LAKSON MONEY MARKET FUND

Quarterly Report (March 31, 2021)

LAKSON INVESTMENTS

WE MANAGE YOUR MONEY, AS WE MANAGE OUR OWN

CONTENTS

Fund's Information

Management Company	Lakson Investments Limited Head Office Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan. Phone: (9221) 3840.0000 Fax: (9221) 3568.1653 Web site: www.li.com.pk E-mail: info@li.com.pk
Board of Directors of the Management Company	Mr. Iqbal Ali Lakhani - Chairman Mr. Babar Ali Lakhani - Chief Executive Officer Mr. Jamil Ahmed Mughal Mr. Amin Mohammed Lakhani Mr. Jacques John Visser Ms. Roxanne Davies Ms. Kathleen Kennedy Townsend
Chief Financial Officer & Company Secretary of the Management Company	Syed Shafaeen Hassan
Audit Committee	Mr. Jacques John Visser - Chairman Mr. Amin Mohammed Lakhani Mr. Iqbal Ali Lakhani Mr. Jamil Ahmed Mughal
Human Resource and Remuneration Committee	Mr. Babar Ali Lakhani Mr. Iqbal Ali Lakhani
Trustee	Central Depository Company of Pakistan Limited CDC House, 99-B, Block-B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi, Pakistan.
Auditors	KPMG Taseer Hadi & Co. Chartered Accountants Sheikh Sultan Trust Building No.2, Beaumont Road, Karachi - 75530, Pakistan
Bankers to the Fund	Allied Bank Limited Askari Bank Limited Bank Alfalah Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited National Bank of Pakistan Sindh Bank Limited United Bank Limited

Legal Adviser	Fazleghani Advocates F-72/I, Block 8, KDA-5, Kehkashan, Clifton, Karachi, Pakistan.
Registrar	Lakson Investments Limited Lakson Square Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan
Distributors	Adam Securities Amir Noorani Elixir Securities (Pvt.) Limited Ismail Iqbal Securities (No Fee Sharing) BMA Capital Management Limited (No Fee Sharing) Metro Capital Pvt. Limited Pearl Securities Pvt. Limited Rabia Fida Topline Securities (Pvt.) Limited Vector Capital (Pvt.) Limited Pyramid Financial Consultants
Rating by PACRA	AA(f) : Fund Stability Rating AM2+ : Asset Manager Rating

Review Report of the Directors' of the Management Company
For the nine months period ended March 31, 2021

The Board of Directors of Lakson Investments Limited, the Management Company of the Lakson Money Market Fund ('LMMF') is pleased to submit the review report together with the condensed interim financial statements for the nine months period ended March 31, 2021.

Fund Objective
The objective of the fund is to provide stable and competitive returns with low volatility that are in line with the money markets and consistent with capital preservation. Accordingly, the fund consists of a liquid portfolio of low risk, short-term investments.

Fund Profile
The Fund is an open-end money market fund and is listed on Pakistan Stock Exchange Limited. The Fund invests in Government Securities, Certificate of Investments, Clean Placements, Term Deposit Receipts and other short-term instruments. The weighted average maturity of the portfolio is kept below 3 months. LMMF invests in only those securities that have been assigned at least an "AA" rating by a rating agency in Pakistan and are of less than 6 months maturity. An in-depth credit analysis is conducted before taking any exposure to any counter party to mitigate the credit risk. Short maturity of the portfolio protects the Unit Holders against interest rate movements while enhancing the liquidity of the Fund. LMMF is allowed to borrow up to 10% of Net Assets to meet redemptions; however, LMMF did not utilize this facility during the period under review.

Fund performance
The LMMF yielded 6.69% in 9MFY21 compared to Benchmark (70% average 3M T-Bills yield + 30% average 3M TDR rate of minimum AA rated banks) return of 6.79% in FY21. Asset allocation was concentrated in cash which provided good spread over the prevailing T bill yields without compromising liquidity and credit quality. The weighted average maturity (WAM) of the LMMF portfolio stands at 08 day and fund size as at 31st March 2021 is PKR 9,443mn.

Earning per Unit (EPU)
EPU has not been disclosed as we feel the determination of weighted average units for calculating EPU is not practicable for open end funds.

Income Distribution
The Chief Executive Officer under the authority from Board of Directors of the Management Company during the period declared the interim payouts of PKR 4.3412 per unit (4.3412%) of face value of PKR 100/-) amounting to PKR 401.487 million distribution in cash for the period ended March 31, 2021.

Economic Review
The KSE-100 Index returned 30% MoM in 9MFY21. The recovery post-COVID-led downfall was supported by introducing relief packages to help businesses and underserved households launch a construction package and amnesty scheme for investors in the sector to revive allied industries. Moreover, the interest rate cuts by a cumulative 625 basis points during March-June to 7% gave strong cues to the market to maintain a growth trend. Other than this, the supply of subsidized loans to pay salaries during the pandemic, cheaper loans for construction and housing, and new and running businesses in export and manufacturing sectors also kept sentiments buoyant Remittances remained above USD 2bn (for the ninth consecutive month) in Feb-21. Rupee continues to strengthen against USD, closing at 152.76. Moreover, Govt also revived IMF extended fund facility and received a tranche of USD 499mn during the last week of the month. Govt also launched 3-tranche Euro bond deal to raise USD 2.5bn from international capital markets.

Fixed Income Market Review
GoP raised cumulative PKR9.8tn in T-bill auctions during 9MFY21 vs PKR12.4tn in 9MFY20. The decline in treasuries was mostly led by an outflow of hot money due to aforementioned risk off sentiment

and decline in interest rates (down 625bps to 7%). T-Bill yields for 3M, 6M and 12M tenors dropped to 7.54%, 7.80%, and 7.79% in March'21 from 12.73%, 12.51%, 12.00% in March'20. PIBs witnessed participation of PKR466bn vs PKR1.65tn, the sharp decline in participation was due expectations of higher inflation and a rate hike by the central bank. Cut-off yields dropped to 9.41%, 9.9%, and 10.29% for 3YR/5YR/10YR tenors from 11.59%/10.99% and 10.85% in March'20, however yields have been on an upward trajectory over the last 3 months.

Future Outlook

We think SBP will remain dovish and will not look to increase interest rates rapidly however, high inflation turnout (9% or more), together with strong demand trends and high financial stability. SBP has indicated to keep interest rates unchanged at 7% till June 2021. Several structural reforms are underway, where circular debt settlement and tax reforms spearheaded the resumption of the US$6bn IMF Program. Remittances are likely to normalize (from current pace of over US$2bn/month) which may cause some slippage in the current account, however 2-3% current account deficit (% of GDP) remains manageable. Real GDP growth is projected to rise by 3% in FY21 as per SBP (IMF projections: 1.5%) and 4% in FY22f. Fiscal position remains weak but is expected to improve on the back of tax reforms aimed to increase tax revenue generation through a wider tax base. Provisional budgets measures include removal of tax credits and subsidies, rationalization of GST and potential increase in corporate tax rates. Covid-19 vaccine has been made available to all (Russian vaccine Sputnik V), and should ease jitters arising from the ongoing third wave of infections.

Acknowledgment

The Board is thankful to its valued investors, the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan, the Trustee of the Fund-Central Depository Company of Pakistan Limited and the management of the Pakistan Stock Exchange Limited for their continued cooperation and support. The Directors of the Management Company also acknowledge the efforts put in by the team of the Management Company for the growth and the prudent management of the Fund.

For and on Behalf of the Board

Director **Chief Executive Officer**

Dated: April 19, 2021

لیکسن منی مارکیٹ فنڈ
31مارچ 2021 کوختم ہونے والی مدت کے لیے
مینجمنٹ کمپنی کے ڈائریکٹرز کی جائزہ رپورٹ

لیکسن انویسٹمنٹس لمیٹڈ کا بورڈ آف ڈائریکٹرز، لیکسن منی مارکیٹ فنڈ ("LMMF") کی مینجمنٹ کمپنی، 31مارچ 2021 کوختم ہونے والے نو ماہ کے لیے اپنی جائزہ رپورٹ مع مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

فنڈ کا مقصد

اس فنڈ کا مقصد کم اتار چڑھاؤ کے ساتھ مستحکم اور مسابقتی منافع جات فراہم کرنا ہے جو منی مارکیٹس سے ہم آہنگ اور سرمائے کے تحفظ سے مطابقت رکھتے ہوں۔اسی طرح یہ سرمایہ کم خطرات، مختصر مدتی سرمایہ کاری کے لیکویڈ پورٹ فولیو پر مشتمل ہے۔

فنڈ کا تعارف

فنڈ ایک اوپن اینڈ منی مارکیٹ فنڈ ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ میں لسٹڈ ہے۔فنڈ گورنمنٹ سیکیورٹیز، سرٹیفکیٹس آف انویسٹمنٹس، Clean Placements، ٹرم ڈپازٹ ریسیپٹس اور دیگر مختصر مدتی انسٹرومنٹس میں سرمایہ کاری کرتا ہے۔ پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی 3 ماہ سے کم رکھی جاتی ہے۔LMMF صرف ان سیکیورٹیز میں سرمایہ کاری کرتا ہے جنہیں پاکستان میں کسی ریٹنگ ایجنسی نے کم از کم "AA" ریٹنگ دے رکھی ہو اور جن کی میچورٹی 6 ماہ سے کم ہو۔کریڈٹ رسک کم کرنے کے لیے سرمایہ کاری سے پہلے مقابل پارٹی کا کریڈٹ کے حوالے سے باریک بینی سے تجزیہ کیا جاتا ہے۔ پورٹ فولیو کی مختصر میچورٹی یونٹ ہولڈرز کو شرح سود کے اتار چڑھاؤ کے خلاف تحفظ دیتی ہے، جب کہ فنڈ کی لیکویڈیٹی میں اضافہ کرتی ہے۔LMMF کو ریڈیمپشن کی تکمیل کے لیے خالص اثاثوں کے 10 فی صد تک قرض لینے کی اجازت ہے، تاہم LMMF نے اس سہولت کو زیر جائزہ مدت کے دوران استعمال نہیں کیا۔

فنڈ کی کارکردگی

LMMF نے مالی سال 2021 میں 6.79% کے بینچ مارک منافع (سہ ماہی بلز کے اوسط منافع جات کا 70%+ کم از کم AA ریٹڈ بینکس کے اوسط سہ ماہی TDR ریٹ کا 30%) کے مقابلے میں مالی سال 2021 کے پہلے 9 ماہ میں 6.69% منافع کمایا۔اثاثوں کی تفویض کا ارتکاز کیش پر رہا جس نے لیکویڈیٹی اور کریڈٹ کوالٹی پر سمجھوتا کیے بغیر T بلز کے موجودہ منافع جات کے مقابلے میں قیمت خرید اور قیمت فروخت کا عمدہ فرق (spread) فراہم کیا۔ بمطابق 31 مارچ 2021، LMMF پورٹ فولیو کی تخمینہ شدہ اوسط میچورٹی (WAM)، 08 دن ہے اور فنڈ سائز 9,443 ملین روپے ہے۔

فی شیئر آمدنی (EPU)

فی شیئر آمدنی (EPU) ظاہر نہیں کی گئی ہے کیوں کہ ہم محسوس کرتے ہیں کہ EPU شمار کرنے کے لیے موزوں اوسط یونٹس کا تعین اوپن اینڈ فنڈز کے لیے

قابل عمل نہیں ہے۔

آمدنی کی تقسیم

چیف ایگزیکٹیو آفیسر نے منیجمنٹ کمپنی کے بورڈ آف ڈائریکٹرز کی طرف سے اختیار کے تحت 31 مارچ 2021 کو ختم ہونے والے نوماہ کے لیے فی یونٹ 4.3412 روپے منافع منقسمہ (100 روپے کی فیس ویلیو کا 4.3412%)، کی عبوری نقد ادائیگی کا اعلان کیا ہے جس کی مالیت 401.487 ملین روپے بنتی ہے۔

معاشی جائزہ

KSE-100 انڈیکس نے مالی سال 2021 کے پہلے 9 ماہ میں ماہ بہ ماہ بنیاد پر 30 فیصد کا منافع کمایا۔ کوویڈ کے نتیجے میں زوال سے بحالی کو کاروباری اداروں اور کم وسائل رکھنے والے گھرانوں کے لئے امدادی پیکیج متعارف کروانے اور اس شعبے میں سرمایہ کاروں کے لئے متعلقہ صنعتوں کی بحالی کے لئے تعمیراتی پیکیج اور ایمنسٹی اسکیم شروع کر کے مدد دی گئی۔ مزید یہ کہ مارچ تا جون کے دوران شرح سود میں مجموعی طور پر 625 بنیادی پوائنٹس کی کٹوتی کے ساتھ 7 فیصد تک کمی نے مارکیٹ کو نمو کار جحان برقرار رکھنے کے لئے زبردست اشارہ دیا۔ اس کے علاوہ، عالمی وبا کے دوران تنخواہوں کی ادائیگی کے لئے سبسڈی والے قرضوں کی فراہمی، تعمیرات اور رہائش، اور برآمدات اور مینوفیکچرنگ کے شعبوں میں نئے اور چلتے کاروباروں کے لئے سستے قرضوں نے بھی جذبات کو برقرار رکھا ہے۔ فروری میں 2020 ترسیلات زر 2 ارب ڈالر (مسلسل نویں مہینے) سے زائد رہیں۔ 152.76 پر بند ہونے کے ساتھ، روپیہ امریکی ڈالر کے مقابلہ میں بدستور مستحکم ہے۔ مزید یہ کہ حکومت نے آئی ایم ایف کے توسیعی فنڈ کی سہولت کو بھی بحال کیا اور ماہ کے آخری ہفتے کے دوران 499 ملین ڈالر کی ایک قسط وصول کی۔ حکومت نے انٹرنیشنل کیپیٹل مارکیٹس سے 2.5 بلین ڈالر اکٹھا کرنے کے لئے 3 اقساط والا یورو بانڈ معاہدہ بھی لانچ کیا۔

فکسڈ انکم مارکیٹ کا جائزہ

حکومتِ پاکستان نے ٹی بل کی نیلامیوں میں مالی سال 2020 کے پہلے 9 ماہ میں 12.4 ٹریلین روپے کے مقابلے میں مالی سال 2021 کے پہلے 9 ماہ میں مجموعی طور پر 9.8 ٹریلین روپے اکٹھے کیے۔ ٹریژریز میں کمی بنیادی طور پر مندرجہ بالا خطرات سے پیچھا چھڑانے کے جذبات کی وجہ سے متلون زر (ہاٹ منی) اخراج اور شرح سود میں کمی کا نتیجہ تھی (625 بنیادی پوائنٹس کے ساتھ 7 فیصد تک کمی)۔ سہ ماہی، ششماہی اور نوماہی مدتوں کے لیے ٹی بلز سے آمدنی مارچ 2020 میں بالترتیب 12.73 فیصد، 12.51 فیصد، 12.00 فی صد سے مارچ 2021 میں بالترتیب 7.54 فیصد، 7.80 فیصد اور 7.79 فیصد تک گر گئی۔ PIBs نے 1.65 ٹریلین کے مقابلے میں 466 ارب روپے کی شمولیت دیکھنے میں آئی، شمولیت میں تیز کمی بلند افراطِ زر مرکزی بینک کی طرف سے شرح سود میں اضافے کی توقعات کا نتیجہ تھی۔ تین سالہ / پانچ سالہ / دس سالہ مدتوں کے لیے حتمی منافع جات مارچ 2020 میں بالترتیب 11.59 فیصد، 10.99 فیصد اور 10.85 فیصد سے بالترتیب 9.41 فیصد، 9.9 فیصد اور 10.29 تک گر گئے، تاہم گزشتہ تین ماہ سے منافع جات میں بہتری آئی ہے۔

مستقبل کی توقعات

ہمارا خیال ہے کہ اسٹیٹ بینک بدستور مستحکم رہے گا اور شرح سود میں تیزی سے اضافہ نہیں کرے گا تاہم، افراطِ زر میں اضافے (9 فیصد یا اس سے زیادہ)، مانگ کے طاقت ور رجحانات اور اعلی مالی استحکام کے ساتھ۔ اسٹیٹ بینک نے اشارہ کیا ہے کہ جون 2021 تک سود کی شرحوں میں 7 فیصد کی شرح سے کوئی تبدیلی نہیں کی جائے گی۔ متعدد ساختی اصلاحات جاری ہیں، جہاں گردشی قرضوں کے تصفیے اور ٹیکس اصلاحات نے 6 ارب ڈالر کے آئی ایم ایف پروگرام دوبارہ آغاز میں مرکزی کردار ادا کیا۔ ترسیلاتِ زر معمول پر آنے کا امکان ہے (2 ارب ڈالر/ ماہانہ سے زائد کی رفتار سے) جس کے نتیجے میں کرنٹ اکاؤنٹ میں کچھ گراوٹ آسکتی ہے، تاہم، کرنٹ اکاؤنٹ کا 2 سے 3 فیصد خسارہ (جی ڈی پی کا فیصد) بدستور قابل انتظام ہے۔ اسٹیٹ بینک کی پیشن گوئی کے مطابق مالی سال 2021 میں حقیقی جی ڈی پی میں 3 فیصد (آئی ایم ایف کی پیش گوئی: 1.5 فیصد) اور مالی سال 2022 میں 4 فیصد تک اضافے کا امکان ہے۔ مالی حیثیت بدستور کمزور ہے لیکن توقع ہے کہ ٹیکس اصلاحات کی بدولت بہتری آئے گی جس کا ہدف زیادہ وسیع ٹیکس بیس کے ذریعے ٹیکسوں سے آمدنی میں اضافہ ہے۔ عبوری بجٹ اقدامات میں ٹیکس کریڈٹ اور سبسڈیوں کو ختم کرنا، جی ایس ٹی کو معقول بنانا، اور کارپوریٹ ٹیکس کی شرحوں میں ممکنہ اضافہ شامل ہے۔ کووِڈ-19 کی ایک ویکسین سب کو (روسی ویکسین اسپوٹنک V) دستیاب کر دی گئی ہے اور اس سے انفیکشن کی جاری تیسری لہر سے پیدا ہونے والے خوف و ہراس میں کمی آنا چاہیے۔

اظہارِ تشکر

یہ بورڈ اپنے قابل قدر انویسٹرز، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، فنڈ کے ٹرسٹی، سینٹرل ڈپازیٹری کمپنی آف پاکستان لمیٹڈ اور پاکستان اسٹاک ایکسچینج کی انتظامیہ کا، ان کے مسلسل تعاون اور مدد پر شکر گزار ہے۔ مینجمنٹ کمپنی کے ڈائریکٹرز فنڈ کی ترقی اور عمدہ نظم و نسق کے لیے مینجمنٹ کمپنی کی ٹیم کی کاوشوں کا بھی اعتراف کرتے ہیں۔

برائے اور از طرف بورڈ

....	....
چیف ایگزیکٹیو آفیسر	ڈائریکٹر

بتاریخ: 19 اپریل 2021

Condensed Interim Statement of Assets and Liabilities
As at March 31, 2021

	Note	March 31, 2021 (Unaudited)	June 30, 2020 (Audited)
		(Rupees)	
Assets			
Bank balances	6	**8,637,100,627**	4,787,578,811
Investments	7	**857,043,089**	5,526,539,050
Mark-up receivable		**59,977,814**	127,569,708
Advance Tax		**5,674,358**	5,674,358
Prepayments and other receivables		**18,071,906**	100,000
Total assets		**9,577,867,794**	10,447,461,927
Liabilities			
Payable to the Management Company	8	**40,706,648**	36,974,100
Payable to the Trustee		**757,137**	1,443,960
Annual fee payable to the Securities and Exchange Commission of Pakistan		**1,691,483**	2,243,031
Dividend payable			-
Accrued and other liabilities	9	**91,341,837**	91,511,196
Total liabilities		**134,497,105**	132,172,287
Net assets		**9,443,370,689**	10,315,289,640
UNIT HOLDERS' FUND (as per statement of movement in Unit holders' Fund)		**9,443,370,689**	10,315,289,640
Contingencies and commitments	11		
		(Number of units)	
Number of units in issue		**93,314,548**	102,542,336
		(Rupees)	
Net assets value per unit		**101.1994**	100.5955

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

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Income Statement (Unaudited)
For the nine months period and quarter ended March 31, 2021

	Note	Nine months ended March 31, 2021	Nine months ended March 31, 2020	Quarter ended March 31, 2021	Quarter ended March 31, 2020
		-(Rupees)-			
Income					
Mark-up income		**629,565,564**	1,156,346,339	**204,612,363**	447,101,704
Capital (loss) / Gain on sale of investments - net		**(9,565,416)**	(4,842,674)	**(467,196)**	540,116
Unrealised appreciation / (diminution) in the fair value of investments classified as 'held for trading' - net	7.1 & 7.2	**-**	1,438,126	**-**	1,438,126
		620,000,148	1,152,941,791	**204,145,167**	449,079,946
Expenses					
Remuneration to the Management Company	8.1	**41,813,386**	50,022,298	**12,162,245**	16,482,007
Sales tax on remuneration of Management Company	8.2	**5,432,027**	6,502,899	**1,581,095**	2,142,661
Remuneration to the Trustee		**6,216,327**	6,184,515	**2,026,594**	2,421,207
Annual fee to the Securities and Exchange Commission of Pakistan		**1,691,508**	1,684,007	**551,830**	659,281
SECP Supervisory Fee		**1,878**	1,878	**614**	622
Auditors' remuneration		**358,905**	227,155	**189,561**	48,661
Fees and subscription		**535,936**	543,826	**172,625**	184,854
Brokerage and bank charges		**823,343**	647,434	**299,465**	156,348
		56,873,310	65,814,012	**16,984,029**	22,095,641
Net income from operating activities		**563,126,838**	1,087,127,779	**187,161,138**	426,984,305
Sindh Workers' Welfare Fund	9.1	**(11,262,537)**	(21,742,556)	**(3,743,223)**	(8,539,686)
Net income for the period before taxation		**551,864,301**	1,065,385,223	**183,417,915**	418,444,619
Taxation	12	**-**	-	**-**	-
Net income for the period after taxation		**551,864,301**	1,065,385,223	**183,417,915**	418,444,619
Allocation of Net Income for the period					
Net income for the period after taxation		**551,864,301**	1,065,385,223	**183,417,915**	418,444,619
Less: Income already paid on units redeemed		**(94,469,979)**	(115,585,091)	**(19,251,993)**	(39,056,815)
		457,394,322	949,800,132	**164,165,922**	379,387,804
Accounting income available for distribution					
Relating to capital gains		**-**	-	**-**	-
Excluding capital gains		**457,394,322**	410,338,322	**164,165,922**	206,400,367
Accounting income available for distribution		**457,394,322**	410,338,322	**164,165,922**	206,400,367

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

For Lakson Investments Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Condensed Interim Statement of Comprehensive Income (Unaudited)
For the nine months period and quarter ended March 31, 2021

	Nine months ended March 31,		Quarter ended March 31,	
	2021	2020	**2021**	2020
	----------------------------(Rupees)---------------------------			
Net income for the period after taxation	**551,864,301**	1,065,385,223	**183,417,915**	418,444,619
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	**551,864,301**	1,065,385,223	**183,417,915**	418,444,619

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

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Statement Of Movement In Reserve Or Unit Holders' Fund (Unaudited)
For the nine months ended March 31, 2021

	Note	Nine months ended 31 March 2021			Nine months ended 31 March 2020		
		Capital value	**Undistributed income**	**Total**	Capital value	Undistributed income	Total
				----(Rupees)----			
Net assets at beginning of the period		**10,281,516,945**	**33,772,695**	**10,315,289,640**	8,581,794,762	26,372,803	8,608,167,565
Issuance of 290,406,459 units (2020: 286,802,008 units)							
Capital value (at net asset value per unit at the beginning of the period)		**26,499,227,620**	**-**		26,499,227,620	28,831,512,038	28,831,512,038
Element of income		**73,341,524**		**73,341,524**	164,058,934		164,058,934
		26,572,569,143	**-**	**26,572,569,143**	28,995,570,972	-	28,995,570,972
Redemption of 243,023,795 units (2020: 232,834,619 units)							
Capital value (at net asset value per unit at the beginning of the period)		**(27,429,106,519)**		**(27,429,106,519)**	(23,406,692,143)		(23,406,692,143)
Element of income		**(7,711,484)**	**(94,469,979)**	**(102,181,463)**	(7,218,687)	(115,585,091)	(122,803,778)
		(27,436,818,002)	**(94,469,979)**	**(27,531,287,981)**	(23,413,910,830)	(115,585,091)	(23,529,495,921)
Total comprehensive income for the period		**-**	**551,864,301**	**551,864,301**	-	1,065,385,223	1,065,385,223
Distribution during the period	13	**(63,577,181)**	**(401,487,233)**	**(465,064,414)**	(156,779,425)	(939,703,830)	(1,096,483,255)
Net (loss) / income for the period less distribution		**(63,577,181)**	**150,377,068**	**86,799,887**	(156,779,425)	125,681,393	(31,098,032)
Net assets as at end of the period		**9,353,690,905**	**89,679,784**	**9,443,370,689**	14,006,675,478	36,469,105	14,043,144,583
Distribution for the period							
Undistributed income brought forward							
Realized income			**17,612,274**			26,372,803	
Unrealized income			**16,160,421**			-	
			33,772,695			26,372,803	
Accounting income available for distribution							
Relating to capital gains			**-**			-	
Excluding capital gains			**457,394,322**			949,800,132	
			457,394,322			949,800,132	
Distribution during the period			**(401,487,233)**			(939,703,830)	
Undistributed income carried forward			**89,679,784**			36,469,105	
Undistributed income carried forward comprises of:							
Realized income at end of the period			**89,679,784**			35,030,979	
Unrealized income at end of the period			**-**			1,438,126	
			89,679,784			36,469,105	
				(Rupees)			**(Rupees)**
Net assets value per unit at beginning of the period				**100.5955**			100.5246
Net assets value per unit at end of the period				**101.1994**			100.5957

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

For Lakson Investments Limited
(Management Company)

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

Condensed Interim Cash Flow Statement (Unaudited)
For the nine months ended March 31, 2021

	Nine months ended March 31, 2021	Nine months ended March 31, 2020
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the period before taxation	**551,864,301**	1,065,385,223
Adjustments for:		
Unrealised diminution / (appreciation) in the fair value of investments - held for trading - net	-	(1,438,126)
	551,864,301	1,063,947,097
(Increase) / decrease in assets		
Investments	**4,669,495,960**	(2,831,692,600)
Mark-up receivable	**67,591,894**	(145,766,531)
Advances and prepayment	**(17,971,906)**	4,102,363
	4,719,115,948	(2,973,356,768)
Increase / (decrease) in liabilities		
Remuneration payable to the Management Company	**3,732,548**	(1,774,205)
Remuneration payable to the Trustee	**(686,823)**	858,226
Annual fee payable to the Securities and Exchange Commission of Pakistan	**(551,548)**	(5,026,146)
Accrued and other liabilities	**(169,359)**	21,490,507
	2,324,818	15,548,382
Net cash (used in) / generated from operating activities	**5,273,305,067**	(1,893,861,289)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issuance of units	**26,572,569,143**	28,995,570,972
Cash paid against redemption of units	**(27,531,287,981)**	(23,529,495,921)
Cash dividend paid	**(465,064,414)**	(1,096,483,255)
Net cash (used in) / generated from financing activities	**(1,423,783,252)**	4,369,591,796
Net (decrease) / increase in cash and cash equivalents during the period	**3,849,521,815**	2,475,730,507
Cash and cash equivalents at beginning of the period	**4,787,578,811**	8,615,306,057
Cash and cash equivalents at end of the period	**8,637,100,627**	11,091,036,564

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

For Lakson Investments Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

Notes to and forming part of the Condensed Interim Financial Information (Unaudited) For the nine months and quarter ended March 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Lakson Money Market Fund (the "Fund") was established under the Trust Deed executed on September 2, 2009 between the Lakson Investments Limited as its Management Company and the Central Depository Company of Pakistan Limited (CDC) as its Trustee. The Fund has been registered as a Notified Entity on September 18, 2009 by the Securities and Exchange Commission of Pakistan (SECP) in accordance with the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations). The Management Company of the Fund has been licensed by SECP to undertake Asset Management and Investment Advisory Services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (NBFC Rules). The registered office of the Management Company is located at 14 - Ali Block, New Garden Town, Lahore.

The Fund is an open end mutual fund and is listed on Pakistan Stock Exchange Limited (Formerly: Lahore 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.

The Fund is categorised as "Money Market Scheme" as per the Circular 07 of 2009 issued by Securities and Exchange Commission of Pakistan (SECP) and the Fund primarily invests in Government Securities, Certificates of Investment, Certificates of Deposits, Term Deposit Receipts, Commercial Papers, Reverse Repo, etc. subject to the guidelines issued by SECP from time to time.

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

Pakistan Credit Rating Agency Limited (PACRA) has upgraded AA+(f) (Fund Stability Rating) to the Fund on 09 March 2021 and PACRA has also maintained asset manager rating of the Company to AM2+ (stable outlook), on 28 August 2020 (2019: AM2+ as on 29 August 2019).

1.1 During the current period, the Trust Act, 1882 has been repealed due to promulgation of provincial trust acts as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration and annual renewal requirements under the relevant trust acts have been introduced. The Management Company in consultation with MUFAP and the Trustee is currently deliberating upon the requirements of the newly enacted provincial trust acts and their implication on the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Fund 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 Standard Board (IASB) as notified under the Companies Act, 2017; and

- 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).

In case where requirements differ, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordnance, 1984, the NBFC Rules, and the NBFC Regulations have been followed.

2.1 The comparative statement of asset and liabilities presented in these condensed interim financial information as at 30 June 2020 has been extracted from the audited financial statements of the Company for the year ended 30 June 2020, whereas the comparative income statement, statement of comprehensive income, the cash flow statement and statement of movement in unitholders' fund for the nine months period ended 31 Mar 2020 have been extracted from the unaudited condensed interim financial information for the period then ended.

2.2 These condensed interim financial information do not include all the information required for a complete set of annual financial statements and should be read in conjunction with the latest annual financial statements as at and for the year ended 30 June 2020. However, selected explanatory notes are included to explain events and transactions that are significant.

2.3 These condensed interim financial information are being submitted to the unit holders as required under Regulation 38(2)(f) of the Non-Banking Finance Companies and notified Entities Regulations, 2008 (NBFC Regulations) and are unaudited. However, a limited scope review has been carried out by the auditors in accordance with the requirements of clause 5.19.13 of the Pakistan Stock Exchange Limited (PSX) Rule Book.

2.4 In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company declare that these condensed interim financial information give a true and fair view of the state of the Fund’s affairs as at 31 March 2021.

2.4 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention, except for investments that are stated at fair values.

2.5 Functional and presentation currency

This condensed interim financial information is presented in Pak Rupees, which is the Fund's functional and presentation currency. All financial information presented in Pak Rupees has been rounded off to the nearest of rupees.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies adopted for the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements of the Fund for the year ended June 30, 2020

4 SIGNIFICANT JUDGEMENTS AND ESTIMATES

4.1 The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied to financial statements as at and for the year ended June 30, 2020.

5. FINANCIAL RISK MANAGEMENT

The Fund's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Fund for the year ended June 30, 2019.

	Note	**March 31, 2021 (Unaudited)**	June 30, 2020 (Audited)
		(Rupees)	
6. BANK BALANCES			
In profit and loss sharing accounts	6.1	**8,637,093,186**	4,787,571,371
In current accounts		**7,441**	7,440
		8,637,100,627	4,787,578,811

6.1 These represents profit and loss account maintained with banks carrying profit rates ranging from 5.50% to 8% (June 30, 2020: 6.50% to 8.75%) per annum.

7. INVESTMENTS

	Note	March 31, 2021	June 30, 2020
Financial assets classified as at fair value through profit or loss			
Government securities			
Market Treasury Bills	7.1	-	4,938,921,023
Financial assets classified as at amortized cost			
Sukuk	7.2	**270,000,000**	-
Commercial paper	7.3	**587,043,089**	587,618,026
		857,043,089	
		857,043,089	5,526,539,050

7.1 Government securities-Market Treasury bills

	Number of treasury bills				Balance as at March 31, 2021				
	Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealised diminution	Market value as a percentage of net assets	Market value as a percentage of total investments
					Rupees				
Treasury Bills - 3 months (face value of Rs. 100,000 each)	-	255,410	255,410	-	-	-	-	-	-
Treasury Bills - 6 months (face value of Rs. 100,000 each)	50,550	67,605	118,155	-	-	-	-	-	-
Treasury Bills - 12 months (face value of Rs. 100,000 each)	-	205,945	205,945	-	-	-	-	-	-
Total - March 31, 2021					-	-	-	-	-
Total - June 30, 2020					4,922,766,792	4,938,921,023	16,154,231	47.88%	89.37%

7.2

		Number of treasury bills				Balance as at March 31, 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealized appreciation		
						Rupees				
Kot Addu Power Company Limited	7.2.1	-	2,700	-	2,700	270,000,000	270,000,000	-	2.86%	31.50%
Total - March 31, 2021						**270,000,000.00**	**270,000,000.00**	**-**	**2.86%**	**31.50%**
Total - June 30, 2020						-	-	-	-	-

7.2.1 This represents investment in Sukuk having a coupon rate of 8.35%

7.3 Commercial Papers

		Number of Pakistan Investment Bonds				Balance as at March 31, 2021			Market value as a percentage of net assets	Market value as a percentage of total investments
		Number of holdings at the beginning of the period	Acquired during the period	Disposed / matured during the period	Number of holdings at the end of the period	Carrying value	Market value	Unrealized appreciation		
						Rupees				
K-Electric 6 Month CP-1 Issue date 19-09-2019		3,000,000		3,000,000	-	-	-	-	-	-
K-Electric 6 Month CP-7 Issue date 14-02-2020		3,000,000		3,000,000	-	-	-	-	-	-
K-Electric 6 Month CP-13 Issue date 10-03-2020	7.2.1	-	1,500	-	1,500	149,410,864	149,410,864	-	1.58%	17.43%
K-Electric 6 Month CP-14 Issue date 10-03-2020	7.2.2	-	4,500	-	4,500	437,632,225	437,632,225	-	4.63%	51.06%
Total - March 31, 2021						**587,043,089**	**587,043,089**	**-**	**6.22%**	**68.50%**
Total - June 30, 2020						587,618,026	587,618,026	-	5.70%	10.63%

7.2.1 This represents investment in commercial paper of K-Electric (6 months) having coupon rate 7.84% and will mature after 6 months i.e. on 21 April 2021. The paper is unsecured.

7.2.2 This represents investment in commercial paper of K-Electric (6 months) having coupon rate 7.96% and will mature after 6 months i.e. on 10 Aug 2021. The paper is unsecured.

	Note	**March 31, 2021 (Unaudited)**	June 30, 2020 (Audited)
		(Rupees)	
8 PAYABLE TO THE MANAGEMENT COMPANY			
Remuneration payable to the Management Company	8.1	**4,410,885**	1,107,745
Sales Tax payable on remuneration to the Management Company	8.2	**5,317,853**	4,888,445
Federal Excise Duty payable on remuneration to the Management Company	8.3	**30,977,910**	30,977,910
		40,706,648	36,974,100

8.1 The Management Company is entitled to remuneration for services rendered to the Fund under the provisions of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, of an amount not exceeding one percent per annum of the average daily net assets of the Fund. Currently the Management Company is charging its remuneration upto 1% of the net assets of the Fund, calculated on a daily basis (30 June 2020: 0.50%). Currently the effective rate of Management Company remuneration for the period ended 31 March 2021 is 0.48% (30 June 2020: 0.57%) of the average annual net assets. Remuneration is paid to the Management company in arrears on a monthly basis.

8.2 The Sindh Provincial Government has levied Sindh Sales Tax at the rate of 13% (30 June 2020: 13%) on Management Company's remuneration. Above liability includes Rs. 4,743,150 (30 June

2020: Rs. 4,743,150) accrued on Federal Excise Duty (FED) on the management remuneration as more fully explained in note 10.3 below. Had the provision relating to FED not been made, Net Asset Value per unit of the Fund as at 31 March 2021 would have been higher by Re. 0.0508 (30 June 2020: Re. 0.0463) per unit. This amount is payable to management company for onward payment to the Government.

8.3 There is no change in the status of the appeal pending in the Supreme Court of Pakistan against the decision of High Court of Sindh as more fully disclosed in the annual financial statements for the year ended June 30, 2020 regarding the FED on management's remuneration. The Management Company, as a matter of abundant caution, is carrying provision for FED for the period from June 13, 2013 to June 30, 2016 aggregating to Rs.30.978 million. Had the provision not been made, Net asset Value per unit of the Fund as at March 31, 2020 would have been higher by Re. 0.33 (June 30, 2020: Re. 0.30) per unit.

9 ACCRUED AND OTHER LIABILITIES	Note	**March 31, 2021 (Unaudited)**	June 30, 2020 (Audited)
		(Rupees)	
Auditors' remuneration		**392,756**	213,714
Provision for Sindh Workers' Welfare Fund	9.1	**67,206,613**	55,944,076
Advance against issuance of units		-	33,500,000
Brokerage payable		**769,015**	220,941
Rating fee payable		**42,919**	143,431
Withholding tax payable		**22,136,260**	688,114
Professional tax payable		**582,185**	50,000
Others		**212,089**	750,920
		91,341,837	91,511,196

9.1 Sindh Workers' Welfare Fund Payable

Provision for Sindh Workers' Welfare Fund is being made on a daily basis going forward pursuant to MUFAP's recommendation to all its members on January 12, 2017 against the backdrop of the Sindh Revenue Board (SRB) letter to mutual funds in January 2016 whereby SRB directed the mutual funds to register and pay Sindh Workers Welfare Fund (SWWF) for the accounting year closing on or after December 31, 2013. This is on the premise that mutual funds are included in definition of financial institutions in the Financial Institutions (Recovery of Finance) Ordinance, 2001 hence WWF is payable by them. Though MUFAP has taken up the matter with the Sindh Finance Ministry to have CISs /mutual funds excluded from the applicability of SWWF, but as a matter of abundant caution management has recorded SWWF with effect from the date of the applicability of the SWWF Act, 2014 (i.e. with effect from July 1, 2014).

Provision for SWWF as of March 31, 2021 amounted to Rs. 67.2066 million. Had the recognition in previous years not been made, the net assets value per unit of the Fund would be higher by Re. 0.72 (June 30, 2020: Re. 0.55).

10. IMPACT OF COVID-19

In March 2020, the World Health Organization ("WHO") declared the outbreak of the novel coronavirus (known as COVID-19) as a global pandemic. The rapid spread of the virus has caused governments around the world to implement stringent measures to help control its spread, including, without limitation, quarantines, stay-at-home or "shelter-in-place" orders, social-distancing mandates, travel restrictions, and closures or reduced operations for businesses, governmental agencies, schools and other institutions. The industry, along with global economic conditions generally, has been significantly disrupted by the pandemic.

The COVID-19 pandemic and associated impacts on economic activity had certain effect on the operational and financial condition of the Fund for the period ended 31 December 2020 due to increase in overall credit risk pertaining to the corporate debt instruments' portfolios of mutual funds, subdued equity market performance due to overall slowdown in economic activity and continuity of business operations. However, to reduce the impact on the economy and business, regulators / government across the country have introduced a host of measures on both the fiscal and economic fronts from time to time.

The management of the Fund is closely monitoring the situation, and in response to the developments, the management has taken action to ensure the safety of its employees and other stakeholders, and initiated a number of initiatives.

The Management Company of the Fund expects that going forward these uncertainties would reduce as the impact of COVID-19 on overall economy subsides and have concluded that there is no impact on current financial statements of the Fund.

11. CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at March 31, 2021 and June 30, 2020.

12. TAXATION

12.1 The Fund's income is exempt from income tax as per clause (99) of part I of the Second Schedule of 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. Furthermore, as per regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute 90% of the net accounting income other than capital gains to the unit holders. The management intends to distribute at least 90% of the income earned by the year end by this Fund to the unit holders. The Fund is also exempted from the provisions of Section 113 (minimum tax) under Clause 11A of Part IV of the Second Schedule of the Income Tax Ordinance, 2001. Accordingly, no provision has been made in this condensed interim financial information.

12.2 A new section 4B was introduced in the Income Tax Ordinance, 2001 vide the Finance Act, 2015, according to which super tax has been imposed for Tax Year 2015 on the income of individuals, association of persons and companies who are earning income of Rs. 500 million or above in Tax Year 2015 at the rate of 3% other than banking companies.

During year ended June 30, 2017, the Management Company has received an order under the aforementioned section for recovery of super tax not paid with return of income in respect of the Fund for the Tax Year 2015. The Deputy Commissioner considered that the Fund was required to pay super tax as the income of the Fund was more than Rs. 500 million and raised a demand of Rs. 18.819 million in this respect.

The Management Company had filed an appeal before Commissioner Appeals (Inland Revenue) against the order which was decided in favor of the Company whereby super tax demand was been deleted. The department had filed an appeal against the decision at the Appellate Tribunal which is pending adjudication and no provision has been made for super tax in the condensed interim financial information for the period ended March 31, 2021.

The Fund has also received an order for Tax Year 2016 whereby demand amounting to Rs. 24 million has been created mainly on account that the Fund has made less than 90% distribution out of its distributable profit due to misinterpretation of the facts of the case. The Fund has filed an appeal against the said order to CIT (Appeals) and considers that the case will be decided in Fund's favor. Hence, no provision has been in the condensed interim financial information for the period ended March 31, 2021.

During the year ended 30 June 2020, the Fund also received show-cause notice under section 4B of the Income Tax Ordinance, 2001 for recovery of super tax not paid with return of income for the Tax year 2019. The Deputy Commissioner considered that the Fund has failed to pay super tax on the profit of debt income earned during the tax year 2019, as the total profit of debt income of the Fund was Rs. 916 million and raised a demand of Rs. 18.321 million in this respect.

The Management Company of the Fund has decided not to file an appeal in due course of time and no provision has been made for super tax in these condensed interim financial information for the period ended 31 March 2021 for the reason that the same issue had been raised in earlier tax year 2015 and the same had been decided in Fund's favour by the CIT appeals and Appellate Tribunal.

13 DISTRIBUTIONS DURING THE PERIOD	**March 31, 2019 (Unaudited)**	June 30, 2018 (Audited)
	(Rupees)	
Interim Distributions		
Rs. 0.5328 per unit declared on July 29, 2020 (2020: Rs. 0.9015 per unit)		
- Cash Distribution	**51,255,155**	72,291,089
- Refund of Capital	**7,863,339**	9,049,800
Rs. 0.4588 per unit declared on Aug 28, 2020 (2020: Rs. 1.0987 per unit)		
- Cash Distribution	**34,714,951**	72,459,436
- Refund of Capital	**4,701,215**	17,161,693
Rs. 0.6199 per unit declared on Oct 03, 2020 (2020: Rs. 1.0059 per unit)		
- Cash Distribution	**48,504,319**	70,257,789
- Refund of Capital	**17,611,497**	20,597,372
Rs. 0.5425 per unit declared on Nov 02, 2020 (2020: Rs. 1.2753 per unit)		
- Cash Distribution	**56,278,885**	117,995,094
- Refund of Capital	**9,390,867**	20,536,614
Rs. 0.4328 per unit declared on Nov 27, 2020 (2020: Rs. 0.9181 per unit)		
- Cash Distribution	**33,017,780**	99,327,788
- Refund of Capital	**6,390,280**	16,102,096
Rs. 0.4751 per unit declared on Dec 24, 2020 (2020: Rs. 1.0387 per unit)		
- Cash Distribution	**46,398,330**	119,130,186
- Refund of Capital	**9,829,555**	16,505,596
Rs. 0.6643 per unit declared on Jan 29, 2021 (2020: Rs. 1.2777 per unit)		
- Cash Distribution	**67,370,034**	155,016,985
- Refund of Capital	**3,227,473**	18,199,978

	March 31, 2021 (Unaudited)	June 30, 2020 (Audited)
	(Rupees)	
Rs. 0.6150 per unit declared on Mar 05, 2021 (2020: Rs. 1.0238 per unit)		
- Cash Distribution	**63,947,779**	110,440,011
- Refund of Capital	**4,562,954**	27,378,773
(2020: Rs. 0.9746 per unit)		
- Cash Distribution	-	122,785,452
- Refund of Capital	-	11,247,503
(2020: Rs. 1.2487 per unit)		
- Cash Distribution	-	153,782,086
- Refund of Capital	-	12,188,453
(2020: Rs 0.6603 per unit)		
- Cash Distribution	-	54,193,168
- Refund of Capital	-	3,720,142
(2020: Rs. 0.6467 per unit)		
- Cash Distribution	-	48,970,474
- Refund of Capital	-	13,653,904
	465,064,414	1,382,991,482

14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES / CONNECTED PERSONS

Related parties include Lakson Investments Limited being the Management Company, Central Depository Company of Pakistan Limited (CDC) being the Trustee, SIZA Services (Private) Limited being the holding company of the Management Company, associated companies of the Management Company, key management personnel, other funds being managed by the Management Company, staff retirement benefits of related parties and other entities having holding more than 10% in the units of the Funds as March 31, 2020. It also includes staff retirement funds of the above related parties / connected persons.

Remuneration to the Management Company and the Trustee is determined in accordance with the provisions of NBFC Regulations and the Trust Deed respectively. Other transactions are in normal course of business, at contracted rates and terms determined in accordance with the market rates.

Transactions and balances with related parties other than those disclosed elsewhere are as follows:

14.1 Balance as at period / year end

	March 31, 2021 (Unaudited)	June 30, 2020 (Audited)
	(Rupees)	
Lakson Investments Limited - Management Company of the Fund		
Remuneration payable	**4,410,885**	1,107,745
Sindh Sales Tax and Federal Excise Duty on remuneration to Management Company	**36,295,763**	35,866,355
Central Depository Company of Pakistan Limited - Trustee of the fund		
Remuneration payable	**757,137**	1,443,960

14.2 Unit Holders' Fund

	Nine months ended March 31, 2021								
	Number of Units					Rupees			
	Number of Units as at July 01, 2020	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at March 31, 2021	Balance as at July 01, 2020	Units issued during the period	Units redeemed during the period	Balance as at March 31, 2021
Lakson Investments Limited - Management Company	4,386,135	29,522,151	151,796	32,522,313	1,537,768	441,225,485	2,986,231,862	3,288,572,121	155,621,162
Directors, Chief Executive and their spouse and minors	27,915,557	31,539,284	37,197	27,922,078	31,569,960	2,808,179,445	3,181,222,326	2,818,134,916	3,194,861,042
Key management personnel, employees and connected persons of the Management Company	24,810	4,205	11	13,802	15,224	2,495,789	424,356	1,392,558	1,540,660
Holding company / associated companies / undertakings of the Management Company									
Accuray Surgical Limited Employees Contributory Provident Fund	-	40,417	50	35,766	4,702	-	4,073,732	3,613,756	475,845
Accuray Surgicals Limited	222,713	288,451	111	-	511,275	22,403,956	29,031,002	-	51,740,752
Alan Private Limited	1,707,515	622,658	1,722	-	2,331,895	171,768,362	62,825,570	-	235,986,409
Baluchistan Polyproducts Private Limited	909	3,496	2	1,935	2,472	91,470	353,185	194,918	250,157
Century Insurance Co. Ltd. GF	-	70,045	100	65,481	4,665	-	7,060,301	6,616,136	472,102
Century Insurance Co. Ltd. Employees Contributory Provident Fund Trust	17,446	78,950	261	91,043	5,613	1,754,991	7,973,968	9,198,872	568,032
Century Paper & Board Mills Limited ECPFT	-	757,176	1,633	696,075	62,734	-	76,383,655	70,333,129	6,348,623
Century Paper & Board Mills Limited EGF	-	635,837	1,190	581,933	55,094	-	64,123,983	58,800,331	5,575,436
Colgate Palmolive Pakistan Limited	14,705,627	547,764	-	989,236	14,264,155	1,479,319,864	55,139,888	100,000,000	1,443,523,928
Colgate Palmolive Pakistan Limited ECPFT	157,542	567,208	1,643	661,080	65,314	15,848,049	57,271,619	8,043,184	6,609,704
Colgate Palmolive Pakistan Limited EGF	146,969	701,292	2,110	785,170	65,201	14,784,422	70,816,094	79,336,508	6,598,291
Cyber Internet Services (Pvt.) Ltd. Empl. CPFT	-	474,668	1,053	450,973	24,747	-	47,884,540	45,566,378	2,504,360
Express Publications Private Limited	24,946	1,216,987	1,428	-	1,243,361	2,509,466	122,620,687	-	125,827,421
Gam Corporation Private Limited Employees Contributory Provident Fund	30,134	557,097	1,671	559,962	28,939	3,031,338	56,243,242	56,566,066	2,928,620
Hasanali & Gulbanoo Lakhani Foundation	152,349	137,475	111	241,106	48,829	15,325,663	13,852,183	24,328,779	4,941,478
Lakson Power Limited	3,800	132	-	297	3,634	382,244	13,272	30,000	367,805
Merit Packaging Limited Employees Contributory Provident Fund Trust	3,777	139,064	437	129,865	13,413	379,910	14,042,891	13,114,376	1,357,411
Merit Packaging Limited Employees Gratuity Fund	16,405	42,987	132	55,456	4,069	1,650,240	4,341,036	5,603,249	411,753
Premier Fashions Private Limited	556,637	2,110,787	5,974	2,673,398	-	55,995,135	213,018,804	269,457,593	-
Siza Commodities Private Limited	234,367	890,991	3,290	1,128,648	-	23,576,265	90,004,705	114,146,520	-
Siza Foods Private Limited Employees Contributory Provident Fund Trust	-	399,514	747	382,855	17,406	-	40,285,711	38,682,360	1,761,481
Siza Private Limited	149,151	4,500,907	7,667	4,352,189	305,536	15,003,967	454,407,465	439,950,127	30,920,108
Siza Services Private Limited	245,381	6,200,554	16,508	6,219,508	242,935	24,684,220	625,623,112	627,000,000	24,584,921
Siza Services Private Limited Employees Countributory Provident Fund Trust	-	99,168	155	84,056	15,267	-	9,998,989	8,491,770	1,545,026
Sybrid (Private) Limited ECPFT	-	49,560	140	46,584	3,116	-	5,003,926	4,707,575	315,338
Sybrid Private Limited	-	1,902,083	3,909	1,660,639	245,353	-	191,845,855	168,000,000	24,829,625
Lakson Investments Limited ECPFT	-	139,596	234	139,830	-	-	14,071,627	14,118,782	-
Television Media Network Pvt Ltd	-	2,024,395	2,356	-	2,026,751	-	203,980,213	-	205,105,979
Century Insurance Company Limited	-	705,176	36	27,904	677,308	-	71,308,856	2,816,536	68,543,144
Century Enterprises Private Limited	-	-	-	-	-	-	-	-	-
Hasanali Karabhai Foundation ECPF Trust	-	3,680	-	1,368	2,313	-	370,834	138,000	234,049
Trustee / Custodian									
Central Depository Company of Pakistan Limited	1,528,023	1,053,096	3,690	-	2,584,809	153,712,220	106,310,973	-	261,581,111
Connected person due to holding more than 10% units									
Fauji Fertilizer Company Limited	19,190,213	82,475,568	205,017	67,018,449	34,852,349	1,930,449,116	8,323,233,515	6,768,646,721	3,527,036,762

	Nine months ended March 31, 2020								
	Number of Units					Rupees			
	Number of Units as at July 01, 2019	Units issued during the period	Refund / Adjustment of units as element of income	Units redeemed during the period	Number of units as at March 31, 2020	Balance as at July 01, 2019	Units issued during the period	Units redeemed during the period	Balance as at March 31, 2020
Lakson Investments Limited - Management Company	2,506,825	25,324,399	231,006	23,900,669	4,161,561	251,997,558	2,569,025,302	2,426,233,475	498,232,471
Directors, Chief Executive and their spouse and minors	7,209,047	48,282,128	224,600	19,592,038	36,123,737	724,686,518	4,846,860,682	1,980,339,790	4,324,824,110
Key management personnel, employees and connected persons of the Management Company	29,148	32,077	148	33,876	27,497	2,930,091	3,239,438	3,245,000	3,292,064
Holding company / associated companies / undertakings of the Management Company									
SIZA Services (Private) Limited (Holding Company of the Management Company)	3,149,897	22,273,175	203,164	25,580,715	45,521	316,642,139	2,260,002,714	2,592,567,963	5,449,907
SIZA (Private) Limited	2,849,970	21,353,236	172,878	24,376,084	(0)	286,492,064	2,166,157,908	2,470,368,754	-
Hasanali & Gulbanoo Lakhani Foundation	566,308	47,219	17	524,774	88,769	56,927,847	4,748,319	53,000,000	10,627,629
Premier Fashions (Private) Limited	142,337	6,881,805	41,994	6,910,698	155,438	14,308,360	697,520,334	699,735,236	18,609,440
Lakson Power Limited	3,864	300		445	3,719	388,427	30,204	45,000	445,250
Colgate Palmolive (Pakistan) Limited	24,523,303	3,661,089	20,196	10,868,787	17,335,803	2,465,195,264	370,064,782	1,100,000,000	2,075,485,623
SIZA Commodities (Private) Limited	2,703,722	6,561,699	40,123	9,172,902	132,641	271,790,541	664,090,263	927,939,742	15,880,148
Baluchistan Polyproducts (Private) Limited	1,746	129	-	986	889	175,550	13,016	100,000	106,460
Accuray Surgical Limited	172,324	45,375	272	-	217,970	17,322,771	4,588,735	-	26,095,929
Express Publications Private Limited	118,116	5,386		99,088	24,415	11,873,609	541,442	10,000,000	2,923,015
Book ME Tickets Private Limited	202,010	8,069		210,079	(0)	20,306,974	811,135	21,081,875	-
Century Insurance Co. Ltd., GF	-	69,379	484	69,862	0	-	7,023,206	7,110,276	-
Century Insurance Company Limited Employees Contributory Provident Fund Trust	-	49,107	339	32,436	17,010	-	4,916,244	3,300,000	2,036,437
Colgate Palmolive Pakistan Limited ECPFT	-	152,576	1,029	-	153,606	-	15,441,848	-	18,390,082
Colgate Palmolive Pakistan Limited EGF	-	137,767	5,530	-	143,297	-	14,405,482	-	17,155,849
Gam Corporation Private Limited Employees Contributory Provident Fund	-	29,184	197	-	29,381	-	2,953,642	-	3,517,566
Merit Packaging Limited Employees Contributory Provident Fund Trust	-	108,150	753	105,221	3,682	-	10,947,940	10,700,000	440,796
Merit Packaging Limited Employees Gratuity Fund	-	49,075	339	33,419	15,995	-	4,967,522	3,400,000	1,914,929
Trustee / Custodian									
Central Depository Company of Pakistan Limited	-	2,532,630	24,530	-	2,557,160	-	257,068,775	-	306,149,634
Connected person due to holding more than 10% units									
Fauji Fertilizer Company Limited	17,499,041	63,236,376	346,245	49,771,676	31,309,987	1,759,084,130	6,391,827,073	5,009,127,764	3,748,509,930

Above related parties / connected person hold 66.30% of the units of the fund (30 June 2019: 72.03%)

14.3 Other transactions during the period	Nine months ended March 31, 2021	2020
	(Un Audited) (Rupees)	
Lakson Investments Limited - Management Company of the Fund		
Remuneration to the Management Company	**41,813,386**	50,022,298
Sindh sales tax on remuneration of Management Company	**5,432,027**	6,502,899
Dividend paid		1,535,046
Central Depository Company of Pakistan Limited - Trustee of the Fund		
Remuneration for the period	**2,026,594**	2,421,207
Dividend paid	**3,315,659**	8,316,207
Directors, Chief Executive and their spouse and minors		
Dividend Received from the fund	**28,711,418**	190,164,932
Key management personnel, employees and connected persons of the Management Company		
Dividend Paid	**33,880**	369,608
SIZA Services (Private) Limited		
Dividend Paid	**320,838**	10,058,786
SIZA (Private) Limited		
Dividend Paid	**485,581**	4,812,811
Hasanali & Gulbanoo Lakhani Foundation		
Dividend Paid	**61,965**	1,701,511
Premier Fashions (Private) Limited		
Dividend Paid	-	1,482,540
Lakson Power Limited		
Dividend Paid	**4,612**	35,534
Colgate Palmolive (Pakistan) Limited		
Dividend Paid	**19,356,706**	200,076,215
SIZA Commodities (Private) Limited		
Dividend Paid	**165,745**	18,549,154
Siza Services Private Limited Employees Countributory Provident Fund Trust		
Dividend Paid	**4,738**	14,036

	Nine months ended March 31, 2021	2020
	(Un Audited) (Rupees)	
Accuray Surgical Limited		
Dividend Paid	**648,813**	1,869,100
Express Publications Private Limited		
Dividend Paid	**1,577,838**	636,991
Alan Private Limited		
Dividend Paid	**2,959,199**	954,276
Sybrid Private Limited		
Dividend Paid	**487,587**	23,206
Television Media Network Pvt Ltd		
Sale of T-Bills	**2,571,967**	160,373,560
Century Insurance Company Limited - ECPFT		
Sale of T-Bills		399,606
Dividend Received from the fund	-	70,777
Colgate Palmolive (Pakistan) Limited - ECPFT		
Sale of T-Bills	-	9,990,150
Dividend Received from the fund	-	541,848
Colgate Palmolive (Pakistan) Limited - EGF		
Sale of T-Bills	-	6,893,204
Dividend Received from the fund	-	505,482
GAM Corp. (Pvt.) Limited - ECPFT		
Sale of T-Bills	-	65,835,089
Dividend Received from the fund	-	103,642
Merit Packaging Limited - ECPFT		
Sale of T-Bills	-	999,015
Dividend Received from the fund	-	47,940
Merit Packaging Limited - EGF		
Sale of T-Bills	-	399,606
Dividend Received from the fund	-	67,522
Lakson Investments Limited - ECPFT		
Sale of T-Bills	-	24,475,868
Saad Iqbal		
Sale of T-Bills	-	9,190,938
Amin Mohammed Lakhani		
Sale of T-Bills	-	19,980,300
Azhar Mohamed		
Sale of T-Bills	-	6,493,598

	Nine months ended March 31, 2021	2020
	(Un Audited) (Rupees)	
Abrar Hasan		
Sale of T-Bills	-	499,508
Abdus Samad Parekh		
Sale of T-Bills	-	599,409
Muhammad Ashraf		
Sale of T-Bills	-	1,998,030
Century Insurance Company Limited		
Sale of T-Bills	-	7,292,810
Crescent Steel And Allied Products Limited - Pension Worker's Participation Fund		
Sale of T-Bills	-	10,489,658
Crescent Steel And Allied Products Limited - Staff Provident Fund		
Sale of T-Bills	-	8,591,529
Crescent Steel And Allied Products Limited - Steel Division Worker's Participation Fund		
Sale of T-Bills	-	94,906,425

15. TOTAL EXPENSE RATIO

As per the SECP circular vide direction no. 23 dated July 20, 2016 and as referred in Regulations 60 (5) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the "Regulations"), Total Expense Ratio (TER) calculated inclusive of Sindh Sales Tax and SECP fee is 1.03% as of March 31, 2021 (March 31, 2020: 0.37%) and this includes 0.29% (March 31, 2020: 0.37%) representing Sindh Sales tax and SECP fee.

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or liability settled, between knowledgeable willing parties in an arm's length transaction. Consequently, differences can arise between carrying values and 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 traded in an open market are revalued at the market prices prevailing at the close of trading on the reporting date. The estimated fair value of all other financial assets and liabilities is not considered to be significantly different from book values as the items are either short-term in nature or periodically repriced.

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

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) (level 2); and

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

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	March 31, 2021 (Un-Audited)						
	Carrying amount			Fair Value			
On-balance sheet financial instruments	Fair value through profit and loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------						
Financial assets not measured at fair value							
Bank balances	-	8,637,100,627	8,637,100,627	-	-	-	-
Mark-up receivable	-	59,977,814	59,977,814	-	-	-	-
Investments	-	857,043,089	857,043,089	-	-	-	-
	-	9,554,121,530	9,554,121,530	-	-	-	-
Financial liabilities not measured at fair value							
Payable to the Management Company	-	40,706,648	40,706,648	-	-	-	-
Payable to the Trustee	-	757,137	757,137	-	-	-	-
Annual fee payable to Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	604,845	604,845	-	-	-	-
	-	42,068,630	42,068,630	-	-	-	-

	June 30, 2020 (Un-Audited)						
	Carrying amount			Fair Value			
On-balance sheet financial instruments	Fair value through profit and loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	---------- (Rupees) ----------						
Financial assets not measured at fair value							
Bank balances	-	4,787,578,811	4,787,578,811	-	-	-	-
Mark-up receivable	-	127,569,708	127,569,708	-	-	-	-
Investments	-	5,526,539,050	5,526,539,050	4,938,921,023	-	-	-
	-	10,441,687,569	10,441,687,569	4,938,921,023	-	-	-
Financial liabilities not measured at fair value							
Payable to the Management Company	-	36,974,100	36,974,100	-	-	-	-
Payable to the Trustee	-	1,443,960	1,443,960	-	-	-	-
Annual fee payable to Securities and Exchange Commission of Pakistan	-	-	-	-	-	-	-
Accrued expenses and other liabilities	-	33,713,714	33,713,714	-	-	-	-
	-	72,131,774	72,131,774	-	-	-	-

16.1 Valuation techniques

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

17. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on April 19, 2021 by the Board of Directors of the Management Company.

18. GENERAL

Figures have been rounded off to the nearest rupee.

For Lakson Investments Limited
(Management Company)

Chief Financial Officer	Chief Executive Officer	Director

A Lakson Group Company

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