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Our Mission

"To provide higher risk adjusted returns to investors at large by investing into a diversified range of investment assets on consistent basis."

Our Vision

"ASKARI SOVEREIGN YIELD ENHANCER FUND aims to provide diversified portfolio and return that is risk adjusted to suit investors at large, on a consistent basis."

FUND INFORMATION

Management Company
Pak Oman Asset Management Company Limited.
ICON House 83-C, 12th Commercial Street,
Phase-II Extension, DHA, Karachi.
Phone : +92 - 21 - 35899641-44
Fax : +92 - 21 - 35899645
Website : www.pakomanfunds.com

Board of Director of The Management Company

H.E Yahya Bin Said Bin Abdullah Al- Jabri	Chairman
Mr. Bahauddin Khan	Director
Mr. Humayun Murad	Director
Mr. Jehangir Shah	Director
Mr. Rashid Ali Ibrahim Al Balushi	Director
Ms. Sadaf Kazmi	CEO

Audit Committee

Mr. Humayun Murad	Chairman
Mr. Bahauddin Khan	Member
Mr. Rashid Ali Ibrahim Al Balushi	Member

Chief Financial Officer
Mr. Abdul Rehman

Company Secretary
Ms. Hina Mir

Asset Manager Rating
AM3 + (Stable Outlook)

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

Auditors
RSM Avais Hyder Liaquat Nauman
Chartered Accountants
407, Progressive Plaza, Beamont Road,
Karachi-75530

Bankers to The Fund
Askari Bank Limited
Bank Alfalah Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
Khushhali Bank Limited
Summit Bank Limited
NRSP Microfinance Bank Limited
The First MicroFinanceBank Limited
Zarai Taraqiati Bank Limited
Dubai Islamic Bank Pakistan Limited

Legal Advisor
Mohsin Tayyab Ali
Corporate & Commercial Law Firm
D-21, Block - 4,
KDA Scheme 5,Clifton, Karachi.

Transfer Agent
ITMINDS Limited - A Subsidiary of CDC.
CDC House, 99-B, S.M.C.H.S
Main Shahra-e-Faisal, Karachi-74400, Pakistan.
Phone : +92 - 21 - 111 - 111 - 500
Fax : +92 - 21 - 34326040
Web site : www.itminds.biz

DIRECTORS REPORT TO THE UNIT HOLDERS

The Board of Directors of Pak Oman Asset Management Company Limited ("the Management Company" or "POAMCL" or "the Company") is pleased to present the quarter report of the Askari Sovereign Yield Enhancer (ASYE) for the Quarter Ended 30 September 2020.

Economic Review 1Q-FY21

In 1Q-FY21, CPI averaged at 8.84% as compared to 8.43% in previous quarter and 10.08% in same period last year. During the quarter headline inflation saw an upward trend due to higher food inflation and upward revision in energy prices. During the period under review, SPI and WPI averaged at 12.46% and 3.58% respectively.

On the external front, Current account settled in surplus of $792 million, i-e +1.2% of GDP in 1Q-FY21 as compared to deficit of $1,492 million -2.3% of GDP in comparable period last year. Major contributor for improvement in current account balance was declining services' deficit and healthy growth of approximately 31% in overseas worker's remittances. During the period, country's imports declined by -3.83% while exports declined by 10.48% over same period last year.

In the monetary policy announced during the quarter, SBP decided to maintain benchmark policy rate at 7.00%. In reaching its decision to maintain policy rate at 7%, MPC considered key trends and prospects in the real, external and fiscal sectors, and the resulting outlook for monetary conditions and inflation. MPC is of the view that prevailing financial conditions are sufficient for economic revival of financial and industrial sector. In addition to this, SBP is of the view that after reduction in borrowing cost, there is significant liquidity in the market to support local industries.

On the monetary front, broad Money Supply M2 has shown negative growth of -0.15% in FY-To date as compared to positive growth of 0.08% in same period last year. Net foreign Assets of the banking system have increased by PKR 292 billion while Net domestic assets have reduced by PKR 324 billion. Net government borrowings have increased by PKR 93 billion as compared to borrowing of PKR 310 billion in same period last year. During the period, government has showed inclination towards borrowing from commercial banks while central government has retired borrowings from SBP.

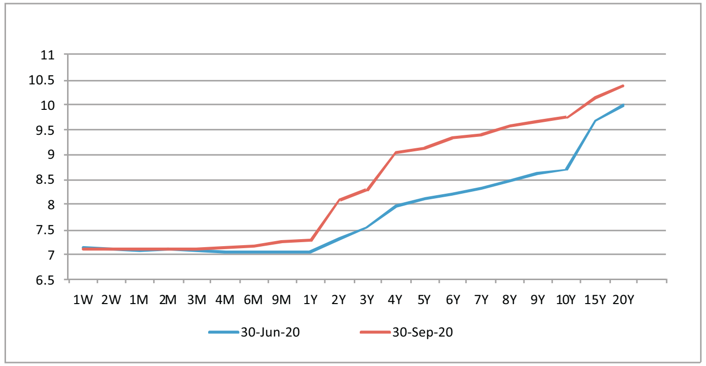
Going forward, government's major challenge would be to wipe off the brunt of Corona virus Pandemic and its economic implications. It remains to be seen how the unprecedented situation of the covid-19 affects future CAD and inflation readings, where SBP expects inflation to settle in the band of 7%-9% in FY21. Reduction in country's exports, international oil prices and stabilization of local currency will be major challenges for government.

Fixed Income Review 1Q-FY21

In first quarter of FY21, secondary market yields across short term papers reversed from their bottom levels witnessed in previous quarter. Yields on 3m, 6m and 12m paper increased by 1bps, 11bps and 24bps and stood at 7.10%, 7.16% and 7.29% respectively by end of Sep-20. On the other hand, yield on longer tenor bonds increased by 76bps, 102bps and 106bps and settled at 8.29%, 9.13% and 9.75% for 3yr, 5yr and 10yr bond respectively. During the quarter, money market remained stagnant and minimal activity was witnessed post SBP's decision to maintain policy rate at 7.00%.

In the monetary policy announced during the quarter, SBP decided to maintain benchmark policy rate at 7.00%. In reaching its decision to maintain policy rate at 7%, MPC considered key trends and prospects in the real, external and fiscal sectors, and the resulting outlook for monetary conditions and inflation. MPC is of the view that prevailing financial conditions are sufficient for economic revival of financial and industrial sector. In addition to this, SBP is of the view that after reduction in borrowing cost, there is significant liquidity in the market to support local industries.

In the T-Bill auctions held during the period, SBP raised a total of PKR 1,733 billion against the target of PKR 1,600 billion and maturing amount of PKR 2,159 billion. The Last cut-off yields stood at 7.1292%, 7.1800% and 7.3090% for 3m, 6m and 12m paper respectively. In the PIB auction for fixed rated bonds, SBP raised PKR 260 billion against the target of PKR 420 billion. Banks offered PKR 474 billion. Cut-off yields settled at 8.20%, 8.45%, 8.99% and 10.54% for 3yr, 5yr and 10yr and 20yr bond respectively while all bids were rejected for 15yr bond.



ASYE

In 1QFY21, ASYE posted return of -1.91% as compared to benchmark of 6.96%. The fund underperformed its benchmark due to marked to market valuation impact on government securities. Assets under management of the fund saw negligible change and stood at PKR 240 million by end of Sep-20.

During the period, exposure in PIBs averaged at 27.82% as compared to 18.25% in previous quarter. Investment in Treasury bills averaged 65.47% as compared to 51.82% in previous quarter. Exposure against this asset class was increased by liquidating investments against other longer tenor instruments to reduce volatility in returns. Remaining funds were invested as cash with A and above rated banks. Average cash exposure of the fund during the June-2020 - Sep 2020 stood at 6.72% of the fund size.

ASKARI SOVEREIGN YIELD ENHANCER

Acknowledgment

We thank all our investors who have placed their confidence in us. We also offer our sincere gratitude to the Securities and Exchange Commission of Pakistan, the Trustee of the Fund and the management of the Pakistan Stock Exchange. We also wish to place on record our appreciation for the employees of the Management Company.

For and on behalf of the Board

15 October 2020
Karachi - Pakistan.

Sadaf kazmi
Chief Executive Officer

یونٹ ہولڈرز کو ڈائریکٹران کی رپورٹ

پاک اومان مینجمنٹ کمپنی لمیٹڈ ("منتظم کمپنی" یا "POAMCL" یا "کمپنی") کے بورڈ آف ڈائریکٹرز عسکری سوریجن ییلڈ انہینسر (ASYE) کی 30 ستمبر 2020ء کو ختم ہونے والی سہ ماہی کے لئے پیش کرتے ہوئے اظہارِ مسرت کرتے ہیں۔

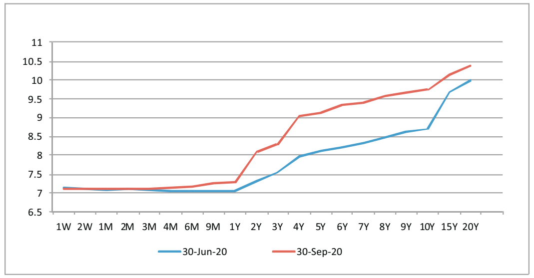
اقتصادی جائزہ برائے پہلی سہ ماہی مالیاتی سال 2021ء

IQFY21 میں CPI اوسطاً گزشتہ سہ ماہی میں 8.43% اور گزشتہ سال کی اسی سہ ماہی میں 10.08% کے مقابلے میں 8.84% رہی۔ سہ ماہی کے دوران زیادہ افراط زر کی بڑی وجہ خراب نہ ہونے والی غذا کی قیمتوں اور توانائی کی قیمتوں میں اضافہ شامل ہیں۔ زیرِ جائزہ مدت کے دوران، SPI کی اور WPI بالترتیب اوسطاً 12.46 فی صد رہی۔
بیرونی محاذ پر، کرنٹ اکاؤنٹ گزشتہ سال کی تقابلی مدت میں 1,492 ملین ڈالر خسارہ جی ڈی پی کا منفی 2.3% فیصد کے مقابلے میں مالیاتی سال 21 کی پہلی سہ ماہی میں 792 ملین ڈالر کے سرپلس یعنی جی ڈی پی کا پلس 1.2% طے کیا گیا۔ کرنٹ اکاؤنٹ بیلنس میں بہتری میں سروسز خسارہ میں کمی اور بیرون ملک مقیم کارکنوں کی ترسیلات زر میں تقریباً 31 فیصد کی صحت مند نمو اہم شراکت دار ہیں۔ اس عرصے کے دوران، ملک کی درآمدات میں 3.83 فیصد کی کمی واقع ہوئی جبکہ برآمدات میں گذشتہ سال کی اسی مدت کے مقابلے 10.48 فیصد کمی ہوئی ہے۔
سہ ماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بینچ مارک پالیسی شرح کو 7.00 فیصد برقرار رکھنے کا فیصلہ کیا۔ پالیسی شرح کو 7 فیصد پر برقرار رکھنے کے اپنے فیصلے تک پہنچنے کے لئے، ایم پی سی نے اصلی، بیرونی اور مالیاتی شعبوں میں کلیدی رجحانات اور امکانات، اور مانیٹری شرائط اور افراط زر کے نتائج کے نقطہ نظر پر غور و خوض کیا۔ ایم پی سی کا خیال ہے کہ معاشی اور صنعتی شعبے کی معاشی بحالی کے لئے مروجہ مالی شرائط کافی ہیں۔ اس کے علاوہ، اسٹیٹ بینک پاکستان کا مؤقف ہے کہ قرض کی لاگت میں کمی کے بعد، مقامی صنعتوں کی مدد کے لئے مارکیٹ میں نمایاں لیکویڈیٹی موجود ہے۔
مالیاتی محاذ پر، براڈ منی سپلائی ایم 2 نے مالی سال میں 0.15- فیصد کی منفی نمو ظاہر کی ہے جبکہ پچھلے سال کے اسی عرصے میں 0.08 فیصد کی مثبت شرح نمو ہوئی۔ بینکنگ سسٹم کے خالص غیر ملکی اثاثوں میں 292 بلین روپے کا اضافہ ہوا ہے جبکہ مقامی خالص اثاثوں میں 324 بلین روپے کی کمی واقع ہوئی ہے۔ گذشتہ سال اسی مدت میں 310 بلین روپے کے قرض کے مقابلہ میں خالص حکومتی قرضوں میں 93 بلین روپے کا اضافہ ہوا ہے۔ اس عرصے کے دوران، حکومت نے تجارتی بینکوں سے قرض لینے کی طرف جھکاؤ ظاہر کیا ہے جبکہ مرکزی حکومت نے اسٹیٹ بینک پاکستان سے قرض لینے سے اجتناب کیا ہے۔
آگے بڑھتے ہوئے، حکومت کو سب سے بڑا چیلنج کورونا وائرس وبائی بیماری اور اس کے معاشی اثرات کو ختم کرنا ہے۔ ابھی یہ دیکھنا باقی ہے کہ کوڈ 19 کی غیر معمولی صورتحال مستقبل کے CAD اور افراط زر کی ریڈنگ کو کس طرح متاثر کرتی ہے، جہاں اسٹیٹ بینک کو توقع ہے کہ مالی سال 21 میں افراط زر 7 فیصد-9 فیصد کے مابین طے ہوگا۔ ملک کی برآمدات، تیل کی بین الاقوامی قیمتوں میں کمی اور مقامی کرنسی میں استحکام حکومت کے لئے بڑے چیلنج ہوں گے۔

مستقل آمدنی تجزیہ پہلی سہ ماہی مالیاتی سال 2021ء

مالیاتی سال 2021 کی پہلی سہ ماہی میں ثانوی مارکیٹ افادہ شارٹ ٹرم پیپرز کی مد میں شمال کی جانب مُڑ گیا۔ شارٹ ٹرم پیپرز پر آمدنی 1bps، 11bps اور 24bps بڑھ گئی اور یہ 3، 6 اور 12 ماہ پیپرز پر بالترتیب 7.10 فی صد، 7.16 فی صد اور 7.29 فی صد پر بند ہوئی۔ دوسری جانب، طویل مدتی بانڈز پر آمدنی 76bps، 102bps اور 106bps بڑھ گئی اور تین، پانچ اور دس سالہ بانڈز پر آمدنی بالترتیب 8.29 فیصد، 9.13 فی صد اور 9.75 فی صد رہی۔ رواں سہ ماہی کے دوران، منی مارکیٹ جمود کا شکار رہی اور سٹیٹ بینک پاکستان کے پالیسی شرح کو 7.00% پر برقرار رکھنے کے فیصلہ کے بعد کم از کم سرگرمی دیکھی گئی۔
سہ ماہی کے دوران اعلان کردہ مالیاتی پالیسی میں، اسٹیٹ بینک نے بینچ مارک پالیسی شرح کو 7.00 فیصد برقرار رکھنے کا فیصلہ کیا۔ پالیسی شرح کو 7 فیصد پر برقرار رکھنے کے اپنے فیصلے تک پہنچنے کے لئے، ایم پی سی نے اصلی، بیرونی اور مالیاتی شعبوں میں کلیدی رجحانات اور امکانات، اور مانیٹری شرائط اور افراط زر کے نتائج کے نقطہ نظر پر غور و خوض کیا۔ ایم پی سی کا خیال ہے کہ معاشی اور صنعتی شعبے کی معاشی بحالی کے لئے مروجہ مالی شرائط کافی ہیں۔ اس کے علاوہ، اسٹیٹ بینک پاکستان کا مؤقف ہے کہ قرض کی لاگت میں کمی کے بعد، مقامی صنعتوں کی مدد کے لئے مارکیٹ میں نمایاں لیکویڈیٹی موجود ہے۔
اس مدت کے دوران ٹی بلز کی نیلامی میں، SBP نے 1,600 بلین روپے ہدف اور وصول شدہ 2,159 بلین روپے کے مقابلہ میں 1,733 بلین روپے اکٹھے کئے۔ 3، 6 اور

12 ماہ کے پیپرز پر نظر ثانی شدہ منافع بالترتیب 7.1292 فی صد، 7.180 فی صد اور 7.3090 فی صد رہا۔ مستقل شرح کے بانڈز پر PIB نیلامی میں SBP نے 420 بلین روپے ہدف کے مقابلے میں 260 بلین روپے اکٹھے کئے۔ بینکوں نے 474 بلین روپے کی پیشکش کی۔ 3، 5 اور 10 سالہ بانڈز پر نظر ثانی شدہ منافع بالترتیب 8.20 فی صد، 8.45 فی صد اور 1045 فی صد طے کیا گیا۔ جب کہ 15 سالہ مدت کے بانڈز پر کوئی بولی نہ ہوئی۔



ASYE

1QFY21 میں، ASYE نے 6.96 فی صد بینچ مارک منفعت کے مقابلہ میں 1.91- فی صد درج کرائی۔ فنڈ نے گورنمنٹ سیکورٹیز پر مارکیٹ قیمت کے اثرات کی وجہ سے اپنے بنچ مارک میں ابتر کارکردگی دکھائی۔ فنڈ کے زیرِ انتظام اثاثہ جات کی قدر میں معمولی کمی ہوئی اور ستمبر 20 کے اختتام تک 240 ملین روپے پر قائم رہی ہے۔
مدت کے دوران، PIBs میں ایکسپوژر گزشتہ سہ ماہی میں 18.25% کے مقابلے اوسطاً 27.82% ہوا۔ گزشتہ سہ ماہی میں 51.82 فی صد کے مقابلہ میں ٹریژری بلز کی مد میں اوسط 65.47 فی صد سرمایہ کاری ہوئی۔ اس اثاثہ کلاس میں ایکسپوژر ریٹرنز میں کشیدگی کو کم کرنے کے لئے دیگر طویل مدتی آلات میں لیکویڈیٹی سرمایہ کاری کے ذریعے اضافہ ہوا۔ بقیہ رقوم A اور اس سے زائد درجہ کے بینکوں میں نقد سرمایہ کاری پر صرف کئے گئے۔ جون۔ستمبر 2020ء کے دوران فنڈ کا اوسط کیش ایکسپوژر فنڈ سائز کا 6.72 فی صد رہا۔

اظہار تشکر

ہم ان تمام سرمایہ کاروں کا شکریہ ادا کرتے ہیں جنھوں نے ہم پر اعتماد کیا ہے۔ ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، فنڈ کے متولیان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ مخلصانہ کوششوں پر ان کے مشکور ہیں۔ منتظم کمپنی کے ملازمین کے لئے ہم اپنی ستائش ریکارڈ پر لانا چاہتے ہیں۔

صدف کاظمی
چیف ایگزیکٹو آفیسر
15 اکتوبر 2020ء
کراچی۔ پاکستان

CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES (UN-AUDITED)

AS AT SEPTEMBER 30, 2020

	Note	September 30 2020 Un-audited	June 30 2020 Audited
		------------(Rupees in '000) -----------	
Assets			
Balances with bank	5	5,708	10,383
Investments	6	244,697	255,678
Mark up accrued		1,523	3,105
Deposits and prepayments		1,917	1,923
Total assets		**253,845**	**271,089**
Liabilities			
Payable to the Management Company	7	9,097	9,187
Payable to the Trustee		17	19
Payable to the Securities & Exchange Commission of Pakistan		12	42
Dividend payable		486	15,734
Accrued expenses and other liabilities	8	3,567	3,878
Total liabilities		**13,179**	**28,859**
NET ASSETS		**240,666**	**242,230**
UNIT HOLDERS' FUND (AS PER STATEMENT ATTACHED)		**240,666**	**242,230**
CONTINGENCIES AND COMMITMENTS	9		
NUMBER OF UNITS IN ISSUE		**2,356,562**	**2,360,439**
NET ASSET VALUE PER UNIT		**102.1258**	**102.6206**

The annexed notes from 1 to 14 form an integral part of this condensed interim financial ststements.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director

CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Note	September 30 2020	September 30 2019
		------------(Rupees in '000)	-----------
Income			
Profit on saving and term deposits		723	1,336
Income from government securities		2,592	3,147
Income from term finance certificates		-	619
Income from pakistan investment bonds		1,605	889
Capital (loss) / gain on sale of investments - net		(212)	1,135
Net unrealised loss on remeasurement of investments at fair value through profit or loss'		(4,476)	(115)
Total income		**232**	**7,013**
Expenses			
Remuneration of the Management Company	7.1	829	568
Sindh Sales Tax on remuneration of the Management Company	7.2	107	74
Reimbursement of operational expenses to the Management Company	7.4	61	42
Remuneration of Central Depository Company Limited - Trustee		46	32
Sindh Sales Tax on remuneration of Trustee		6	4
Annual fees to the Securities & Exchange Commission of Pakistan		12	8
Auditors' remuneration		124	151
Fees and Subscription		53	60
Securities transaction cost		104	148
Printing expenses		8	30
Legal and professional charges		21	-
Provision for Sindh Workers' Welfare Fund	8.1	-	118
Total expenses		**1,371**	**1,236**
Net (loss) / income for the period before taxation		**(1,139)**	**5,777**
Taxation	11	**-**	**-**
Net (loss) / income for the period after taxation		**(1,139)**	**5,777**
Allocation of Net Income for the year:			
- Net income for the period after taxation		-	5,777
- Income already paid on units redeemed		-	(373)
Accounting income available for distribution			**5,404**
-Relating to capital gains			1,020
-Excluding capital gains			4,384
		-	**5,404**

The annexed notes from 1 to 14 form an integral part of this condensed interim financial ststements.

For Pak Oman Asset Management Company Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	September 30 2020	September 30 2019
	------------(Rupees in '000)	-----------
Net (loss) / income for the period after taxation	**(1,139)**	**5,777**
Other comprehensive (loss) / income	-	-
Total comprehensive (loss) / income for the period	**(1,139)**	**5,777**

The annexed notes from 1 to 14 form an integral part of this condensed interim financial ststements.

For Pak Oman Asset Management Company Limited
(Management Company)

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

CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	September 30, 2020			September 30, 2019		
	Capital Value	Undistributed income	Total	Capital Value	Undistributed income	Total
	-----Rupees (000)-----					
Net assets at the beginning of the period	**233,524**	**8,706**	**242,230**	**152,655**	**14,532**	**167,187**
[Units outstanding: 2,360,439 (2019: 1,636,838)]						
Issue of 98,410 (2019: 196,811) units						
-Capital value (at net asset value per unit at the beginning of the period)	10,099	-	10,099	20,111	-	20,111
-Element of (loss) / income	(85)	-	(85)	-	511	511
Total proceeds on issunace of units	**10,014**	**-**	**10,014**	**20,111**	**511**	**20,622**
Redemption of 102,287 (2019: 174,431) units						
-Capital value (at net asset value per unit at the beginning of the period)	(10,497)	-	(10,497)	(17,825)		(17,825)
-Element of loss / (income)	58	-	58	-	(372)	(372)
Total payments on redemption of units	**(10,439)**	**-**	**(10,439)**	**(17,825)**	**(372)**	**(18,197)**
Total comprehensive (loss) / income for the period	-	(1,139)	(1,139)	-	5,777	5,777
Net assets at the end of the period	**233,099**	**7,567**	**240,666**	**154,941**	**20,448**	**175,389**
[Units outstanding:2,356,562 (2019: 1,658,519)]						
Undistributed income brought forward comprising of:						
-Realized		8,927			16,319	
-Unrealised		(221)			(1,787)	
		8,706			**14,532**	
Total comprehensive loss for the period		**(1,139)**			**-**	
Accounting income available for distribution:						
-Relating to capital gains		-			1,020	
-Excluding capital gains		-			19,428	
		-			**20,448**	
Undistributed income carried forward - net		**7,567**			**34,980**	
Represented by:						
-Realized		12,043			35,095	
-Unrealised		(4,476)			(115)	
		7,567			**34,980**	
				-----Rupees-----		
Net asset value at the beginning of the period			**102.6206**			**102.1840**
Net asset value at the end of the period			**102.1258**			**105.7504**

The annexed notes from 1 to 14 form an integral part of this condensed interim financial ststements.

For Pak Oman Asset Management Company Limited
(Management Company)

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

ASKARI SOVEREIGN YIELD ENHANCER

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

	Note	September 30 2020	September 30 2019
		-------------(Rupees in '000) -----------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income for the period after taxation		**(1,139)**	**5,777**
Adjustments for:			
Net unrealised gain on re-measurement of investments classified as 'financial assets at fair value through profit or loss'		4,476	115
Capital loss / (gain) on sale of investments - net		212	(1,135)
Provision for Sindh Workers Welfare Fund		-	(118)
		4,688	**(1,138)**
Decrease / (Increase) in assets			
Investments - Net		6,294	22,389
Mark up accrued		1,582	458
Deposits and prepayments		6	(350)
		7,882	**22,497**
(Decrease) in liabilities			
Payable to Asset Management Company		(90)	35
Payable to Trustee		(2)	(15)
Payable to the Securities & Exchange Commission of Pakistan		(30)	(118)
Dividend payable		(15,248)	(6,563)
Accrued expenses and other liabilities		(311)	422
		(15,681)	**(6,239)**
Net cash (used in) / generated from operating activities		**(4,250)**	**20,897**
CASH FLOWS FROM FINANCING ACTIVITIES			
Net receipts from issuance of units		10,014	20,622
Payments against redemption of units		(10,439)	(18,197)
Net cash (used in) / generated from financing activities		**(425)**	**2,425**
Net (decrease) / increase in cash and cash equivalents		**(4,675)**	**23,322**
Cash and cash equivalents at the beginning of the period		10,383	4,771
Cash and cash equivalents at the end of the period	5	**5,708**	**28,093**

The annexed notes from 1 to 14 form an integral part of this condensed interim financial ststements.

For Pak Oman Asset Management Company Limited
(Management Company)

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2020

1 LEGAL STATUS AND NATURE OF BUSINESS

Askari Sovereign Yield Enhancer (the Fund) was established under a Trust deed executed between Askari Investment Management Limited as the Management Company and the Central Depository Company of Pakistan Limited (CDC) as the Trustee on 09 December 2011. The Fund was registered as a Notified Entity under the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) on 23 December 2011.

Pak Oman Asset Management Company Limited (POAMCL) has acquired 100% shares of Askari Investment Management Limited (AIML) from Askari Bank Limited on May 31, 2017 under share purchase agreement dated April 10, 2017. POAMCL has filed amalgamation scheme under section 282 (L) of the Companies Ordinance 1984, which has been approved by SECP via its order dated October 12, 2017. The effective date of merger of POAMCL and AIML is October 30, 2017 as per the above mentioned order.

The Management Company is registered with the SECP as a Non-Banking Finance Company under the NBFC Rules. The registered office of the Management Company is situated at Icon House, 83-C, 12th Commercial Street, Phase-II Extension, DHA, Karachi.

The Fund is an open-ended mutual fund classified as an "income scheme" by the Management Company and is listed on the Pakistan Stock Exchange Limited .Units are offered for public subscription on a continuous basis. The units are transferable and can be redeemed by surrendering them to the Fund at the option of the unit holders.

The objective of the Fund is to generate relatively higher yield than the conventional bank deposits, from a portfolio constituted of credit worthy sovereign instruments and banking sector fixed income instruments and deposits.

The Pakistan Credit Rating Agency (PACRA) has assigned management quality rating of "AM3+" (Stable outlook) to the Management Company as at 28 August, 2020 & further more JCR-VIS has assigned a rating of “A+(f)” to Fund as at 26 November, 2019.

Title to the assets of the Fund are held in the name of CDC as a trustee of the Fund.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the requirements of International Accounting Standard 34: ‘Interim Financial Reporting’, the Trust Deed, the NBFC Rules, Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by SECP. In case where requirements differ, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

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 September 30, 2020.

3 BASIS OF PREPARATION

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Fund for the year ended June 30, 2020.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at September 30, 2020 have been extracted from the annual published audited financial statements of the Fund for the year ended June 30, 2020, whereas, the comparatives in the 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 have been extracted from the unaudited condensed interim financial statements of the Fund for the quarter ended September 30, 2019.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ACCOUNTING ESTIMATES, JUDGMENTS AND RISK MANAGEMENT

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, 2020.

The Fund’s financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2020.

	Note	September 30 2020 Un-audited	June 30 2020 Audited
		------(Rupees in '000)---------	
5. BALANCE WITH BANKS			
-Saving accounts	**5.1**	**5,708**	10,383

5.1 These savings accounts carry mark-up at the rates ranging from 5.75% to 10.00% (30 June 2020: 6.50% to 14.25%) per annum.

	Note	September 30 2020 Un-audited	June 30 2020 Audited
		------(Rupees in '000)---------	
6. INVESTMENTS			
At fair value through profit or loss - held for trading			
Market Treasury Bills	**6.1.1**	172,840	179,476
Pakistan Investment Bonds	**6.1.2**	71,857	76,202
		244,697	255,678

6.1 Government securities

6.1.1 Market Treasury Bills

Issue Date	Tenor	Face value				Carrying Value as at September 30, 2020	Market value as at September 30, 2020	Market Value as a percentage of	
		As at 01 July 2020	Purchased during the period	Sold / matured during the period	As at 30 September 2020			Net assets	Total investments
		----------(Rupees in '000)----------				Rupees in '000	----- %age-----		
23-Apr-2020	03 Months	180,000	-	180,000	-	-	-	-	-
16-Jul-2020	03 Months	-	75,000	-	75,000	74,909	74,898	31.12%	30.61%
27-Aug-2020	03 Months	-	75,000	-	75,000	74,307	74,292	30.87%	30.36%
16-Jul-2020	12 Months	-	25,000	-	25,000	23,793	23,650	9.83%	9.67%
						173,009	**172,840**	**71.82**	**70.64%**

6.1.1.1 These Government treasury bills carry purchase yields ranging to 6.4267% to 6.9900% per annum and will mature in July 2021.

6.1.2 Pakistan Investment Bonds

Issue Date	Tenor	Face value				Carrying Value as at September 30, 2020	Market value as at September 30, 2020	Market Value as a percentage of	
		As at July 01, 2020	Purchased during the period	Sold / matured during the period	As at September 30, 2020			Net assets	Total investments
		----------(Rupees in '000)----------				Rupees in '000'	----- %age-----		
12-Jul-2018	10 Years	75,000	-	-	75,000	76,164	71,857	29.86%	29.37%
						76,164	**71,857**	**29.86%**	**29.37%**

6.1.2.1 These Pakistan Investment Bonds carry profit rate of 8.75% per annum and will mature in July 2028.

	Note	30 September 2020 Un-audited	30 June 2020 Audited
		------(Rupees in '000)---------	
7. PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration of the Management Company	7.1	**273**	298
Sindh Sales Tax on remuneration of the Management Company	7.2	**1,044**	1,049
Federal Excise Duty on remuneration of the Management Company	7.3	**7,469**	7,469
Reimbursement of operational expenses to the Management Company	7.4	**311**	371
		9,097	**9,187**

7.1 The Management Company has charged its remuneration at the rate of 1.35% (30 June 2020: 1.35%) per annum of the average annual net assets of the Fund. The remuneration is paid to the Management Company on a monthly basis in arrears.

7.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (30 June 2020: 13%) on Management Company's remuneration through Sindh Sales Tax on Services Act, 2011 effective from 01 July 2011.

7.3 There is no change in the status of the appeal filed by the Federal Board of Revenue in the Supreme Court of Pakistan in respect of levy of Federal Excise Duty at the rate of 16% on the services of the Management Company, as reported in note 8.3 to the annual financial statements of the Fund for the year ended June 30, 2020.

Had the said provision for FED not been maintained, the net asset value of the Fund as at September 30, 2020 would have been higher by Rs. 3.17 (June 30, 2020: Rs. 3.16) per unit.

7.4 In accordance with the provisions of the NBFC Regulations, 2008 (amended vide S.R.O 1160(I) / 2015 dated 25 November 2015), the Management Company of the Fund is entitled to reimbursement of fees and expenses in relation to registrar services, accounting, operation and valuation services related to the Fund upto a maximum of 0.1% of the average annual net assets of the Scheme or actual whichever is less. Accordingly, the Management Company has charged accounting and operational charges to the Fund in respect of the back office accounting function @ 0.1% of average annual assets of the scheme to an independent service provider.

	Note	September 30 2020 Un-audited	June 30 2020 Audited
		-------------Rupees in ('000) -------------	
8. ACCRUED EXPENSES AND OTHER LIABILITIES			
Auditors' remuneration payable		**35**	435
Printing charges payable		**89**	81
Withholding tax payable		**170**	42
Capital Gain Tax payable		**-**	4
Provision for Sindh Workers' Welfare Fund	8.1	**3,072**	3,072
Legal and professional charges payable		**66**	68
Transaction charges		**135**	176
		3,567	**3,878**

8.1 There is no change in the status of the SWWF as reported in note 11.1 to the annual financial statements of the Fund for the year ended 30 June 2020.

Had the said provision for SWWF not been maintained, the net asset value of the Fund as at September 30, 2020 would have been higher by Rs. 1.30 (June 30, 2020: Rs. 1.30) per unit.

9 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at September 30, 2020 and June 30, 2020.

10 EXPENSE RATIO

The Total Expense Ratio (TER) of the Fund as at 30 September 2020 is 2.34 % which includes 0.26% 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 with in the maximum limit of 2.5% prescribed under the NBFC Regulations for a collective investment scheme categorised as a income scheme.

11 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% of the accounting income for the year as reduced by capital gains whether realised or unrealised is distributed to the unit holders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. Accordingly, no provision in respect of 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.

	For the Quarter Ended 30 September 2020	2019
12 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS	Un-audited	
	--------------(Rupees in '000)--------------	
12.1 Transactions for the period:		
Pak Oman Asset Management Company Limited (Management Company)		
Reumeration of the Management Company	829	568
Sindh Sales tax on Remuneration of Management Company	107	74
Reimbursement of operational expenses to the Management Company	61	42
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration of the Trustee	46	32
Sindh Sales tax on Remuneration of Trustee	6	4
Askari Bank Limited*		
Profit on balances with bank	1	5
Bank charges	9	15
Dividend paid	14,065	-
Key Personnel of Management Company		
Units redeemed: 10 (2019: Nil) units	1	-

	September 30 2020 Un-audited	June 30 2020 Audited
	--------------(Rupees in '000)--------------	
12.2 Investments / outstanding balances as at period / year end:		
Pak Oman Asset Management Company Limited (Management Company)		
Remuneration payable to the Management Company	273	298
Reimbursement of operational expenses to the Management Company	311	371
Sindh Sales Tax on remuneration of the Management Company	1,044	1,049
Federal Excise Duty payable on Remuneration of the Management Company	7,469	7,469
Askari Bank Limited*		
Balances with banks	617	211
Outstanding 1,000,000 (30 June 2020: 1,000,000) units - at net asset value	102,126	102,621
Dividend payable	-	14,065
Central Depository Company of Pakistan Limited (Trustee)		
Remuneration payable to the Trustee	15	17
Sindh Sales Tax on remuneration of the Trustee	2	2
Security deposit	100	100
Hommiie Jamshed Nusserwanjee Charitable Trust		
Outstanding 270,786 (30 June 2020: 270,786) units - at net asset value	27,654	27,788
Key Personnel of Management Company		
Outstanding Nil (30 June 2020: 10) units - at net asset value	-	1

*This represents unit holders holding 10% or more of the units in the Fund at the close of the period

13 GENERAL

Figures have been rounded off to the nearest thousand rupees.

14 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on 15 October, 2020.

For Pak Oman Asset Management Company Limited
(Management Company)

Chief Executive Officer	Chief Financial Officer	Director