ten percent (10%) of size of the issue of that debt security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Debt Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Debt Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of securities held in the portfolio of the Debt Sub-Fund, excluding securities issued by the Federal Government, shall not exceed five (5) years.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Faysal Pension Fund - Money Market Sub-Fund

The Money Market Sub-Fund shall consist of government securities, cash and near cash instruments (including cash in bank accounts, but excluding term deposit receipts), treasury bills, money market placements, deposits, certificates of deposit, certificates of musharaka, or any other Islamic mode of placement, term deposit receipts, commercial papers, reverse repo. Rating of any security in the portfolio shall not be lower than "AA". Rating of any NBFC and modaraba with which funds are placed shall not be lower than "AAA". At least ten percent (10%) net assets of the Money Market Sub-Fund shall be invested in government securities not exceeding ninety (90) days' maturity or deposit with scheduled commercial banks having not less than "AA" rating. Exposure to any single entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund. Exposure in security of an entity, excluding securities issued by the Federal Government, shall not exceed ten percent (10%) of net assets of the Money Market Sub-Fund or ten percent (10%) of size of the issue of that security, whichever is lower. Exposure to securities issued by entities of a single sector shall not exceed twenty five percent (25%) of net assets of the Money Market Sub-Fund. The Pension Fund Manager shall not place funds, including term deposit receipts, PLS saving deposits, certificates of deposit, certificates of investment, money market placements and other clean placements of funds of more than twenty five percent (25%) of net assets of Money Market Sub-Fund with all microfinance banks, non-bank finance companies and modarabas. The weighted average time to maturity of assets of the Money Market Sub-Fund shall not exceed ninety (90) days. Time to maturity of any asset in the portfolio of Money Market Sub-Fund shall not exceed six (6) months, except government securities where time to maturity may be up to five (5) years.

1.8 The Fund offers four types of allocation schemes, as prescribed by the SECP under VPS Rules 2005 vide its Circular no. 12 of 2021 dated April 06, 2021, to the participants of the Fund, namely High Volatility, Medium Volatility, Low Volatility and Lower Volatility. The participant has an 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. A participant has the option to select any allocation scheme in relation to the contributions and shall make such selection at the date of opening his / her individual pension account. A participant may change any allocation scheme selected in relation to his / her contributions to a different allocation scheme selected by him by sending form of the change to the Pension Fund Manager as per the allocation policy approved by the SECP.

1.9 On December 31, 2024, the management company (FAML) entered into transfer of management rights agreement (TMRA) with Alfalah Asset Management Limited (AAML) to transfer the management rights of its conventional Funds to AAML. As per the agreement, the management rights of the Fund will be transferred to AAML subsequent to the period ended December 31, 2024.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), Voluntary Pension System Rules, 2005 (the VPS Rules) and the requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Regulations, the VPS rules and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the VPS rules and the requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 The accounting policies adopted and all the methods of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended June 30, 2024.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund as at and for the year ended June 30, 2024.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	**Effective date (annual periods beginning on or after)**
Lack of exchangeability - Amendments to IAS 21 Classification and Measurement of Financial	January 01, 2025
Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	**IASB Effective date (annual periods beginning on or after)**
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

4 BALANCES WITH BANKS

	Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
Savings accounts	4.1	**3,728,457**	**6,450,044**	**7,404,018**	**17,582,519**	921,479	12,954,289	6,716,414	20,592,182

4.1 Deposits in savings accounts include Rs 2.37 million, Rs 6.095 million and Rs 5.09 million in Equity Sub-Fund, Debt Sub-Fund and Money Market Sub-Fund (June 30, 2024: Rs. 0.697 million, Rs. 12.726 million and Rs. 4.768 million) respectively with Faysal Bank Limited, a related party, that carries mark-up at the rate of 7% (June 30, 2024: 20.00%) per annum. Other savings accounts of the Fund carry mark-up rates ranging between 7% and 14% (June 30, 2024: 15.5%) per annum.

5 INVESTMENTS

	Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
At fair value through profit or loss									
Listed equity securities	5.1	**72,653,744**	**-**	**-**	**72,653,744**	56,043,521	-	-	56,043,521
Pakistan Investment Bonds	5.2	**-**	**29,964,600**	**-**	**29,964,600**	-	30,905,600	-	30,905,600
Term finance certificates	5.3	**-**	**3,000,000**	**-**	**3,000,000**	-	3,064,299	-	3,064,299
Treasury Bills	5.4	**-**	**9,794,490**	**48,972,450**	**58,766,940**	-	-	55,013,110	55,013,110
		72,653,744	**42,759,090**	**48,972,450**	**164,385,284**	56,043,521	33,969,899	55,013,110	145,026,530

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

5.1 Listed equity securities

5.1.1 Equity Sub-Fund

Name of the investee company	As at July 1, 2024	Purchased during the period	Right / bonus shares during the period	Sold during the period	As at December 31, 2024	As at December 31, 2024 Carrying Value	Market Value	Unrealised appreciation/ (diminution)	Market Value as a percentage of Net assets of the Fund	Total investments of the Fund	Paid-up value of shares held as a percentage of total paid-up capital of the investee company*
	------ Number of shares held ------					------ Rupees ------			------ % ------		
Cement											
Fauji Cement Company Limited	131,800	-	-	11,500	120,300	2,756,073	4,400,574	1,644,501	5.71%	6.06%	-
Lucky Cement Limited	3,250	600	-	-	3,850	3,476,283	4,236,887	760,603	5.50%	5.83%	-
Attock Cement Pakistan Limited	7,900	-	-	-	7,900	767,406	2,132,131	1,364,725	2.77%	2.93%	0.01%
Maple Leaf Cement Factory Limited	51,300	-	-	8,000	43,300	1,645,400	1,989,202	343,802	2.58%	2.74%	-
Pioneer Cement Limited	10,400	-	-	1,400	9,000	1,517,850	1,809,360	291,510	2.35%	2.49%	-
						10,163,012	14,568,154	4,405,141	18.90%	20.05%	
Chemical											
Engro Polymer & Chemicals Limited	12,350	-	-	-	12,350	554,762	457,815	(96,948)	0.59%	0.63%	-
Dynea Pakistan Limited	3,200	-	-	-	3,200	721,664	713,152	(8,512)	0.93%	0.98%	0.02%
Nimir Industrial Chemicals Limited	9,000	-	-	-	9,000	1,088,820	1,296,000	207,180	1.68%	1.78%	0.01%
						2,365,246	2,466,967	101,720	3.20%	3.40%	
Commercial Banks											
Bank Alfalah Limited	47,000	-	-	6,200	40,800	2,775,216	3,399,864	624,648	4.41%	4.68%	-
Bank Al Habib Limited	19,000	-	-	2,600	16,400	1,839,752	2,155,452	315,700	2.80%	2.97%	-
Habib Metropolitan Bank Limited	27,900	-	-	-	27,900	1,915,893	2,427,300	511,407	3.15%	3.34%	-
United Bank Limited	15,000	-	-	3,843	11,157	2,858,870	4,264,540	1,405,670	5.53%	5.87%	-
						9,389,731	12,247,156	2,857,425	15.89%	16.86%	
Fertilizer											
Engro Fertilizers Limited	12,177	3,200	-	2,800	12,577	2,093,845	2,568,098	474,253	3.33%	3.53%	-
Fauji Fertilizer Company Limited	13,900	1,500	-	-	15,400	2,542,257	5,641,328	3,099,071	7.32%	7.76%	-
Engro Corporation Limited	6,140	900	-	-	7,040	2,327,689	3,134,771	807,082	4.07%	4.31%	-
						6,963,791	11,344,197	4,380,405	14.71%	15.61%	
Oil & Gas Exploration Companies											
Oil & Gas Development Company Limited	26,720	-	-	1,800	24,920	3,373,420	5,663,319	2,289,899	7.35%	7.79%	-
Mari Petroleum Company Limited	900	-	-	900	-	-	-	-	-	-	-
Pakistan Petroleum Limited	28,650	-	-	1,950	26,700	3,126,837	5,434,785	2,307,948	7.05%	7.48%	-
						6,500,257	11,098,104	4,597,847	14.40%	15.28%	
Oil & Gas Marketing Companies											
Attock Petroleum Limited	1,300	-	-	-	1,300	502,112	720,772	218,660	0.93%	0.99%	-
Shell Pakistan Limited	-	4,100		-	4,100	633,655	871,455	237,800	1.13%	1.20%	-
Sui Northern Gas Pipelines Limited	-	12,100		-	12,100	831,425	1,354,474	523,049	1.76%	1.86%	-
						1,967,192	2,946,701	979,509	3.82%	4.06%	
Power Generation & Distribution											
The Hub Power Company Limited	20,675	-	-	5,200	15,475	2,523,663	2,025,523	(498,140)	2.63%	2.79%	-
Karachi Electric Limited	-	100,000	-	-	100,000	410,000	560,000	150,000	0.73%	0.77%	-
						2,933,663	2,585,523	(348,140)	3.35%	3.56%	
Glass & Ceramics											
Tariq Glass Industries Limited	4,964	-	-	4,964	-	-	-	-	-	-	-
						-	-	-	-	-	
Pharmaceuticals											
Haleon Pakistan Limited	4,700	-	-	-	4,700	1,397,639	3,796,049	2,398,410	4.92%	5.22%	-
Ferozsons Laboratories Limited	1,600	-	-	-	1,600	399,056	536,560	137,504	0.70%	0.74%	-
Highnoon Laboratories Limited	1,800	-	-	-	1,800	1,284,444	1,652,796	368,352	2.14%	2.27%	-
AGP Limited	8,019	-	-	-	8,019	740,715	1,364,032	623,317	1.77%	1.88%	-
Citi Pharma Limited	16,000	-	-	16,000	-	-	-	-	-	-	-
						3,821,854	7,349,437	3,527,583	9.53%	10.12%	
Textile Composite											
Interloop Limited	27,300	-	-	10,000	17,300	1,225,359	1,188,856	(36,503)	1.54%	1.64%	-
Nishat Mills Limited	3,600	-	-	-	3,600	255,060	385,704	130,644	0.50%	0.53%	-
						1,480,419	1,574,560	94,141	2.04%	2.17%	
Technology & Communication											
Systems Limited	3,420	1,000	-	-	4,420	1,841,436	2,746,809	905,373	3.56%	3.78%	-
						1,841,436	2,746,809	905,373	3.56%	3.78%	
Automobile Parts & Accessories											
Exide Pakistan limited	1,300	-	-	500	800	471,448	640,992	169,544	0.83%	0.88%	0.01%
THAL Limited	2,580	-	-	250	2,330	1,126,182	961,777	(164,405)	1.25%	1.32%	-
						1,597,630	1,602,769	5,139	2.08%	2.21%	
Industrial Engineering											
International Industries Limited	3,200	-	-	-	3,200	626,272	570,528	(55,744)	0.74%	0.79%	-
						626,272	570,528	(55,744)	0.74%	0.79%	
Transport											
Pakistan International Bulk Terminal Limite	78,000	-	-	78,000	-	-	-	-	-	-	-
						-	-	-	-	-	
Leather & Tanneries											
Service Industries Limited	980	-	-	-	980	931,813	1,552,839	621,026	2.01%	2.14%	-
						931,813	1,552,839	621,026	2.01%	2.14%	
Miscellaneous											
Pakistan Hotels Developers Limited	-	2,580	-	2,580	-	-	-	-	-	-	-
						-	-	-	-	-	
Total as at December 31, 2024						**50,582,318**	**72,653,744**	**22,071,426**	**100.00%**	**100.00%**	
Total as at June 30, 2024						45,611,197	56,043,521	10,432,324			

* Nil figures due to rounding off difference.

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5.1.1.1 All shares have a nominal value of Rs. 10 each except for the shares of K-Electric Limited, Dynea Pakistan Limited and Thal Limited which have a nominal value of Rs. 3.5 and Rs. 5 each.

5.1.1.2 The above investments include shares of the following companies which have been pledged with National Clearing Company of Pakistan for guaranteeing settlement of the Fund's trades in accordance with Circular no. 11 of 2007 dated October 23, 2007 issued by the Securities and Exchange Commission of Pakistan. The details of shares which have been pledged are as follows:

Name of the investee company	(Un-audited) December 31, 2024	(Audited) June 30, 2024	(Un-audited) December 31, 2024	(Audited) June 30, 2024
	(Numbers of shares)		(Rupees in '000)	
Mari Petroleum Company Limited	-	200	-	542,468
Oil & Gas Development Company Limited	-	8,875	-	1,201,409
Pakistan Petroleum Limited	-	16,000	-	1,873,760
Systems Limited	-	500	-	209,150
	-	25,575	-	3,826,787

5.2 Pakistan Investment Bonds

5.2.1 Debt Sub-Fund

Name of the security	Issue date	Face value: As at July 1, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised diminution	Market value as a percentage of: Net Assets	Market value as a percentage of: Total Investments
		(Rupees)							%	
Pakistan Investment Bond - 05 Years	April 18, 2024	32,000,000	-	32,000,000	-			-	-	-
Pakistan Investment Bond - 03 Years	October 7, 2021	-	10,000,000	10,000,000	-			-	-	-
Pakistan Investment Bond - 05 Years	June 27, 2024	-	32,000,000	1,000,000	31,000,000	30,024,684	29,964,600	(60,084)	61.23%	70.08%
Total as at December 31, 2024						**30,024,684**	**29,964,600**	**(60,084)**	**61.23%**	**70.08%**
Total as at June 30, 2024						30,919,169	30,905,600	13,569		

5.2.3 Money Market Sub-Fund

Name of the security	Issue date	Face value: As at July 1, 2024	Face value: Purchased during the period	Face value: Sold / matured during the period	Face value: As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised diminution	Market value as a percentage of: Net Assets	Market value as a percentage of: Total Investments
		(Rupees)							%	
Pakistan Investment Bond - 03 Years	October 7, 2021	-	49,000,000	49,000,000	-	-	-	-	-	-
Total as at December 31, 2024						-	-	-	-	-
Total as at June 30, 2024						-	-	-		

5.3 Term Finance Certificates

5.3.1 Debt Sub-Fund

Name of the security	Profit payments / principal redemptions	As at July 1, 2024	Purchased during the period	Sold / redeemed during the period	As at December 31, 2024	Balance as at December 31, 2024: Carrying value	Balance as at December 31, 2024: Market value	Balance as at December 31, 2024: Unrealised appreciation	Market value as percentage of: Net Assets of the Fund	Market value as percentage of: Total Investments of the Fund
		(Number of certificates)				(Rupees)			%	
Kashf Foundation-TFC 2 (AA-, PACRA, non-traded) (Face value of 100,000 per certificate)	Quarterly	30	-	-	30	3,051,006	3,000,000	(51,006)	6.00%	100.00%
Total as at December 31, 2024						**3,051,006**	**3,000,000**	**(51,006)**	**6.00%**	**100.00%**
Total as at June 30, 2024						3,000,000	3,064,299	64,299		

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
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5.4 Government Securities - Market Treasury Bills

5.4.1 Debt Sub - Fund

Name of the security	Issue date	Face value				Balance as at December 31, 2024			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value	Market value	Unrealised diminution	Net Assets	Total Investments
		---- (Rupees) ----							---- % ----	
Market Treasury Bills -12 Months	December 28, 2023	-	10,000,000	10,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	December 12, 2024		10,000,000	-	10,000,000	9,813,384	9,794,490	(18,894)	20.01%	22.91%
Total as at December 31, 2024						**9,813,384**	**9,794,490**	**(18,894)**	**20.01%**	**22.91%**
Total as at June 30, 2024						-	-	-		

5.4.2 Money Market Sub-Fund

Name of the security	Issue date	Face value				Balance as at December 31, 2024			Market value as a percentage of	
		As at July 1, 2024	Purchased during the period	Sold / matured during the period	As at December 31, 2024	Carrying value	Market value	Unrealised diminution	Net Assets	Total Investments
		---- (Rupees) ----							---- % ----	
Market Treasury Bills - 03 Months	May 30, 2024	49,000,000	-	49,000,000	-	-	-	-	-	-
Market Treasury Bills -12 Months	December 28, 2023	-	50,000,000	50,000,000	-	-	-	-	-	-
Market Treasury Bills - 03 Months	December 12, 2024	-	50,000,000	-	50,000,000	49,055,532	48,972,450	(83,082)	87.31%	100.00%
Market Treasury Bills - 03 Months	October 5, 2023	-	-	-	-	-	-	-	-	-
Market Treasury Bills - 03 Months	November 30, 2023	8,000,000	-	8,000,000	-	-	-	-	-	-
Total as at December 31, 2024						**49,055,532**	**48,972,450**	**(83,082)**	**87.31%**	**100.00%**
Total as at June 30, 2024						54,989,285	55,013,110	23,825		

5.5 Unrealised diminution on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net

	Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		---- Rupees ----				---- Rupees ----			
Market value of investments	5.1 & 5.2	**72,653,744**	**42,759,090**	**48,972,450**	**164,385,284**	56,043,521	33,969,899	55,013,110	145,026,530
Less: carrying value of investments	5.1 & 5.2	**50,582,318**	**42,889,074**	**49,055,532**	**142,526,924**	45,611,197	33,919,169	54,989,285	134,519,651
		22,071,426	**(129,984)**	**(83,082)**	**21,858,360**	10,432,324	50,730	23,825	10,506,879

6 Advances, deposits and other receivables

	Note								
Security deposit with:									
Central Depository Company of Pakistan Limited (CDC)		**100,000**	**100,000**	**100,000**	**300,000**	100,000	100,000	100,000	300,000
National Clearing Company of Pakistan Limited (NCCPL)		**1,000,000**	**-**	**-**	**1,000,000**	1,000,000	-	-	1,000,000
		1,100,000	**100,000**	**100,000**	**1,300,000**	1,100,000	100,000	100,000	1,300,000
Profit receivable on balances with banks	6.1	**37,206**	**12,413**	**8,265**	**57,884**	235,784	535,069	337,988	1,108,841
Profit receivable on debt securities		**-**	**79,362**	**-**	**79,362**	-	1,884,825	-	1,884,825
Dividend receivable		**55,677**	**-**	**-**	**55,677**	56,987	-	-	56,987
Other receivable		**3,371**	**13,369**	**4,574**	**21,313**	-	10,000	-	10,000
		1,196,254	**205,143**	**112,839**	**1,514,235**	1,392,771	2,529,894	437,988	4,360,653

6.1 This includes profit receivable amounting to Rs. 0.183 million and Rs. 0.98 million (June 24: Rs. 0.55 million and Rs. 0.16 million) on balance held with Faysal Bank Limited, a related party, for Debt Sub-Fund and Moner Market Sub-Fund respectively.

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

		Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
7	**PRELIMINARY EXPENSES AND FLOATATION COSTS**		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
	Preliminary expenses and floatation at the beginning of the period		36,081	36,081	36,081	108,243	57,309	57,309	57,309	171,927
	Less: amortisation during the period	7.1	(10,672)	(10,672)	(10,672)	(32,016)	(21,228)	(21,228)	(21,228)	(63,684)
			25,409	25,409	25,409	76,227	36,081	36,081	36,081	108,243

7.1 Preliminary expenses and floatation costs represent expenditure incurred prior to the commencement of the operations of the Fund and are being amortised over a period of three years commencing from October 5, 2021 as per the requirements set out in the Trust Deed of the Fund and the VPS Rules.

		Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
8	**PAYABLE TO FAYSAL ASSET MANAGEMENT LIMITED - PENSION FUND MANAGER**		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
	Remuneration payable to the Pension Fund Manager	8.1	2,137	1,599	1,855	5,592	46,125	1,929	2,416	50,470
	Sindh Sales Tax payable on remuneration of the Pension Fund Manager	8.2	321	240	278	839	5,996	251	314	6,561
	Preliminary expenses and floatation costs payable		16,545	21,545	21,545	59,635	16,545	21,545	21,545	59,635
			19,003	23,384	23,678	66,066	68,666	23,725	24,275	116,666

8.1 In accordance with the provisions of the Voluntary Pension Scheme Rules, the Pension Fund Manager is entitled to remuneration for its services by way of an annual management fee not exceeding 1.50% of net assets of each Sub-Fund calculated on daily basis. Keeping in view the maximum allowable threshold, the Fund Manager has charged its remuneration at the following rates during the period ended December 31, 2024:

Equity Sub-Fund	
Period	**Rate Applicable**
From July 01, 2024 to August 12, 2024	1.00% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

Debt Sub-Fund	
Period	**Rate Applicable**
From July 01, 2024 to August 12, 2024	0.05% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

Money Market Sub-Fund	
Period	**Rate Applicable**
From July 01, 2024 to August 12, 2024	0.05% of the average annual net assets
From August 13, 2024 to December 31, 2024	0.01% of the average annual net assets

8.2 During the period, an aggregate amount of Rs. 0.0117 million (December 31, 2023: Rs. 0.028 million) was charged on account of sales tax on the management fee levied through the Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%)

		Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
9	**PAYABLE TO CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED - TRUSTEE**		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
			Rupees				Rupees			
	Remuneration payable to the Trustee	9.1	32,064	23,988	27,831	83,884	8,335	8,061	8,610	25,006
	Sindh Sales Tax payable on remuneration of the Trustee	9.2	4,810	3,598	4,174	12,582	1,084	1,048	1,119	3,251
			36,874	27,586	32,006	96,466	9,419	9,109	9,729	28,257

9.1 The Trustee is entitled to a monthly remuneration for services rendered to the Sub-Funds under the provisions of the Trust Deed as per the tariff specified therein which is charged in proportion to the net assets of the pertinent Sub-Fund at the following rates:

Net assets (Rs)	Fee
- up to Rs 1,000 million	Rs 0.3 million or 0.15% per annum of net assets, whichever is higher
- exceeding Rs 1,000 million and upto Rs 3,000 million	Rs 1.5 million plus 0.10% per annum of net assets on amount exceeding Rs 1,000 million
- exceeding Rs 3,000 million and upto Rs 6,000 million	Rs 3.5 million plus 0.08% per annum of net assets on amount exceeding Rs 3,000 million
- exceeding Rs 6,000 million	Rs 5.9 million plus 0.06% per annum of net assets on amount exceeding Rs 6,000 million

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9.2 During the period, an aggregate amount of Rs. 0.019 million (2023: Rs. 0.020 million) was charged on account of sales tax on remuneration of the Trustee levied through Sindh Sales Tax on Services Act, 2011 at the rate of 15% (June 30, 2024: 13%).

10 PAYABLE TO THE SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN

	Note	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
		Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
		Rupees				Rupees			
Fee payable	10.1	8,551	6,397	7,422	22,370	17,672	17,996	22,556	58,224

10.1 In accordance with the VPS Rules, each Sub-Fund is required to pay annual fee to the SECP at the rate of one twenty-fifth of one percent that is 0.04% (June 30, 2024: 0.04%) of average annual net assets of the Fund, applicable to all Voluntary Pension Schemes.

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Auditors' remuneration payable	129,955	129,956	129,957	389,869	137,712	137,712	137,712	413,136
Brokerage fee payable	-	-	-	-	145,371	4,485	662	150,518
Transaction charges payable	39,483	1,773	463	41,718	-	-	-	-
Legal and professional charges payable	265,513	242,113	219,819	727,445	221,619	229,859	186,254	637,732
Withholding tax payable	9,615	-	314	9,929	27,958	-	-	27,958
Other payable	1,312	31,329	10,328	42,969	1,314	-	-	1,314
	445,877	405,171	360,881	1,211,930	533,974	372,056	324,628	1,230,658

12 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

13 CASH AND CASH EQUIVALENTS

	Note	Half year ended 'December 31,					
		2024	2023	2024	2023	2024	2023
		(Un-audited)					
		(Rupees)					
		Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
Balances with banks	4	3,728,457	804,740	6,450,044	8,006,939	7,404,018	13,266,089
Market Treasury Bills - having original maturity of 3 months or less	5.4			9,794,490	34,394,292	48,972,450	42,992,865
		3,728,457	804,740	16,244,534	42,401,231	56,376,468	56,258,954

14 TAXATION

The income of the Fund is exempt from income tax under clause 57 (3) (viii) of the Part I of the Second Schedule to the Income Tax Ordinance, 2001 and hence, no provision for taxation has been made in these condensed interim financial statements during the period.

The Fund is also exempt from the provisions of section 113 (minimum tax) under clause 11A (i) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

15 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed as, in the opinion of the management, the determination of cumulative weighted average number of outstanding units for calculating EPU is not practicable.

16 NUMBER OF UNITS IN ISSUE

	December 31, 2024 (unaudited)				June 30, 2024 (audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Number of units in issue				Number of units in issue			
Total units in issue at the beginning of the period	333,749	342,003	402,184	1,077,936	333,388	345,019	439,378	1,117,785
Add: issuance of units during the period / year	-	-	-	-	361	-	33,452	33,813
Less: units redeemed during the period / year	(28,493)	(28,760)	(50,056)	(107,309)	-	3,016	70,646	73,662
Reallocation of units	-	-	-	-	-	-	-	-
Total units in issue at the end of the period / year	305,256	313,243	352,128	970,627	333,749	342,003	402,184	1,077,936

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

17 CONTRIBUTION TABLE

	December 31, 2024 (unaudited)						December 31, 2023 (unaudited)					
	Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund		Equity Sub-Fund		Debt Sub-Fund		Money Market Sub-Fund	
	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
Corporate	-	-	-	-	-	-	-	-	-	-	-	-
Individuals	-	-	-	-	-	-	361	36,600	(273)	(34,245)	(18)	(2,355)
	-	-	-	-	-	-	361	36,600	(273)	(34,245)	(18)	(2,355)

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

18.1 Connected persons / related parties include Faysal Asset Management Limited being the Pension Fund Manager, the Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes managed by the Pension Fund Manager, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Pension Fund Manager and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

18.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

18.3 Remuneration to the Pension Fund Manager of the Fund is determined in accordance with the provisions of the VPS Rules.

18.4 Remuneration to the Trustee of the Fund is determined in accordance with the provisions of the VPS Rules and the Trust Deed.

18.5 The details of transactions carried out by the Fund with connected persons / related parties during the period and balances with them as at period end are as follows:

	For the half year ended December 31, 2024 (un-audited)				For the half year ended December 31, 2023 (un-audited)			
Transactions during the period	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	Rupees				Rupees			
Faysal Asset Management Limited - Pension Fund Manager								
Remuneration of the Pension Fund Manager	**68,050**	**4,713**	**5,562**	**78,325**	190,901	10,894	13,685	215,480
Sindh Sales Tax on remuneration of the	**-**	**-**	**-**		-	-	-	
Pension Fund Manager	**10,208**	**705**	**834**	**11,747**	24,817	1,416	1,779	28,012
Central Depository Company of Pakistan Limited - Trustee								
Remuneration of the Trustee	**45,863**	**36,152**	**41,935**	**123,951**	50,366	50,366	50,366	151,098
Sindh Sales Tax on remuneration of the Trustee	**6,880**	**5,417**	**6,296**	**18,594**	6,548	6,548	6,548	19,644
Security deposit	**-**	**-**	**-**	**-**	100,000	100,000	100,000	300,000
Settlement charges	**5,875**	**4,800**	**4,568**	**15,244**	-	-	-	
Faysal Bank Limited								
Profit on balances with bank	**-**	**201,868**	**378,862**	**580,731**	59,012	581,837	852,695	1,493,544
Bank charges	**1,717**	**1,027**	**763**	**3,506**	2,312	1,933	2,151	6,396

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

Amounts / balances outstanding as at period end	December 31, 2024 (un-audited)				June 30, 2024(audited)			
	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total	Equity Sub-Fund	Debt Sub-Fund	Money Market Sub-Fund	Total
	---------- Rupees ----------				---------- Rupees ----------			
Faysal Asset Management Limited - Pension Fund Manager								
Remuneration payable to the Pension Fund Manager	**2,137**	**1,599**	**1,855**	**5,592**	46,125	1,929	2,416	50,470
Sindh Sales Tax payable on remuneration of the Pension Fund Manager	**321**	**240**	**278**	**839**	5,996	251	314	6,561
Preliminary expenses and floatation costs payable	**16,545**	**21,545**	**21,545**	**59,635**	16,545	21,545	21,545	59,635
Outstanding 300,000 (June 30, 2024: 300,000) units - Equity Sub-Fund	**75,766,170**	**-**	**-**	**75,766,170**	51,922,920	-	-	51,922,920
Outstanding 300,000 (June 30, 2024: 300,000) units - Debt Sub-Fund	**-**	**46,872,120**	**-**	**46,872,120**	-	43,041,120	-	43,041,120
Outstanding 300,000 (June 30, 2024: 300,000) units - Money Market Sub-Fund	**-**	**-**	**47,786,280**	**47,786,280**	-	-	43,923,540	43,923,540
Central Depository Company of Pakistan Limited - Trustee								
Remuneration payable	**32,064**	**23,988**	**27,831**	**83,884**	8,335	8,061	8,610	25,006
Sindh Sales Tax payable on trustee fee	**4,810**	**3,598**	**4,174**	**12,582**	1,084	1,048	1,119	3,251
Security deposit	**100,000**	**100,000**	**100,000**	**300,000**	100,000	100,000	100,000	300,000
Faysal Bank Limited								
Profit receivable on savings account	**-**	**183,432**	**97,578**	**281,010**	41,393	549,166	160,202	750,761
Balances with banks	**2,372,935**	**6,095,731**	**7,241,432**	**15,710,098**	697,352	12,726,829	4,768,032	18,192,213

18.6 Other balances due to / from related parties / connected persons are included in the respective notes to the condensed interim financial statements.

19 FAIR VALUE MEASUREMENT

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.

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

19.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: 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); and

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

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

As at December 31, 2024 and June 30, 2024, the Fund held the following financial instruments measured at fair value:

	December 31, 2024 (un-audited)				June 30, 2024 (audited)			
Equity Sub-Fund	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	----------------------- Rupees -----------------------				----------------------- Rupees -----------------------			
At fair value through profit or loss								
Listed equity securities	**72,653,744**	**-**	**-**	**72,653,744**	56,043,521	-	-	56,043,521
Debt Sub-Fund								
At fair value through profit or loss								
Term finanace certificates	**-**	**3,000,000**	**-**	**3,000,000**	-	3,064,299	-	3,064,299
Pakistan Investment Bonds		**29,964,600**		**29,964,600**		30,905,600		30,905,600
Market Treasury Bills	**-**	**9,794,490**	**-**	**9,794,490**	-	-	-	-
	-	**42,759,090**	**-**	**42,759,090**	-	33,969,899	-	33,969,899
Money Market Sub-Fund								
At fair value through profit or loss								
Market Treasury Bills	**-**	**48,972,450**	**-**	**48,972,450**	-	55,013,110	-	55,013,110

During the period ended December 31, 2024, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

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

Fair values of investment in Pakistan Investment Bonds and Market Treasury Bills are measured on the basis of PKFRV and PKRV respectively, which are average yield-to-maturity calculated on government securities traded in the secondary market, essentially representing the market value at the end of each trading day.

Fair Value of Investments in Term finance certificates are determined from published pricing rates from MUFAP which are determined by a model based on actual market transactions.

20 GENERAL

20.1 Figures have been rounded off to the nearest Rupee, unless otherwise stated.

20.2 Prior period's figures have been rearranged / reclassified wherever necessary for better presentation and comparison. However, there were no material reclassifications to report, other than rearrangements / reclassifications in the condensed interim cash flow statement, where certain non-cash items have been reclassified from changes in assets to adjustment of non-cash items and profit / income received within cash flow from operating activities resulting in no change in the overall cashflows from operating activities and the overall balance of cash and cash equivalent at the end of the period.

21 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Pension Fund Manager.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

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West wing, 7th Floor,Faysal House, ST-02,
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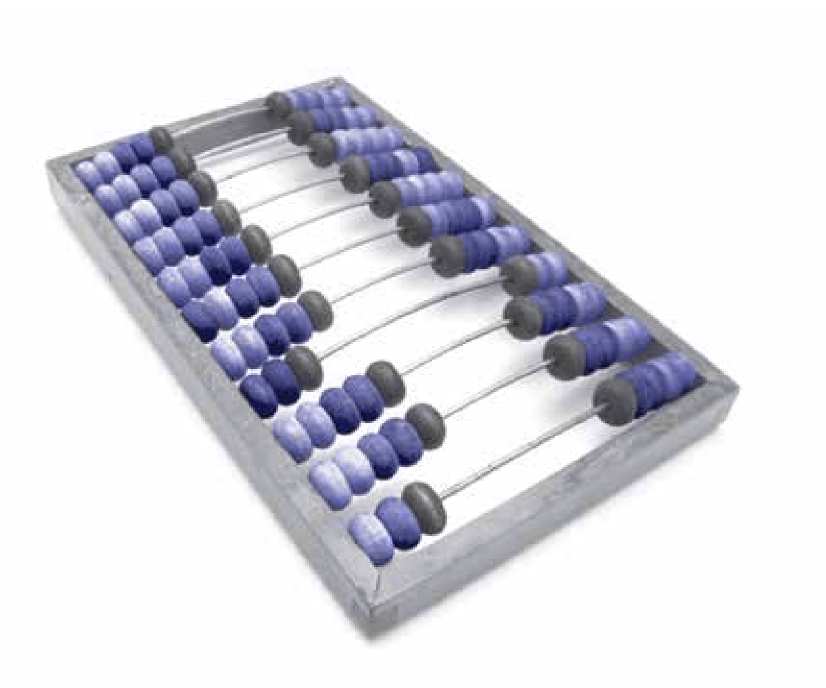
The Art of Investment

Faysal Financial Planning Fund

Condensed Interim Financial Statements
For The Half Year Ended December 31, 2024 (Un-Audited)



CONTENTS

FUND INFORMATION

Management Company
Faysal Asset Management Limited.

Board of Directors
Mr. Yousaf Hussain, Chairman
Syed Majid Ali, Vice Chairman
Mr. Mian Salman Ali, Director
Mrs. Samia Zuberi, Director
Mr. Ali Waqar, Director
Mr. Nadir Rahman, Chief Executive Officer

Chief Financial Officer & Company Secretary
Mr. Salman Muslim

Audit Committee
Mrs. Samia Zuberi, Chair Person
Syed Majid Ali, Member
Mr. Mian Salman Ali, Member

HR Committee
Mrs. Samia Zuberi, Chair Person
Mr. Yousaf Hussain, Member
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Risk Committee
Mr. Mian Salman Ali, Chairman
Syed Majid Ali, Member
Mr. Ali Waqar, Member

Trustee to the Fund
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Auditors
E.Y Ford Rhodes Chartered Accountants

Legal Advisor
Mohsin Tayebaly & Co,
2nd Floor, Dime Centre, BC-4 Block-9, KDA-5,
Clifton, Karachi

Registrar
ITMinds Limited,
Central Depository Company of Pakistan Limited,
CDC House, 99B, Block B, S.M.C.H.S, Main
Shahrah-e-Faisal, Karachi.

Bankers to the Fund
Faysal Bank Limited

MISSION AND VISION

To provide world class investment management and advisory services for the benefit of clientele looking to maximize their financial returns while minimizing risk.

To amplify our client-centricity by inspiring innovation, championing customer service, generating competitive returns, and honoring the utmost ethical and professional standards.

MISSION STATEMENT

Faysal Financial Planning Fund that aims to generate returns on investment as per the respective Allocation Plans by investing in collective investment scheme in line with the risk tolerance, returns & basic needs of the investor.

EY
Building a better working world

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INDEPENDENT AUDITORS' REVIEW REPORT

To the Unit holders of Faysal Financial Planning Fund

Report on Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim Statement of Assets and Liabilities of **Faysal Financial Planning Fund** (the Fund) as at **31 December 2024**, and the related condensed interim Income Statement, condensed interim Statement of Comprehensive Income, condensed interim Cash Flow Statement and condensed interim Statement of Movement in Unit Holders' Fund, and notes to the financial statements for the period then ended (here-in-after referred to as the "interim financial statements"). Management Company is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim income statement and condensed interim statement of comprehensive income for the quarter ended 31 December 2024 have not been subject to limited scope review by the external auditors as we are only required to review the cumulative figures for the period ended 31 December 2024.

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 interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Emphasis of Matter

We draw attention to note 1.7 of the condensed interim financial statements, which describes that the going concern basis of preparing the financial statements has not been used as the only plan of the fund has matured, and the management intends to liquidate the fund. Accordingly, the condensed interim financial statements have been prepared on a liquidation basis as described in note 1.7. Our conclusion is not modified in respect of this matter.

Condensed Interim Statement of Assets and Liabilities

As at December 31, 2024

	Note	December 31, 2024 (Un-audited) Faysal Active Principal Preservation Plan	June 30, 2024 (Audited) Faysal Active Principal Preservation Plan
		--------------- (Rupees) ---------------	
Assets			
Balance with bank	4	**7,883**	12,723
Total assets		**7,883**	12,723
Liabilities			
Payable to unit holders		**2,298**	1,793
Accrued expenses and other liabilities	5	**5,585**	10,930
Total liabilities		**7,883**	12,723
Net assets		**-**	-
Unit holders' fund (as per statement attached)		**-**	-
Contingencies and commitments	6		
		---------- (Number of units) ----------	
Number of units in issue		**-**	-
		--------------- (Rupees) ---------------	
Net asset value per unit		**-**	-

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Income Statement (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	Note	For the half year ended		For the quarter ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
		Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan
		---------------- (Rupees) ----------------			
Income					
Profit on balance with bank		-	-	-	-
Dividend income		-	-	-	-
Back-end load income		-	-	-	-
Realised (loss) / gain on sale of investments - net		-	-	-	-
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		-	-	-	-
Total income / (loss)		-	-	-	-
Expenses					
Remuneration of Faysal Asset Management Limited - Management Company		-	-	-	-
Sindh Sales Tax on remuneration of the Management Company		-	-	-	-
Allocated expenses		-	-	-	-
Remuneration of Central Depository Company of Pakistan Limited - Trustee		-	-	-	-
Sindh Sales Tax on remuneration of the Trustee		-	-	-	-
Fee to the Securities and Exchange Commission of Pakistan		-	-	-	-
Auditors' remuneration		-	-	-	-
Amortisation of preliminary expenses and floatation costs		-	-	-	-
Fees and subscription		-	-	-	-
Legal and professional charges		-	-	-	-
Printing charges		-	-	-	-
Bank charges		-	-	-	-
Other expenses		-	-	-	-
Total expenses		-	-	-	-
Net income / (loss) for the period before taxation		-	-	-	-
Taxation		-	-	-	-
Net income / (loss) for the period after taxation		-	-	-	-
Earnings per unit	7				
Allocation of net income for the period					
Net income for the period after taxation		-	-		
Income already paid on units redeemed		-	-		
		-	-		
Accounting income available for distribution					
- Relating to capital gains		-	-		
- Excluding capital gains		-	-		
		-	-		

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer | **Chief Executive Officer** | **Director**

Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Half Year And Quarter Ended December 31, 2024

	For the half year ended		For the quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan
	---------------------------------- (Rupees) ----------------------------------			
Net income / (loss) for the period before taxation	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	-	-	-	-

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer **Chief Executive Officer** **Director**

Condensed Interim Statement of Movement In Unit Holders' Fund (Un-audited)

For The Half Year Ended December 31, 2024

	For the half year ended December 31, 2024			For the half year ended December 31, 2023		
	Capital value	Undistributed income	Total	Capital value	Undistributed income	Total
	---------------------- (Rupees) -------------------------			---------------------- (Rupees) -------------------------		
Net assets at the beginning of the period (audited)	-	-	-	-	-	-
Issuance of nil units (2023: nil units)						
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-
- Element of income	-	-	-	-	-	-
Total proceeds on issuance of units	-	-	-	-	-	-
Redemption of nil units (2023: nil units)						
- Capital value (at net asset value per unit at the beginning of the period)	-	-	-	-	-	-
- Element of (loss) / income	-	-	-	-	-	-
Total payments on redemption of units	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-
Net assets at the end of the period (un-audited)	-	-	-	-	-	-
Undistributed income brought forward						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
Accounting income available for distribution						
- Relating to capital gains		-			-	
- Excluding capital gains		-			-	
		-			-	
Net Income / (loss) for the period after taxation		-			-	
Undistributed income carried forward		-			-	
Undistributed income carried forward						
- Realised income		-			-	
- Unrealised income		-			-	
		-			-	
		(Rupees)			(Rupees)	
Net asset value per unit at the beginning of the period		-			-	
Net asset value per unit at the end of the period		-			-	

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	**Chief Executive Officer**	**Director**

Condensed Interim Cash Flow Statement (Un-audited)

For The Half Year Ended December 31, 2024

	Note	For the half year ended December 31, 2024 Faysal Active Principal Preservation Plan	For the half year ended December 31, 2023 Faysal Active Principal Preservation Plan
		-------------- (Rupees) --------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income / (loss) for the period before taxation		-	-
Adjustments for:			
Realised (loss) / gain on sale of investments - net		-	-
Unrealised appreciation on re-measurement of investments classified as 'financial assets at fair value through profit or loss' - net		-	-
		-	-
Decrease / (Increase) in assets			
Profit and other receivable		-	-
		-	-
(Decrease) / Increase in liabilities			
Payable to Faysal Asset Management Limited - Management Company		-	-
Payable to Central Depository Company of Pakistan Limited - Trustee		-	-
Payable to the Securities and Exchange Commission of Pakistan		-	-
Payable to unit holders		505	(1,236,304)
Accrued expenses and other liabilities		(5,345)	(329,620)
		(4,840)	(1,565,924)
Net cash used in operating activities		(4,840)	(1,565,924)
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts against issuance of units		-	-
Payments against redemption of units		-	-
Net cash generated from / (used in) financing activities		-	-
Net decrease in cash and cash equivalents during the period		(4,840)	(1,565,924)
Cash and cash equivalents at the beginning of the period		12,723	1,707,534
Cash and cash equivalents at the end of the period	4	7,883	141,610

The annexed notes from 1 to 11 form an integral part of these condensed interim financial statements.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Notes to and forming part of the Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Faysal Financial Planning Fund (the Fund) is an open ended collective investment scheme established through a Trust Deed under the Trust act, 1882 entered into on February 18, 2019 between Faysal Asset Management Limited as the Management Company and Central Depository Company of Pakistan Limited (CDC) as the Trustee.

The Trust Act, 1882 had been repealed due to the promulgation of Provincial Trust Act namely “Sindh Trust Act, 2020” (the Sindh Trust Act). Consequently, the Fund is required to be registered under the Sindh Trust Act. Accordingly, on November 16, 2021, the above-mentioned Trust Deed has been registered under the Sindh Trust Act.

1.2 The investment activities and administration of the Fund are managed by the Management Company. It has been licensed to act as an Asset Management Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 through a certificate of registration issued by the Securities & Exchange Commission of Pakistan (SECP). The registered office of the Management Company is situated at West Wing, 7th floor, Faysal House, ST-02, Shahrah-e-Faisal, Karachi, Pakistan. The Management Company is a member of the Mutual Funds Association of Pakistan (MUFAP).

1.3 The Fund has been categorised as an 'open end fund of funds', by the Board of Directors of the Management Company pursuant to the provisions contained in Circular 7 of 2009 issued by the SECP. The units of the Fund were initially offered for public subscription at a par value of Rs. 100 per unit. Thereafter, the units were being offered for public subscription on a continuous basis from December 20, 2019 and are transferable and redeemable by surrendering them to the Fund.

1.4 The objective of the Fund is to generate returns on investment as per the respective Allocation Plans by investing in Collective Investment Scheme in line with the risk tolerance, returns and basic needs of the investor.

1.5 The Management Company has been assigned a quality rating of "AM1" by VIS dated September 10, 2024 (June 30, 2024: "AM2++" as of December 29, 2023).

1.6 The title to the assets of the Fund are held in the name of Central Depository Company of Pakistan Limited (CDC) as the Trustee of the Fund.

1.7 During the year ended June 30, 2022, Faysal Active Principal Preservation Plan (the Plan) matured on June 17, 2022 as per the provisions of the offering document and the extension granted by the SECP.

Since the Plan had matured on June 17, 2022, therefore income related to profit on savings account and certain expenses have been recorded for the half year ended December 31, 2024 in the statement of assets and liabilities.

The duration of the Fund is perpetual hence, these condensed interim financial statements have been prepared for the half year ended December 31, 2024, however, management will liquidate the Fund, resultantly the Fund is no longer a going concern.

The liquidation of the Fund is not expected to have any material impact on these financial statements for the reason that the carrying values of the assets and liabilities are not materially different from their realizable values and settlement amounts.

Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and the requirements of the Trust Deed differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations and requirements of the Trust Deed have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2024.

2.2 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the statutory auditors. In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that these condensed interim financial statements give a true and fair view of the state of affairs of the Fund as at December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES INFORMATION, ACCOUNTING ESTIMATES, JUDGEMENTS AND RISK MANAGEMENT POLICIES

3.1 As mentioned in note 1.7 above, these financial statements have been prepared on a basis other than going concern, whereby assets are carried at net realizable value while liabilities are stated at that amount at which they are expected to be settled.

3.2 The preparation of the condensed interim financial statements in conformity with accounting and reporting standards as applicable in Pakistan requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. In preparing the condensed interim financial statements, the significant judgments made by management in applying the Fund's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended June 30, 2024. The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2024.

3.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Fund has adopted the following amendments to the approved accounting and reporting standards which became effective for the current year:

Amendments to approved accounting standards

Classification of Liabilities as Current or Non-current Liabilities with covenants - Amendment to IAS 1
Lease Liability in a Sale and Leaseback - Amendments to IFRS 16
Disclosures: Supplier Finance Arrangements - Amendments to IAS 7

Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

3.4 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments of IFRSs and improvements to accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standards or interpretation:

Amendments	Effective date (annual periods beginning on or after)
Lack of exchangeability - Amendments to IAS 21	January 01, 2025
Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	January 01, 2026
Annual Improvements to IFRS Accounting Standards—Volume 11	January 01, 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 7	January 01, 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	January 01, 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standards	IASB Effective date (annual periods beginning on or after)
IFRS 1 - First-time Adoption of International Financial Reporting Standards	January 01, 2009
IFRS 17 – Insurance Contracts	January 01, 2023

The Fund expects that above standards, amendments and improvements to approved accounting standards will not have any material impact on the Fund's financial statements in the period of initial application.

		Note	December 31, 2024 (Un-audited) Faysal Active Principal Preservation Plan	June 30, 2024 (Audited) Faysal Active Principal Preservation Plan
			(Rupees)	
4	**BALANCE WITH BANK**			
	Saving account	4.1	**7,883**	12,723

4.1 This represents balance maintained with Faysal Bank Limited (a related party) that carries mark-up at the rate of 7% (June 30, 2024: 20%) per annum.

		December 31, 2024 (Un-audited) Faysal Active Principal Preservation Plan	June 30, 2024 (Audited) Faysal Active Principal Preservation Plan
5	**ACCRUED EXPENSES AND OTHER LIABILITIES**	(Rupees)	
	Legal and professional charges payable	**5,585**	10,930
		5,585	10,930

6 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at December 31, 2024 and June 30, 2024.

7 EARNINGS PER UNIT

Earnings per unit (EPU) has not been disclosed in these condensed interim financial statements because the Plan has matured and there are no remaining unit holders, making the calculation of EPU unnecessary.

Notes to and forming part of the Financial Statements (Un-audited)

For The Half Year Ended December 31, 2024

8 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

8.1 Connected persons / related parties include Faysal Asset Management Limited being the Management Company, Central Depository Company of Pakistan Limited being the Trustee, other collective investment schemes being managed by the Management Company, Faysal Asset Management Limited - Staff Provident Fund, Faysal Asset Management Limited - Staff Gratuity Fund, Faysal Bank Limited, Faysal Bank Limited - Staff Provident Fund, Faysal Bank Limited - Staff Gratuity Fund and other entities under common management and / or directorship and the directors and their close family members and officers of the Management Company and the Trustee, key management personnel, other associated undertakings and any person or company beneficially owning directly or indirectly 10% or more of the net assets of the Fund.

8.2 Transactions with connected persons essentially comprise sale and redemption of units, fee on account of managing the affairs of the Fund sales load, other charges and distribution payments to connected persons. The transactions with connected persons are in the normal course of business, at contracted rates and at terms determined in accordance with market rates.

8.3 The details of transactions carried out by the Fund with connected persons during the period and balances with them as at period / year end are as follows:

	December 31, 2024 (Un-audited)	June 30, 2024 (Un-audited)
	Faysal Active Principal Preservation Plan	Faysal Active Principal Preservation Plan
	-------------- (Rupees)	----------------
Amounts / balances outstanding as at period / year end		
Faysal Bank Limited - Group Company		
Balance with bank	**7,883**	12,723

9 FAIR VALUE MEASUREMENT

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.

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

9.1 Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Fund to classify assets 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:

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

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

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

As at December 31, 2024 and June 30, 2024, the Fund did not held any financial instruments measured at fair value.

10 GENERAL

10.1 Figures have been rounded off to the nearest rupee.

Notes to and forming part of the Financial Statements (Un-audited)
For The Half Year Ended December 31, 2024

11 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on February 12, 2025 by the Board of Directors of the Management Company.

For Faysal Asset Management Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

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